

## HOUSE REPUBLICAN STAFF ANALYSIS

Bill:	House File 729	House Committee:	<b>PASSED</b> 15-10 (May 3, 2023)
Committee:	Appropriations	House Floor:	
Floor Manager:	Rep. Taylor Collins	Senate Floor:	
Date:	May 3, 2023	Governor:	
Staff:	Brad Trow (1-3471)		

### Fiscal Year 2024 Standing Appropriations

- The bill provides for limitations on certain standing appropriations.
- The bill provides technical corrections to a number of bills already passed by the Legislature.

### Section by Section Analysis

#### DIVISION I

#### STANDING APPROPRIATIONS & RELATED MATTERS

Section 1 – Non-Public School Transportation – The section funds non-public school transportation at \$8,997,091. This is the same level as Fiscal Year 2023.

Section 2 – Instructional Support State Aid – FY 2024 – The section replaces the standing appropriation for instructional support state aid with 0.

Section 3 – Special Funds – Salary Adjustments – Unappropriated Monies- FY 2024 – The section provides the standard authorization for funds other than the General Fund to be used to provide salary adjustments as agreed to with the state’s bargaining units.

Section 4 – Funds to Address SF 181 – The section provides a mechanism to transfer approximately \$20.2 million of unspent FY 2023 revenue to the General Fund in FY 2024 to cover the cost to school districts for change in property tax assessment calculations as enacted in SF 181. The section would hold back the necessary funds from being deposited in the Taxpayer Relief Fund. The funds will be used to help fund school foundation aid in FY 2024.

Section 5 – Area Education Agency Adjustment - The section amends Iowa Code section 257.35 by inserting language reducing the state aid to AEA’s by \$22,057,131 million in FY 2024. This reduction is \$5 million more than the reduction enacted in Fiscal Year 2023.

Section 6 – Business Property Tax Credit – The section amends Iowa Code section 441.21 (5) (e) (1) to set the amount of the business property tax credit payments for FY 2024 at \$122.35 million. The law sets the maximum amount at \$125 million, but based on valuations the amount of the payment will be smaller in FY 2024.

Section 7 – EFFECTIVE DATE – The section makes Section 4 effective upon enactment.

## **DIVISION II CORRECTIVE PROVISIONS**

### *CORRECTIONS ASSOCIATED WITH SENATE FILE 514*

Section 8 – The section amends section 2219 of Senate File 514 by correcting Code references.

Section 9 – The section amends Iowa Code section 15C.1 (3) (b) by correcting Code references changed by SF 514.

Section 10 – The section amends Iowa Code section 15C.2 (3) (b) by correcting Code references changed by SF 514.

Section 11 – The section amends Iowa Code section 22.7 (31) by correcting Code references changed by SF 514.

Section 12 – The section amends Iowa Code section 92.5 (11) by replacing “labor commissioner” with “director”.

Section 13 – The section amends Iowa Code section 100D.3 (1) (c) by replacing “fire marshal” with “director”.

Section 14 – The section amends Iowa Code section 101.22 (4) by replacing “fire marshal” with “director”.

Section 15 – The section amends Iowa Code section 101.24 (4)(a) by replacing “state fire marshal” with “director”.

Section 16 – The section amends Iowa Code section 101A.1 (2A) (c) (4) by replacing “state fire marshal” with “director”.

Section 17 – The section amends Iowa Code section 103.14 by replacing “state fire marshal” with “director”.

Section 18 – The section amends Iowa Code section 135.11A (1) by changing “chapters” to “chapter”, and “are” to “is”.

Section 19 – The section amends Iowa Code section 135B.34 (7) by separating out the terms being defined.

Section 20 – The section amends Iowa Code section 135R.1 (2) by correcting the definition of “Department” to the Department of Inspections, Appeals, and Licensing.

Section 21 – The section amends Iowa Code section 156.1A by striking “Iowa” from the name of the Department of Inspections, Appeals, and Licensing.

Section 22 – The section amends Iowa Code section 249K.2 (6) by changing the code reference for certificates of need.

Section 23 – The section amends Iowa Code section 252D.16 (1) by changing by “child supported services” to “child support services”.

Section 24 – The section amends Iowa Code section 252E.1 (5) by correcting a code reference.

Section 25 – The section amends Iowa Code section 256.11 (5A) (a), if Senate File 391 is enacted, by striking a reference to chapter 272.

Section 26 – The section amends Iowa Code section 261G.4 (5) by inserting the word “chapter”.

Section 27 – The section amends Iowa Code section 303.3B (3) by correcting a code reference.

Section 28 – The section amends Iowa Code section 546.10 (3) (a) by changing “bureau” to “department”.

Section 29 – The section amends Iowa Code section 727.2 (3) (d) by changing state fire marshal to the director of the department of inspections, appeals, and licensing, and correcting a code reference.

Section 30 – The section amends section 97 of chapter 138 of the 2015 Iowa Acts by changing the department of public health to the department of inspection, appeals, and licensing.

Section 31 – The section amends section 5, of chapter 45 of the 2021 Iowa Acts by striking “by the economic development authority”.

Section 32 – The section amends section 2605 of Senate File 514 to insert “portion of this” division into an applicability provision.

Section 33 – The section amends section 2643 of Senate File 514 to insert “portion of this” division into an applicability provision.

#### *MISCELLANEOUS CORRECTIONS*

Section 34 – If section 4 of Senate File 418 is enacted, then Iowa Code section 12K.1 (4) (j) is removed from the Code.

Section 35 – If section 4 of Senate File 418 is enacted, then a new definition of “public fund” is added to Iowa Code section 12K.1.

Section 36 – The section adds a new section to Senate File 418 which corrects a code reference in Iowa Code section 35A.13 (4) (a).

Section 37 – The section amends section 1 of Senate File 75 by correcting a code reference.

Section 38 – The section amends section 24 of Senate File 75 by adding “services” to references to the Centers for Medicare and Medicaid Services.

Section 39 – The section amends section 1 of Senate File 538 to correct punctuation.

Section 40 – The section amends section 1 of House File 599 by replacing “Iowa occupational safety and health by the administration” and replacing it with “the labor commissioner under chapter 88”.

Section 41 – The section amends section 10 of Senate File 549 by replacing “captive’s company” with “captive company’s”.

Section 42 – The section amends section 22 of Senate File 549 by replacing “to” with “of”.

Section 43 – The section amends section 1 of Senate File 135 to insert a comma into the definition of “building equipment”.

Section 44 – The section amends section 35 of House File 675 inserts “paragraph” into the section.

Section 45 – The section amends 1 of Senate File 135 inserts a comma into the definition of building equipment.

Section 46 – CODE EDITOR DIRECTIVE – The section provides that if House File 421 and House File 652 are enacted, the code editor is directed to change “school of barbering or school of cosmetology arts and sciences” to “school of barbering and cosmetology arts and sciences”.

Section 47 – EFFECTIVE DATE – The section makes sections 37 and 39 effective upon enactment.

Section 48 – RETROACTIVE APPLICABILITY – The section makes section 36 effective back to March 28, 2023.

Section 49 – APPLICABILITY – The section makes section 39 effective 180 days after March 22, 2023.

---

## AMENDMENTS

**H-1355 by Buck:** The amendment strikes from state law the provision providing for the funding of Educational Savings Accounts, and inserts language that the Director of Education would fund ESA’s with the funds available of which there is none.

**H-1356 by Steckman:** The amendment inserts language notwithstanding the Code’s \$7,500,000 reduction to Area Education Agencies and strikes the language of the bill implementing the additional cut of \$22,057,131. Instead, the amendment reduces AEA funding by just \$3.5 million and directs that the additional funding be only be spent on AEA services in rural school districts. What districts are considered to be rural school districts is not delineated.

**FISCAL IMPACT:** Increase in General Fund Spending of \$26,057,131