



HOUSE REPUBLICAN STAFF ANALYSIS

Bill:	House File 621 (HF 555/HSB 36)	Economic Growth:	PASSED 2/28/17 (17-3)
Committee:	Economic Growth	Ways & Means:	PASSED 3/29/17 (20-4)
Floor Manager:	Rep. Mohr	House Floor:	
Date:	April 10, 2017	Senate Floor:	
Staff:	Brittany L. Telk (1-3452)	Governor:	

IEDA Omnibus

- This bill makes changes to the Sports Tourism Program, Targeted Small Business Certification and Targeted Jobs Withholding Credit.

Section by Section Analysis

DIVISION I: SPORTS TOURISM TECHNICAL CHANGES

Sections 1-2 – Sports tourism program and fund

These sections make changes to references from public organization to public entity for the purposes of applying for and receiving financial assistance under the sports tourism program.

DIVISION II: TARGETED SMALL BUSINESS CERTIFICATION

Section 3 – Reports required – Department of administrative services

This section makes a conforming change (in response to sections below) in regards to the required report describing the target small business certification; it requires the IEDA to file the report as it is the entity taking over the responsibility of the program from the DIA. It also updates code cross-references.

Section 4 – Powers and responsibilities of the director – Department of inspections and appeals

This section strikes a code section requiring the DIA director to establish rules and procedures for administering the targeted small business program in conformance with the IEDA taking over the administration of the program.

Section 5 – Iowa satisfaction and performance bond program

This section makes a conforming change in regards to waiving certain bond requirements for targeted small business participants, and replaces the DIA with the IEDA as the reporting agency.

Section 6 – Reporting requirements – Iowa economic development authority

This section updates the reporting requirements for the IEDA. This is a technical change as it still requires the IEDA to provide a summary of the targeted small business program, but strikes references to the DIA.

Sections 7-9 – Primary responsibilities – Iowa economic development authority

Section 7 strikes the requirement for DAS to provide a report from the DIA with information about the targeted small business program. And section 8 places the IEDA as the administering entity over the targeted small business program. Finally, section 9 makes a technical change by updating the applicable code cross-reference.

Sections 10-11 – Procurements from small businesses and targeted small business – goals

These sections update the applicable code cross references.

DIVISION III: TARGETED JOBS WITHHOLDING CREDIT

Sections 12-14 – Targeted jobs withholding credit – pilot program

These sections add a definition of laborshed wage as “the wage level represented by those wages within two standard deviations from the mean wage within the laborshed area in which the eligible business is located, as calculated by the authority, by rule, using the most current covered wage and employment data available from IWD for the laborshed area.” It also updates the definition of targeted job to require businesses to use the average laborshed wage, changed from the countywide average. Finally, it strikes references to Department of Economic Development, and updates them with Iowa Economic Development Authority.
