

Red Tape Review Rule Report (Due: September 1, 2025)

Department Name:	IEDA	Date:	12/14/23	Total Rule Count:	2
IAC #:	261	Chapter/ SubChapter/ Rule(s):	Chapter # 173	Iowa Code Section Authorizing Rule:	Chapter 15
Contact Name:	Lisa Connell	Email:	Lisa.connell@iowaeda.com	Phone:	(515) 348-6163

PLEASE NOTE, THE BOXES BELOW WILL EXPAND AS YOU TYPE

What is the intended benefit of the rule?

To establish standard definitions of terms that related to multiple IEDA programs, so such programs could be administered as consistently as possible.

Is the benefit being achieved? Please provide evidence.

No. All programs to which the chapter applies have been repealed and have no open award agreements.

What are the costs incurred by the public to comply with the rule?

Participants in IEDA programs require staff time to apply for incentive programs and to comply with monitoring requirements. Some businesses may also choose to rely on an external service provider, such as an accountant or attorney, to complete these tasks. The amount of the costs will vary, depending on the compensation of such staff or service provider. Minimal time is required to provide the required documentation.

What are the costs to the agency or any other agency to implement/enforce the rule?

IEDA staff time is required review and approve applications, draft and execute program contracts, issue tax credit certificates, disburse loan/forgivable loan funds, review reports, and communicate with program applicants and recipients. The Iowa Department of Revenue also incurs staff time to process tax credit claims.

Do the costs justify the benefits achieved? Please explain.

Yes. Only businesses that will potentially benefit from the programs incur any costs. The costs to the state to administer the program are proportional to the business activities incented.

Are there less restrictive alternatives to accomplish the benefit? YES NO

If YES, please list alternative(s) and provide analysis of less restrictive alternatives from other states, if applicable. If NO, please explain.

The application and administrative requirements of the rules are no more than necessary to implement the statutory framework for the applicable programs.

Does this chapter/rule(s) contain language that is obsolete, outdated, inconsistent, redundant, or unnecessary language, including instances where rule language is duplicative of statutory language? [list chapter/rule number(s) that fall under any of the above categories]

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Yes, the chapter as a whole is obsolete.

RULES PROPOSED FOR REPEAL (list rule number[s]):

173.1
173.2

***RULES PROPOSED FOR RE-PROMULGATION* (list rule number[s] or include text if available):**

None. The definitions in the chapter that are relevant to the high quality jobs program were incorporated into chapter 68 in 2022.

****For rules being re-promulgated with changes, please attach a document with suggested changes.***

METRICS

Total number of rules repealed:	2
Proposed word count reduction after repeal and/or re-promulgation	2693
Proposed number of restrictive terms eliminated after repeal and/or re-promulgation	26

ARE THERE ANY STATUTORY CHANGES YOU WOULD RECOMMEND INCLUDING CODIFYING ANY RULES?

No.