

HSB 249  
APPROPRIATIONS

Submitted By  
CF 718

SENATE/HOUSE FILE

BY (PROPOSED COMMITTEE ON  
APPROPRIATIONS BILL BY  
JOINT APPROPRIATIONS  
SUBCOMMITTEE ON ECONOMIC  
DEVELOPMENT)

Passed Senate, Date \_\_\_\_\_ Passed House, Date \_\_\_\_\_  
Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_  
Approved \_\_\_\_\_

**A BILL FOR**

1 An Act appropriating funds to the department of economic  
2 development, certain board of regents institutions, the  
3 department of workforce development, and the public employment  
4 relations board and making related statutory changes.

5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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1 Section 1. DEPARTMENT OF ECONOMIC DEVELOPMENT. There is  
2 appropriated from the general fund of the state and other  
3 designated funds to the department of economic development for  
4 the fiscal year beginning July 1, 2001, and ending June 30,  
5 2002, the following amounts, or so much thereof as is  
6 necessary, to be used for the purposes designated:

7 1. ADMINISTRATIVE SERVICES DIVISION

8 a. General administration

9 For salaries, support, maintenance, miscellaneous purposes,  
10 for allocating \$235,000 to the world food prize, and for  
11 providing that a business receiving moneys from the department  
12 for the purpose of job creation shall make available ten  
13 percent of the new jobs created for promise jobs program  
14 participants who are qualified for the jobs created, and for  
15 not more than the following full-time equivalent positions:

16 ..... \$ 1,630,619  
17 ..... FTEs 25.75

18 b. Film office

19 For salaries, support, maintenance, miscellaneous purposes,  
20 and for not more than the following full-time equivalent  
21 positions:

22 ..... \$ 245,003  
23 ..... FTEs 2.00

24 c. Iowa commission on volunteerism

25 For transferring to the Iowa state commission grant program  
26 to be used as matching funds for salaries, support,  
27 maintenance, and miscellaneous purposes, and for not more than  
28 the following full-time equivalent positions:

29 ..... \$ 75,200  
30 ..... FTEs 3.25

31 2. BUSINESS DEVELOPMENT DIVISION

32 a. Business development operations

33 For salaries, support, maintenance, miscellaneous purposes,  
34 and for not more than the following full-time equivalent  
35 positions:

1 ..... \$ 4,487,342  
 2 .....FTEs 27.75

3 Of the amount appropriated in this paragraph "a", \$631,680  
 4 shall be allocated to support activities in conjunction with  
 5 the Iowa manufacturing technology center, and \$94,000 shall be  
 6 allocated to the graphic arts center.

7 The department shall consult and work with the small  
 8 business development centers in an effort to eliminate any  
 9 duplication of services provided by the department and the  
 10 small business development centers and to determine how to  
 11 deliver services to small businesses in the state in the most  
 12 efficient manner.

13 For the fiscal year beginning July 1, 2001, and ending June  
 14 30, 2002, the department shall allocate \$94,000 from the  
 15 moneys appropriated under this subsection for the federal  
 16 procurement office.

17 b. Workforce recruitment initiative

18 For workforce recruitment initiative purposes, including  
 19 salaries, support, maintenance, miscellaneous purposes, and  
 20 for not more than the following full-time equivalent  
 21 positions:

22 ..... \$ 377,156  
 23 ..... FTEs 2.00

24 c. Strategic investment fund

25 For deposit in the Iowa strategic investment fund for  
 26 salaries, support, and for not more than the following full-  
 27 time equivalent positions:

28 ..... \$ 3,503,826  
 29 ..... FTEs 12.50

30 The department may allocate from the Iowa strategic  
 31 investment fund up to \$90,240 for the microbusiness rural  
 32 enterprise assistance program under section 15.114.

33 By January 14, 2002, the department shall submit a written  
 34 report to the members of the joint appropriations subcommittee  
 35 on economic development and the legislative fiscal bureau on

1 the progress made by the department in making the community  
2 economic betterment program a self-sustaining, revolving loan  
3 program. The report shall include information regarding the  
4 department's progress in making the community economic  
5 betterment program self-sufficient and projections and plans  
6 for continuing to make the program self-sufficient over the  
7 subsequent five years.

8 d. Insurance economic development

9 There is appropriated from moneys collected by the division  
10 of insurance in excess of the anticipated gross revenues under  
11 section 505.7, subsection 3, to the department for the fiscal  
12 year beginning July 1, 2001, and ending June 30, 2002, the  
13 following amount, or so much thereof as is necessary, for  
14 insurance economic development and international insurance  
15 economic development:

16 ..... \$ 100,000

17 e. Value-added agriculture

18 There is appropriated from the moneys available to support  
19 value-added agricultural products and processes, 6 percent, or  
20 so much thereof as is necessary, for administration of the  
21 value-added agricultural products and processes financial  
22 assistance program as provided in section 15E.111, including  
23 salaries, support, maintenance, miscellaneous purposes, and  
24 for not more than 3.00 FTEs.

25 The department shall collaborate with the university of  
26 northern Iowa on a strategic initiative to develop ag-based  
27 industrial lubrication technology and to create projects to  
28 deploy the technology in commercial applications.  
29 Notwithstanding the requirements of section 15E.111 and the  
30 administrative rules for value-added agricultural products and  
31 processes, the department shall allocate \$275,000 for this  
32 initiative.

33 3. COMMUNITY DEVELOPMENT DIVISION

34 a. Community assistance

35 For salaries, support, maintenance, miscellaneous purposes,

1 and for not more than the following full-time equivalent  
2 positions for administration of the community economic  
3 preparedness program, the Iowa community betterment program,  
4 and the city development board:

5 ..... \$ 772,516  
6 ..... FTEs 10.50

7 b. Main street/rural main street program  
8 For salaries and support, and for not more than the  
9 following full-time equivalent positions:

10 ..... \$ 409,161  
11 ..... FTEs 3.00

12 Notwithstanding section 8.33, moneys committed to grantees  
13 under contract from the general fund of the state that remain  
14 unexpended on June 30, 2002, shall not revert to any fund but  
15 shall remain available for expenditure for purposes of the  
16 contract during the fiscal year beginning July 1, 2002.

17 c. Community development program  
18 For salaries, support, maintenance, miscellaneous purposes,  
19 and for not more than the following full-time equivalent  
20 positions, for rural resource coordination, rural community  
21 leadership, rural innovations grant program, and the rural  
22 enterprise fund:

23 ..... \$ 853,284  
24 ..... FTEs 7.50

25 There is appropriated from the rural community 2000 program  
26 revolving fund established in section 15.287 to provide to  
27 Iowa's councils of governments funds for planning and  
28 technical assistance to local governments:

29 ..... \$ 150,000

30 There is appropriated from the rural community 2000 program  
31 revolving fund established in section 15.287 to the rural  
32 development program for the purposes of the program including  
33 the rural enterprise fund and collaborative skills development  
34 training:

35 ..... \$ 370,000

1 Notwithstanding section 8.33, moneys committed to grantees  
2 under contract from the general fund of the state or through  
3 transfers from the Iowa community development loan fund or  
4 from the rural community 2000 program revolving fund that  
5 remain unexpended on June 30, 2002, shall not revert but shall  
6 be available for expenditure for purposes of the contract  
7 during the fiscal year beginning July 1, 2002.

8 d. Community development block grant and HOME

9 For administration and related federal housing and urban  
10 development grant administration for salaries, support,  
11 maintenance, miscellaneous purposes, and for not more than the  
12 following full-time equivalent positions:

13 .....	\$	396,035
14 .....	FTEs	21.75

15 4. INTERNATIONAL DIVISION

16 a. International trade operations

17 For salaries, support, maintenance, miscellaneous purposes,  
18 for support of foreign representation and trade offices, and  
19 the agricultural product advisory council, and for not more  
20 than the following full-time equivalent positions:

21 .....	\$	2,190,893
22 .....	FTEs	14.25

23 Of the moneys appropriated in this lettered paragraph,  
24 \$235,000 shall be allocated to support the taste of Iowa  
25 program.

26 From among the full-time equivalent positions authorized by  
27 this lettered paragraph, one position shall concentrate on the  
28 export sale of grain, one on the export sale of livestock, and  
29 one on the export sale of value-added agricultural products.

30 b. Export trade assistance program

31 For export trade activities, including a program to  
32 encourage and increase participation in trade shows and trade  
33 missions by providing financial assistance to businesses for a  
34 percentage of their costs of participating in trade shows and  
35 trade missions, by providing for the lease/sublease of

1 showcase space in existing world trade centers, by providing  
2 temporary office space for foreign buyers, international  
3 prospects, and potential reverse investors, and by providing  
4 other promotional and assistance activities, including  
5 salaries and support:

6 ..... \$ 308,000

7 Notwithstanding section 8.33, moneys appropriated in this  
8 lettered paragraph that remain unencumbered or unobligated at  
9 the close of the fiscal year shall not revert but shall remain  
10 available for expenditure for the purposes designated until  
11 the close of the succeeding fiscal year.

12 c. For the partner state program to contract with private  
13 groups or organizations which are the most appropriate to  
14 administer this program and the groups and organizations  
15 participating in the program shall, to the fullest extent  
16 possible, provide the funds to match the appropriation made in  
17 this paragraph:

18 ..... \$ 120,000

19 5. TOURISM DIVISION

20 Tourism operations and advertising

21 For salaries, support, maintenance, miscellaneous purposes,  
22 and for not more than the following full-time equivalent  
23 positions:

24 ..... \$ 3,470,123

25 ..... FTEs 19.52

26 The department shall not use the moneys appropriated in  
27 this subsection, unless the department develops public-private  
28 partnerships with Iowa businesses in the tourism industry,  
29 Iowa tour groups, Iowa tourism organizations, and political  
30 subdivisions in this state to assist in the development of  
31 advertising efforts. The department shall, to the fullest  
32 extent possible, develop cooperative efforts for advertising  
33 with contributions from other sources.

34 Sec. 2. COMMUNITY DEVELOPMENT LOAN FUND. Notwithstanding  
35 section 15E.120, subsections 5, 6, and 7, and section 15.287,

1 there is appropriated from the Iowa community development loan  
2 fund all the moneys available during the fiscal year beginning  
3 July 1, 2001, and ending June 30, 2002, to the department of  
4 economic development for the community development program to  
5 be used by the department for the purposes of the program.

6 Sec. 3. JOB TRAINING FUND. Notwithstanding section  
7 15.251, subsection 2, there is appropriated from the job  
8 training fund to the department of workforce development for  
9 the fiscal year beginning July 1, 2001, and ending June 30,  
10 2002, the following amount, or so much thereof as is  
11 necessary, to be used for the purpose designated:

12 1. To provide final phase-out funding for existing labor  
13 management projects:

14 ..... \$ 30,000

15 2. After the appropriation in subsection 1 relating to  
16 labor management projects, all remaining moneys in the job  
17 training fund, including any moneys appropriated or credited  
18 to the fund during the fiscal year, shall be transferred to  
19 the workforce development fund established pursuant to section  
20 15.343.

21 Sec. 4. WORKFORCE DEVELOPMENT FUND. There is appropriated  
22 from the workforce development fund account created in section  
23 15.342A, to the workforce development fund created in section  
24 15.343, for the fiscal year beginning July 1, 2001, and ending  
25 June 30, 2002, the following amount, for the purposes of the  
26 workforce development fund, and for not more than the  
27 following full-time equivalent positions:

28 ..... \$ 4,000,000

29 ..... FTEs 4.00

30 Sec. 5. From funds appropriated or transferred to or  
31 receipts credited to the workforce development fund created in  
32 section 15.343, up to \$400,000 for the fiscal year beginning  
33 July 1, 2001, and ending June 30, 2002, may be used for the  
34 administration of workforce development activities including  
35 salaries, support, maintenance, and miscellaneous purposes and

1 for not more than 4.00 FTEs.

2 Sec. 6. IOWA STATE UNIVERSITY. There is appropriated from  
3 the general fund of the state to the Iowa state university of  
4 science and technology for the fiscal year beginning July 1,  
5 2001, and ending June 30, 2002, the following amounts, or so  
6 much thereof as is necessary, to be used for the purposes  
7 designated:

8 1. For funding and maintaining in their current locations  
9 the existing small business development centers, and for not  
10 more than the following full-time equivalent positions:

11 .....	\$	1,147,192
12 .....	FTEs	5.80

13 2. For the Iowa state university of science and technology  
14 research park, including salaries, support, maintenance,  
15 miscellaneous purposes, and for not more than the following  
16 full-time equivalent positions:

17 .....	\$	362,155
18 .....	FTEs	4.31

19 3. For funding the institute for physical research and  
20 technology, provided that \$287,640 shall be allocated to the  
21 industrial incentive program, and for not more than the  
22 following full-time equivalent positions:

23 .....	\$	4,205,662
24 .....	FTEs	46.42

25 It is the intent of the general assembly that the  
26 industrial incentive program focus on Iowa industrial sectors  
27 and seek contributions and in-kind donations from businesses,  
28 industrial foundations, and trade associations and that moneys  
29 for the institute for physical research and technology  
30 industrial incentive program shall only be allocated for  
31 projects which are matched by private sector moneys for  
32 directed contract research or for nondirected research. The  
33 match required of small businesses as defined in section  
34 15.102, subsection 4, for directed contract research or for  
35 nondirected research shall be \$1 for each \$3 of state funds.

1 The match required for other businesses for directed contract  
2 research or for nondirected research shall be \$1 for each \$1  
3 of state funds. The match required of industrial foundations  
4 or trade associations shall be \$1 for each \$1 of state funds.

5 Iowa state university of science and technology shall  
6 report annually to the joint appropriations subcommittee on  
7 economic development and legislative fiscal bureau the total  
8 amounts of private contributions, the proportion of  
9 contributions from small businesses and other businesses, and  
10 the proportion for directed contract research and nondirected  
11 research of benefit to Iowa businesses and industrial sectors.

12 Notwithstanding section 8.33, moneys appropriated in this  
13 section that remain unencumbered or unobligated at the close  
14 of the fiscal year shall not revert but shall remain available  
15 for expenditure for the purposes designated until the close of  
16 the succeeding fiscal year.

17 Sec. 7. UNIVERSITY OF IOWA. There is appropriated from  
18 the general fund of the state to the state university of Iowa  
19 for the fiscal year beginning July 1, 2001, and ending June  
20 30, 2002, the following amounts, or so much thereof as is  
21 necessary, to be used for the purposes designated:

22 1. For the university of Iowa research park, including  
23 salaries, support, maintenance, equipment, miscellaneous  
24 purposes, and for not more than the following full-time  
25 equivalent positions:

26 .....	\$	320,560
27 .....	FTEs	2.70

28 2. For funding the advanced drug development program at  
29 the Oakdale research park, and for not more than the following  
30 full-time equivalent positions:

31 .....	\$	259,262
32 .....	FTEs	3.30

33 The board of regents shall submit a report on the progress  
34 of regents institutions in meeting the strategic plan for  
35 technology transfer and economic development to the secretary

1 of the senate, the chief clerk of the house of  
2 representatives, and the legislative fiscal bureau by January  
3 15, 2002.

4 Sec. 8. UNIVERSITY OF NORTHERN IOWA. There is  
5 appropriated from the general fund of the state to the  
6 university of northern Iowa for the fiscal year beginning July  
7 1, 2001, and ending June 30, 2002, the following amounts, or  
8 so much thereof as is necessary, to be used for the purposes  
9 designated:

10 1. For the metal casting institute, including salaries,  
11 support, maintenance, miscellaneous purposes, and for not more  
12 than the following full-time equivalent positions:

13 .....	\$	166,249
14 .....	FTEs	2.50

15 2. For the institute of decision making, including  
16 salaries, support, maintenance, miscellaneous purposes, and  
17 for not more than the following full-time equivalent  
18 positions:

19 .....	\$	711,672
20 .....	FTEs	8.50

21 Sec. 9. DEPARTMENT OF WORKFORCE DEVELOPMENT. There is  
22 appropriated from the general fund of the state, to the  
23 department of workforce development for the fiscal year  
24 beginning July 1, 2001, and ending June 30, 2002, the  
25 following amounts, or so much thereof as is necessary, for the  
26 purposes designated:

27 1. DIVISION OF LABOR SERVICES

28 For the division of labor services, including salaries,  
29 support, maintenance, miscellaneous purposes, and for not more  
30 than the following full-time equivalent positions:

31 .....	\$	3,290,446
32 .....	FTEs	92.00

33 From the contractor registration fees, the division of  
34 labor services shall reimburse the department of inspections  
35 and appeals for all costs associated with hearings under

1 chapter 91C, relating to contractor registration.

2 2. DIVISION OF WORKERS' COMPENSATION

3 For salaries, support, maintenance, miscellaneous purposes,  
4 and for not more than the following full-time equivalent  
5 positions:

6 .....	\$	2,235,187
7 .....	FTEs	35.00

8 The division of workers' compensation shall continue  
9 charging a \$65 filing fee for workers' compensation cases.

10 The filing fee shall be paid by the petitioner of a claim.  
11 However, the fee can be taxed as a cost and paid by the losing  
12 party, except in cases where it would impose an undue hardship  
13 or be unjust under the circumstances.

14 3. WORKFORCE DEVELOPMENT STATE AND REGIONAL BOARDS

15 For salaries, support, maintenance, miscellaneous purposes,  
16 and for not more than the following full-time equivalent  
17 positions for the workforce development state and regional  
18 boards:

19 .....	\$	118,700
20 .....	FTEs	1.00

21 4. NEW EMPLOYMENT OPPORTUNITY FUND

22 For salaries, support, maintenance, and miscellaneous  
23 purposes, and for not more than the following full-time  
24 equivalent positions for the new employment opportunity  
25 program established in section 84A.10:

26 .....	\$	251,270
27 .....	FTEs	1.79

28 Notwithstanding section 8.33, moneys appropriated in this  
29 subsection which remain unexpended or unobligated on June 30,  
30 2002, shall not revert to the general fund of the state but  
31 shall remain available for expenditure for the same purpose  
32 during the fiscal year beginning July 1, 2002.

33 Sec. 10. ADMINISTRATIVE CONTRIBUTION SURCHARGE FUND.

34 Notwithstanding section 96.7, subsection 12, paragraph "c",  
35 there is appropriated from the administrative contribution

1 surcharge fund of the state to the department of workforce  
2 development for the fiscal year beginning July 1, 2001, and  
3 ending June 30, 2002, the entire amount collected during the  
4 fiscal year beginning July 1, 2001, and ending June 30, 2002,  
5 or so much thereof as is necessary, for salaries, support,  
6 maintenance, conducting labor market surveys, miscellaneous  
7 purposes, and for workforce development regional advisory  
8 board member expenses.

9 Sec. 11. EMPLOYMENT SECURITY CONTINGENCY FUND. There is  
10 appropriated from the special employment security contingency  
11 fund to the department of workforce development for the fiscal  
12 year beginning July 1, 2001, and ending June 30, 2002, the  
13 following amounts, or so much thereof as is necessary, for the  
14 purposes designated:

15 1. DIVISION OF WORKERS' COMPENSATION

16 For salaries, support, maintenance, and miscellaneous  
17 purposes:

18 ..... \$ 471,000

19 2. IMMIGRATION SERVICE CENTERS

20 For salaries, support, maintenance, and miscellaneous  
21 purposes for the establishment of pilot immigration service  
22 centers:

23 ..... \$ 160,000

24 3. LABOR MARKET INFORMATION

25 For salaries, support, maintenance, miscellaneous purposes  
26 for collection of labor market information, and for not more  
27 than the following full-time equivalent positions:

28 ..... \$ 67,078

29 ..... FTEs 1.20

30 The department of workforce development shall maintain  
31 pilot immigration service centers that offer one-stop services  
32 to deal with the multiple issues related to immigration and  
33 employment. The pilot centers shall be designed to support  
34 workers, businesses, and communities with information,  
35 referrals, job placement assistance, translation, language

1 training, resettlement, as well as technical and legal  
2 assistance on such issues as forms and documentation. Through  
3 the coordination of local, state, and federal service  
4 providers, and through the development of partnerships with  
5 public, private, and nonprofit entities with established  
6 records of international service, these pilot centers shall  
7 seek to provide a seamless service delivery system for new  
8 Iowans.

9 Any additional penalty and interest revenue may be used to  
10 accomplish the mission of the department upon notification of  
11 the use to the chairpersons and ranking members of the joint  
12 appropriations subcommittee on economic development, the  
13 department of management, and the legislative fiscal bureau.  
14 However, the department shall not allocate any additional  
15 penalty and interest revenue prior to January 30, 2002.

16 Sec. 12. PUBLIC EMPLOYMENT RELATIONS BOARD. There is  
17 appropriated from the general fund of the state to the public  
18 employment relations board for the fiscal year beginning July  
19 1, 2001, and ending June 30, 2002, the following amount, or so  
20 much thereof as is necessary, for the purposes designated:

21 For salaries, support, maintenance, miscellaneous purposes,  
22 and for not more than the following full-time equivalent  
23 positions:

24 .....	\$	857,489
25 .....	FTEs	12.80

26 Sec. 13. TOURISM OPERATIONS. There is appropriated from  
27 the community attraction and tourism fund created in section  
28 15F.204 to the department of economic development for the  
29 fiscal year beginning July 1, 2001, and ending June 30, 2002,  
30 the following amount, or so much thereof as is necessary, to  
31 be used for the purposes designated:

32 For tourism operations, including salaries, support,  
33 maintenance, and miscellaneous purposes:

34 .....	\$	1,200,000
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35 Sec. 14. HOUSING TRUST FUND.

1 1. The Iowa finance authority shall transfer for deposit  
 2 in the housing trust fund all unencumbered and unobligated  
 3 moneys held by the authority which were received from the Iowa  
 4 housing corporation. As any remaining assets of the Iowa  
 5 housing corporation held by the Iowa finance authority become  
 6 unencumbered and unobligated, those moneys shall be  
 7 transferred for deposit in the housing trust fund.

8 2. There is appropriated from the housing trust fund to  
 9 the department of economic development for the fiscal year  
 10 beginning July 1, 2001, and ending June 30, 2002, the  
 11 following amount, or so much thereof as is necessary, to be  
 12 used for the purposes designated:

13 For providing technical assistance to communities of all  
 14 sizes and local financial institutions to help meet local  
 15 housing needs and for the shelter assistance fund:  
 16 ..... \$ 500,000

17 3. This section shall only take effect if 2001 Iowa Acts,  
 18 House File 694 is enacted.

19 Sec. 15. Notwithstanding the requirements of section  
 20 16.10, subsections 1 and 2, the Iowa finance authority shall,  
 21 for the fiscal year beginning July 1, 2001, transfer  
 22 \$1,200,000 to the department of economic development for  
 23 deposit in the community development block grant account to be  
 24 used as state matching funds for the federal HOME program.

25 Sec. 16. 1998 Iowa Acts, chapter 1225, section 27,  
 26 unnumbered paragraph 6, is amended to read as follows:

27 Following the complete liquidation and dissolution of the  
 28 corporation or the sale of the corporation, all remaining  
 29 moneys shall be transferred to the strategic investment fund.  
 30 The liquidation, dissolution, or sale of the corporation shall  
 31 be completed by December 31, 2001. Upon transfer of the  
 32 remaining moneys to the strategic investment fund, the ISCC  
 33 liquidation corporation board shall be dissolved.

34 Sec. 17. 1999 Iowa Acts, chapter 197, section 9,  
 35 subsection 7, unnumbered paragraph 2, is amended to read as

1 follows:

2 Notwithstanding section 8.33, moneys appropriated in this  
3 subsection which remain unexpended or unobligated on June 30,  
4 2000, shall not revert to the general fund of the state but  
5 shall remain available for expenditure for the same purpose  
6 during the fiscal year years beginning July 1, 2000, and July  
7 1, 2001.

8 Sec. 18. 2000 Iowa Acts, chapter 1230, section 10,  
9 subsection 7, is amended to read as follows:

10 7. NEW EMPLOYMENT OPPORTUNITY FUND

11 For salaries, support, maintenance, and miscellaneous  
12 purposes, and for not more than the following full-time  
13 equivalent positions for the new employment opportunity  
14 program established in section 84A.10:

15 .....	\$	500,000
16 .....	FTEs	1.79

17 Notwithstanding section 8.33, moneys appropriated in this  
18 subsection which remain unexpended or unobligated on June 30,  
19 2001, shall not revert to the general fund but shall remain  
20 available for expenditure for the same purpose during the  
21 fiscal year beginning July 1, 2001.

22 Sec. 19. 2000 Iowa Acts, chapter 1230, section 11,  
23 unnumbered paragraph 3, is amended to read as follows:

24 In addition to moneys appropriated by this section,  
25 notwithstanding section 96.7, subsection 12, paragraph "c",  
26 for the fiscal year beginning July 1, 2000, there is  
27 appropriated from the administrative contribution surcharge  
28 fund of the state to the department of workforce development  
29 \$700,000, or so much thereof as is necessary, for matching  
30 funds for welfare-to-work grants authorized through the United  
31 States department of labor. Notwithstanding section 8.33,  
32 moneys appropriated in this unnumbered paragraph that remain  
33 unencumbered or unobligated on June 30, 2001, shall not revert  
34 but shall remain available for expenditure for the purposes  
35 designated for the fiscal year beginning July 1, 2001.

1 Sec. 20. 2000 Iowa Acts, chapter 1230, section 12,  
2 subsection 2, is amended to read as follows:

3 2. IMMIGRATION SERVICE CENTERS

4 For salaries, support, maintenance, and miscellaneous  
5 purposes for the establishment of pilot immigration service  
6 centers:

7 ..... \$ 160,000

8 The department of workforce development shall establish  
9 pilot immigration service centers that offer one-stop services  
10 to deal with the multiple issues related to immigration and  
11 employment. The pilot centers shall be designed to support  
12 workers, businesses, and communities with information,  
13 referrals, job placement assistance, translation, language  
14 training, resettlement, as well as technical and legal  
15 assistance on such issues as forms and documentation. Through  
16 the coordination of local, state, and federal service  
17 providers, and through the development of partnerships with  
18 public, private, and nonprofit entities with established  
19 records of international service, these pilot centers shall  
20 seek to provide a seamless service delivery system for new  
21 Iowans.

22 Notwithstanding section 8.33, moneys appropriated in this  
23 subsection which remain unexpended or unobligated on June 30,  
24 2001, shall not revert but shall remain available for  
25 expenditure for the same purpose during the fiscal year  
26 beginning July 1, 2001.

27 Sec. 21. Section 15.342A, Code 2001, is amended to read as  
28 follows:

29 15.342A WORKFORCE DEVELOPMENT FUND ACCOUNT.

30 A workforce development fund account is established in the  
31 office of the treasurer of state under the control of the  
32 department. The account shall receive funds pursuant to  
33 section 422.16A up to a maximum of ~~eight~~ four million dollars  
34 per year. The account shall also receive funds pursuant to  
35 section 15.251 with no dollar limitation.

1 Sec. 22. Section 15.343, subsection 3, paragraph b, Code  
2 2001, is amended by striking the paragraph and inserting in  
3 lieu thereof the following:

4 b. Moneys in the workforce development fund shall be  
5 allocated as follows:

6 (1) Three million dollars shall be used for purposes  
7 provided in section 260F.6.

8 (2) One million dollars shall be used for purposes  
9 provided in section 260F.6B.

10 Sec. 23. Section 422.16A, Code 2001, is amended to read as  
11 follows:

12 422.16A JOB TRAINING WITHHOLDING -- CERTIFICATION AND  
13 TRANSFER.

14 Upon the completion by a business of its repayment  
15 obligation for a training project funded under chapter 260E,  
16 including a job training project funded under section 15A.8 or  
17 repaid in whole or in part by the supplemental new jobs credit  
18 from withholding under section 15A.7 or section 15.331, the  
19 sponsoring community college shall report to the department of  
20 economic development the amount of withholding paid by the  
21 business to the community college during the final twelve  
22 months of withholding payments. The department of economic  
23 development shall notify the department of revenue and finance  
24 of that amount. The department shall credit to the workforce  
25 development fund account established in section 15.342A  
26 twenty-five percent of that amount each quarter for a period  
27 of ten years. If the amount of withholding from the business  
28 or employer is insufficient, the department shall prorate the  
29 quarterly amount credited to the workforce development fund  
30 account. The maximum amount from all employers which shall be  
31 transferred to the workforce development fund account in any  
32 year is ~~eight~~ four million dollars.

33 Sec. 24. SHELTER ASSISTANCE FUND. In providing moneys  
34 from the shelter assistance fund to homeless shelter programs  
35 in the fiscal year beginning July 1, 2001, and ending June 30,

1 2002, the department of economic development shall explore the  
2 potential of allocating moneys to homeless shelter programs  
3 based in part on their ability to move their clients toward  
4 self-sufficiency.

5 Sec. 25. BUDGET PROPOSALS. The department of economic  
6 development and the department of workforce development shall  
7 submit all budget proposals in the traditional format as well  
8 as in the budgeting for results format for the fiscal year  
9 beginning July 1, 2002.

10 Sec. 26. By December 31 of each year, the ISCC liquidation  
11 corporation shall submit an annual written report to the  
12 chairpersons and the ranking members of the joint  
13 appropriations subcommittee on economic development. The  
14 report shall include an update on the financial condition of  
15 the corporation relating to the status of any moneys, assets,  
16 or contracts currently being held by the corporation or  
17 transferred by the corporation during the prior year.

18 Sec. 27. FEDERAL GRANTS. All federal grants to and the  
19 federal receipts of agencies appropriated funds under this  
20 Act, not otherwise appropriated, are appropriated for the  
21 purposes set forth in the federal grants or receipts unless  
22 otherwise provided by the general assembly.

23 Sec. 28. Notwithstanding section 96.9, subsection 4,  
24 paragraph "a", moneys credited to the state by the secretary  
25 of the treasury of the United States pursuant to section 903  
26 of the Social Security Act shall be appropriated to the  
27 department of workforce development and shall be used by the  
28 department for the administration of the unemployment  
29 compensation program only. This appropriation shall not apply  
30 to any fiscal year after December 31, 2002.

31 Sec. 29. In lieu of the appropriation made in section  
32 15.365, subsection 3, there is appropriated for the fiscal  
33 year beginning July 1, 2001, and ending June 30, 2002,  
34 \$35,000, or so much thereof as is necessary, from the general  
35 fund of the state to the department of economic development to

1 pay refunds as provided under section 15.365.

2 EXPLANATION

3 This bill makes appropriations and transfers from the  
4 general fund of the state and other funds to the department of  
5 economic development, the university of Iowa, the university  
6 of northern Iowa, Iowa state university, the department of  
7 workforce development, and the public employment relations  
8 board for the 2001-2002 fiscal year.

9 The bill appropriates \$1.2 million from the community  
10 attraction and tourism fund to the department of economic  
11 development for purposes of tourism operations.

12 The bill provides that the Iowa finance authority shall  
13 transfer \$1.2 million to the department of economic  
14 development for deposit in the community development block  
15 grant account.

16 The bill provides that, if House File 694 is enacted,  
17 moneys held by the Iowa finance authority which were received  
18 from the Iowa housing corporation shall be transferred for  
19 deposit in the housing trust fund. The bill provides that, if  
20 House File 694 is enacted, \$500,000 is appropriated from the  
21 housing trust fund to the department of economic development  
22 for technical assistance to communities of all sizes and local  
23 financial institutions to help meet local housing needs and  
24 for the shelter assistance fund.

25 The bill amends the allocation of moneys in the workforce  
26 development fund to be used for the job training fund and for  
27 the high technology apprenticeship program.

28 The bill amends the amount that shall be transferred to the  
29 workforce development fund account from \$8 million in any year  
30 to \$4 million in any year and makes a corresponding amendment  
31 to the workforce development fund account provisions in Code  
32 section 15.342A. The moneys are from the withholding of  
33 income taxes by certain businesses.

34 The bill provides that the department of economic  
35 development shall explore allocating shelter assistance moneys

1 to homeless shelter programs based in part on their ability to  
 2 move their clients toward self-sufficiency. The bill requires  
 3 the department of economic development and the department of  
 4 workforce development to submit budget proposals in the  
 5 traditional format as well as in the budgeting for results  
 6 format. The bill requires the ISCC liquidation corporation to  
 7 submit a written report relating to the activities of the  
 8 corporation during the previous year.

9 The bill provides that the liquidation, dissolution, or  
 10 sale of the Iowa seed capital corporation shall be completed  
 11 by December 31, 2001.

12 The bill reduces the standing limited appropriation for the  
 13 school to career program employer refunds from \$500,000 to  
 14 \$35,000 for the 2001-2002 fiscal year.

15 The bill amends provisions from the 1999 and 2000 Iowa Acts  
 16 by adding or extending nonreversion language to certain  
 17 appropriations relating to welfare-to-work grants, the new  
 18 employment opportunity fund, and immigration service centers.

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- 4/24/01 Des Paro

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APR 17 2001  
APPROPRIATIONS CALENDAR

HOUSE FILE 718  
BY COMMITTEE ON APPROPRIATIONS

(SUCCESSOR TO HSB 249)

Passed House, Date <sup>(P. 1300)</sup> 4/19/01 Passed Senate, Date <sup>P. 1318</sup> 4/25/01  
Vote: Ayes 56 Nays 41 Vote: Ayes 29 Nays 20

Approved 5/30/01

<sup>(P. 1658)</sup> Reported 5/1/01  
Vote 55-43

A BILL FOR

1 An Act appropriating funds to the department of economic  
2 development, certain board of regents institutions, the  
3 department of workforce development, and the public employment  
4 relations board, making related statutory changes, and  
5 providing effective dates.

6 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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HF 718

1 Section 1. DEPARTMENT OF ECONOMIC DEVELOPMENT. There is  
2 appropriated from the general fund of the state and other  
3 designated funds to the department of economic development for  
4 the fiscal year beginning July 1, 2001, and ending June 30,  
5 2002, the following amounts, or so much thereof as is  
6 necessary, to be used for the purposes designated:

7 1. ADMINISTRATIVE SERVICES DIVISION

8 a. General administration

9 For salaries, support, maintenance, miscellaneous purposes,  
10 for allocating \$235,000 to the world food prize, and for  
11 providing that a business receiving moneys from the department  
12 for the purpose of job creation shall make available ten  
13 percent of the new jobs created for promise jobs program  
14 participants who are qualified for the jobs created, and for  
15 not more than the following full-time equivalent positions:

16 .....	\$	1,630,619
17 .....	FTEs	25.75

18 b. Film office

19 For salaries, support, maintenance, miscellaneous purposes,  
20 and for not more than the following full-time equivalent  
21 positions:

22 .....	\$	245,003
23 .....	FTEs	2.00

24 c. Iowa commission on volunteerism

25 For transferring to the Iowa state commission grant program  
26 to be used as matching funds for salaries, support,  
27 maintenance, and miscellaneous purposes, and for not more than  
28 the following full-time equivalent positions:

29 .....	\$	75,200
30 .....	FTEs	3.25

31 2. BUSINESS DEVELOPMENT DIVISION

32 a. Business development operations

33 For salaries, support, maintenance, miscellaneous purposes,  
34 and for not more than the following full-time equivalent  
35 positions:

1 ..... \$ 4,487,342

2 .....FTEs 27.75

3 Of the amount appropriated in this paragraph "a", \$631,680  
4 shall be allocated to support activities in conjunction with  
5 the Iowa manufacturing technology center, and \$94,000 shall be  
6 allocated to the graphic arts center.

7 The department shall consult and work with the small  
8 business development centers in an effort to eliminate any  
9 duplication of services provided by the department and the  
10 small business development centers and to determine how to  
11 deliver services to small businesses in the state in the most  
12 efficient manner.

13 For the fiscal year beginning July 1, 2001, and ending June  
14 30, 2002, the department shall allocate \$94,000 from the  
15 moneys appropriated under this subsection for the federal  
16 procurement office.

17 b. Workforce recruitment initiative

18 For workforce recruitment initiative purposes, including  
19 salaries, support, maintenance, miscellaneous purposes, and  
20 for not more than the following full-time equivalent  
21 positions:

22 ..... \$ 377,156

23 ..... FTEs 2.00

24 c. Strategic investment fund

25 For deposit in the Iowa strategic investment fund for  
26 salaries, support, and for not more than the following full-  
27 time equivalent positions:

28 ..... \$ 3,503,826

29 ..... FTEs 12.50

30 The department may allocate from the Iowa strategic  
31 investment fund up to \$90,240 for the microbusiness rural  
32 enterprise assistance program under section 15.114.

33 By January 14, 2002, the department shall submit a written  
34 report to the members of the joint appropriations subcommittee  
35 on economic development and the legislative fiscal bureau on

1 the progress made by the department in making the community  
2 economic betterment program a self-sustaining, revolving loan  
3 program. The report shall include information regarding the  
4 department's progress in making the community economic  
5 betterment program self-sufficient and projections and plans  
6 for continuing to make the program self-sufficient over the  
7 subsequent five years.

8 d. Insurance economic development

9 There is appropriated from moneys collected by the division  
10 of insurance in excess of the anticipated gross revenues under  
11 section 505.7, subsection 3, to the department for the fiscal  
12 year beginning July 1, 2001, and ending June 30, 2002, the  
13 following amount, or so much thereof as is necessary, for  
14 insurance economic development and international insurance  
15 economic development:

16 ..... \$ 100,000

17 e. Value-added agriculture

18 There is appropriated from the moneys available to support  
19 value-added agricultural products and processes, 6 percent, or  
20 so much thereof as is necessary, for administration of the  
21 value-added agricultural products and processes financial  
22 assistance program as provided in section 15E.111, including  
23 salaries, support, maintenance, miscellaneous purposes, and  
24 for not more than 3.00 FTEs.

25 The department shall collaborate with the university of  
26 northern Iowa on a strategic initiative to develop ag-based  
27 industrial lubrication technology and to create projects to  
28 deploy the technology in commercial applications.  
29 Notwithstanding the requirements of section 15E.111 and the  
30 administrative rules for value-added agricultural products and  
31 processes, the department shall allocate \$275,000 for this  
32 initiative.

33 3. COMMUNITY DEVELOPMENT DIVISION

34 a. Community assistance

35 For salaries, support, maintenance, miscellaneous purposes,

1 and for not more than the following full-time equivalent  
2 positions for administration of the community economic  
3 preparedness program, the Iowa community betterment program,  
4 and the city development board:

5 ..... \$ 772,516  
6 ..... FTEs 10.50

7 b. Main street/rural main street program

8 For salaries and support, and for not more than the  
9 following full-time equivalent positions:

10 ..... \$ 409,161  
11 ..... FTEs 3.00

12 Notwithstanding section 8.33, moneys committed to grantees  
13 under contract from the general fund of the state that remain  
14 unexpended on June 30, 2002, shall not revert to any fund but  
15 shall remain available for expenditure for purposes of the  
16 contract during the fiscal year beginning July 1, 2002.

17 c. Community development program

18 For salaries, support, maintenance, miscellaneous purposes,  
19 and for not more than the following full-time equivalent  
20 positions, for rural resource coordination, rural community  
21 leadership, rural innovations grant program, and the rural  
22 enterprise fund:

23 ..... \$ 853,284  
24 ..... FTEs 7.50

25 There is appropriated from the rural community 2000 program  
26 revolving fund established in section 15.287 to provide to  
27 Iowa's councils of governments funds for planning and  
28 technical assistance to local governments:

29 ..... \$ 150,000

30 There is appropriated from the rural community 2000 program  
31 revolving fund established in section 15.287 to the rural  
32 development program for the purposes of the program including  
33 the rural enterprise fund and collaborative skills development  
34 training:

35 ..... \$ 370,000

1 Notwithstanding section 8.33, moneys committed to grantees  
2 under contract from the general fund of the state or through  
3 transfers from the Iowa community development loan fund or  
4 from the rural community 2000 program revolving fund that  
5 remain unexpended on June 30, 2002, shall not revert but shall  
6 be available for expenditure for purposes of the contract  
7 during the fiscal year beginning July 1, 2002.

8 d. Community development block grant and HOME

9 For administration and related federal housing and urban  
10 development grant administration for salaries, support,  
11 maintenance, miscellaneous purposes, and for not more than the  
12 following full-time equivalent positions:

13 .....	\$	396,035
14 .....	FTEs	21.75

15 4. INTERNATIONAL DIVISION

16 a. International trade operations

17 For salaries, support, maintenance, miscellaneous purposes,  
18 for support of foreign representation and trade offices, and  
19 the agricultural product advisory council, and for not more  
20 than the following full-time equivalent positions:

21 .....	\$	2,190,893
22 .....	FTEs	14.25

23 Of the moneys appropriated in this lettered paragraph,  
24 \$235,000 shall be allocated to support the taste of Iowa  
25 program.

26 From among the full-time equivalent positions authorized by  
27 this lettered paragraph, one position shall concentrate on the  
28 export sale of grain, one on the export sale of livestock, and  
29 one on the export sale of value-added agricultural products.

30 b. Export trade assistance program

31 For export trade activities, including a program to  
32 encourage and increase participation in trade shows and trade  
33 missions by providing financial assistance to businesses for a  
34 percentage of their costs of participating in trade shows and  
35 trade missions, by providing for the lease/sublease of

1 showcase space in existing world trade centers, by providing  
2 temporary office space for foreign buyers, international  
3 prospects, and potential reverse investors, and by providing  
4 other promotional and assistance activities, including  
5 salaries and support:

6 ..... \$ 308,000

7 Notwithstanding section 8.33, moneys appropriated in this  
8 lettered paragraph that remain unencumbered or unobligated at  
9 the close of the fiscal year shall not revert but shall remain  
10 available for expenditure for the purposes designated until  
11 the close of the succeeding fiscal year.

12 c. For the partner state program to contract with private  
13 groups or organizations which are the most appropriate to  
14 administer this program and the groups and organizations  
15 participating in the program shall, to the fullest extent  
16 possible, provide the funds to match the appropriation made in  
17 this paragraph:

18 ..... \$ 120,000

19 5. TOURISM DIVISION

20 Tourism operations and advertising

21 For salaries, support, maintenance, miscellaneous purposes,  
22 and for not more than the following full-time equivalent  
23 positions:

24 ..... \$ 3,470,123

25 ..... FTEs 19.52

26 The department shall not use the moneys appropriated in  
27 this subsection, unless the department develops public-private  
28 partnerships with Iowa businesses in the tourism industry,  
29 Iowa tour groups, Iowa tourism organizations, and political  
30 subdivisions in this state to assist in the development of  
31 advertising efforts. The department shall, to the fullest  
32 extent possible, develop cooperative efforts for advertising  
33 with contributions from other sources.

34 Sec. 2. COMMUNITY DEVELOPMENT LOAN FUND. Notwithstanding  
35 section 15E.120, subsections 5, 6, and 7, and section 15.287,

1 there is appropriated from the Iowa community development loan  
2 fund all the moneys available during the fiscal year beginning  
3 July 1, 2001, and ending June 30, 2002, to the department of  
4 economic development for the community development program to  
5 be used by the department for the purposes of the program.

6 Sec. 3. JOB TRAINING FUND. Notwithstanding section  
7 15.251, subsection 2, there is appropriated from the job  
8 training fund to the department of workforce development for  
9 the fiscal year beginning July 1, 2001, and ending June 30,  
10 2002, the following amount, or so much thereof as is  
11 necessary, to be used for the purpose designated:

12 1. To provide final phase-out funding for existing labor  
13 management projects:

14 ..... \$ 30,000

15 2. After the appropriation in subsection 1 relating to  
16 labor management projects, all remaining moneys in the job  
17 training fund, including any moneys appropriated or credited  
18 to the fund during the fiscal year, shall be transferred to  
19 the workforce development fund established pursuant to section  
20 15.343.

21 Sec. 4. WORKFORCE DEVELOPMENT FUND. There is appropriated  
22 from the workforce development fund account created in section  
23 15.342A, to the workforce development fund created in section  
24 15.343, for the fiscal year beginning July 1, 2001, and ending  
25 June 30, 2002, the following amount, for the purposes of the  
26 workforce development fund, and for not more than the  
27 following full-time equivalent positions:

28 ..... \$ 4,000,000

29 ..... FTEs 4.00

30 Sec. 5. From funds appropriated or transferred to or  
31 receipts credited to the workforce development fund created in  
32 section 15.343, up to \$400,000 for the fiscal year beginning  
33 July 1, 2001, and ending June 30, 2002, may be used for the  
34 administration of workforce development activities including  
35 salaries, support, maintenance, and miscellaneous purposes and

1 for not more than 4.00 FTEs.

2 Sec. 6. IOWA STATE UNIVERSITY. There is appropriated from  
3 the general fund of the state to the Iowa state university of  
4 science and technology for the fiscal year beginning July 1,  
5 2001, and ending June 30, 2002, the following amounts, or so  
6 much thereof as is necessary, to be used for the purposes  
7 designated:

8 1. For funding and maintaining in their current locations  
9 the existing small business development centers, and for not  
10 more than the following full-time equivalent positions:

11 .....	\$	1,147,192
12 .....	FTEs	5.80

13 2. For the Iowa state university of science and technology  
14 research park, including salaries, support, maintenance,  
15 miscellaneous purposes, and for not more than the following  
16 full-time equivalent positions:

17 .....	\$	362,155
18 .....	FTEs	4.31

19 3. For funding the institute for physical research and  
20 technology, provided that \$287,640 shall be allocated to the  
21 industrial incentive program, and for not more than the  
22 following full-time equivalent positions:

23 .....	\$	4,205,662
24 .....	FTEs	46.42

25 It is the intent of the general assembly that the  
26 industrial incentive program focus on Iowa industrial sectors  
27 and seek contributions and in-kind donations from businesses,  
28 industrial foundations, and trade associations and that moneys  
29 for the institute for physical research and technology  
30 industrial incentive program shall only be allocated for  
31 projects which are matched by private sector moneys for  
32 directed contract research or for nondirected research. The  
33 match required of small businesses as defined in section  
34 15.102, subsection 4, for directed contract research or for  
35 nondirected research shall be \$1 for each \$3 of state funds.

1 The match required for other businesses for directed contract  
2 research or for nondirected research shall be \$1 for each \$1  
3 of state funds. The match required of industrial foundations  
4 or trade associations shall be \$1 for each \$1 of state funds.

5 Iowa state university of science and technology shall  
6 report annually to the joint appropriations subcommittee on  
7 economic development and legislative fiscal bureau the total  
8 amounts of private contributions, the proportion of  
9 contributions from small businesses and other businesses, and  
10 the proportion for directed contract research and nondirected  
11 research of benefit to Iowa businesses and industrial sectors.

12 Notwithstanding section 8.33, moneys appropriated in this  
13 section that remain unencumbered or unobligated at the close  
14 of the fiscal year shall not revert but shall remain available  
15 for expenditure for the purposes designated until the close of  
16 the succeeding fiscal year.

17 Sec. 7. UNIVERSITY OF IOWA. There is appropriated from  
18 the general fund of the state to the state university of Iowa  
19 for the fiscal year beginning July 1, 2001, and ending June  
20 30, 2002, the following amounts, or so much thereof as is  
21 necessary, to be used for the purposes designated:

22 1. For the university of Iowa research park, including  
23 salaries, support, maintenance, equipment, miscellaneous  
24 purposes, and for not more than the following full-time  
25 equivalent positions:

26 .....	\$	320,560
27 .....	FTEs	2.70

28 2. For funding the advanced drug development program at  
29 the Oakdale research park, and for not more than the following  
30 full-time equivalent positions:

31 .....	\$	259,262
32 .....	FTEs	3.30

33 The board of regents shall submit a report on the progress  
34 of regents institutions in meeting the strategic plan for  
35 technology transfer and economic development to the secretary

1 of the senate, the chief clerk of the house of  
2 representatives, and the legislative fiscal bureau by January  
3 15, 2002.

4 Sec. 8. UNIVERSITY OF NORTHERN IOWA. There is  
5 appropriated from the general fund of the state to the  
6 university of northern Iowa for the fiscal year beginning July  
7 1, 2001, and ending June 30, 2002, the following amounts, or  
8 so much thereof as is necessary, to be used for the purposes  
9 designated:

10 1. For the metal casting institute, including salaries,  
11 support, maintenance, miscellaneous purposes, and for not more  
12 than the following full-time equivalent positions:

13 .....	\$	166,249
14 .....	FTEs	2.50

15 2. For the institute of decision making, including  
16 salaries, support, maintenance, miscellaneous purposes, and  
17 for not more than the following full-time equivalent  
18 positions:

19 .....	\$	711,672
20 .....	FTEs	8.50

21 Sec. 9. DEPARTMENT OF WORKFORCE DEVELOPMENT. There is  
22 appropriated from the general fund of the state, to the  
23 department of workforce development for the fiscal year  
24 beginning July 1, 2001, and ending June 30, 2002, the  
25 following amounts, or so much thereof as is necessary, for the  
26 purposes designated:

27 1. DIVISION OF LABOR SERVICES

28 For the division of labor services, including salaries,  
29 support, maintenance, miscellaneous purposes, and for not more  
30 than the following full-time equivalent positions:

31 .....	\$	3,290,446
32 .....	FTEs	92.00

33 From the contractor registration fees, the division of  
34 labor services shall reimburse the department of inspections  
35 and appeals for all costs associated with hearings under

1 chapter 91C, relating to contractor registration.

2 2. DIVISION OF WORKERS' COMPENSATION

3 For salaries, support, maintenance, miscellaneous purposes,  
4 and for not more than the following full-time equivalent  
5 positions:

6 .....	\$	2,235,187
7 .....	FTEs	35.00

8 The division of workers' compensation shall continue  
9 charging a \$65 filing fee for workers' compensation cases.

10 The filing fee shall be paid by the petitioner of a claim.

11 However, the fee can be taxed as a cost and paid by the losing  
12 party, except in cases where it would impose an undue hardship  
13 or be unjust under the circumstances.

14 3. WORKFORCE DEVELOPMENT STATE AND REGIONAL BOARDS

15 For salaries, support, maintenance, miscellaneous purposes,  
16 and for not more than the following full-time equivalent  
17 positions for the workforce development state and regional  
18 boards:

19 .....	\$	118,700
20 .....	FTEs	1.00

21 4. NEW EMPLOYMENT OPPORTUNITY FUND

22 For salaries, support, maintenance, and miscellaneous  
23 purposes, and for not more than the following full-time  
24 equivalent positions for the new employment opportunity  
25 program established in section 84A.10:

26 .....	\$	251,270
27 .....	FTEs	0.30

28 Notwithstanding section 8.33, moneys appropriated in this  
29 subsection which remain unexpended or unobligated on June 30,  
30 2002, shall not revert to the general fund of the state but  
31 shall remain available for expenditure for the same purpose  
32 during the fiscal year beginning July 1, 2002.

33 Sec. 10. ADMINISTRATIVE CONTRIBUTION SURCHARGE FUND.

34 Notwithstanding section 96.7, subsection 12, paragraph "c",  
35 there is appropriated from the administrative contribution

1 surcharge fund of the state to the department of workforce  
2 development for the fiscal year beginning July 1, 2001, and  
3 ending June 30, 2002, the entire amount collected during the  
4 fiscal year beginning July 1, 2001, and ending June 30, 2002,  
5 or so much thereof as is necessary, for salaries, support,  
6 maintenance, conducting labor market surveys, miscellaneous  
7 purposes, and for workforce development regional advisory  
8 board member expenses.

9 Sec. 11. EMPLOYMENT SECURITY CONTINGENCY FUND. There is  
10 appropriated from the special employment security contingency  
11 fund to the department of workforce development for the fiscal  
12 year beginning July 1, 2001, and ending June 30, 2002, the  
13 following amounts, or so much thereof as is necessary, for the  
14 purposes designated:

15 1. DIVISION OF WORKERS' COMPENSATION

16 For salaries, support, maintenance, and miscellaneous  
17 purposes:

18 ..... \$ 471,000

19 2. IMMIGRATION SERVICE CENTERS

20 For salaries, support, maintenance, and miscellaneous  
21 purposes for the establishment of pilot immigration service  
22 centers:

23 ..... \$ 160,000

24 3. LABOR MARKET INFORMATION

25 For salaries, support, maintenance, miscellaneous purposes  
26 for collection of labor market information, and for not more  
27 than the following full-time equivalent positions:

28 ..... \$ 67,078

29 ..... FTEs 1.20

30 The department of workforce development shall maintain  
31 pilot immigration service centers that offer one-stop services  
32 to deal with the multiple issues related to immigration and  
33 employment. The pilot centers shall be designed to support  
34 workers, businesses, and communities with information,  
35 referrals, job placement assistance, translation, language

1 training, resettlement, as well as technical and legal  
2 assistance on such issues as forms and documentation. Through  
3 the coordination of local, state, and federal service  
4 providers, and through the development of partnerships with  
5 public, private, and nonprofit entities with established  
6 records of international service, these pilot centers shall  
7 seek to provide a seamless service delivery system for new  
8 Iowans.

9 Any additional penalty and interest revenue may be used to  
10 accomplish the mission of the department upon notification of  
11 the use to the chairpersons and ranking members of the joint  
12 appropriations subcommittee on economic development, the  
13 department of management, and the legislative fiscal bureau.  
14 However, the department shall not allocate any additional  
15 penalty and interest revenue prior to January 30, 2002.

16 Sec. 12. PUBLIC EMPLOYMENT RELATIONS BOARD. There is  
17 appropriated from the general fund of the state to the public  
18 employment relations board for the fiscal year beginning July  
19 1, 2001, and ending June 30, 2002, the following amount, or so  
20 much thereof as is necessary, for the purposes designated:

21 For salaries, support, maintenance, miscellaneous purposes,  
22 and for not more than the following full-time equivalent  
23 positions:

24 ..... \$ 857,489  
25 ..... FTEs 12.80

26 Sec. 13. TOURISM OPERATIONS. There is appropriated from  
27 the community attraction and tourism fund created in section  
28 15F.204 to the department of economic development for the  
29 fiscal year beginning July 1, 2001, and ending June 30, 2002,  
30 the following amount, or so much thereof as is necessary, to  
31 be used for the purposes designated:

32 For tourism operations, including salaries, support,  
33 maintenance, and miscellaneous purposes:

34 ..... \$ 1,200,000

35 Sec. 14. HOUSING AND SHELTER ASSISTANCE. There is

1 appropriated from the Iowa finance authority to the department  
2 of economic development for the fiscal year beginning July 1,  
3 2001, and ending June 30, 2002, the following amount, or so  
4 much thereof as is necessary, to be used for the purposes  
5 designated:

6 For providing technical assistance to communities of all  
7 sizes and local financial institutions to help meet local  
8 housing needs and for the shelter assistance fund, and for not  
9 more than the following full-time equivalent positions:

10 .....	\$	500,000
11 .....	FTEs	2.00

12 Sec. 15. Notwithstanding the requirements of section  
13 16.10, subsections 1 and 2, the Iowa finance authority shall,  
14 for the fiscal year beginning July 1, 2001, transfer  
15 \$1,200,000 to the department of economic development for  
16 deposit in the community development block grant account to be  
17 used as state matching funds for the federal HOME program.

18 Sec. 16. 1998 Iowa Acts, chapter 1225, section 27,  
19 unnumbered paragraph 6, is amended to read as follows:

20 Following the complete liquidation and dissolution of the  
21 corporation or the sale of the corporation, all remaining  
22 moneys shall be transferred to the strategic investment fund.  
23 The liquidation, dissolution, or sale of the corporation shall  
24 be completed by December 31, 2001. Upon transfer of the  
25 remaining moneys to the strategic investment fund, the ISCC  
26 liquidation corporation board shall be dissolved.

27 Sec. 17. 1999 Iowa Acts, chapter 197, section 9,  
28 subsection 7, unnumbered paragraph 2, is amended to read as  
29 follows:

30 Notwithstanding section 8.33, moneys appropriated in this  
31 subsection which remain unexpended or unobligated on June 30,  
32 2000, shall not revert to the general fund of the state but  
33 shall remain available for expenditure for the same purpose  
34 during the fiscal year years beginning July 1, 2000, and July  
35 1, 2001.

1 Sec. 18. 2000 Iowa Acts, chapter 1230, section 10,  
2 subsection 7, is amended to read as follows:

3 7. NEW EMPLOYMENT OPPORTUNITY FUND

4 For salaries, support, maintenance, and miscellaneous  
5 purposes, and for not more than the following full-time  
6 equivalent positions for the new employment opportunity  
7 program established in section 84A.10:

8 .....	\$	500,000
9 .....	FTEs	1.79

10 Notwithstanding section 8.33, moneys appropriated in this  
11 subsection which remain unexpended or unobligated on June 30,  
12 2001, shall not revert to the general fund but shall remain  
13 available for expenditure for the same purpose during the  
14 fiscal year beginning July 1, 2001.

15 Sec. 19. 2000 Iowa Acts, chapter 1230, section 11,  
16 unnumbered paragraph 3, is amended to read as follows:

17 In addition to moneys appropriated by this section,  
18 notwithstanding section 96.7, subsection 12, paragraph "c",  
19 for the fiscal year beginning July 1, 2000, there is  
20 appropriated from the administrative contribution surcharge  
21 fund of the state to the department of workforce development  
22 \$700,000, or so much thereof as is necessary, for matching  
23 funds for welfare-to-work grants authorized through the United  
24 States department of labor. Notwithstanding section 8.33,  
25 moneys appropriated in this unnumbered paragraph that remain  
26 unencumbered or unobligated on June 30, 2001, shall not revert  
27 but shall remain available for expenditure for the purposes  
28 designated for the fiscal year beginning July 1, 2001.

29 Sec. 20. 2000 Iowa Acts, chapter 1230, section 12,  
30 subsection 2, is amended to read as follows:

31 2. IMMIGRATION SERVICE CENTERS

32 For salaries, support, maintenance, and miscellaneous  
33 purposes for the establishment of pilot immigration service  
34 centers:

35 .....	\$	160,000
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1 The department of workforce development shall establish  
2 pilot immigration service centers that offer one-stop services  
3 to deal with the multiple issues related to immigration and  
4 employment. The pilot centers shall be designed to support  
5 workers, businesses, and communities with information,  
6 referrals, job placement assistance, translation, language  
7 training, resettlement, as well as technical and legal  
8 assistance on such issues as forms and documentation. Through  
9 the coordination of local, state, and federal service  
10 providers, and through the development of partnerships with  
11 public, private, and nonprofit entities with established  
12 records of international service, these pilot centers shall  
13 seek to provide a seamless service delivery system for new  
14 Iowans.

15 Notwithstanding section 8.33, moneys appropriated in this  
16 subsection which remain unexpended or unobligated on June 30,  
17 2001, shall not revert but shall remain available for  
18 expenditure for the same purpose during the fiscal year  
19 beginning July 1, 2001.

20 Sec. 21. Section 15.342A, Code 2001, is amended to read as  
21 follows:

22 15.342A WORKFORCE DEVELOPMENT FUND ACCOUNT.

23 A workforce development fund account is established in the  
24 office of the treasurer of state under the control of the  
25 department. The account shall receive funds pursuant to  
26 section 422.16A up to a maximum of ~~eight~~ four million dollars  
27 per year. The account shall also receive funds pursuant to  
28 section 15.251 with no dollar limitation.

29 Sec. 22. Section 15.343, subsection 3, paragraph b, Code  
30 2001, is amended by striking the paragraph and inserting in  
31 lieu thereof the following:

32 b. Moneys in the workforce development fund shall be  
33 allocated as follows:

34 (1) Three million dollars shall be used for purposes  
35 provided in section 260F.6.

1 (2) One million dollars shall be used for purposes  
2 provided in section 260F.6B.

3 Sec. 23. Section 422.16A, Code 2001, is amended to read as  
4 follows:

5 422.16A JOB TRAINING WITHHOLDING -- CERTIFICATION AND  
6 TRANSFER.

7 Upon the completion by a business of its repayment  
8 obligation for a training project funded under chapter 260E,  
9 including a job training project funded under section 15A.8 or  
10 repaid in whole or in part by the supplemental new jobs credit  
11 from withholding under section 15A.7 or section 15.331, the  
12 sponsoring community college shall report to the department of  
13 economic development the amount of withholding paid by the  
14 business to the community college during the final twelve  
15 months of withholding payments. The department of economic  
16 development shall notify the department of revenue and finance  
17 of that amount. The department shall credit to the workforce  
18 development fund account established in section 15.342A  
19 twenty-five percent of that amount each quarter for a period  
20 of ten years. If the amount of withholding from the business  
21 or employer is insufficient, the department shall prorate the  
22 quarterly amount credited to the workforce development fund  
23 account. The maximum amount from all employers which shall be  
24 transferred to the workforce development fund account in any  
25 year is eight four million dollars.

26 Sec. 24. SHELTER ASSISTANCE FUND. In providing moneys  
27 from the shelter assistance fund to homeless shelter programs  
28 in the fiscal year beginning July 1, 2001, and ending June 30,  
29 2002, the department of economic development shall explore the  
30 potential of allocating moneys to homeless shelter programs  
31 based in part on their ability to move their clients toward  
32 self-sufficiency.

33 Sec. 25. BUDGET PROPOSALS. The department of economic  
34 development and the department of workforce development shall  
35 submit all budget proposals in the traditional format as well

1 as in the budgeting for results format for the fiscal year  
2 beginning July 1, 2002.

3 Sec. 26. By December 31 of each year, the ISCC liquidation  
4 corporation shall submit an annual written report to the  
5 chairpersons and the ranking members of the joint  
6 appropriations subcommittee on economic development. The  
7 report shall include an update on the financial condition of  
8 the corporation relating to the status of any moneys, assets,  
9 or contracts currently being held by the corporation or  
10 transferred by the corporation during the prior year.

11 Sec. 27. FEDERAL GRANTS. All federal grants to and the  
12 federal receipts of agencies appropriated funds under this  
13 Act, not otherwise appropriated, are appropriated for the  
14 purposes set forth in the federal grants or receipts unless  
15 otherwise provided by the general assembly.

16 Sec. 28. Notwithstanding section 96.9, subsection 4,  
17 paragraph "a", moneys credited to the state by the secretary  
18 of the treasury of the United States pursuant to section 903  
19 of the Social Security Act shall be appropriated to the  
20 department of workforce development and shall be used by the  
21 department for the administration of the unemployment  
22 compensation program only. This appropriation shall not apply  
23 to any fiscal year after December 31, 2002.

24 Sec. 29. In lieu of the appropriation made in section  
25 15.365, subsection 3, there is appropriated for the fiscal  
26 year beginning July 1, 2001, and ending June 30, 2002,  
27 \$35,000, or so much thereof as is necessary, from the general  
28 fund of the state to the department of economic development to  
29 pay refunds as provided under section 15.365.

30 Sec. 30. EFFECTIVE DATE. Sections 17, 18, 19, and 20 of  
31 this Act, being deemed of immediate importance, take effect  
32 upon enactment.

33

#### EXPLANATION

34 This bill makes appropriations and transfers from the  
35 general fund of the state and other funds to the department of

1 economic development, the university of Iowa, the university  
2 of northern Iowa, Iowa state university, the department of  
3 workforce development, and the public employment relations  
4 board for the 2001-2002 fiscal year.

5 The bill appropriates \$1.2 million from the community  
6 attraction and tourism fund to the department of economic  
7 development for purposes of tourism operations.

8 The bill provides that the Iowa finance authority shall  
9 transfer \$1.2 million to the department of economic  
10 development for deposit in the community development block  
11 grant account.

12 The bill provides that \$500,000 is appropriated from the  
13 Iowa finance authority to the department of economic  
14 development for technical assistance to communities of all  
15 sizes and local financial institutions to help meet local  
16 housing needs and for the shelter assistance fund.

17 The bill amends the allocation of moneys in the workforce  
18 development fund to be used for the job training fund and for  
19 the high technology apprenticeship program.

20 The bill amends the amount that shall be transferred to the  
21 workforce development fund account from \$8 million in any year  
22 to \$4 million in any year and makes a corresponding amendment  
23 to the workforce development fund account provisions in Code  
24 section 15.342A. The moneys are from the withholding of  
25 income taxes by certain businesses.

26 The bill provides that the department of economic  
27 development shall explore allocating shelter assistance moneys  
28 to homeless shelter programs based in part on their ability to  
29 move their clients toward self-sufficiency. The bill requires  
30 the department of economic development and the department of  
31 workforce development to submit budget proposals in the  
32 traditional format as well as in the budgeting for results  
33 format. The bill requires the ISCC liquidation corporation to  
34 submit a written report relating to the activities of the  
35 corporation during the previous year.

1 The bill provides that the liquidation, dissolution, or  
2 sale of the Iowa seed capital corporation shall be completed  
3 by December 31, 2001.

4 The bill reduces the standing limited appropriation for the  
5 school to career program employer refunds from \$500,000 to  
6 \$35,000 for the 2001-2002 fiscal year.

7 The bill amends provisions from the 1999 and 2000 Iowa Acts  
8 by adding or extending nonreversion language to certain  
9 appropriations relating to welfare-to-work grants, the new  
10 employment opportunity fund, and immigration service centers.  
11 These provisions take effect upon enactment.

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HOUSE FILE 718

H-1591

- 1 Amend House File 718 as follows:
- 2 1. Page 1, line 16, by striking the figure
- 3 "1,630,619" and inserting the following: "1,649,126".
- A 4 2. Page 2, line 3, by striking the figure
- 5 "631,680" and inserting the following: "400,000".
- B 6 3. Page 2, line 5, by striking the figure
- 7 "94,000" and inserting the following: "50,000".
- A 8 4. Page 9, line 7, by inserting after the word
- 9 "and" the following: "the".

By BOGCESS of Page

H-1591 FILED APRIL 19, 2001

A. adopted 4/19/01 (P 1293)  
B. W/D

HOUSE FILE 718

H-1599

- 1 Amend House File 718 as follows:
- 2 1. Page 2, line 22, by striking the figure
- 3 "377,156" and inserting the following: "401,230".
- 4 2. Page 2, line 28, by striking the figure
- 5 "3,503,826" and inserting the following: "3,627,474".

By DOTZLER of Black Hawk  
WINCKLER of Scott

H-1599 FILED APRIL 19, 2001

Last  
4-19-01  
(P. 1294)

HOUSE FILE 718

H-1600

- 1 Amend House File 718 as follows:
- 2 1. Page 3, by inserting after line 17 the
- 3 following:
- 4 "Notwithstanding section 8.57, subsection 5,
- 5 paragraph "c", there is appropriated from the rebuild
- 6 Iowa infrastructure fund to the department of economic
- 7 development for the fiscal year beginning July 1,
- 8 2001, and ending June 30, 2002, the following amount,
- 9 or so much thereof as is necessary, to be used for the
- 10 purpose designated:
- 11 For the value-added agricultural products and
- 12 processes financial assistance fund created in section
- 13 15E.112:
- 14 ..... \$ 3,000,000"
- 15
- 16
- 17

18 KUHN of Floyd

19

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21

22 MERTZ of Kossuth

RECEIVED FROM THE SENATE

H-1600 FILED APRIL 19, 2001

W/D  
4/19/01 (P 1294)

**HOUSE FILE 718****H-1601**

- 1 Amend House File 718 as follows:
- 2 1. Page 4, line 10, by striking the figure
- 3 "409,161" and inserting the following: "435,278".
- 4 2. Page 5, line 13, by striking the figure
- 5 "396,035" and inserting the following: "421,314".

By REYNOLDS of Van Buren

**H-1601** FILED APRIL 19, 2001

*Lost*  
*4/19/01 (P. 1296)*

**HOUSE FILE 718****H-1603**

- 1 Amend House File 718 as follows:
- 2 1. Page 10, line 31, by striking the figure
- 3 "3,290,446", and inserting the following:
- 4 "3,604,474".
- 5 2. Page 11, line 6, by striking the figure
- 6 "2,235,187", and inserting the following:
- 7 "2,478,147".

By DOTZLER of Black Hawk  
T. TAYLOR of Linn

**H-1603** FILED APRIL 19, 2001

*Lost*  
*4/19/01 (P. 1299)*

**HOUSE FILE 718****H-1604**

- 1 Amend House File 718 as follows:
- 2 1. Page 13, line 24, by striking the figure
- 3 "857,489", and inserting the following: "912,222".

By T. TAYLOR of Linn

**H-1604** FILED APRIL 19, 2001

*Lost*  
*4/19/01*  
*(P. 1299)*

HOUSE FILE 718

H-1605

1 Amend House File 718 as follows:  
 2 1. Page 14, line 1, by striking the words "Iowa  
 3 finance authority" and inserting the following:  
 4 "general fund of the state".  
 5 2. Page 14, by striking lines 12 through 17, and  
 6 inserting the following:  
 7 "Sec. \_\_\_\_ . COMMUNITY DEVELOPMENT BLOCK GRANT  
 8 ACCOUNT. There is appropriated from the general fund  
 9 of the state to the department of economic development  
 10 for the fiscal year beginning July 1, 2001, and ending  
 11 June 30, 2002, the following amount, or so much  
 12 thereof as is necessary, to be used for the purpose  
 13 designated:  
 14 For deposit in the community development block  
 15 grant account to be used as state matching funds for  
 16 the federal HOME program:  
 17 ..... \$ 1,200,000"  
 18 3. By renumbering as necessary.

By DOTZLER of Black Hawk  
 WINCKLER of Scott

H-1605 FILED APRIL 19, 2001

*Lost  
 4/19/01 (P.1300)*

HOUSE FILE 718

H-1606

1 Amend House File 718 as follows:  
 2 1. Page 8, line 11, by striking the figure  
 3 "1,147,192" and inserting the following: "1,220,417".  
 4 2. Page 8, line 17, by striking the figure  
 5 "362,155" and inserting the following: "385,271".  
 6 3. Page 8, line 23, by striking the figure  
 7 "4,205,662" and inserting the following: "4,474,108".  
 8 4. Page 9, line 26, by striking the figure  
 9 "320,560" and inserting the following: "341,021".  
 10 5. Page 9, line 31, by striking the figure  
 11 "259,262" and inserting the following: "275,811".  
 12 6. Page 10, line 13, by striking the figure  
 13 "166,249" and inserting the following: "176,861".  
 14 7. Page 10, line 19, by striking the figure  
 15 "711,672" and inserting the following: "757,098".

By PETERSEN of Polk  
 WINCKLER of Scott  
 DOTZLER of Black Hawk

H-1606 FILED APRIL 19, 2001

*Lost  
 4/19/01  
 (P.1297)*

HOUSE FILE 718

H-1609

1 Amend House File 718 as follows:

2 1. Page 3, by inserting after line 17 the  
3 following:

4 "For deposit in the value-added agricultural  
5 products and processes financial assistance fund:  
6 ..... \$ 2,850,000"

7 2. Page 17, by inserting after line 2 the  
8 following:

9 "Sec. \_\_\_\_ Section 321.52A, subsection 2, Code  
10 2001, is amended to read as follows:

11 2. For the fiscal year beginning July 1, 1996, the  
12 treasurer of state shall deposit one million five  
13 hundred thousand dollars of moneys received under  
14 subsection 1 in the waste tire management fund created  
15 in section 455D.11C, and deposit the remainder in the  
16 general fund of the state. For the fiscal year  
17 beginning July 1, 1997, the treasurer of state shall  
18 deposit two million five hundred thousand dollars of  
19 moneys received under subsection 1 in the waste tire  
20 management fund, and deposit the remainder in the  
21 general fund of the state. For the fiscal year  
22 beginning July 1, 1998, and the fiscal year beginning  
23 July 1, 1999, the treasurer of state shall deposit  
24 three million five hundred thousand dollars of moneys  
25 received under subsection 1 in the waste tire  
26 management fund, and deposit the remainder in the  
27 general fund of the state. For the fiscal year  
28 beginning July 1, 2000, the treasurer of state shall  
29 deposit two million five hundred thousand dollars of  
30 the moneys received under subsection 1 in the waste  
31 tire management fund, and one million dollars in the  
32 road use tax fund, with the remainder deposited in the  
33 general fund of the state. For the fiscal year  
34 beginning July 1, 2001, the treasurer of state shall  
35 deposit one million five hundred thousand dollars of  
36 moneys received under subsection 1 in the waste tire  
37 management fund, ~~and three million dollars in the road~~  
38 ~~use tax fund,~~ with the remainder deposited in the  
39 general fund of the state. For the fiscal year  
40 beginning July 1, 2002, and each subsequent fiscal  
41 year, the treasurer of state shall deposit the entire  
42 amount of moneys received under subsection 1 in the  
43 road use tax fund."

44 3. By renumbering as necessary.

By BOGGESS of Page

H-1609 FILED APRIL 19, 2001

*Adopted*  
*4/19/01*  
*(p. 1295)*

**HOUSE FILE 718****H-1611**

1 Amend the amendment, H-1591, to House File 718, as  
2 follows:

3 1. Page 1, by inserting after line 7, the  
4 following:

5 "\_\_\_\_". Page 3, line 31, by striking the figure  
6 "275,000" and inserting the following: "258,500".

7 2. By renumbering as necessary.

By BOGGESS of Page

**H-1611 FILED APRIL 19, 2001**

*Adopted*  
*4-19-01 (P. 1292)*

**HOUSE FILE 718****H-1612**

1 Amend the amendment, H-1591, to House File 718 as  
2 follows:

3 1. Page 1, by inserting after line 9 the  
4 following:

5 "\_\_\_\_". Page 12, line 3, by inserting after the  
6 figure "2002," the following: "any moneys remaining  
7 in the administrative contribution surcharge fund on  
8 June 30, 2001, and".

9 2. By renumbering as necessary.

By BOGGESS of Page

**H-1612 FILED APRIL 19, 2001**

*Adopted*  
*4-19-01*  
*(P. 1292)*

5-4/19/01 Approp.  
H. 5/1/01 Motion to R/L  
by Rontz

HOUSE FILE 718  
BY COMMITTEE ON APPROPRIATIONS

(SUCCESSOR TO HSB 249)

(As Amended and Passed by the House April 19, 2001)

Passed House, Date <sup>(P.1658)</sup> 5/1/01 Passed Senate, Date <sup>(P.138)</sup> 4/25/01  
Vote: Ayes 55 Nays 43 Vote: Ayes 29 Nays 20  
Approved May 30, 2001  
*Steph*  
*vetted*

A BILL FOR

1 An Act appropriating funds to the department of economic  
2 development, certain board of regents institutions, the  
3 department of workforce development, and the public employment  
4 relations board, making related statutory changes, and  
5 providing effective dates.

6 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

House Amendments \_\_\_\_\_

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1 Section 1. DEPARTMENT OF ECONOMIC DEVELOPMENT. There is  
2 appropriated from the general fund of the state and other  
3 designated funds to the department of economic development for  
4 the fiscal year beginning July 1, 2001, and ending June 30,  
5 2002, the following amounts, or so much thereof as is  
6 necessary, to be used for the purposes designated:

7 1. ADMINISTRATIVE SERVICES DIVISION

8 a. General administration

9 For salaries, support, maintenance, miscellaneous purposes,  
10 for allocating \$235,000 to the world food prize, and for  
11 providing that a business receiving moneys from the department  
12 for the purpose of job creation shall make available ten  
13 percent of the new jobs created for promise jobs program  
14 participants who are qualified for the jobs created, and for  
15 not more than the following full-time equivalent positions:

16 .....	\$	<u>1,649,126</u>
17 .....	FTEs	25.75

18 b. Film office

19 For salaries, support, maintenance, miscellaneous purposes,  
20 and for not more than the following full-time equivalent  
21 positions:

22 .....	\$	245,003
23 .....	FTEs	2.00

24 c. Iowa commission on volunteerism

25 For transferring to the Iowa state commission grant program  
26 to be used as matching funds for salaries, support,  
27 maintenance, and miscellaneous purposes, and for not more than  
28 the following full-time equivalent positions:

29 .....	\$	75,200
30 .....	FTEs	3.25

31 2. BUSINESS DEVELOPMENT DIVISION

32 a. Business development operations

33 For salaries, support, maintenance, miscellaneous purposes,  
34 and for not more than the following full-time equivalent  
35 positions:

1 ..... \$ 4,487,342

2 .....FTEs 27.75

3 Of the amount appropriated in this paragraph "a", \$400,000  
4 shall be allocated to support activities in conjunction with  
5 the Iowa manufacturing technology center, and \$94,000 shall be  
6 allocated to the graphic arts center.

7 The department shall consult and work with the small  
8 business development centers in an effort to eliminate any  
9 duplication of services provided by the department and the  
10 small business development centers and to determine how to  
11 deliver services to small businesses in the state in the most  
12 efficient manner.

13 For the fiscal year beginning July 1, 2001, and ending June  
14 30, 2002, the department shall allocate \$94,000 from the  
15 moneys appropriated under this subsection for the federal  
16 procurement office.

b. Workforce recruitment initiative

For workforce recruitment initiative purposes, including  
19 salaries, support, maintenance, miscellaneous purposes, and  
20 for not more than the following full-time equivalent  
21 positions:

22 ..... \$ 377,156

23 ..... FTEs 2.00

c. Strategic investment fund

25 For deposit in the Iowa strategic investment fund for  
26 salaries, support, and for not more than the following full-  
27 time equivalent positions:

28 ..... \$ 3,503,826

29 ..... FTEs 12.50

30 The department may allocate from the Iowa strategic  
31 investment fund up to \$90,240 for the microbusiness rural  
32 enterprise assistance program under section 15.114.

33 By January 14, 2002, the department shall submit a written  
report to the members of the joint appropriations subcommittee  
on economic development and the legislative fiscal bureau on

1 the progress made by the department in making the community  
2 economic betterment program a self-sustaining, revolving loan  
3 program. The report shall include information regarding the  
4 department's progress in making the community economic  
5 betterment program self-sufficient and projections and plans  
6 for continuing to make the program self-sufficient over the  
7 subsequent five years.

8 d. Insurance economic development

9 There is appropriated from moneys collected by the division  
10 of insurance in excess of the anticipated gross revenues under  
11 section 505.7, subsection 3, to the department for the fiscal  
12 year beginning July 1, 2001, and ending June 30, 2002, the  
13 following amount, or so much thereof as is necessary, for  
14 insurance economic development and international insurance  
15 economic development:

16 ..... \$ 100,000

17 e. Value-added agriculture

18 For deposit in the value-added agricultural products and  
19 processes financial assistance fund:

20 ..... \$ 2,850,000

21 There is appropriated from the moneys available to support  
22 value-added agricultural products and processes, 6 percent, or  
23 so much thereof as is necessary, for administration of the  
24 value-added agricultural products and processes financial  
25 assistance program as provided in section 15E.111, including  
26 salaries, support, maintenance, miscellaneous purposes, and  
27 for not more than 3.00 FTEs.

28 The department shall collaborate with the university of  
29 northern Iowa on a strategic initiative to develop ag-based  
30 industrial lubrication technology and to create projects to  
31 deploy the technology in commercial applications.  
32 Notwithstanding the requirements of section 15E.111 and the  
33 administrative rules for value-added agricultural products and  
34 processes, the department shall allocate \$258,500 for this  
35 initiative.

1 3. COMMUNITY DEVELOPMENT DIVISION

2 a. Community assistance

3 For salaries, support, maintenance, miscellaneous purposes,  
4 and for not more than the following full-time equivalent  
5 positions for administration of the community economic  
6 preparedness program, the Iowa community betterment program,  
7 and the city development board:

8 ..... \$ 772,516  
9 ..... FTEs 10.50

10 b. Main street/rural main street program

11 For salaries and support, and for not more than the  
12 following full-time equivalent positions:

13 ..... \$ 409,161  
14 ..... FTEs 3.00

15 Notwithstanding section 8.33, moneys committed to grantees  
16 under contract from the general fund of the state that remain  
17 unexpended on June 30, 2002, shall not revert to any fund but  
18 shall remain available for expenditure for purposes of the  
19 contract during the fiscal year beginning July 1, 2002.

20 c. Community development program

21 For salaries, support, maintenance, miscellaneous purposes,  
22 and for not more than the following full-time equivalent  
23 positions, for rural resource coordination, rural community  
24 leadership, rural innovations grant program, and the rural  
25 enterprise fund:

26 ..... \$ 853,284  
27 ..... FTEs 7.50

28 There is appropriated from the rural community 2000 program  
29 revolving fund established in section 15.287 to provide to  
30 Iowa's councils of governments funds for planning and  
31 technical assistance to local governments:

32 ..... \$ 150,000

33 There is appropriated from the rural community 2000 program  
34 revolving fund established in section 15.287 to the rural  
35 development program for the purposes of the program including

1 the rural enterprise fund and collaborative skills development  
2 training:

3 ..... \$ 370,000

4 Notwithstanding section 8.33, moneys committed to grantees  
5 under contract from the general fund of the state or through  
6 transfers from the Iowa community development loan fund or  
7 from the rural community 2000 program revolving fund that  
8 remain unexpended on June 30, 2002, shall not revert but shall  
9 be available for expenditure for purposes of the contract  
10 during the fiscal year beginning July 1, 2002.

11 d. Community development block grant and HOME

12 For administration and related federal housing and urban  
13 development grant administration for salaries, support,  
14 maintenance, miscellaneous purposes, and for not more than the  
15 following full-time equivalent positions:

16 ..... \$ 396,035

17 ..... FTEs 21.75

18 4. INTERNATIONAL DIVISION

19 a. International trade operations

20 For salaries, support, maintenance, miscellaneous purposes,  
21 for support of foreign representation and trade offices, and  
22 the agricultural product advisory council, and for not more  
23 than the following full-time equivalent positions:

24 ..... \$ 2,190,893

25 ..... FTEs 14.25

26 Of the moneys appropriated in this lettered paragraph,  
27 \$235,000 shall be allocated to support the taste of Iowa  
28 program.

29 From among the full-time equivalent positions authorized by  
30 this lettered paragraph, one position shall concentrate on the  
31 export sale of grain, one on the export sale of livestock, and  
32 one on the export sale of value-added agricultural products.

33 b. Export trade assistance program

34 For export trade activities, including a program to  
35 encourage and increase participation in trade shows and trade

1 missions by providing financial assistance to businesses for a  
2 percentage of their costs of participating in trade shows and  
3 trade missions, by providing for the lease/sublease of  
4 showcase space in existing world trade centers, by providing  
5 temporary office space for foreign buyers, international  
6 prospects, and potential reverse investors, and by providing  
7 other promotional and assistance activities, including  
8 salaries and support:

9 ..... \$ 308,000

10 Notwithstanding section 8.33, moneys appropriated in this  
11 lettered paragraph that remain unencumbered or unobligated at  
12 the close of the fiscal year shall not revert but shall remain  
13 available for expenditure for the purposes designated until  
14 the close of the succeeding fiscal year.

15 c. For the partner state program to contract with private  
16 groups or organizations which are the most appropriate to  
17 administer this program and the groups and organizations  
18 participating in the program shall, to the fullest extent  
19 possible, provide the funds to match the appropriation made in  
20 this paragraph:

21 ..... \$ 120,000

22 5. TOURISM DIVISION

23 Tourism operations and advertising

24 For salaries, support, maintenance, miscellaneous purposes,  
25 and for not more than the following full-time equivalent  
26 positions:

27 ..... \$ 3,470,123

28 ..... FTEs 19.52

29 The department shall not use the moneys appropriated in  
30 this subsection, unless the department develops public-private  
31 partnerships with Iowa businesses in the tourism industry,  
32 Iowa tour groups, Iowa tourism organizations, and political  
33 subdivisions in this state to assist in the development of  
34 advertising efforts. The department shall, to the fullest  
35 extent possible, develop cooperative efforts for advertising

1 with contributions from other sources.

2 Sec. 2. COMMUNITY DEVELOPMENT LOAN FUND. Notwithstanding  
3 section 15E.120, subsections 5, 6, and 7, and section 15.287,  
4 there is appropriated from the Iowa community development loan  
5 fund all the moneys available during the fiscal year beginning  
6 July 1, 2001, and ending June 30, 2002, to the department of  
7 economic development for the community development program to  
8 be used by the department for the purposes of the program.

9 Sec. 3. JOB TRAINING FUND. Notwithstanding section  
10 15.251, subsection 2, there is appropriated from the job  
11 training fund to the department of workforce development for  
12 the fiscal year beginning July 1, 2001, and ending June 30,  
13 2002, the following amount, or so much thereof as is  
14 necessary, to be used for the purpose designated:

15 1. To provide final phase-out funding for existing labor  
16 management projects:

17 ..... \$ 30,000

18 2. After the appropriation in subsection 1 relating to  
19 labor management projects, all remaining moneys in the job  
20 training fund, including any moneys appropriated or credited  
21 to the fund during the fiscal year, shall be transferred to  
22 the workforce development fund established pursuant to section  
23 15.343.

24 Sec. 4. WORKFORCE DEVELOPMENT FUND. There is appropriated  
25 from the workforce development fund account created in section  
26 15.342A, to the workforce development fund created in section  
27 15.343, for the fiscal year beginning July 1, 2001, and ending  
28 June 30, 2002, the following amount, for the purposes of the  
29 workforce development fund, and for not more than the  
30 following full-time equivalent positions:

31 ..... \$ 4,000,000  
32 ..... FTEs 4.00

33 Sec. 5. From funds appropriated or transferred to or  
34 receipts credited to the workforce development fund created in  
35 section 15.343, up to \$400,000 for the fiscal year beginning

1 July 1, 2001, and ending June 30, 2002, may be used for the  
2 administration of workforce development activities including  
3 salaries, support, maintenance, and miscellaneous purposes and  
4 for not more than 4.00 FTEs.

5 Sec. 6. IOWA STATE UNIVERSITY. There is appropriated from  
6 the general fund of the state to the Iowa state university of  
7 science and technology for the fiscal year beginning July 1,  
8 2001, and ending June 30, 2002, the following amounts, or so  
9 much thereof as is necessary, to be used for the purposes  
10 designated:

11 1. For funding and maintaining in their current locations  
12 the existing small business development centers, and for not  
13 more than the following full-time equivalent positions:

14 ..... \$ 1,147,192  
15 ..... FTEs 5.80

16 2. For the Iowa state university of science and technology  
17 research park, including salaries, support, maintenance,  
18 miscellaneous purposes, and for not more than the following  
19 full-time equivalent positions:

20 ..... \$ 362,155  
21 ..... FTEs 4.31

22 3. For funding the institute for physical research and  
23 technology, provided that \$287,640 shall be allocated to the  
24 industrial incentive program, and for not more than the  
25 following full-time equivalent positions:

26 ..... \$ 4,205,662  
27 ..... FTEs 46.42

28 It is the intent of the general assembly that the  
29 industrial incentive program focus on Iowa industrial sectors  
30 and seek contributions and in-kind donations from businesses,  
31 industrial foundations, and trade associations and that moneys  
32 for the institute for physical research and technology  
33 industrial incentive program shall only be allocated for  
34 projects which are matched by private sector moneys for  
35 directed contract research or for nondirected research. The

1 match required of small businesses as defined in section  
2 15.102, subsection 4, for directed contract research or for  
3 nondirected research shall be \$1 for each \$3 of state funds.  
4 The match required for other businesses for directed contract  
5 research or for nondirected research shall be \$1 for each \$1  
6 of state funds. The match required of industrial foundations  
7 or trade associations shall be \$1 for each \$1 of state funds.

8 Iowa state university of science and technology shall  
9 report annually to the joint appropriations subcommittee on  
10 economic development and the legislative fiscal bureau the  
11 total amounts of private contributions, the proportion of  
12 contributions from small businesses and other businesses, and  
13 the proportion for directed contract research and nondirected  
14 research of benefit to Iowa businesses and industrial sectors.

15 Notwithstanding section 8.33, moneys appropriated in this  
16 section that remain unencumbered or unobligated at the close  
17 of the fiscal year shall not revert but shall remain available  
18 for expenditure for the purposes designated until the close of  
19 the succeeding fiscal year.

20 Sec. 7. UNIVERSITY OF IOWA. There is appropriated from  
21 the general fund of the state to the state university of Iowa  
22 for the fiscal year beginning July 1, 2001, and ending June  
23 30, 2002, the following amounts, or so much thereof as is  
24 necessary, to be used for the purposes designated:

25 1. For the university of Iowa research park, including  
26 salaries, support, maintenance, equipment, miscellaneous  
27 purposes, and for not more than the following full-time  
28 equivalent positions:

29 .....	\$	320,560
30 .....	FTEs	2.70

31 2. For funding the advanced drug development program at  
32 the Oakdale research park, and for not more than the following  
33 full-time equivalent positions:

34 .....	\$	259,262
35 .....	FTEs	3.30

1 The board of regents shall submit a report on the progress  
2 of regents institutions in meeting the strategic plan for  
3 technology transfer and economic development to the secretary  
4 of the senate, the chief clerk of the house of  
5 representatives, and the legislative fiscal bureau by January  
6 15, 2002.

7 Sec. 8. UNIVERSITY OF NORTHERN IOWA. There is  
8 appropriated from the general fund of the state to the  
9 university of northern Iowa for the fiscal year beginning July  
10 1, 2001, and ending June 30, 2002, the following amounts, or  
11 so much thereof as is necessary, to be used for the purposes  
12 designated:

13 1. For the metal casting institute, including salaries,  
14 support, maintenance, miscellaneous purposes, and for not more  
15 than the following full-time equivalent positions:  
16 ..... \$ 166,249  
17 ..... FTEs 2.50

18 2. For the institute of decision making, including  
19 salaries, support, maintenance, miscellaneous purposes, and  
20 for not more than the following full-time equivalent  
21 positions:  
22 ..... \$ 711,672  
23 ..... FTEs 8.50

24 Sec. 9. DEPARTMENT OF WORKFORCE DEVELOPMENT. There is  
25 appropriated from the general fund of the state, to the  
26 department of workforce development for the fiscal year  
27 beginning July 1, 2001, and ending June 30, 2002, the  
28 following amounts, or so much thereof as is necessary, for the  
29 purposes designated:

30 1. DIVISION OF LABOR SERVICES  
31 For the division of labor services, including salaries,  
32 support, maintenance, miscellaneous purposes, and for not more  
33 than the following full-time equivalent positions:  
34 ..... \$ 3,290,446  
35 ..... FTEs 92.00

1 From the contractor registration fees, the division of  
2 labor services shall reimburse the department of inspections  
3 and appeals for all costs associated with hearings under  
4 chapter 91C, relating to contractor registration.

5 2. DIVISION OF WORKERS' COMPENSATION

6 For salaries, support, maintenance, miscellaneous purposes,  
7 and for not more than the following full-time equivalent  
8 positions:

9 .....	\$	2,235,187
10 .....	FTEs	35.00

11 The division of workers' compensation shall continue  
12 charging a \$65 filing fee for workers' compensation cases.  
13 The filing fee shall be paid by the petitioner of a claim.  
14 However, the fee can be taxed as a cost and paid by the losing  
15 party, except in cases where it would impose an undue hardship  
16 or be unjust under the circumstances.

17 3. WORKFORCE DEVELOPMENT STATE AND REGIONAL BOARDS

18 For salaries, support, maintenance, miscellaneous purposes,  
19 and for not more than the following full-time equivalent  
20 positions for the workforce development state and regional  
21 boards:

22 .....	\$	118,700
23 .....	FTEs	1.00

24 4. NEW EMPLOYMENT OPPORTUNITY FUND

25 For salaries, support, maintenance, and miscellaneous  
26 purposes, and for not more than the following full-time  
27 equivalent positions for the new employment opportunity  
28 program established in section 84A.10:

29 .....	\$	251,270
30 .....	FTEs	0.30

31 Notwithstanding section 8.33, moneys appropriated in this  
32 subsection which remain unexpended or unobligated on June 30,  
33 2002, shall not revert to the general fund of the state but  
34 shall remain available for expenditure for the same purpose  
35 during the fiscal year beginning July 1, 2002.

1     Sec. 10. ADMINISTRATIVE CONTRIBUTION SURCHARGE FUND.  
2 Notwithstanding section 96.7, subsection 12, paragraph "c",  
3 there is appropriated from the administrative contribution  
4 surcharge fund of the state to the department of workforce  
5 development for the fiscal year beginning July 1, 2001, and  
6 ending June 30, 2002, any moneys remaining in the  
7 administrative contribution surcharge fund on June 30, 2001,  
8 and the entire amount collected during the fiscal year  
9 beginning July 1, 2001, and ending June 30, 2002, or so much  
10 thereof as is necessary, for salaries, support, maintenance,  
11 conducting labor market surveys, miscellaneous purposes, and  
12 for workforce development regional advisory board member  
13 expenses.

14     Sec. 11. EMPLOYMENT SECURITY CONTINGENCY FUND. There is  
15 appropriated from the special employment security contingency  
16 fund to the department of workforce development for the fiscal  
17 year beginning July 1, 2001, and ending June 30, 2002, the  
18 following amounts, or so much thereof as is necessary, for the  
19 purposes designated:

20     1. DIVISION OF WORKERS' COMPENSATION  
21     For salaries, support, maintenance, and miscellaneous  
22 purposes:  
23 ..... \$     471,000

24     2. IMMIGRATION SERVICE CENTERS  
25     For salaries, support, maintenance, and miscellaneous  
26 purposes for the establishment of pilot immigration service  
27 centers:  
28 ..... \$     160,000

29     3. LABOR MARKET INFORMATION  
30     For salaries, support, maintenance, miscellaneous purposes  
31 for collection of labor market information, and for not more  
32 than the following full-time equivalent positions:  
33 ..... \$     67,078  
34 ..... FTEs     1.20

35     The department of workforce development shall maintain

1 pilot immigration service centers that offer one-stop services  
2 to deal with the multiple issues related to immigration and  
3 employment. The pilot centers shall be designed to support  
4 workers, businesses, and communities with information,  
5 referrals, job placement assistance, translation, language  
6 training, resettlement, as well as technical and legal  
7 assistance on such issues as forms and documentation. Through  
8 the coordination of local, state, and federal service  
9 providers, and through the development of partnerships with  
10 public, private, and nonprofit entities with established  
11 records of international service, these pilot centers shall  
12 seek to provide a seamless service delivery system for new  
13 Iowans.

14 Any additional penalty and interest revenue may be used to  
15 accomplish the mission of the department upon notification of  
16 the use to the chairpersons and ranking members of the joint  
17 appropriations subcommittee on economic development, the  
18 department of management, and the legislative fiscal bureau.  
19 However, the department shall not allocate any additional  
20 penalty and interest revenue prior to January 30, 2002.

21 Sec. 12. PUBLIC EMPLOYMENT RELATIONS BOARD. There is  
22 appropriated from the general fund of the state to the public  
23 employment relations board for the fiscal year beginning July  
24 1, 2001, and ending June 30, 2002, the following amount, or so  
25 much thereof as is necessary, for the purposes designated:

26 For salaries, support, maintenance, miscellaneous purposes,  
27 and for not more than the following full-time equivalent  
28 positions:

29 .....	\$	857,489
30 .....	FTEs	12.80

31 Sec. 13. TOURISM OPERATIONS. There is appropriated from  
32 the community attraction and tourism fund created in section  
33 15F.204 to the department of economic development for the  
34 fiscal year beginning July 1, 2001, and ending June 30, 2002,  
35 the following amount, or so much thereof as is necessary, to

1 be used for the purposes designated:

2 For tourism operations, including salaries, support,  
3 maintenance, and miscellaneous purposes:

4 ..... \$ 1,200,000

5 Sec. 14. HOUSING AND SHELTER ASSISTANCE. There is  
6 appropriated from the Iowa finance authority to the department  
7 of economic development for the fiscal year beginning July 1,  
8 2001, and ending June 30, 2002, the following amount, or so  
9 much thereof as is necessary, to be used for the purposes  
10 designated:

11 For providing technical assistance to communities of all  
12 sizes and local financial institutions to help meet local  
13 housing needs and for the shelter assistance fund, and for not  
14 more than the following full-time equivalent positions:

15 ..... \$ 500,000

16 ..... FTEs 2.00

17 Sec. 15. Notwithstanding the requirements of section  
18 16.10, subsections 1 and 2, the Iowa finance authority shall,  
19 for the fiscal year beginning July 1, 2001, transfer  
20 \$1,200,000 to the department of economic development for  
21 deposit in the community development block grant account to be  
22 used as state matching funds for the federal HOME program.

23 Sec. 16. 1998 Iowa Acts, chapter 1225, section 27,  
24 unnumbered paragraph 6, is amended to read as follows:

25 Following the complete liquidation and dissolution of the  
26 corporation or the sale of the corporation, all remaining  
27 moneys shall be transferred to the strategic investment fund.  
28 The liquidation, dissolution, or sale of the corporation shall  
29 be completed by December 31, 2001. Upon transfer of the  
30 remaining moneys to the strategic investment fund, the ISCC  
31 liquidation corporation board shall be dissolved.

32 Sec. 17. 1999 Iowa Acts, chapter 197, section 9,  
33 subsection 7, unnumbered paragraph 2, is amended to read as  
34 follows:

35 Notwithstanding section 8.33, moneys appropriated in this

1 subsection which remain unexpended or unobligated on June 30,  
2 2000, shall not revert to the general fund of the state but  
3 shall remain available for expenditure for the same purpose  
4 during the fiscal ~~year~~ years beginning July 1, 2000, and July  
5 1, 2001.

6 Sec. 18. 2000 Iowa Acts, chapter 1230, section 10,  
7 subsection 7, is amended to read as follows:

8 7. NEW EMPLOYMENT OPPORTUNITY FUND

9 For salaries, support, maintenance, and miscellaneous  
10 purposes, and for not more than the following full-time  
11 equivalent positions for the new employment opportunity  
12 program established in section 84A.10:

13 .....	\$	500,000
14 .....	FTEs	1.79

15 Notwithstanding section 8.33, moneys appropriated in this  
16 subsection which remain unexpended or unobligated on June 30,  
17 2001, shall not revert to the general fund but shall remain  
18 available for expenditure for the same purpose during the  
19 fiscal year beginning July 1, 2001.

20 Sec. 19. 2000 Iowa Acts, chapter 1230, section 11,  
21 unnumbered paragraph 3, is amended to read as follows:

22 In addition to moneys appropriated by this section,  
23 notwithstanding section 96.7, subsection 12, paragraph "c",  
24 for the fiscal year beginning July 1, 2000, there is  
25 appropriated from the administrative contribution surcharge  
26 fund of the state to the department of workforce development  
27 \$700,000, or so much thereof as is necessary, for matching  
28 funds for welfare-to-work grants authorized through the United  
29 States department of labor. Notwithstanding section 8.33,  
30 moneys appropriated in this unnumbered paragraph that remain  
31 unencumbered or unobligated on June 30, 2001, shall not revert  
32 but shall remain available for expenditure for the purposes  
33 designated for the fiscal year beginning July 1, 2001.

34 Sec. 20. 2000 Iowa Acts, chapter 1230, section 12,  
35 subsection 2, is amended to read as follows:

## 1        2. IMMIGRATION SERVICE CENTERS

2        For salaries, support, maintenance, and miscellaneous  
3 purposes for the establishment of pilot immigration service  
4 centers:

5 ..... \$        160,000

6        The department of workforce development shall establish  
7 pilot immigration service centers that offer one-stop services  
8 to deal with the multiple issues related to immigration and  
9 employment. The pilot centers shall be designed to support  
10 workers, businesses, and communities with information,  
11 referrals, job placement assistance, translation, language  
12 training, resettlement, as well as technical and legal  
13 assistance on such issues as forms and documentation. Through  
14 the coordination of local, state, and federal service  
15 providers, and through the development of partnerships with  
16 public, private, and nonprofit entities with established  
17 records of international service, these pilot centers shall  
18 seek to provide a seamless service delivery system for new  
19 Iowans.

20        Notwithstanding section 8.33, moneys appropriated in this  
21 subsection which remain unexpended or unobligated on June 30,  
22 2001, shall not revert but shall remain available for  
23 expenditure for the same purpose during the fiscal year  
24 beginning July 1, 2001.

25        Sec. 21. Section 15.342A, Code 2001, is amended to read as  
26 follows:

27        15.342A WORKFORCE DEVELOPMENT FUND ACCOUNT.

28        A workforce development fund account is established in the  
29 office of the treasurer of state under the control of the  
30 department. The account shall receive funds pursuant to  
31 section 422.16A up to a maximum of eight four million dollars  
32 per year. The account shall also receive funds pursuant to  
33 section 15.251 with no dollar limitation.

34        Sec. 22. Section 15.343, subsection 3, paragraph b, Code  
35 2001, is amended by striking the paragraph and inserting in

1 lieu thereof the following:

2 b. Moneys in the workforce development fund shall be  
3 allocated as follows:

4 (1) Three million dollars shall be used for purposes  
5 provided in section 260F.6.

6 (2) One million dollars shall be used for purposes  
7 provided in section 260F.6B.

8 Sec. 23. Section 321.52A, subsection 2, Code 2001, is  
9 amended to read as follows:

10 2. For the fiscal year beginning July 1, 1996, the  
11 treasurer of state shall deposit one million five hundred  
12 thousand dollars of moneys received under subsection 1 in the  
13 waste tire management fund created in section 455D.11C, and  
14 deposit the remainder in the general fund of the state. For  
15 the fiscal year beginning July 1, 1997, the treasurer of state  
16 shall deposit two million five hundred thousand dollars of  
17 moneys received under subsection 1 in the waste tire  
18 management fund, and deposit the remainder in the general fund  
19 of the state. For the fiscal year beginning July 1, 1998, and  
20 the fiscal year beginning July 1, 1999, the treasurer of state  
21 shall deposit three million five hundred thousand dollars of  
22 moneys received under subsection 1 in the waste tire  
23 management fund, and deposit the remainder in the general fund  
24 of the state. For the fiscal year beginning July 1, 2000, the  
25 treasurer of state shall deposit two million five hundred  
26 thousand dollars of the moneys received under subsection 1 in  
27 the waste tire management fund, and one million dollars in the  
28 road use tax fund, with the remainder deposited in the general  
29 fund of the state. For the fiscal year beginning July 1,  
30 2001, the treasurer of state shall deposit one million five  
31 hundred thousand dollars of moneys received under subsection 1  
32 in the waste tire management fund, and three million dollars  
33 in the road use tax fund, with the remainder deposited in the  
34 general fund of the state. For the fiscal year beginning July  
35 1, 2002, and each subsequent fiscal year, the treasurer of

1 state shall deposit the entire amount of moneys received under  
2 subsection 1 in the road use tax fund.

3 Sec. 24. Section 422.16A, Code 2001, is amended to read as  
4 follows:

5 422.16A JOB TRAINING WITHHOLDING -- CERTIFICATION AND  
6 TRANSFER.

7 Upon the completion by a business of its repayment  
8 obligation for a training project funded under chapter 260E,  
9 including a job training project funded under section 15A.8 or  
10 repaid in whole or in part by the supplemental new jobs credit  
11 from withholding under section 15A.7 or section 15.331, the  
12 sponsoring community college shall report to the department of  
13 economic development the amount of withholding paid by the  
14 business to the community college during the final twelve  
15 months of withholding payments. The department of economic  
16 development shall notify the department of revenue and finance  
17 of that amount. The department shall credit to the workforce  
18 development fund account established in section 15.342A  
19 twenty-five percent of that amount each quarter for a period  
20 of ten years. If the amount of withholding from the business  
21 or employer is insufficient, the department shall prorate the  
22 quarterly amount credited to the workforce development fund  
23 account. The maximum amount from all employers which shall be  
24 transferred to the workforce development fund account in any  
25 year is eight four million dollars.

26 Sec. 25. SHELTER ASSISTANCE FUND. In providing moneys  
27 from the shelter assistance fund to homeless shelter programs  
28 in the fiscal year beginning July 1, 2001, and ending June 30,  
29 2002, the department of economic development shall explore the  
30 potential of allocating moneys to homeless shelter programs  
31 based in part on their ability to move their clients toward  
32 self-sufficiency.

33 Sec. 26. BUDGET PROPOSALS. The department of economic  
34 development and the department of workforce development shall  
35 submit all budget proposals in the traditional format as well

1 as in the budgeting for results format for the fiscal year  
2 beginning July 1, 2002.

3 Sec. 27. By December 31 of each year, the ISCC liquidation  
4 corporation shall submit an annual written report to the  
5 chairpersons and the ranking members of the joint  
6 appropriations subcommittee on economic development. The  
7 report shall include an update on the financial condition of  
8 the corporation relating to the status of any moneys, assets,  
9 or contracts currently being held by the corporation or  
10 transferred by the corporation during the prior year.

11 Sec. 28. FEDERAL GRANTS. All federal grants to and the  
12 federal receipts of agencies appropriated funds under this  
13 Act, not otherwise appropriated, are appropriated for the  
14 purposes set forth in the federal grants or receipts unless  
15 otherwise provided by the general assembly.

16 Sec. 29. Notwithstanding section 96.9, subsection 4,  
17 paragraph "a", moneys credited to the state by the secretary  
18 of the treasury of the United States pursuant to section 903  
19 of the Social Security Act shall be appropriated to the  
20 department of workforce development and shall be used by the  
21 department for the administration of the unemployment  
22 compensation program only. This appropriation shall not apply  
23 to any fiscal year after December 31, 2002.

24 Sec. 30. In lieu of the appropriation made in section  
25 15.365, subsection 3, there is appropriated for the fiscal  
26 year beginning July 1, 2001, and ending June 30, 2002,  
27 \$35,000, or so much thereof as is necessary, from the general  
28 fund of the state to the department of economic development to  
29 pay refunds as provided under section 15.365.

30 Sec. 31. EFFECTIVE DATE. Sections 17, 18, 19, and 20 of  
31 this Act, being deemed of immediate importance, take effect  
32 upon enactment.

33  
34  
35

## SENATE AMENDMENT TO HOUSE FILE 718

H-1714

- 1 Amend House File 718, as amended, passed, and  
2 reprinted by the House, as follows:
- 3 1. Page 1, line 10, by striking the figure  
4 "235,000", and inserting the following: "285,000".
- 5 2. Page 1, line 16, by striking the figure  
6 "1,649,126", and inserting the following:  
7 "1,699,126".
- 8 3. Page 1, by inserting after line 17 the  
9 following:  
10 "Of the moneys allocated for the world food prize,  
11 \$50,000 shall be allocated for purposes of the world  
12 food prize youth institute."
- 13 4. Page 2, line 1, by striking the figure  
14 "4,487,342" and inserting the following: "4,437,342".
- 15 5. Page 17, by inserting after line 7, the  
16 following:  
17 "Sec. \_\_\_\_ . Section 90A.12, subsection 1, Code  
18 2001, is amended to read as follows:  
19 1. A person ~~age thirty three years or older~~ shall  
20 not participate as a contestant in an organized  
21 amateur boxing contest unless each contestant  
22 participating in the contest ~~is age thirty three years~~  
23 ~~or older~~ meets the age requirements of USA boxing  
24 incorporated, or its successor organization. A birth  
25 certificate, or similar document validating the  
26 contestant's date of birth, must be submitted at the  
27 time of the prefight physical examination in order to  
28 determine eligibility."
- 29 6. Page 17, by inserting after line 7 the  
30 following:  
31 "Sec. \_\_\_\_ . Section 260F.6, Code 2001, is amended  
32 by adding the following new subsection:  
33 NEW SUBSECTION. 3. Notwithstanding the  
34 requirements of this section, moneys in the job  
35 training fund may be used by a community college to  
36 conduct entrepreneur development and support  
37 activities."
- 38 7. By renumbering as necessary.

RECEIVED FROM THE SENATE

H-1714 FILED APRIL 25, 2001

*Concurred**5/1/01**(P. 1658)*

HOUSE FILE 718

H-1770

1 Amend the Senate amendment, H-1714, to House File  
2 718, as amended, passed, and reprinted by the House,  
3 as follows:

4 1. Page 1, by inserting after line 14 the  
5 following:

6 "\_\_\_\_. Page 14, line 3, by inserting after the  
7 word "purposes" the following: "and for providing  
8 sufficient funding for the Iowa Lewis and Clark  
9 bicentennial commission established in section  
10 15.221"."

11 2. By renumbering as necessary.

By WARNSTADT of Woodbury

H-1770 FILED APRIL 30, 2001

*WID*  
*5/1/01 (p. 1658)*



**HOUSE FILE 718****S-3525**

1 Amend House File 718, as amended, passed, and  
2 reprinted by the House, as follows:

3 1. Page 2, line 3, by striking the figure  
4 "400,000" and inserting the following: "631,680".

<b>By</b> MARK SHEARER	ROBERT E. DVORSKY
BILL FINK	JOHNIE HAMMOND
MIKE CONNOLLY	PATRICIA HARPER
JACK HOLVECK	PATRICK J. DELUHERY
MICHAEL E. GRONSTAL	

**S-3525** FILED APRIL 25, 2001

WITHDRAWN

(P. 1313)

**HOUSE FILE 718****S-3526**

1 Amend House File 718, as amended, passed, and  
2 reprinted by the House, as follows:

3 1. Page 10, line 34, by striking the figure  
4 "3,290,446", and inserting the following:  
5 "3,604,474".

6 2. Page 11, line 9, by striking the figure  
7 "2,235,187", and inserting the following:  
8 "2,478,147".

<b>By</b> TOM FLYNN	DENNIS H. BLACK
PATRICK J. DELUHERY	BETTY A. SOUKUP
MIKE CONNOLLY	MICHAEL E. GRONSTAL
JOE BOLKCOM	ROBERT E. DVORSKY
MARK SHEARER	PATRICIA HARPER
JACK HOLVECK	BILL FINK

**S-3526** FILED APRIL 25, 2001

LOST (P. 1315)

**HOUSE FILE 718****S-3522**

1 Amend House File 718, as amended, passed, and  
2 reprinted by the House, as follows:

3 1. Page 2, line 22, by striking the figure  
4 "377,156" and inserting the following: "401,230".

5 2. Page 2, line 28, by striking the figure  
6 "3,503,826" and inserting the following: "3,627,474".

<b>By</b> PATRICK J. DELUHERY	MIKE CONNOLLY
ROBERT E. DVORSKY	MARK SHEARER
PATRICIA HARPER	WALLY E. HORN
BILL FINK	MATT McCOY
JOE BOLKCOM	JACK HOLVECK

**S-3522** FILED APRIL 25, 2001

LOST (P. 1313)

**HOUSE FILE 718****S-3527**

1 Amend House File 718, as amended, passed, and  
 2 reprinted by the House, as follows:  
 3 1. Page 8, line 14, by striking the figure  
 4 "1,147,192" and inserting the following: "1,220,417".  
 5 2. Page 8, line 20, by striking the figure  
 6 "362,155" and inserting the following: "385,271".  
 7 3. Page 8, line 26, by striking the figure  
 8 "4,205,662" and inserting the following: "4,474,108".  
 9 4. Page 9, line 29, by striking the figure  
 10 "320,560" and inserting the following: "341,021".  
 11 5. Page 9, line 34, by striking the figure  
 12 "259,262" and inserting the following: "275,811".  
 13 6. Page 10, line 16, by striking the figure  
 14 "166,249" and inserting the following: "176,861".  
 15 7. Page 10, line 22, by striking the figure  
 16 "711,672" and inserting the following: "757,098".

**By** JOE BOLKCOM JOHN P. KIBBIE  
 ROBERT E. DVORSKY MIKE CONNOLLY  
 EUGENE S. FRAISE PATRICK J. DELUHERY  
 WALLY E. HORN

**S-3527** FILED APRIL 25, 2001

LOST (P. 1315)

**HOUSE FILE 718****S-3521**

1 Amend House File 718, as amended, passed, and  
 2 reprinted by the House, as follows:  
 3 1. Page 4, line 13, by striking the figure  
 4 "409,161" and inserting the following: "435,278".  
 5 2. Page 5, line 16, by striking the figure  
 6 "396,035" and inserting the following: "421,314".

**By** THOMAS FIEGEN PATRICIA HARPER  
 BETTY A. SOUKUP BILL FINK  
 MICHAEL E. GRONSTAL PATRICK J. DELUHERY  
 ROBERT E. DVORSKY MIKE CONNOLLY

**S-3521** FILED APRIL 25, 2001

LOST (P. 1314)

## HOUSE FILE 718

S-3528

- 1 Amend House File 718, as amended, passed, and  
2 reprinted by the House, as follows:
- 3 1. Page 1, line 10, by striking the figure  
4 "235,000", and inserting the following: "285,000".  
5 2. Page 1, line 16, by striking the figure  
6 "1,649,126", and inserting the following:  
7 "1,699,126".  
8 3. Page 1, by inserting after line 17 the  
9 following:  
10 "Of the moneys allocated for the world food prize,  
11 \$50,000 shall be allocated for purposes of the world  
12 food prize youth institute."  
13 4. Page 2, line 1, by striking the figure  
14 "4,487,342" and inserting the following: "4,437,342".  
15 5. Page 17, by inserting after line 7, the  
16 following:  
17 "Sec. \_\_\_\_\_. Section 90A.12, subsection 1, Code  
18 2001, is amended to read as follows:  
19 1. A person ~~age thirty three years or older~~ shall  
20 not participate as a contestant in an organized  
21 amateur boxing contest unless each contestant  
22 participating in the contest ~~is age thirty three years~~  
23 ~~or older~~ meets the age requirements of USA boxing  
24 incorporated, or its successor organization. A birth  
25 certificate, or similar document validating the  
26 contestant's date of birth, must be submitted at the  
27 time of the prefight physical examination in order to  
28 determine eligibility."  
29 6. Page 17, by inserting after line 7 the  
30 following:  
31 "Sec. \_\_\_\_\_. Section 260F.6, Code 2001, is amended  
32 by adding the following new subsection:  
33 NEW SUBSECTION. 3. Notwithstanding the  
34 requirements of this section, moneys in the job  
35 training fund may be used by a community college to  
36 conduct entrepreneur development and support  
37 activities."  
38 7. By renumbering as necessary.

By STEWART IVERSON, Jr.  
MICHAEL E. GRONSTAL

S-3528 FILED APRIL 25, 2001

ADOPTED

(p.1317)



THOMAS J. VILSACK  
GOVERNOR

## OFFICE OF THE GOVERNOR

SALLY J. PEDERSON  
LT. GOVERNOR

May 30, 2001

MAY 31 2001

The Honorable Chester Culver  
Secretary of State  
State Capitol Building  
LOCAL

Dear Mr. Secretary:

I hereby transmit House File 718, an Act appropriating funds to the department of economic development, certain board of regent institutions, the department of workforce development, and the public employment relations board, making statutory changes, and providing effective dates.

I am very disappointed with actions the legislature took concerning this bill. Funding for marketing Iowa's targeted industry clusters, promoting Iowa as a destination site for tourism, and helping communities develop local leadership, provide diversity training and promote local growth initiatives is reduced. The legislature also dealt a blow to rural Iowa by failing to fund digital divide issues. The New Economy is driven by information. Advanced telecommunications service is a requirement for all citizens and businesses if they are to be competitive in today's global economy.

The enforcement of safe working conditions for Iowa workers is negatively impacted. Individuals seeking adjudication of contested worker compensation cases will experience dramatic delays in receiving final decisions due to budget reductions contained in this bill. In addition, Iowans seeking work will now have to travel longer distances to receive job placement assistance due to the legislature's failure to address funding for rural workforce development offices.

It is therefore with great reluctance that I transmit House File 718 with the following exceptions, which I can not approve.

I am unable to approve the designated portion of Section 11, subsection 3, unnumbered paragraph 2. This prevents the department of workforce development from allocating additional penalty and interest revenues prior to January 30, 2002. In the past, the department has had the flexibility to identify projects or target areas that would

receive funding and report these expenditures to the Legislature. I vetoed this language last year because it is unduly prescriptive, usurps normal executive branch functions, and could hamper administration of the funds. This language was not acceptable last year and it is not acceptable this year.

I am unable to approve Sections 14 and 15 in their entirety. These sections would appropriate and allocate Iowa Finance Authority resources to support housing programs operated by the Department of Economic Development. I agree that these housing programs should be funded. However, the direct appropriation of Iowa Finance Authority assets poses a significant financial risk. Moodys Rating Service has indicated that such actions will lead to a bond rating downgrade. A lower bond rating will increase borrowing costs resulting in increased costs for first time home buyers. It is more appropriate for the Authority to leverage their assets to address Iowa's housing needs as recommended by the housing task force.

For the above reasons, I hereby respectfully approve House File 718 with the exceptions noted above.

Sincerely,



Thomas J. Vilsack  
Governor

TJV:jmc

cc: Secretary of the Senate  
Chief Clerk of the House

*Item Withdrawn*

HOUSE FILE 718

AN ACT

APPROPRIATING FUNDS TO THE DEPARTMENT OF ECONOMIC DEVELOPMENT, CERTAIN BOARD OF REGENTS INSTITUTIONS, THE DEPARTMENT OF WORKFORCE DEVELOPMENT, AND THE PUBLIC EMPLOYMENT RELATIONS BOARD, MAKING RELATED STATUTORY CHANGES, AND PROVIDING EFFECTIVE DATES.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

Section 1. DEPARTMENT OF ECONOMIC DEVELOPMENT. There is appropriated from the general fund of the state and other designated funds to the department of economic development for the fiscal year beginning July 1, 2001, and ending June 30, 2002, the following amounts, or so much thereof as is necessary, to be used for the purposes designated:

1. ADMINISTRATIVE SERVICES DIVISION

a. General administration

For salaries, support, maintenance, miscellaneous purposes, for allocating \$285,000 to the world food prize, and for providing that a business receiving moneys from the department for the purpose of job creation shall make available ten percent of the new jobs created for promise jobs program participants who are qualified for the jobs created, and for not more than the following full-time equivalent positions:

..... \$ 1,699,126  
..... FTEs 25.75

Of the moneys allocated for the world food prize, \$50,000 shall be allocated for purposes of the world food prize youth institute.

b. Film office

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 245,003  
..... FTEs 2.00

c. Iowa commission on volunteerism

For transferring to the Iowa state commission grant program to be used as matching funds for salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 75,200  
..... FTEs 3.25

2. BUSINESS DEVELOPMENT DIVISION

a. Business development operations

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 4,437,342  
..... FTEs 27.75

Of the amount appropriated in this paragraph "a", \$400,000 shall be allocated to support activities in conjunction with the Iowa manufacturing technology center, and \$94,000 shall be allocated to the graphic arts center.

The department shall consult and work with the small business development centers in an effort to eliminate any duplication of services provided by the department and the small business development centers and to determine how to deliver services to small businesses in the state in the most efficient manner.

For the fiscal year beginning July 1, 2001, and ending June 30, 2002, the department shall allocate \$94,000 from the moneys appropriated under this subsection for the federal procurement office.

b. Workforce recruitment initiative

For workforce recruitment initiative purposes, including salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 377,156

..... FTEs 2.00

c. Strategic investment fund

For deposit in the Iowa strategic investment fund for salaries, support, and for not more than the following full-time equivalent positions:

..... \$ 3,503,826  
 ..... FTEs 12.50

The department may allocate from the Iowa strategic investment fund up to \$90,240 for the microbusiness rural enterprise assistance program under section 15.114.

By January 14, 2002, the department shall submit a written report to the members of the joint appropriations subcommittee on economic development and the legislative fiscal bureau on the progress made by the department in making the community economic betterment program a self-sustaining, revolving loan program. The report shall include information regarding the department's progress in making the community economic betterment program self-sufficient and projections and plans for continuing to make the program self-sufficient over the subsequent five years.

d. Insurance economic development

There is appropriated from moneys collected by the division of insurance in excess of the anticipated gross revenues under section 505.7, subsection 3, to the department for the fiscal year beginning July 1, 2001, and ending June 30, 2002, the following amount, or so much thereof as is necessary, for insurance economic development and international insurance economic development:

..... \$ 100,000

e. Value-added agriculture

For deposit in the value-added agricultural products and processes financial assistance fund:

..... \$ 2,850,000

There is appropriated from the moneys available to support value-added agricultural products and processes, 6 percent, or so much thereof as is necessary, for administration of the

value-added agricultural products and processes financial assistance program as provided in section 15E.111, including salaries, support, maintenance, miscellaneous purposes, and for not more than 3.00 FTEs.

The department shall collaborate with the university of northern Iowa on a strategic initiative to develop ag-based industrial lubrication technology and to create projects to deploy the technology in commercial applications. Notwithstanding the requirements of section 15E.111 and the administrative rules for value-added agricultural products and processes, the department shall allocate \$258,500 for this initiative.

3. COMMUNITY DEVELOPMENT DIVISION

a. Community assistance

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions for administration of the community economic preparedness program, the Iowa community betterment program, and the city development board:

..... \$ 772,516  
 ..... FTEs 10.50

b. Main street/rural main street program

For salaries and support, and for not more than the following full-time equivalent positions:

..... \$ 409,161  
 ..... FTEs 3.00

Notwithstanding section 8.33, moneys committed to grantees under contract from the general fund of the state that remain unexpended on June 30, 2002, shall not revert to any fund but shall remain available for expenditure for purposes of the contract during the fiscal year beginning July 1, 2002.

c. Community development program

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions, for rural resource coordination, rural community leadership, rural innovations grant program, and the rural enterprise fund:

..... \$ 853,284  
..... FTEs 7.50

There is appropriated from the rural community 2000 program revolving fund established in section 15.287 to provide to Iowa's councils of governments funds for planning and technical assistance to local governments:

..... \$ 150,000

There is appropriated from the rural community 2000 program revolving fund established in section 15.287 to the rural development program for the purposes of the program including the rural enterprise fund and collaborative skills development training:

..... \$ 370,000

Notwithstanding section 8.33, moneys committed to grantees under contract from the general fund of the state or through transfers from the Iowa community development loan fund or from the rural community 2000 program revolving fund that remain unexpended on June 30, 2002, shall not revert but shall be available for expenditure for purposes of the contract during the fiscal year beginning July 1, 2002.

d. Community development block grant and HOME

For administration and related federal housing and urban development grant administration for salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 396,035  
..... FTEs 21.75

4. INTERNATIONAL DIVISION

a. International trade operations

For salaries, support, maintenance, miscellaneous purposes, for support of foreign representation and trade offices, and the agricultural product advisory council, and for not more than the following full-time equivalent positions:

..... \$ 2,190,893  
..... FTEs 14.25

Of the moneys appropriated in this lettered paragraph, \$235,000 shall be allocated to support the taste of Iowa program.

From among the full-time equivalent positions authorized by this lettered paragraph, one position shall concentrate on the export sale of grain, one on the export sale of livestock, and one on the export sale of value-added agricultural products.

b. Export trade assistance program

For export trade activities, including a program to encourage and increase participation in trade shows and trade missions by providing financial assistance to businesses for a percentage of their costs of participating in trade shows and trade missions, by providing for the lease/sublease of showcase space in existing world trade centers, by providing temporary office space for foreign buyers, international prospects, and potential reverse investors, and by providing other promotional and assistance activities, including salaries and support:

..... \$ 308,000

Notwithstanding section 8.33, moneys appropriated in this lettered paragraph that remain unencumbered or unobligated at the close of the fiscal year shall not revert but shall remain available for expenditure for the purposes designated until the close of the succeeding fiscal year.

c. For the partner state program to contract with private groups or organizations which are the most appropriate to administer this program and the groups and organizations participating in the program shall, to the fullest extent possible, provide the funds to match the appropriation made in this paragraph:

..... \$ 120,000

5. TOURISM DIVISION

Tourism operations and advertising

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 3,470,123  
 ..... FTEs 19.52

The department shall not use the moneys appropriated in this subsection, unless the department develops public-private partnerships with Iowa businesses in the tourism industry, Iowa tour groups, Iowa tourism organizations, and political subdivisions in this state to assist in the development of advertising efforts. The department shall, to the fullest extent possible, develop cooperative efforts for advertising with contributions from other sources.

Sec. 2. COMMUNITY DEVELOPMENT LOAN FUND. Notwithstanding section 15E.120, subsections 5, 6, and 7, and section 15.287, there is appropriated from the Iowa community development loan fund all the moneys available during the fiscal year beginning July 1, 2001, and ending June 30, 2002, to the department of economic development for the community development program to be used by the department for the purposes of the program.

Sec. 3. JOB TRAINING FUND. Notwithstanding section 15.251, subsection 2, there is appropriated from the job training fund to the department of workforce development for the fiscal year beginning July 1, 2001, and ending June 30, 2002, the following amount, or so much thereof as is necessary, to be used for the purpose designated:

1. To provide final phase-out funding for existing labor management projects:

..... \$ 30,000

2. After the appropriation in subsection 1 relating to labor management projects, all remaining moneys in the job training fund, including any moneys appropriated or credited to the fund during the fiscal year, shall be transferred to the workforce development fund established pursuant to section 15.343.

Sec. 4. WORKFORCE DEVELOPMENT FUND. There is appropriated from the workforce development fund account created in section 15.342A, to the workforce development fund created in section 15.343, for the fiscal year beginning July 1, 2001, and ending

June 30, 2002, the following amount, for the purposes of the workforce development fund, and for not more than the following full-time equivalent positions:

..... \$ 4,000,000.  
 ..... FTEs 4.00

Sec. 5. From funds appropriated or transferred to or receipts credited to the workforce development fund created in section 15.343, up to \$400,000 for the fiscal year beginning July 1, 2001, and ending June 30, 2002, may be used for the administration of workforce development activities including salaries, support, maintenance, and miscellaneous purposes and for not more than 4.00 FTEs.

Sec. 6. IOWA STATE UNIVERSITY. There is appropriated from the general fund of the state to the Iowa state university of science and technology for the fiscal year beginning July 1, 2001, and ending June 30, 2002, the following amounts, or so much thereof as is necessary, to be used for the purposes designated:

1. For funding and maintaining in their current locations the existing small business development centers, and for not more than the following full-time equivalent positions:

..... \$ 1,147,192  
 ..... FTEs 5.80

2. For the Iowa state university of science and technology research park, including salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 362,155  
 ..... FTEs 4.31

3. For funding the institute for physical research and technology, provided that \$287,640 shall be allocated to the industrial incentive program, and for not more than the following full-time equivalent positions:

..... \$ 4,205,662  
 ..... FTEs 46.42

It is the intent of the general assembly that the industrial incentive program focus on Iowa industrial sectors and seek contributions and in-kind donations from businesses, industrial foundations, and trade associations and that moneys for the institute for physical research and technology industrial incentive program shall only be allocated for projects which are matched by private sector moneys for directed contract research or for nondirected research. The match required of small businesses as defined in section 15.102, subsection 4, for directed contract research or for nondirected research shall be \$1 for each \$3 of state funds. The match required for other businesses for directed contract research or for nondirected research shall be \$1 for each \$1 of state funds. The match required of industrial foundations or trade associations shall be \$1 for each \$1 of state funds.

Iowa state university of science and technology shall report annually to the joint appropriations subcommittee on economic development and the legislative fiscal bureau the total amounts of private contributions, the proportion of contributions from small businesses and other businesses, and the proportion for directed contract research and nondirected research of benefit to Iowa businesses and industrial sectors.

Notwithstanding section 8.33, moneys appropriated in this section that remain unencumbered or unobligated at the close of the fiscal year shall not revert but shall remain available for expenditure for the purposes designated until the close of the succeeding fiscal year.

Sec. 7. UNIVERSITY OF IOWA. There is appropriated from the general fund of the state to the state university of Iowa for the fiscal year beginning July 1, 2001, and ending June 30, 2002, the following amounts, or so much thereof as is necessary, to be used for the purposes designated:

1. For the university of Iowa research park, including salaries, support, maintenance, equipment, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 320,560  
 ..... FTEs 2.70

2. For funding the advanced drug development program at the Oakdale research park, and for not more than the following full-time equivalent positions:

..... \$ 259,262  
 ..... FTEs 3.30

The board of regents shall submit a report on the progress of regents institutions in meeting the strategic plan for technology transfer and economic development to the secretary of the senate, the chief clerk of the house of representatives, and the legislative fiscal bureau by January 15, 2002.

Sec. 8. UNIVERSITY OF NORTHERN IOWA. There is appropriated from the general fund of the state to the university of northern Iowa for the fiscal year beginning July 1, 2001, and ending June 30, 2002, the following amounts, or so much thereof as is necessary, to be used for the purposes designated:

1. For the metal casting institute, including salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 166,249  
 ..... FTEs 2.50

2. For the institute of decision making, including salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 711,672  
 ..... FTEs 8.50

Sec. 9. DEPARTMENT OF WORKFORCE DEVELOPMENT. There is appropriated from the general fund of the state, to the department of workforce development for the fiscal year beginning July 1, 2001, and ending June 30, 2002, the following amounts, or so much thereof as is necessary, for the purposes designated:

1. DIVISION OF LABOR SERVICES

For the division of labor services, including salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 3,290,446
..... FTEs 92.00

From the contractor registration fees, the division of labor services shall reimburse the department of inspections and appeals for all costs associated with hearings under chapter 91C, relating to contractor registration.

2. DIVISION OF WORKERS' COMPENSATION

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 2,235,187
..... FTEs 35.00

The division of workers' compensation shall continue charging a \$65 filing fee for workers' compensation cases. The filing fee shall be paid by the petitioner of a claim. However, the fee can be taxed as a cost and paid by the losing party, except in cases where it would impose an undue hardship or be unjust under the circumstances.

3. WORKFORCE DEVELOPMENT STATE AND REGIONAL BOARDS

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions for the workforce development state and regional boards:

..... \$ 118,700
..... FTEs 1.00

4. NEW EMPLOYMENT OPPORTUNITY FUND

For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions for the new employment opportunity program established in section 84A.10:

..... \$ 251,270
..... FTEs 0.30

Notwithstanding section 8.33, moneys appropriated in this subsection which remain unexpended or unobligated on June 30, 2002, shall not revert to the general fund of the state but shall remain available for expenditure for the same purpose during the fiscal year beginning July 1, 2002.

Sec. 10. ADMINISTRATIVE CONTRIBUTION SURCHARGE FUND. Notwithstanding section 96.7, subsection 12, paragraph "c", there is appropriated from the administrative contribution surcharge fund of the state to the department of workforce development for the fiscal year beginning July 1, 2001, and ending June 30, 2002, any moneys remaining in the administrative contribution surcharge fund on June 30, 2001, and the entire amount collected during the fiscal year beginning July 1, 2001, and ending June 30, 2002, or so much thereof as is necessary, for salaries, support, maintenance, conducting labor market surveys, miscellaneous purposes, and for workforce development regional advisory board member expenses.

Sec. 11. EMPLOYMENT SECURITY CONTINGENCY FUND. There is appropriated from the special employment security contingency fund to the department of workforce development for the fiscal year beginning July 1, 2001, and ending June 30, 2002, the following amounts, or so much thereof as is necessary, for the purposes designated:

1. DIVISION OF WORKERS' COMPENSATION

For salaries, support, maintenance, and miscellaneous purposes:
..... \$ 471,000

2. IMMIGRATION SERVICE CENTERS

For salaries, support, maintenance, and miscellaneous purposes for the establishment of pilot immigration service centers:
..... \$ 160,000

3. LABOR MARKET INFORMATION

For salaries, support, maintenance, miscellaneous purposes for collection of labor market information, and for not more than the following full-time equivalent positions:

..... \$ 67,078  
 ..... FTEs 1.20

The department of workforce development shall maintain pilot immigration service centers that offer one-stop services to deal with the multiple issues related to immigration and employment. The pilot centers shall be designed to support workers, businesses, and communities with information, referrals, job placement assistance, translation, language training, resettlement, as well as technical and legal assistance on such issues as forms and documentation. Through the coordination of local, state, and federal service providers, and through the development of partnerships with public, private, and nonprofit entities with established records of international service, these pilot centers shall seek to provide a seamless service delivery system for new Iowans.

Any additional penalty and interest revenue may be used to accomplish the mission of the department upon notification of the use to the chairpersons and ranking members of the joint appropriations subcommittee on economic development, the department of management, and the legislative fiscal bureau.

However, the department shall not allocate any additional penalty and interest revenue prior to January 30, 2002.

*Veto*

Sec. 12. PUBLIC EMPLOYMENT RELATIONS BOARD. There is appropriated from the general fund of the state to the public employment relations board for the fiscal year beginning July 1, 2001, and ending June 30, 2002, the following amount, or so much thereof as is necessary, for the purposes designated:

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 857,489  
 ..... FTEs 12.80

Sec. 13. TOURISM OPERATIONS. There is appropriated from the community attraction and tourism fund created in section 15F.204 to the department of economic development for the

fiscal year beginning July 1, 2001, and ending June 30, 2002, the following amount, or so much thereof as is necessary, to be used for the purposes designated:

For tourism operations, including salaries, support, maintenance, and miscellaneous purposes:

..... \$ 1,200,000

Sec. 14. HOUSING AND SHELTER ASSISTANCE. There is appropriated from the Iowa finance authority to the department of economic development for the fiscal year beginning July 1, 2001, and ending June 30, 2002, the following amount, or so much thereof as is necessary, to be used for the purposes designated:

*Veto*

For providing technical assistance to communities of all sizes and local financial institutions to help meet local housing needs and for the shelter assistance fund, and for not more than the following full-time equivalent positions:

..... \$ 500,000  
 ..... FTEs 2.00

Sec. 15. Notwithstanding the requirements of section 16.10, subsections 1 and 2, the Iowa finance authority shall, for the fiscal year beginning July 1, 2001, transfer \$1,200,000 to the department of economic development for deposit in the community development block grant account to be used as state matching funds for the federal HOME program.

Sec. 16. 1998 Iowa Acts, chapter 1225, section 27, unnumbered paragraph 6, is amended to read as follows:

Following the complete liquidation and dissolution of the corporation or the sale of the corporation, all remaining moneys shall be transferred to the strategic investment fund. The liquidation, dissolution, or sale of the corporation shall be completed by December 31, 2001. Upon transfer of the remaining moneys to the strategic investment fund, the ISCC liquidation corporation board shall be dissolved.

Sec. 17. 1999 Iowa Acts, chapter 197, section 9, subsection 7, unnumbered paragraph 2, is amended to read as follows:

Notwithstanding section 8.33, moneys appropriated in this subsection which remain unexpended or unobligated on June 30, 2000, shall not revert to the general fund of the state but shall remain available for expenditure for the same purpose during the fiscal year years beginning July 1, 2000, and July 1, 2001.

Sec. 18. 2000 Iowa Acts, chapter 1230, section 10, subsection 7, is amended to read as follows:

7. NEW EMPLOYMENT OPPORTUNITY FUND

For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions for the new employment opportunity program established in section 84A.10:

..... \$ 500,000  
..... FTEs 1.79

Notwithstanding section 8.33, moneys appropriated in this subsection which remain unexpended or unobligated on June 30, 2001, shall not revert to the general fund but shall remain available for expenditure for the same purpose during the fiscal year beginning July 1, 2001.

Sec. 19. 2000 Iowa Acts, chapter 1230, section 11, unnumbered paragraph 3, is amended to read as follows:

In addition to moneys appropriated by this section, notwithstanding section 96.7, subsection 12, paragraph "c", for the fiscal year beginning July 1, 2000, there is appropriated from the administrative contribution surcharge fund of the state to the department of workforce development \$700,000, or so much thereof as is necessary, for matching funds for welfare-to-work grants authorized through the United States department of labor. Notwithstanding section 8.33, moneys appropriated in this unnumbered paragraph that remain unencumbered or unobligated on June 30, 2001, shall not revert but shall remain available for expenditure for the purposes designated for the fiscal year beginning July 1, 2001.

Sec. 20. 2000 Iowa Acts, chapter 1230, section 12, subsection 2, is amended to read as follows:

2. IMMIGRATION SERVICE CENTERS

For salaries, support, maintenance, and miscellaneous purposes for the establishment of pilot immigration service centers:

..... \$ 160,000

The department of workforce development shall establish pilot immigration service centers that offer one-stop services to deal with the multiple issues related to immigration and employment. The pilot centers shall be designed to support workers, businesses, and communities with information, referrals, job placement assistance, translation, language training, resettlement, as well as technical and legal assistance on such issues as forms and documentation. Through the coordination of local, state, and federal service providers, and through the development of partnerships with public, private, and nonprofit entities with established records of international service, these pilot centers shall seek to provide a seamless service delivery system for new Iowans.

Notwithstanding section 8.33, moneys appropriated in this subsection which remain unexpended or unobligated on June 30, 2001, shall not revert but shall remain available for expenditure for the same purpose during the fiscal year beginning July 1, 2001.

Sec. 21. Section 15.342A, Code 2001, is amended to read as follows:

15.342A WORKFORCE DEVELOPMENT FUND ACCOUNT.

A workforce development fund account is established in the office of the treasurer of state under the control of the department. The account shall receive funds pursuant to section 422.16A up to a maximum of eight four million dollars per year. The account shall also receive funds pursuant to section 15.251 with no dollar limitation.

Sec. 22. Section 15.343, subsection 3, paragraph b, Code 2001, is amended by striking the paragraph and inserting in lieu thereof the following:

b. Moneys in the workforce development fund shall be allocated as follows:

(1) Three million dollars shall be used for purposes provided in section 260F.6.

(2) One million dollars shall be used for purposes provided in section 260F.6B.

Sec. 23. Section 90A.12, subsection 1, Code 2001, is amended to read as follows:

1. A person ~~age-thirty-three-years-or-older~~ shall not participate as a contestant in an organized amateur boxing contest unless each contestant participating in the contest ~~is age-thirty-three-years-or-older~~ meets the age requirements of USA boxing incorporated, or its successor organization. A birth certificate, or similar document validating the contestant's date of birth, must be submitted at the time of the preflight physical examination in order to determine eligibility.

Sec. 24. Section 260F.6, Code 2001, is amended by adding the following new subsection:

NEW SUBSECTION. 3. Notwithstanding the requirements of this section, moneys in the job training fund may be used by a community college to conduct entrepreneur development and support activities.

Sec. 25. Section 321.52A, subsection 2, Code 2001, is amended to read as follows:

2. For the fiscal year beginning July 1, 1996, the treasurer of state shall deposit one million five hundred thousand dollars of moneys received under subsection 1 in the waste tire management fund created in section 455D.11C, and deposit the remainder in the general fund of the state. For the fiscal year beginning July 1, 1997, the treasurer of state shall deposit two million five hundred thousand dollars of moneys received under subsection 1 in the waste tire management fund, and deposit the remainder in the general fund of the state. For the fiscal year beginning July 1, 1998, and the fiscal year beginning July 1, 1999, the treasurer of state

shall deposit three million five hundred thousand dollars of moneys received under subsection 1 in the waste tire management fund, and deposit the remainder in the general fund of the state. For the fiscal year beginning July 1, 2000, the treasurer of state shall deposit two million five hundred thousand dollars of the moneys received under subsection 1 in the waste tire management fund, and one million dollars in the road use tax fund, with the remainder deposited in the general fund of the state. For the fiscal year beginning July 1, 2001, the treasurer of state shall deposit one million five hundred thousand dollars of moneys received under subsection 1 in the waste tire management fund, ~~and three million dollars in the road use tax fund,~~ with the remainder deposited in the general fund of the state. For the fiscal year beginning July 1, 2002, and each subsequent fiscal year, the treasurer of state shall deposit the entire amount of moneys received under subsection 1 in the road use tax fund.

Sec. 26. Section 422.16A, Code 2001, is amended to read as follows:

422.16A JOB TRAINING WITHHOLDING -- CERTIFICATION AND TRANSFER.

Upon the completion by a business of its repayment obligation for a training project funded under chapter 260E, including a job training project funded under section 15A.8 or repaid in whole or in part by the supplemental new jobs credit from withholding under section 15A.7 or section 15.331, the sponsoring community college shall report to the department of economic development the amount of withholding paid by the business to the community college during the final twelve months of withholding payments. The department of economic development shall notify the department of revenue and finance of that amount. The department shall credit to the workforce development fund account established in section 15.342A twenty-five percent of that amount each quarter for a period of ten years. If the amount of withholding from the business or employer is insufficient, the department shall prorate the

quarterly amount credited to the workforce development fund account. The maximum amount from all employers which shall be transferred to the workforce development fund account in any year is eight four million dollars.

Sec. 27. SHELTER ASSISTANCE FUND. In providing moneys from the shelter assistance fund to homeless shelter programs in the fiscal year beginning July 1, 2001, and ending June 30, 2002, the department of economic development shall explore the potential of allocating moneys to homeless shelter programs based in part on their ability to move their clients toward self-sufficiency.

Sec. 28. BUDGET PROPOSALS. The department of economic development and the department of workforce development shall submit all budget proposals in the traditional format as well as in the budgeting for results format for the fiscal year beginning July 1, 2002.

Sec. 29. By December 31 of each year, the ISCC liquidation corporation shall submit an annual written report to the chairpersons and the ranking members of the joint appropriations subcommittee on economic development. The report shall include an update on the financial condition of the corporation relating to the status of any moneys, assets, or contracts currently being held by the corporation or transferred by the corporation during the prior year.

Sec. 30. FEDERAL GRANTS. All federal grants to and the federal receipts of agencies appropriated funds under this Act, not otherwise appropriated, are appropriated for the purposes set forth in the federal grants or receipts unless otherwise provided by the general assembly.

Sec. 31. Notwithstanding section 96.9, subsection 4, paragraph "a", moneys credited to the state by the secretary of the treasury of the United States pursuant to section 903 of the Social Security Act shall be appropriated to the department of workforce development and shall be used by the department for the administration of the unemployment compensation program only. This appropriation shall not apply to any fiscal year after December 31, 2002.

Sec. 32. In lieu of the appropriation made in section 15.365, subsection 3, there is appropriated for the fiscal year beginning July 1, 2001, and ending June 30, 2002, \$35,000, or so much thereof as is necessary, from the general fund of the state to the department of economic development to pay refunds as provided under section 15.365.

Sec. 33. EFFECTIVE DATE. Sections 17, 18, 19, and 20 of this Act, being deemed of immediate importance, take effect upon enactment.

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BRENT SIEGRIST  
Speaker of the House

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MARY E. KRAMER  
President of the Senate

I hereby certify that this bill originated in the House and is known as House File 718, Seventy-ninth General Assembly.

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MARGARET THOMSON  
Chief Clerk of the House

*Stem*  
*acted*  
Approved May 30, 2001

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THOMAS J. VILSACK  
Governor