

House File 648 - Reprinted

HOUSE FILE 648

BY COMMITTEE ON APPROPRIATIONS

(SUCCESSOR TO HSB 239)

(As Amended and Passed by the House May 22, 2013)

A BILL FOR

1 An Act relating to state and local finances by making transfers
2 and appropriations and including effective date and
3 applicability provisions.

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

DIVISION I

STATE BOND REPAYMENT FUND

1
2
3 Section 1. STATE BOND REPAYMENT FUND — TAXPAYERS TRUST
4 FUND.

5 1. Notwithstanding section 8.55, subsection 2, paragraph
6 "b", if the Iowa economic emergency fund reaches its maximum
7 balance in the fiscal year beginning July 1, 2013, after the
8 designated portion of the excess moneys is transferred to the
9 taxpayers trust fund pursuant to section 8.55, subsection 2,
10 paragraph "a", the next \$116,100,000 is transferred to the
11 state bond repayment fund created in section 8.57F, as enacted
12 by this division of this Act.

13 2. If the treasurer of state determines that the amount
14 transferred pursuant to subsection 1 is not sufficient to
15 defease or redeem the bonds specified in section 8.57F,
16 subsection 2, as enacted by this division of this Act, and to
17 pay the costs relating to the defeasance or redemption, to
18 the entire extent that the bonds may be defeased or redeemed,
19 the treasurer of state may submit a written request to the
20 department of management that the department certify the
21 amount of the insufficiency as determined by the treasurer
22 of state. The request shall detail the information needed
23 by the department of management to determine whether the
24 department concurs with the treasurer of state's determination.
25 Upon issuance of the department of management's written
26 certification of the insufficiency amount, there is transferred
27 from the Iowa economic emergency fund, after the transfer made
28 pursuant to subsection 1 to the state bond repayment fund,
29 an amount equal to the insufficiency amount certified by the
30 department of management. The treasurer of state's request,
31 any documents relating to the request, and the department
32 of management's certification shall also be submitted to
33 the chairpersons and ranking members of the committees on
34 appropriations of the senate and house of representatives and
35 the legislative services agency at the time of submission or

1 certification.

2 3. To the extent the following bonds are defeased or
3 redeemed by moneys transferred or credited to the state bond
4 repayment fund created in section 8.57F, as enacted by this
5 division of this Act, there is transferred to the general fund
6 of the state from the revenue source otherwise designated
7 by law or existing practice for payment of the bonds, an
8 amount equal to that which otherwise would have been paid in
9 connection with the bonds from such revenue source for the
10 fiscal year beginning July 1, 2013:

11 a. The premier destination park bonds issued pursuant to
12 section 463C.12.

13 b. The Iowa jobs program bonds issued pursuant to section
14 12.87, subsection 1, paragraph "b", subparagraph (3), on which
15 the interest is subject to federal income tax.

16 c. The school infrastructure program bonds issued pursuant
17 to sections 12.81 through 12.86.

18 Sec. 2. NEW SECTION. **8.57F State bond repayment fund.**

19 1. a. The state bond repayment fund is created. The
20 fund shall be separate from the general fund of the state and
21 the balance in the fund shall not be considered part of the
22 balance of the general fund of the state. The moneys credited
23 to the fund are not subject to section 8.33 and shall not
24 be transferred, used, obligated, appropriated, or otherwise
25 encumbered except as provided in this section.

26 b. Moneys in the fund shall only be used for the defeasance
27 or redemption of outstanding obligations issued by the state
28 or an authority of the state that have debt service paid by a
29 dedicated revenue source and for payment of costs relating to
30 the defeasance or redemption.

31 c. Moneys in the fund may be used for cash flow purposes
32 during a fiscal year provided that any moneys so allocated are
33 returned to the fund by the end of that fiscal year.

34 d. Except as provided in section 8.58, the fund shall be
35 considered a special account for the purposes of section 8.53

1 in determining the cash position of the general fund of the
2 state for the payment of state obligations.

3 2. The moneys credited to the fund for the fiscal year
4 beginning July 1, 2013, are appropriated to the treasurer of
5 state to defease or redeem the following bonds and to pay the
6 costs relating to the defeasance or redemption, to the extent
7 the bonds can be defeased or redeemed and costs paid within the
8 amount appropriated. The bonds shall be defeased or redeemed
9 in the following order of priority:

10 a. In conjunction with the honey creek premier destination
11 park authority, the premier destination park bonds issued
12 pursuant to section 463C.12.

13 b. In conjunction with the Iowa finance authority, the
14 prison infrastructure revenue bonds issued pursuant to section
15 16.177.

16 c. The Iowa jobs program bonds issued pursuant to section
17 12.87, subsection 1, paragraph "b", subparagraph (3), on which
18 the interest is subject to federal income tax.

19 d. The school infrastructure program bonds issued pursuant
20 to sections 12.81 through 12.86.

21 3. Any bonds listed in subsection 2 that are not defeased or
22 redeemed in accordance with this section shall continue to be
23 payable from their original payment source.

24 Sec. 3. Section 8.58, Code 2013, is amended to read as
25 follows:

26 **8.58 Exemption from automatic application.**

27 1. To the extent that moneys appropriated under section
28 8.57 do not result in moneys being credited to the general fund
29 under section 8.55, subsection 2, moneys appropriated under
30 section 8.57 and moneys contained in the cash reserve fund,
31 rebuild Iowa infrastructure fund, environment first fund, Iowa
32 economic emergency fund, ~~and taxpayers trust fund,~~ and state
33 bond repayment fund shall not be considered in the application
34 of any formula, index, or other statutory triggering mechanism
35 which would affect appropriations, payments, or taxation rates,

1 contrary provisions of the Code notwithstanding.

2 2. To the extent that moneys appropriated under section
3 8.57 do not result in moneys being credited to the general fund
4 under section 8.55, subsection 2, moneys appropriated under
5 section 8.57 and moneys contained in the cash reserve fund,
6 rebuild Iowa infrastructure fund, environment first fund, Iowa
7 economic emergency fund, ~~and taxpayers trust fund,~~ and state
8 bond repayment fund shall not be considered by an arbitrator or
9 in negotiations under chapter 20.

10 Sec. 4. EFFECTIVE UPON ENACTMENT — APPLICABILITY.

11 1. This division of this Act, being deemed of immediate
12 importance, takes effect upon enactment.

13 2. The section of this division of this Act providing for
14 transfer of moneys from the Iowa economic emergency fund to
15 the state bond repayment fund instead of the general fund of
16 the state applies to transfers made from the Iowa economic
17 emergency fund after the effective date of this division of
18 this Act.

19 DIVISION II

20 PUBLIC RETIREMENT SYSTEMS

21 Sec. 5. JUDICIAL RETIREMENT FUND. There is appropriated
22 from the general fund of the state to the judicial retirement
23 fund described in section 602.9104, for the fiscal year
24 beginning July 1, 2012, and ending June 30, 2013, an amount
25 equal to \$18,900,000.

26 Sec. 6. PEACE OFFICERS' RETIREMENT, ACCIDENT, AND
27 DISABILITY SYSTEM RETIREMENT FUND. There is appropriated
28 from the general fund of the state to the peace officers'
29 retirement, accident, and disability system retirement fund
30 described in section 97A.8, for the fiscal year beginning
31 July 1, 2012, and ending June 30, 2013, an amount equal to
32 \$91,300,000.

33 Sec. 7. REPEAL. Section 97A.11A, Code 2013, is repealed.

34 Sec. 8. EFFECTIVE UPON ENACTMENT. This division of this
35 Act, being deemed of immediate importance, takes effect upon

1 enactment.

2 DIVISION III

3 MISCELLANEOUS APPROPRIATIONS

4 Sec. 9. GENERAL FUND APPROPRIATIONS — FY 2012-2013. There
5 is appropriated from the general fund of the state to the
6 following departments and agencies for the fiscal year
7 beginning July 1, 2012, and ending June 30, 2013, the following
8 amounts, or so much thereof as is necessary, to be used for the
9 purposes designated:

10 1. DEPARTMENT OF ADMINISTRATIVE SERVICES

11 a. For projects related to major repairs and major
12 maintenance needs including health, life, and fire safety needs
13 and for compliance with the federal Americans with Disabilities
14 Act for state buildings:

15 \$ 2,700,000

16 b. For costs associated with capitol interior and exterior
17 restoration, including the installation of a lightning
18 protection system:

19 \$ 330,000

20 2. DEPARTMENT OF AGRICULTURE AND LAND STEWARDSHIP

21 For deposit in the agricultural drainage well water quality
22 assistance fund created in section 460.303 to be used for
23 purposes of supporting the agricultural drainage well water
24 quality assistance program as provided in section 460.304:

25 \$ 1,620,000

26 Notwithstanding section 8.33, moneys appropriated in this
27 subsection that remain unencumbered or unobligated at the close
28 of the fiscal year shall not revert but shall remain available
29 for expenditure for the purposes designated until the close of
30 the fiscal year beginning July 1, 2015.

31 3. DEPARTMENT OF COMMERCE — DIVISION OF BANKING

32 For financial literacy education:

33 \$ 100,000

34 a. DEFINITIONS

35 For the purposes of this subsection, unless the context

1 otherwise requires:

2 (1) "Administrator" means the division of banking of the
3 department of commerce.

4 (2) "Financial institution" means a bank, bank holding
5 company, savings bank, or savings and loan association
6 organized under the laws of this state, another state, or the
7 United States, approved for participation by the administrator.

8 (3) "Operating organization" means an agency selected
9 by the administrator for involvement in financial literacy
10 education.

11 b. PROGRAM — ELIGIBILITY

12 (1) The administrator shall utilize a request for proposals
13 process for selection of operating organizations.

14 (2) The selected operating organization shall administer
15 a financial literacy education program through financial
16 institutions to citizens of the state. The program shall
17 include any of the following:

18 (a) Home buyer education.

19 (b) Financial literacy education for students in
20 kindergarten through grade twelve and for college students.

21 (c) Financial literacy programs for entrepreneurs.

22 (d) Financial literacy teacher training.

23 c. By October 1, each year through October 1, 2016,
24 the division shall submit a report to the general assembly
25 detailing the expenditures made from the moneys appropriated in
26 this subsection during the previous fiscal year.

27 d. Notwithstanding section 8.33, moneys appropriated in
28 this paragraph that remain unencumbered or unobligated at the
29 close of the fiscal year shall not revert but shall remain
30 available for expenditure for the purposes designated until the
31 close of the fiscal year beginning July 1, 2015.

32 4. DEPARTMENT OF CORRECTIONS

33 For the construction project at the Iowa correctional
34 facility for women at Mitchellville:

35 \$ 11,200,000

1 5. IOWA ECONOMIC DEVELOPMENT AUTHORITY

2 a. For infrastructure building and site development at
3 a proposed manufacturing center of excellence and for the
4 purchase of advanced manufacturing equipment for the proposed
5 center:

6 \$ 3,500,000

7 Notwithstanding section 8.33, moneys appropriated in this
8 paragraph that remain unencumbered or unobligated at the close
9 of the fiscal year shall not revert but shall remain available
10 for expenditure for the purposes designated until June 30,
11 2015.

12 b. For services pertaining to the pursuit and possible
13 establishment of a regional hub under the national network for
14 manufacturing innovation program to accelerate development and
15 adoption of innovative manufacturing technologies for making
16 new globally competitive products:

17 \$ 500,000

18 Notwithstanding section 8.33, moneys appropriated in this
19 paragraph that remain unencumbered or unobligated at the close
20 of the fiscal year shall not revert but shall remain available
21 for expenditure for the purposes designated until the close of
22 the fiscal year beginning July 1, 2014.

23 c. For renovations, expansions, and enhancements to
24 facilities for an adult day program at a year-round camp
25 for persons with disabilities in a central Iowa city with a
26 population between one hundred ninety-five thousand and two
27 hundred five thousand in the latest preceding certified federal
28 census:

29 \$ 250,000

30 d. For costs associated with the hosting of a national
31 junior summer olympics by a nonprofit sports organization:

32 \$ 250,000

33 Notwithstanding section 8.33, moneys appropriated in this
34 paragraph that remain unencumbered or unobligated at the close
35 of the fiscal year shall not revert but shall remain available

1 for expenditure for the purposes designated until the close of
2 the fiscal year beginning July 1, 2013.

3 e. For the provision of financial assistance including the
4 establishment of a loan program; for technical assistance,
5 marketing, and education to businesses interested in
6 establishing employee stock ownership plans; and for
7 procurement of the services of an independent contractor with
8 expertise in the formation of the employee stock ownership
9 plans:

10 \$ 500,000

11 Notwithstanding section 8.33, moneys appropriated in this
12 paragraph that remain unencumbered or unobligated at the close
13 of the fiscal year shall not revert but shall remain available
14 for expenditure for the purposes designated until the close of
15 the fiscal year beginning July 1, 2014.

16 On or before January 1, 2016, the authority shall submit
17 a report to the general assembly and the governor's office
18 describing the expenditure of moneys appropriated pursuant to
19 this lettered paragraph "e" and evaluating the success of the
20 assistance and promotion program.

21 6. DEPARTMENT OF EDUCATION

22 a. For the Iowa reading research center established
23 pursuant to section 256.9:

24 \$ 669,000

25 Notwithstanding section 8.33, moneys appropriated in this
26 paragraph that remain unencumbered or unobligated at the close
27 of the fiscal year shall not revert but shall remain available
28 for expenditure for the purposes designated until the close of
29 the fiscal year beginning July 1, 2013.

30 b. For purposes of implementing the statewide core
31 curriculum for school districts and accredited nonpublic
32 schools and a state-designated career information and
33 decision-making system:

34 \$ 1,000,000

35 Notwithstanding section 8.33, moneys appropriated in this

1 paragraph that remain unencumbered or unobligated at the close
2 of the fiscal year shall not revert but shall remain available
3 for expenditure for the purposes designated until the close of
4 the fiscal year beginning July 1, 2013.

5 c. For major renovation and major repair needs, including
6 health, life, and fire safety needs and for compliance with
7 the federal Americans with Disabilities Act for buildings and
8 facilities under the purview of the community colleges:

9 \$ 1,000,000

10 7. DEPARTMENT OF HUMAN RIGHTS

11 For deposit in the individual development account state
12 match fund created in section 541A.7 to support the operating
13 organizations providing individual development accounts in
14 Iowa:

15 \$ 100,000

16 a. If the term of a contract with an operating organization
17 ends prior to June 30, 2014, the department shall renew the
18 contract to at least June 30, 2014.

19 b. By October 1, each year through October 1, 2016, the
20 department shall submit a report to the general assembly
21 detailing the expenditures made from the moneys appropriated
22 in this subsection during the previous fiscal year by the
23 operating organizations.

24 c. Notwithstanding section 8.33, moneys appropriated in
25 this subsection that remain unencumbered or unobligated at the
26 close of the fiscal year shall not revert but shall remain
27 available for expenditure for the purposes designated until the
28 close of the fiscal year beginning July 1, 2015.

29 8. DEPARTMENT OF HUMAN SERVICES

30 a. For a grant to a nonprofit child welfare, juvenile
31 justice, and behavioral health agency for the construction of
32 a psychiatric medical institution for children in a city with
33 a population between twenty-eight thousand and twenty-nine
34 thousand in the latest preceding certified federal census:

35 \$ 1,000,000

1 b. For a grant to a nonprofit agency that provides
2 innovative solutions to children and adults with autism in a
3 city with a population between fourteen thousand five hundred
4 and fifteen thousand five hundred in the latest preceding
5 certified federal census for costs associated with improvements
6 to facilities:

7 \$ 800,000

8 c. For allocation to an Iowa food bank association selected
9 by the department for the purchase of food on behalf of an
10 Iowa emergency feeding organization or for the distribution
11 of moneys to the Iowa emergency feeding organizations for the
12 purchase of food:

13 \$ 1,000,000

14 The moneys appropriated in this paragraph shall be allocated
15 only to the extent that the allocated moneys are matched on a
16 dollar-for-dollar basis.

17 Notwithstanding section 8.33, moneys appropriated in this
18 paragraph that remain unencumbered or unobligated at the close
19 of the fiscal year shall not revert but shall remain available
20 for expenditure for the purposes designated until the close of
21 the fiscal year beginning July 1, 2014.

22 9. IOWA JUDICIAL BRANCH

23 For costs associated with the continued development and
24 implementation of the electronic document management system:

25 \$ 3,000,000

26 10. DEPARTMENT OF PUBLIC SAFETY

27 a. For equipment, other than land mobile radio
28 communications equipment:

29 \$ 1,000,000

30 Notwithstanding section 8.33, moneys appropriated in this
31 paragraph that remain unencumbered or unobligated at the close
32 of the fiscal year shall not revert but shall remain available
33 for expenditure for the purposes designated until the close of
34 the fiscal year beginning July 1, 2013.

35 b. For providing administrative support for the public

1 safety training and facilities task force established in 2013
2 Iowa Acts, Senate File 447, if enacted:

3 \$ 50,000

4 c. For the regional emergency response training centers, to
5 be distributed on an equal basis:

6 \$ 150,000

7 Notwithstanding section 8.33, moneys appropriated in this
8 paragraph that remain unencumbered or unobligated at the close
9 of the fiscal year shall not revert but shall remain available
10 for expenditure for the purposes designated until the close of
11 the fiscal year beginning July 1, 2014.

12 11. STATE BOARD OF REGENTS

13 a. For major repairs and major maintenance, including
14 fire safety improvements and projects for compliance with the
15 federal Americans With Disabilities Act, at state board of
16 regents institutions and facilities:

17 \$ 2,000,000

18 b. For infrastructure improvements to construct a
19 multipurpose training facility at the state hygienic laboratory
20 at the state university of Iowa:

21 \$ 1,000,000

22 c. For the university of northern Iowa for funding issues
23 related to high enrollment by in-state students:

24 \$ 10,000,000

25 Notwithstanding section 8.33, moneys appropriated in this
26 lettered paragraph that remain unencumbered or unobligated at
27 the close of the fiscal year shall not revert but shall remain
28 available for expenditure for the purposes designated until the
29 close of the fiscal year beginning July 1, 2014.

30 d. For implementing the bioeconomy initiative at Iowa state
31 university of science and technology:

32 \$ 7,500,000

33 Notwithstanding section 8.33, moneys appropriated in this
34 paragraph that remain unencumbered or unobligated at the close
35 of the fiscal year shall not revert but shall remain available

1 for expenditure for the purposes designated until the close of
2 the fiscal year beginning July 1, 2014.

3 e. For the college of veterinary medicine at Iowa state
4 university of science and technology for renovations and
5 improvements of facilities including offsite facilities:
6 \$ 1,000,000

7 f. For the economic development core facility located
8 at the research park at Iowa state university of science and
9 technology:
10 \$ 12,000,000

11 g. For construction of a new facility, and renovation and
12 modernization of current facilities and related improvements
13 for the college of pharmacy at the state university of Iowa:
14 \$ 3,000,000

15 h. For construction and related improvements for a new
16 facility for the biosciences at Iowa state university of
17 science and technology:
18 \$ 2,500,000

19 i. For the renovation, modernization, and related
20 improvements to the Schindler education center at the
21 university of northern Iowa for teacher education programs and
22 teacher preparation courses:
23 \$ 1,500,000

24 12. DEPARTMENT OF TRANSPORTATION

25 For the public purpose of defraying costs associated with
26 the operation of a contract air traffic control tower which
27 holds an air agency certificate:
28 \$ 150,000

29 Moneys appropriated by this subsection shall be distributed
30 on a local match basis to the largest city in a county with a
31 population of more than 92,000 and less than 95,000 as of the
32 last preceding certified federal census.

33 13. DEPARTMENT OF VETERANS AFFAIRS

34 a. For remodeling and upgrades to office space at Camp
35 Dodge:

1 \$ 137,940

2 b. For a grant to an American legion post located in a city
3 with a population between one thousand ten and one thousand
4 twenty in the latest preceding certified federal census for
5 the construction of a veteran's reception center and community
6 center:

7 \$ 600,000

8 14. DEPARTMENT OF WORKFORCE DEVELOPMENT

9 For distribution for a public purpose to an entity with a
10 mission of providing education and training for occupations
11 in Iowa's renewable energy production industries and related
12 occupational opportunities:

13 \$ 300,000

14 Notwithstanding section 8.33, moneys appropriated in this
15 subsection that remain unencumbered or unobligated at the close
16 of the fiscal year shall not revert but shall remain available
17 for expenditure for the purposes designated until the close of
18 the fiscal year beginning July 1, 2014.

19 15. STATE FAIR AUTHORITY

20 a. For infrastructure costs associated with the
21 construction of a plaza on the Iowa state fairgrounds:

22 \$ 1,000,000

23 b. For renovations and improvements to the cultural center
24 at the state fair:

25 \$ 250,000

26 Sec. 10. RISK POOL TRANSFER.

27 1. There is transferred from the general fund of the
28 state to the department of human services for the fiscal year
29 beginning July 1, 2012, and ending June 30, 2013, the following
30 amount to be used for the purposes designated:

31 For deposit in the risk pool of the property tax relief fund
32 created in section 426B.5, for distribution as provided in this
33 section:

34 \$ 13,000,000

35 2. The moneys deposited in the risk pool pursuant to

1 subsection 1 shall be distributed to counties or county
2 regions in the fiscal year beginning July 1, 2013, and ending
3 June 30, 2014. The application and award processes for a
4 distribution shall be determined by the risk pool board created
5 in section 426B.5, and the processes determined by the risk
6 pool shall apply in lieu of contrary provisions in section
7 426B.5, subsection 2. However, the application and award dates
8 determined by the board shall not be later than those specified
9 in section 426B.5, subsection 2.

10 3. a. A distribution of moneys under this section is
11 subject to the same requirement relating to county involvement
12 in a region that is applicable to a distribution of an
13 equalization payment, in accordance with section 426B.3,
14 subsection 4, paragraph "b", as amended by 2013 Iowa Acts,
15 Senate File 452, if enacted.

16 b. The processes determined by the risk pool board shall
17 give priority to those counties in need of additional funding
18 in order to maintain mental health and disability services
19 that were required to reduce their services fund levy for the
20 fiscal year beginning July 1, 2013, in accordance with section
21 331.424A, subsection 7, as enacted by 2012 Iowa Acts, chapter
22 1120, section 132. If moneys remain after the needs of such
23 counties are met, the applications of counties for additional
24 funding for continuation of county mental health and disability
25 services to targeted populations that are not funded by the
26 Medicaid program, but that are covered under such counties'
27 service management plan approved for the fiscal year, shall
28 also be considered.

29 c. The risk pool board shall specify financial and service
30 information to be provided with a county's application. The
31 information may include but is not limited to actual and
32 projected cash and accrued fund balances, detailed accounts
33 receivable and payable information, budgeted revenues and
34 expenditures, identification of the need for the amount
35 requested, services provided and populations covered under the

1 service management plan, and costs for the county's services
2 administration.

3 4. If adoption of administrative rules is necessary to
4 implement the processes determined by the risk pool board for
5 the purposes of this section, upon recommendation of the risk
6 pool board the mental health and disability services commission
7 may adopt emergency rules under section 17A.4, subsection 3,
8 and section 17A.5, subsection 2, paragraph "b", to implement
9 the processes and the rules shall be effective immediately upon
10 filing unless a later date is specified in the rules. Any
11 rules adopted in accordance with this subsection shall also be
12 published as a notice of intended action as provided in section
13 17A.4.

14 5. Notwithstanding section 426B.1, subsection 1, moneys
15 deposited to the risk pool pursuant to this section that remain
16 unencumbered or unobligated shall revert to the general fund
17 of the state at the close of the fiscal year beginning July 1,
18 2013.

19 Sec. 11. DEPARTMENT OF VETERANS AFFAIRS. There is
20 appropriated from the rebuild Iowa infrastructure fund to the
21 department of veterans affairs for the fiscal year beginning
22 July 1, 2013, and ending June 30, 2014, the following amount,
23 or so much thereof as is necessary, to be used for the purposes
24 designated:

25 For construction costs associated with the expansion of an
26 equipment and vehicle storage building at the Iowa veterans
27 cemetery:
28 \$ 250,000

29 Sec. 12. REPORTING.

30 1. Annually, on or before January 15 of each year, a state
31 agency that received an appropriation in this division of this
32 Act shall report to the legislative services agency and the
33 department of management the status of all projects completed
34 or in progress. The report shall include a description of the
35 project, the progress of work completed, the total estimated

1 cost of the project, a list of all revenue sources being used
2 to fund the project, the amount of funds expended, the amount
3 of funds obligated, and the date the project was completed or
4 an estimated completion date of the project, where applicable.

5 2. Annually, on or before December 31 of each year, a
6 recipient of moneys appropriated in this division of this Act
7 for any purpose shall report to the state agency to which the
8 moneys are appropriated the status of all projects completed
9 or in progress. The report shall include a description of the
10 project, the progress of work completed, the total estimated
11 cost of the project, a list of all revenue sources being used
12 to fund the project, the amount of funds expended, the amount
13 of funds obligated, and the date the project was completed or
14 an estimated completion date of the project, where applicable.

15 Sec. 13. REVERSION. For purposes of section 8.33, unless
16 specifically provided otherwise, unencumbered or unobligated
17 moneys from an appropriation made in this division of this Act
18 shall not revert but shall remain available for expenditure
19 for the purposes designated until the close of the fiscal year
20 beginning July 1, 2016. However, if the project or projects
21 for which such appropriation was made are completed in an
22 earlier fiscal year, unencumbered or unobligated moneys shall
23 revert at the close of that same fiscal year.

24 Sec. 14. 2012 Iowa Acts, chapter 1140, section 1, subsection
25 12, is amended to read as follows:

26 12. STATE FAIR AUTHORITY

27 For renovations and improvements including but not limited
28 to the cultural center at the state fair:

29	FY 2012-2013.....	\$	250,000
30	FY 2013-2014.....	\$	250,000
31			<u>0</u>

32 Sec. 15. 2013 Iowa Acts, House File 638, section 1,
33 subsection 1, paragraph a, unnumbered paragraphs 1 and 2, if
34 enacted, are amended to read as follows:

35 For projects related to major repairs and major maintenance

1 5. The state soil conservation committee established by
2 section 161A.4 may allocate moneys appropriated in subsection
3 1 to conduct research and demonstration projects to promote
4 conservation tillage and nonpoint source pollution control
5 practices.

6 6. The allocation of moneys as financial incentives as
7 provided in section 161A.73 may be used in combination with
8 moneys allocated by the department of natural resources.

9 7. Not more than 15 percent of the moneys appropriated
10 in subsection 1 may be used for costs of administration and
11 implementation of soil and water conservation practices.

12 8. The moneys appropriated in this section shall not be
13 used by the soil conservation division of the department of
14 agriculture and land stewardship to provide administrative
15 support to the watershed improvement review board established
16 in section 466A.3.

17 Sec. 18. WATER QUALITY INITIATIVE — SPECIAL PROJECTS.

18 1. There is appropriated from the general fund of the state
19 to the department of agriculture and land stewardship for the
20 fiscal year beginning July 1, 2012, and ending June 30, 2013,
21 the following amount, or so much thereof as is necessary, to be
22 used for the purposes designated:

23 For deposit in the water quality initiative fund created in
24 section 466B.45, if enacted by 2013 Iowa Acts, Senate File 435,
25 for purposes of supporting special projects associated with a
26 water quality initiative administered by the soil conservation
27 division as provided in section 466B.42, if enacted by 2013
28 Iowa Acts, Senate File 435:

29 \$ 10,000,000

30 2. a. Seventy percent of the moneys shall be used to
31 support projects in subwatersheds as designated by the division
32 that are part of high-priority watersheds identified by the
33 water resources coordinating council established pursuant to
34 section 466B.3.

35 b. Thirty percent of the moneys shall be used to support

1 projects in watersheds generally, including regional
2 watersheds, as designated by the division, and high-priority
3 watersheds identified by the water resources coordinating
4 council established pursuant to section 466B.3.

5 3. In supporting projects in subwatersheds and watersheds
6 as provided in subsection 2, the division shall do all of the
7 following:

8 a. Utilize water quality practices as described in the
9 latest revision of the document entitled "Iowa Nutrient
10 Reduction Strategy" initially presented in November 2012 by the
11 department of agriculture and land stewardship, the department
12 of natural resources, and Iowa state university of science and
13 technology.

14 b. Participate with persons who hold a legal interest in
15 agricultural land used in farming. To every extent practical,
16 the division shall provide for collaborative participation by
17 such persons who hold a legal interest in agricultural land
18 located within the same watershed.

19 c. Finance the establishment of water quality practices on
20 a cost-share basis as determined by the division. However, the
21 state's share of the amount shall not exceed 50 percent of the
22 estimated cost of establishing the water quality practice as
23 determined by the division or 50 percent of the actual cost of
24 establishing the water quality practice, whichever is less.

25 4. Notwithstanding any other provision in law to the
26 contrary, the department may use moneys appropriated in
27 subsection 1 in combination with other moneys appropriated
28 to the department from the environment first fund created in
29 section 8.57A for cost sharing to match the United States
30 department of agriculture, natural resources conservation
31 service, wetland reserve enhancement program.

32 Sec. 19. WATER QUALITY INITIATIVE APPROPRIATIONS — FEDERAL
33 MONEYS. The department of agriculture and land stewardship,
34 and its soil conservation division, may use moneys appropriated
35 in this division of this Act to support the water quality

1 initiative, including its projects, in combination with other
2 moneys provided by the United States government.

3 Sec. 20. WATER QUALITY INITIATIVE — REPORT. The department
4 of agriculture and land stewardship shall prepare a preliminary
5 report and final report regarding its efforts to administer the
6 water quality initiative as provided in this division. Each
7 report shall include information regarding the establishment of
8 water quality practices, including demonstration projects, and
9 education and outreach efforts. The department shall deliver
10 the preliminary report to the governor and general assembly not
11 later than January 15, 2014, and shall deliver the final report
12 to the governor and general assembly not later than January 15,
13 2015. A report shall not identify an individual or specific
14 agricultural land.

15 Sec. 21. WATERSHED IMPROVEMENT FUND.

16 1. There is appropriated from the general fund of the state
17 to the department of agriculture and land stewardship for the
18 fiscal year beginning July 1, 2012, and ending June 30, 2013,
19 the following amount, or so much thereof as is necessary, to be
20 used for the purpose designated:

21 For deposit in the watershed improvement fund created in
22 section 466A.2:

23 \$ 3,000,000

24 2. Of the amount appropriated in subsection 1, 50 percent
25 shall be used for purposes of supporting special projects
26 associated with the water quality initiative administered by
27 the soil conservation division.

28 Sec. 22. NONREVERSION. Notwithstanding section 8.33,
29 moneys appropriated in this division of this Act that remain
30 unencumbered or unobligated at the close of the fiscal year
31 shall not revert but shall remain available for expenditure
32 for the purposes designated until the close of the fiscal year
33 beginning July 1, 2017.

34 Sec. 23. EFFECTIVE UPON ENACTMENT. This division of this
35 Act, being deemed of immediate importance, takes effect upon

1 enactment.