

SENATE REPORTS RECEIVED AFTER ADJOURNMENT

The following is a record of Senate reports received after the close of the 2014 Regular Session.

COMMUNICATIONS RECEIVED

The following communications were received in the office of the Secretary of the Senate and placed on file in the Legislative Services Agency:

AUDITOR OF STATE

Special Investigation of the University of Iowa Hospitals and Clinics, Health Care Information Systems Department Report 01/01/05–07/05/13, pursuant to Iowa Code section [11.6](#). Report received on May 6, 2014.

Report of Operations of Five Departments of University of Iowa Hospitals and Clinics 07/01/10–12/31/12, pursuant to Iowa Code section [11.4](#). Report received on May 6, 2014.

Special Investigation of the City of Kinross Report 01/15/08–10/31/13, pursuant to Iowa Code section [11.6](#). Report received on May 20, 2014.

Wireless Fund of the Iowa Homeland Security and Emergency Management Division of the Iowa Department of Public Defense Audit Report for year ended 06/30/13, pursuant to Iowa Code section [11.2](#). Report received on May 30, 2014.

OFFICE OF DRUG CONTROL POLICY

Iowa's Application to the Edward Byrne Memorial Justice Assistance Grant Program Report FFY 2014, pursuant to Iowa Code section 8E. Report received on May 15, 2014.

IOWA FINANCE AUTHORITY

FY 2012 Report, pursuant to Iowa Code section [16.7](#). Report received on May 22, 2014.

REPORTS OF THE SECRETARY OF THE SENATE

MADAM PRESIDENT: Pursuant to Senate Rule 21, I report that in enrolling [Senate File 2337](#), the following correction was made:

1. Page 1, line 9, period was changed to a colon.

ALSO: Pursuant to Senate Rule 21, I report that in enrolling [Senate File 2349](#), the following corrections were made:

1. Page 11, line 22, deleted "is" and inserted "are".

2. Page 12, line 32, removed the italics on “a.”
3. Page 13, line 6, struck through “2,500,000” to be consistent with original intended language.

MICHAEL E. MARSHALL
Secretary of the Senate

BILLS ENROLLED, SIGNED, AND SENT TO GOVERNOR

The Secretary of the Senate submitted the following reports:

MADAM PRESIDENT: The Secretary of the Senate respectfully reports that the following bills have been enrolled, signed by the President of the Senate and the Speaker of the House, and presented to the Governor for his approval on this 2nd day of May, 2014.

Senate Files 303, 383, 2130, 2196, 2239, 2297, 2337, 2340, 2342, 2343, 2344, 2347, 2349, 2352, 2355, 2359, 2360, 2362, 2363, and 2364.

MICHAEL E. MARSHALL
Secretary of the Senate

SENATE BILLS APPROVED, ITEM VETOED, AND VETOED AFTER ADJOURNMENT

The following is a record of action by the Governor transmitted to the Secretary of State after the close of the 2014 Regular Session:

SENATE BILLS APPROVED

[Senate File 303](#)—Relating to veterans, military service members, and certain survivor beneficiaries and including effective date and retroactive applicability provisions. Approved May 26, 2014.

[Senate File 383](#)—Relating to the sealing of juvenile delinquency records. Approved May 23, 2014.

[Senate File 2130](#)—Relating to and making transportation and other infrastructure-related appropriations to the Department of Transportation, including allocation and use of moneys from the road use tax fund and the primary road fund, and including effective date provisions. Approved May 30, 2014.

[Senate File 2196](#)—Relating to programs and services under the purview of the department of public health, and including effective date provisions. Approved May 23, 2014.

[Senate File 2239](#)—Relating to elder abuse and providing penalties. Approved May 23, 2014.

[Senate File 2297](#)—Relating to the criminal transmission of a contagious or infectious disease, providing penalties, and including effective date provisions. Approved May 30, 2014.

[Senate File 2337](#)—Relating to the child and dependent care credit available against the individual income tax, and including retroactive applicability provisions. Approved May 30, 2014.

[Senate File 2340](#)—Modifying provisions applicable to the solar energy system tax credit, and including effective date and retroactive applicability provisions. Approved May 30, 2014.

[Senate File 2342](#)—Relating to and making appropriations to certain state departments, agencies, funds, and certain other entities, providing for regulatory authority, and other properly related matters, and including effective date and retroactive applicability provisions. Approved May 30, 2014.

[Senate File 2343](#)—Relating to qualification requirements for the renewable energy tax credit. Approved May 30, 2014.

[Senate File 2344](#)—Relating to renewable fuels, by providing for biobutanol and biobutanol blended gasoline, modifying the rate of the E-15 plus gasoline promotion tax credit and extending provisions for renewable fuel tax credits and a biodiesel production refund, and including effective date and retroactive applicability provisions. Approved May 21, 2014.

[Senate File 2347](#)—Relating to the funding of, the operation of, and appropriation of moneys to the college student aid commission, the department for the blind, the department of education, and the state board of regents, and providing for related matters. Approved May 30, 2014.

[Senate File 2352](#)—Relating to the additional homestead credit for certain disabled veterans and including effective date and applicability provisions. Approved May 26, 2014.

[Senate File 2355](#)—Relating to matters under the purview of the Department of Transportation, establishing a fee, and including effective date provisions. Approved May 30, 2014.

[Senate File 2359](#)—Relating to the administration of certain economic development programs by the economic development authority and including effective date and retroactive applicability provisions. Approved May 30, 2014.

[Senate File 2360](#)—Creating the medical cannabidiol Act and providing penalties and including effective date provisions. Approved May 30, 2014.

[Senate File 2362](#)—Relating to pari-mutuel racetracks, including by providing for live dog racing at pari-mutuel dog racetracks, providing for alternative licensure for dog racetracks, and establishing fees, and including effective date provisions. Approved May 30, 2014.

[Senate File 2364](#)—Relating to state regulatory matters by exempting from sales tax the furnishing of certain environmental testing services, modifying the registration and regulation of motorsports recreational vehicles, recreational vehicle operators, and recreational vehicle cargo, and including fees, penalties, and effective date provisions. Approved May 30, 2014.

GOVERNOR'S ITEM VETO MESSAGE

[Senate File 2349](#)

May 30, 2014

The Honorable Matt Schultz
Secretary of State of Iowa
State Capitol
Des Moines, Iowa 50319

Dear Mr. Secretary:

I hereby transmit [Senate File 2349](#) an Act relating to and making appropriations to state departments and agencies from the rebuild Iowa infrastructure fund, the technology reinvestment fund, and the revenue bonds capitals II fund, and providing for related matters, and including effective date provisions.

Several vetoes of spending in [Senate File 2349](#) are needed so that our state can maintain a balanced, sustainable and predictable budget. I am supportive of the many programs and policy goals that would be achieved by some of these appropriations. However, in order to maintain a sustainable budget, tough choices must be made to control spending. The overall level of spending must be kept within limits that will serve our state well in the long term. Fiscal responsibility requires that \$41 million in taxpayer funded spending be vetoed from this legislation. In order to grow good-paying jobs in Iowa, we need to keep our fiscal house in order.

[Senate File 2349](#) is approved on this date with the following exceptions, which I hereby disapprove.

I am unable to approve the item designated as Section 1, subsection 1, in its entirety. This item would provide \$4,000,000 for routine maintenance of state buildings and facilities. The effect of this disapproval saves \$4,000,000 in spending and helps us achieve our goal of a balanced budget.

I am unable to approve the designated portion of the item designated as Section 1, subsection 7, lettered paragraph b. This item would give \$2,000,000 in taxpayer dollars for a pharmacy building at the University of Iowa for FY 2014–2015. The effect of this disapproval saves \$2,000,000 in spending and helps us achieve our goal of a balanced budget. This item veto preserves funding in future fiscal years for this building. This item veto preserves funding totaling \$64,300,000 in future fiscal years for this building.

I am unable to approve the designated portion of the item designated as Section 1, subsection 7, lettered paragraph c. This item would give \$2,000,000 in taxpayer dollars for a biosciences building at the Iowa State University for FY 2014–2015. The effect of this disapproval saves \$2,000,000 in spending and helps us achieve our goal of a balanced budget. This item veto preserves funding totaling \$50,000,000 in future fiscal years for this building.

I am unable to approve the designated portion of the item designated as Section 1, subsection 7, lettered paragraph c. This item would give \$2,000,000 in taxpayer dollars for an educational center for teach education and preparation building at the University of Northern Iowa for FY 2014–2015. The effect of this disapproval saves \$2,000,000 in spending and helps us achieve our goal of a balanced budget. This item veto preserves funding totaling \$30,900,000 in future fiscal years for this building.

I am unable to approve the item designated as Section 7 in its entirety. This item deappropriates the final year of funding from the Rebuild Iowa Infrastructure Fund to the following Board of Regents projects: Agriculture and Biosystems Engineering Complex at Iowa State University, the Dental Sciences Building at the University of Iowa, and the Bartlett Hall renovation at the University of Northern Iowa. As these projects are already in progress, funding for them is crucial. The effect of this action reinstates these appropriations for Fiscal Year 2015.

I am unable to approve the item designated as Section 10 in its entirety. This item would give an additional \$10,000,000 in taxpayer dollars for major repairs and maintenance of state buildings. The effect of this disapproval saves \$10,000,000 in spending and helps us achieve our goal of a balanced budget. It leaves \$14,000,000 still available for major repairs and maintenance of state buildings.

I am unable to approve the item designated as Sections 17 and 18 in their entirety. Section 17 would delay the funding of the Technology Reinvestment Fund from the General Fund for another year. Section 18 provides the funding for the Technology Reinvestment Fund for FY 2015 from the Rebuild Iowa Infrastructure Fund. I recommend the funding for the Technology Reinvestment Fund come out of the General Fund as required by statute. Changing funding sources makes it hard for taxpayers to follow the budget and hurts transparency. The effect of this disapproval would be to stop this shift and restore compliance with the Iowa Code to provide stability and predictability.

I am unable to approve the item designated as Division VI in its entirety. This item would give \$4,000,000 in taxpayer dollars to the Resources Enhancement and Protection fund (REAP). The effect of this disapproval saves \$4,000,000 in spending and helps us achieve our goal of a balanced budget. The REAP program has \$16,000,000 still available in other appropriation bills for this year, representing an increase of \$2,000,000 available for REAP over last year.

I am unable to approve the item designated as Section 20 in its entirety. This item would exempt certain leases for state office space in downtown Des Moines from the competitive bidding process. I believe competitive bidding serves the best interest of taxpayers.

For the above reasons, I respectfully disapprove the designated items in accordance with Amendment IV of the Amendments of 1968 to the Constitution of the State of Iowa. All other items in [Senate File 2349](#) are hereby approved as of this date.

Sincerely,

TERRY E. BRANSTAD
Governor

GOVERNOR'S VETO MESSAGE

[Senate File 2363](#)

May 30, 2014

The Honorable Matt Schultz
Secretary of State of Iowa
State Capitol
Des Moines, Iowa 50319

Dear Mr. Secretary:

I hereby transmit [Senate File 2363](#), relating to state and local finances by making transfers and appropriations, providing for properly related matters, and including effective date and applicability provisions, is hereby disapproved and transmitted to you in accordance with Amendment IV of the Amendments of 1968 to the Constitution of the State of Iowa.

[Senate File 2363](#) is hereby disapproved on this date.

I am unable to approve [Senate File 2363](#) for the following reasons:

[Senate File 2363](#) attempts to use one-time dollars to pay for special projects and pay down bonds. In total, it contains nearly \$140 million dollars in one-time spending.

Currently, the State of Iowa has a healthy ending balance. However, the most recent state revenue projection, which occurred since the legislature adjourned, shows significant decline in projected revenues. This information was not available to the legislature during the time this legislation was approved. With this new information, it is very important we continue to be prudent with taxpayer dollars.

When I took office in 2011, I proposed a two year budget with a five year projection. My budget is fiscally sound, predictable and sustainable for the long term. Long term budgeting isn't easy and requires very difficult decisions to align projected spending with revenue.

In 2013, the legislature and I made multi-year commitments with the \$4.4 billion property tax cut and education reform that included investing in our teachers and students. These were historic commitments to the people of Iowa and commitments we must keep to Iowa taxpayers, schools and local governments. Signing this spending bill could jeopardize our ability to fund those commitments in the future.

While there are items in this bill that I support, and in some instances recommended, I cannot sign them into law at this time. As the Chief Executive of this state, it is my responsibility to have a long term vision that maintains stability and predictability in our state's budget. Maintaining the fiscal health of Iowa over the long term is my top budgeting priority.

Iowa is working—we are growing. The growth of jobs and opportunities in our state is due, in part, to a government Iowans can rely on. Our commitments to teachers, students and local communities must be honored and our focus must be on the long term stability so Iowa can continue to flourish. In order to continue growing good paying jobs, we need to make tough choices that ensure a balanced budget today and for the long term.

For the above reasons, I respectfully disapprove of [Senate File 2363](#), in its entirety, in accordance with Amendment IV of the Amendments of 1968 to the Constitution of the State of Iowa.

Sincerely,

TERRY E. BRANSTAD
Governor