

Iowa Appendix

Key Subsidy Programs

Program	Annual Cost	Monitoring, Enforcement & Penalty Score*
Enterprise Zone (Business Only) - multiple local and state subsidies (property tax abatement income tax credits etc.) for firms located in designated zones; reported to be ineffective in creating jobs and not targeted to areas of greatest need	\$21,019,350 (2011)	90/100
High Quality Job Creation Program - multiple local and state subsidies for firms meeting job creation, wage, benefit, and investment requirements	\$20,759,334 (2011)	96/100
Industrial New Jobs Training Program (260E) - training of new workers at designated companies by community colleges; costs paid from personal income tax withholding of those workers	\$22,517,459 (2011)	72/100
Research Activities Credit (RAC) - refundable state income tax credit for qualified research and development expenditures; controversy centers on high costs associated with refunded credits; new disclosure requirements effective July 2009	\$45,226,114 (2010)	18/100
Average Monitoring, Enforcement & Penalty Score for All Programs*		69/100

*Adjusted to reflect the program's performance standards score in *Money for Something*. See next page for unweighted scoring details.

Money-Back Guarantees for Taxpayers Scoring Details for Iowa Programs		<i>Maximum possible score for category</i>	<i>Enterprise Zone (Business Only)</i>	<i>High Quality Job Creation Program</i>	<i>Industrial New Jobs Training Program (260E)</i>	<i>Research Activities Credit (RAC)</i>
Reporting	Has a requirement that recipients report to agency on performance outcomes (20 pts)	20	20	20	20	0
Verification	Agency awarding subsidy verifies performance outcomes reported by recipient (20 pts)	20	20	20	20	0
Type of Penalties	Penalty takes the form of recapture (10 pts)	10	10	10	10	0
	Penalty takes the form of rescission or program is performance based (5 pts)	5	5	5	0	5
	Penalty takes the form of recalibration (5 pts)	5	5	0	0	0
Scope of Penalties	Mandatory penalties for failure to meet performance requirements with no exceptions* (20 pts)	20	10	10	20	20
	Mandatory penalties for failure to meet performance requirements with some exceptions (15 pts)					
	Discretionary penalties for failure to meet performance requirements (10 pts)					
Online Disclosure of Enforcement Practices	Online publication of statistics on use of penalties (10 pts)	10	10	10	0	0
	Online publication of names of companies found to be non-compliant (5 pts)	5	5	5	0	0
	Online publication of names of companies penalized and dollar amounts (5 pts)	5	5	5	0	0
Total unweighted score		100	90	85	70	25
TOTAL SCORE adjusted to reflect the program's performance standards score in <i>Money for Something</i>		100	90	96	72	18

*Programs deemed performance based automatically receive points in this category. For details on the programs see Appendix 4 in www.goodjobsfirst.org/moneyback.