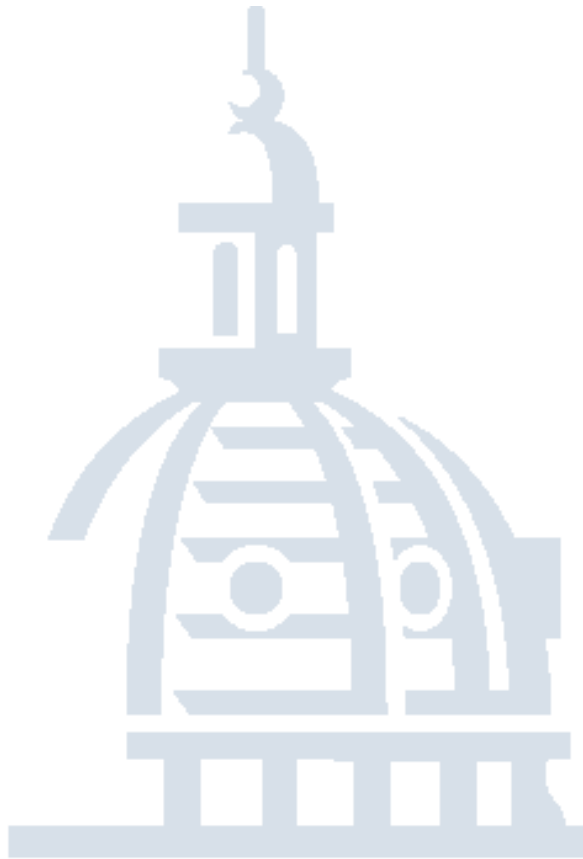

**SUMMARY OF FY 2010 BUDGET
AND
DEPARTMENT REQUESTS**



FISCAL SERVICES DIVISION

DECEMBER 2008



**LEGISLATIVE
SERVICES AGENCY**

Serving the Iowa Legislature

FOREWORD

The purpose of this document is to provide the General Assembly with information concerning FY 2010 General Fund estimated receipts and department requests. The information provides an overall summary of the State budget and is intended to help the General Assembly take a proactive approach toward the budgetary process.

In addition, the document is intended to provide the General Assembly with an overview of the General Fund, including revenues and expenditures. The Fiscal Services Division of the Legislative Services Agency (LSA) will be preparing a similar document in January to review the Governor's recommendations for FY 2010.

If you need additional information regarding a department request, refer to the Fiscal Services staff listing. The staff listing will indicate the appropriate analyst to contact for detailed information concerning each request.

Questions concerning this document should be directed to:

Holly M. Lyons, Fiscal Services Division Director

holly.lyons@legis.state.ia.us

Phone 515-281-5279

or

Mary Shipman, Publication Coordinator

mary.shipman@legis.state.ia.us

Phone 515-281-4617

TABLE OF CONTENTS

	Page
Document Notes	1
2009 Iowa Legislative Session Timetable.....	3
Fiscal Services Division Staff Listing.....	5
Budget Overview	9
FY 2008 and FY 2009	9
FY 2010 Outlook	9
General Fund Balance Sheet	13
Reserve Funds and Senior Living Trust Fund	14
Historical Trends.....	15
FY 2010 Department Requests by Subcommittee	
Administration and Regulation	19
Agriculture and Natural Resources.....	31
Economic Development	41
Education	49
Health and Human Services.....	63
Justice System	81
Transportation, Infrastructure, and Capitals.....	97
Unassigned Standing Appropriations.....	113
Appendices	
A – Appropriations Tracking by Subcommittee.....	123
General Fund	125
Other Fund.....	151
B – Projected FY 2010 Built-in and Anticipated General Fund Expenditures.....	181
C – Interim Committee Summary	203
D – Salaries and Collective Bargaining	207
E – Federal Funds.....	217
F – Public Retirement System	219
G – Medicaid.....	223
H – Disaster Recovery	229
Index of FY 2010 Budget Requests by Department.....	229

DOCUMENT NOTES

When Reviewing This Document, Please Note The Following:

Section 8.35A(2), Code of Iowa, requires the Department of Management (DOM) to transmit all department requests in final form to the Fiscal Services Division of the Legislative Services Agency (LSA) by November 15.

The Fiscal Services Division obtained documents from the I/3 Budget System and from the DOM to compile the information provided in this document. Other items worth noting when reviewing this document include:

- Revenues and expenditures are estimated for FY 2009 and FY 2010. The statutory expenditure limitation was determined at the Revenue Estimating Conference meeting on December 12, 2008. Additional detail about expenditure limitation will be provided in the LSA summary of the FY 2010 Governor's recommendations that will be published in January 2009.
- This document does not reflect the Governor's proposed 1.5% across-the-board reduction for FY 2009. At the time of publication, the Executive Order had not yet been formally issued. An updated balance sheet with the Governor's recommendations for FY 2009 will be included in the analysis of the Governor's budget published by the LSA in January.
- The Governor requested that all departments and agencies submit status quo (no increase) budget requests for FY 2010.
- **Appendix A** is an appropriations tracking document showing General Fund and Other Fund appropriations and requests by Subcommittee. The document shows actual FY 2008, estimated FY 2009, the Department requests for FY 2010, and a comparison column.
- **Appendix B** is a listing of the projected FY 2010 built-in and anticipated increases and decreases.
- **Appendix C** provides a brief summary of the charges of the 2008 Interim Committees.
- **Appendix D** provides a summary of salary and collective bargaining information.
- **Appendix E** provides a summary of federal funds.
- **Appendix F** provides information about public retirement systems in Iowa.
- **Appendix G** provides an overview of the Medical Assistance Program (Medicaid).
- **Appendix H** provides an overview of disaster recovery efforts related to severe weather and flooding that occurred in Iowa during 2008.

A similar document analyzing the Governor's budget recommendations will be published in January.

2009 SESSION TIMETABLE	
JANUARY 12	First day of session. (Iowa Code Sec.2.1)
FEBRUARY 20 <i>(Friday of 6th week)</i>	Final day for individual legislator requests for bill drafts to the Legislative Services Agency (Senate Rule 27 and House Rule 29)
MARCH 13** <i>(Friday of 9th week)</i>	Final date for Senate bills to be reported out of Senate committees and House bills out of House committees. (Joint Rule 20)
MARCH 23 - 27 <i>(11th week)</i>	Senate considers only Senate bills and unfinished business and House considers only House bills and unfinished business. (Joint Rule 20)
MARCH 30 - APRIL 10 <i>(12th and 13th weeks)</i>	Debate not limited by rule.
APRIL 10** <i>(Friday of 13th week)</i>	Final date for House bills to be reported out of Senate committees and Senate bills out of House Committees. (Joint Rule 20)
APRIL 13 - 17 <i>(14th week)</i>	Senate considers only House bills and unfinished business and House considers only Senate bills and unfinished business. . (Joint Rule 20)
APRIL 20 <i>(Beginning of 15th week)</i>	Amendments need not be filed on the day preceding floor debate. (House Rule 31.8)
APRIL 20 <i>(Beginning of 15th week)</i>	Only the following bills are eligible for consideration by Joint Rule 20 unless otherwise indicated: <ul style="list-style-type: none"> • Appropriations Bills • Ways and Means Bills • Government Oversight Bills • Legalizing Acts • Bills co-sponsored by Majority and Minority Leaders of one House • Companion bills sponsored by Senate and House Majority Leaders • Conference Committee Reports • Concurrent or Simple Resolutions • Bills passed by both Houses in different forms • Bills on the Veto Calendar (Joint Rule 23) • Administrative Rules Review Committee Bills • Committee Bills related to delayed Administrative Rules [Iowa Code Sec. 17A.8 (9)] • Joint Resolutions nullifying Administrative Rules • Unfinished Business
MAY 1	110th calendar day of the Session (Per diem expenses end) [Iowa Code Sec.2.10(1)]
<p><i>**The March 13 and April 10 committee deadlines do not apply to Appropriations Bills, Ways and Means Bills, Government Oversight Bills, bills co-sponsored by Majority and Minority Leaders of one House, Companion Bills sponsored by the Majority Leaders of both Houses after consultation with the respective Minority Leaders, Conference Committee Reports, Concurrent or Simple Resolutions, Joint Resolutions nullifying Administrative Rules, Legalizing Acts, Administrative Rules Review Committee Bills, and Committee Bills related to delayed Administrative Rule [Iowa Code Sec. 17A.8 (9)].</i></p>	

STAFF LISTING

FISCAL SERVICES DIVISION LEGISLATIVE SERVICES AGENCY

Holly M. Lyons, Director
 holly.lyons@legis.state.ia.us
 State Capitol, Room G01
 Telephone: 281-5279
 Fax: 281-8027
 Website: <http://staffweb.legis.state.ia.us/lfb>

STAFF ASSIGNMENTS	STAFF PERSON	PHONE	EMAIL ADDRESS
DIVISION ADMINISTRATOR	Douglas Wulf	281-3250	douglas.wulf@legis.state.ia.us
APPROPRIATIONS SUBCOMMITTEES			
ADMINISTRATION & REGULATION			
Administrative Services	Joe Brandstatter	725-2062	joseph.brandstatter@legis.state.ia.us
Commerce			
Ethics & Campaign Finance Disclosure Board			
Governor's Office of Drug Control Policy			
Human Rights			
Inspections & Appeals			
Iowa Public Employees Retirement System			
Lottery			
Management			
Racing & Gaming			
Revenue			
Auditor	David Reynolds	281-6934	dave.reynolds@legis.state.ia.us
Governor			
Secretary of State			
Treasurer			
AGRICULTURE & NATURAL RESOURCES			
Agriculture	Debra Kozel	281-6767	deb.kozel@legis.state.ia.us
Environment First Fund			
Natural Resources			

Staff Listing

STAFF ASSIGNMENTS	STAFF PERSON	PHONE	EMAIL ADDRESS
ECONOMIC DEVELOPMENT			
Board of Regents – Economic Development	Ron Robinson	281-6256	ron.robinson@legis.state.ia.us
Cultural Affairs			
Economic Development			
Iowa Finance Authority			
Office of Energy Independence			
Public Employment Relations Board			
Workforce Development			
EDUCATION			
Board of Regents	Dwayne Ferguson	281-6561	dwayne.ferguson@legis.state.ia.us
College Aid Commission			
Blind	Robin Madison	281-5270	robin.madison@legis.state.ia.us
Community Colleges			
Education			
Iowa Public Television			
HUMAN SERVICES			
Child Care	Deborah Helsen	281-6764	deborah.helsen@legis.state.ia.us
Child Welfare			
Field Operations			
Foster Care			
General Administration			
Juvenile Justice			
Public Health			
Child Support Recovery	Jess Benson	281-4611	jess.benson@legis.state.ia.us
Children’s Health Insurance Program			
County Based Services			
Elder Affairs			
Family Investment Program (FIP), Promise Jobs, Food Stamps			
Institutions			
Medical Services/Medicaid			
Mental Health/Mental Retardation/Developmental Disabilities (MH/MR/DD) Enhanced Services			
Senior Living Trust Fund			
Social Services Block Grant			
Temporary Assistance for Needy Families (TANF) Block Grant			
Veteran’s Affairs	Sue Lerdal	281-7794	sue.lerdal@legis.state.ia.us
Veteran’s Home			

STAFF ASSIGNMENTS	STAFF PERSON	PHONE	EMAIL ADDRESS
JUSTICE SYSTEM			
Iowa Communications Network	Jennifer Acton	281-7846	jennifer.acton@legis.state.ia.us
Iowa Law Enforcement Academy			
Judicial Branch			
Public Defense			
Public Safety			
Civil Rights	Beth Lenstra	281-6301	beth.lenstra@legis.state.ia.us
Corrections			
Indigent Defense/Public Defender			
Justice Department			
Parole Board			
TRANSPORTATION, INFRASTRUCTURE, and CAPITALS			
Transportation	Mary Beth Mellick	281-8223	marybeth.mellick@legis.state.ia.us
Capitals	Marcia Tannian	281-7942	marcia.tannian@legis.state.ia.us
Infrastructure			
APPROPRIATIONS STANDING COMMITTEES			
	Sue Lerdal	281-7794	sue.lerdal@legis.state.ia.us
	David Reynolds	281-6934	dave.reynolds@legis.state.ia.us
EDUCATION STANDING COMMITTEES (School Finance)			
	Shawn Snyder	281-7799	shawn.snyder@legis.state.ia.us
	Dwayne Ferguson	281-6561	dwayne.ferguson@legis.state.ia.us
FISCAL COMMITTEE			
	Sue Lerdal	281-7794	sue.lerdal@legis.state.ia.us
	David Reynolds	281-6934	dave.reynolds@legis.state.ia.us
GOVERNMENT OVERSIGHT			
	Douglas Wulf	281-3250	douglas.wulf@legis.state.ia.us
	Marcia Tannian	281-7942	marcia.tannian@legis.state.ia.us
WAYS AND MEANS STANDING COMMITTEES			
	Jeff Robinson	281-4614	jeff.robinson@legis.state.ia.us
	Shawn Snyder	281-7799	shawn.snyder@legis.state.ia.us
	Dwayne Ferguson	281-6561	dwayne.ferguson@legis.state.ia.us
PUBLICATION COORDINATOR/EDITOR			
	Mary Shipman	281-4617	mary.shipman@legis.state.ia.us
SUBCOMMITTEE STAFFING/TRAINING COORDINATOR			
	Sue Lerdal	281-7794	sue.lerdal@legis.state.ia.us
TRACKING/FINANCIAL DOCUMENT COORDINATOR			
	David Reynolds	281-6934	dave.reynolds@legis.state.ia.us

BUDGET OVERVIEW

The following information provides an overall summary of Iowa's General Fund budget in an effort to assist the General Assembly in their decision-making process on the FY 2010 budget. The overview includes a discussion of the year-end FY 2008 budget; the status of the FY 2009 budget currently in progress, and the budget outlook for FY 2010. Also included is a brief look at historical trends in General Fund revenue collections and appropriations, and a summary of the department requests for FY 2010. Finally, the overview includes a status on the planned securitization of the remaining tobacco payments and a discussion of the options for financing for the General Assembly to consider.

FY 2008

Iowa's General Fund net revenue collections totaled \$6.084 billion for FY 2008, representing an increase of \$438.2 million (7.8%) compared to FY 2007. General Fund appropriations (after reversions) totaled \$5.888 billion resulting in a surplus of \$196.4 million that was distributed as follows: \$99.8 million to the Property Tax Credit Fund, \$48.3 million to the Senior Living Trust Fund (SLTF), and \$48.3 million to the Cash Reserve Fund.

The combined balances in the Cash Reserve and Economic Emergency Funds reached the statutory maximum at \$592.4 million. This was an increase of \$57.3 million (10.7%) compared to the combined balances in FY 2007.

FY 2009

At the close of the 2008 Legislative Session, the General Assembly appropriated \$6.133 billion from the General Fund for FY 2009. This resulted in an estimated surplus of \$82.6 million. In December 2008, the Revenue Estimating Conference (REC) revised the FY 2009 estimate resulting in a reduction of \$151.1 million in revenue. In addition, adjustments to standing appropriations have increased the FY 2009 appropriations by \$18.5 million. The adjustments include \$20.5 million approved by the Executive Council for disaster-related expenditures and a reduction of \$2.0 million to State aid to schools as a result of changes in property valuation data used in the school aid calculation.

As a result of the above changes, there is now a projected shortfall of \$87.0 million in the FY 2009 General Fund budget. The current revenue estimate for FY 2009, as set by the REC in December 2008, is \$6.052 billion. This represents a decrease of \$32.4 million (0.5%) compared to FY 2008. The appropriations (before reversions) are estimated at \$6.151 billion, an increase of \$253.1 million (4.3%) over FY 2008.

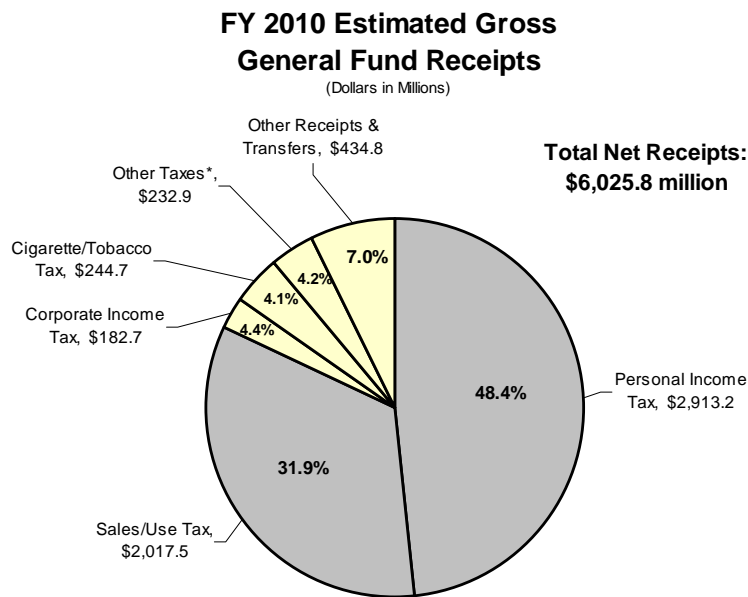
The combined balances in the Cash Reserve and Economic Emergency Funds have again reached the statutory maximum of \$620.3 million in FY 2009. This is an increase of \$27.9 million (4.7%) compared to the combined balances in FY 2008. Cumulative repayments to the SLTF through the end of FY 2009 are estimated to total \$251.8 million. Statute requires the payments to continue until a total of \$300.0 million has been deposited to the SLTF.

FY 2010

FY 2010 Budget Outlook

The General Assembly will be facing a "budget gap" of \$779.0 million in FY 2010, as projected revenue increases are not enough to offset the projected growth in appropriations. The REC established a December revenue estimate of \$6.026 billion for FY 2010. This is a decrease of \$26.2 million (0.4%) compared to the FY 2009 REC estimate. The following chart shows the FY 2010 revenue estimate by

category. Personal income tax and sales/use tax comprise approximately 80.0% of the total estimated receipts. All other receipts make up the remaining 20.0% of total revenues.



* Other taxes include: Inheritance, Insurance, Beer, and Franchise Tax.

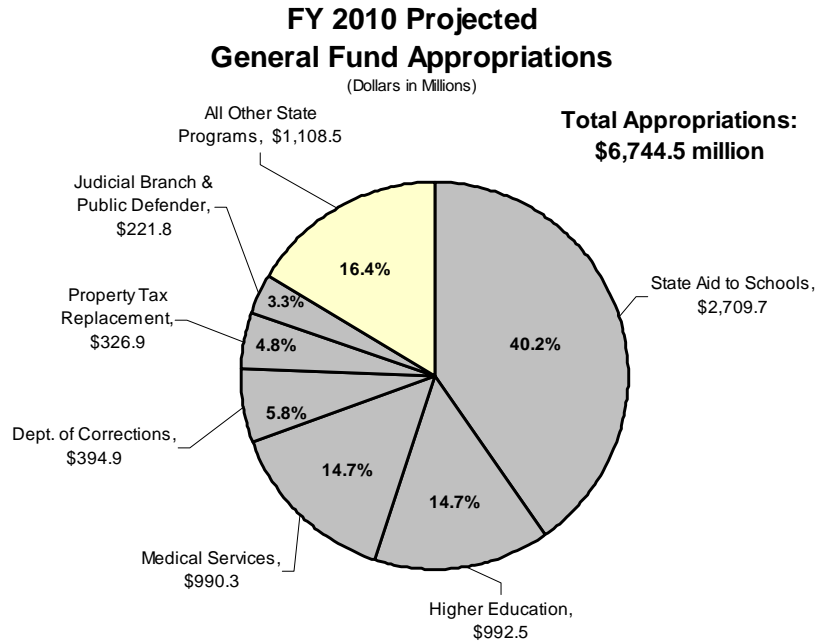
Iowa law imposes an expenditure limitation of 99.0% on the adjusted revenue estimate. This results in an estimated expenditure limit of \$5.966 billion for FY 2010. The Governor and General Assembly are statutorily required to submit a budget that does not exceed the expenditure limitation. The Governor and General Assembly can change the expenditure limit by proposing changes to taxes and other revenues; however, all new revenues have a 95.0% expenditure limit applied to the estimated change.

For budget planning purposes, the Fiscal Services Division (FSD) uses the FY 2009 appropriation level of \$6.133 billion as the baseline number for FY 2010. The FSD then estimates the increases over the FY 2009 level to account for the automatic increases established by statute and the anticipated expenditures that will be experienced by State agencies. These incremental changes are referred to as built-in and anticipated expenditures. A detailed listing of the built-in and anticipated appropriation changes can be found in **Appendix B**. The current estimate for the FY 2010 built-in and anticipated expenditures is \$611.5 million. When added to the baseline appropriation of \$6.133 billion, the estimated appropriations for FY 2010 total \$6.745 billion. This is \$779.0 million more than the estimated expenditure limitation (also referred to as the “spending gap”).

The spending gap is not intended to be a prediction of an FY 2010 deficit; instead, it is intended to assist lawmakers in measuring the effects of proposed changes to spending and revenue. The FSD will re-examine the built-in and anticipated expenditures in January of 2009 and incorporate changes to the estimates based on updated information. **As a result, the projected spending gap may change prior to the start of the 2009 Legislative Session.** Also, see the historical spending gap chart later in this section.

Based on the above estimates, the General Assembly will need to adjust spending and/or revenues in order to eliminate the \$779.0 million spending gap for FY 2010. The following chart shows the projected General Fund appropriations by category. Approximately 69.6% of the budget funds K-12 schools, higher education, and medical services (Medicaid and hawk-i). Another 13.9% is used to fund the

Department of Corrections, the Judicial Branch/Public Defender, and property tax replacement. All other State agencies and programs make up the remaining 16.4% of the budget.



Note: The FY 2010 appropriations are estimated by the LSA using the FY 2009 appropriations as the baseline and adding the incremental built-in and anticipated increases to the baseline.

Significant issues surrounding the FY 2010 appropriations process include:

- Education Spending – Beginning in FY 2010, the General Assembly incorporated portions of existing State-funded categorical programs into the school aid formula to be funded on a per pupil basis. These include portions of the Student Achievement Teacher Quality Program, Phase II, and the Early Intervention/Class Size Reduction Program. The appropriation for State aid is estimated to increase \$421.9 million compared to the FY 2009 level. However, the net increase is projected to be \$112.9 million when the corresponding reductions to the line-item appropriations are considered. The growth in the school aid estimate is based on the following:
 - A 4.0% allowable growth rate for FY 2010 established in the 2008 Legislative Session
 - \$2.5 million for restoration of the statutory reduction to the Area Education Agencies.
 - \$6.0 million increase for Adjusted Additional Property Tax Levy Aid.
 - \$17.3 million for an additional Preschool Program weighting for new programs in FY 2009.
- Property Tax Credits – A total of \$159.9 million was appropriated from the Property Tax Credit Fund (PTCF) in FY 2009 to fund property tax credits. This included \$99.8 million from the FY 2008 General Fund surplus, \$13.9 million in redirected funds from unused salary adjustment dollars, \$1.8 million from a carryforward balance in the Property Tax Credit Fund, and a \$44.4 million General Fund appropriation from FY 2008. Current estimates indicate a lack of sufficient funds from the FY 2008 surplus to fund the PTCF in FY 2010 at the FY 2009 level. To fund the credits at the FY 2009 level of \$159.9 million, the General Assembly will need to find \$115.5 million in the FY 2010 budget.

Budget Overview

- Collective Bargaining – The State is currently in negotiations with the unions representing public employees. The negotiated agreement will cover FY 2010 and FY 2011. For estimating purposes, the salary adjustment cost for FY 2009 of \$92.9 million is being used for FY 2010. The cost of the new agreement will likely not be known until March or April of 2009.
- Medicaid – The Medicaid Program is estimated to increase \$164.0 million in FY 2010, a 27.8% increase over the FY 2009 General Fund appropriation amount. The increase includes:
 - \$74.6 million of the increase is attributed to a projected revenue shortfall in the Senior Living Trust Fund for FY 2010. In FY 2009, \$111.8 million was appropriated from the SLTF for Medicaid. The FY 2010 estimate assumes only \$37.1 million will be available from the SLTF for Medicaid.
 - For FY 2009, \$3.3 million was appropriated from the Property Tax Relief Fund for Medicaid. These funds are not expected to be available in FY 2010.
 - \$32.5 million for estimated increases during FY 2009 that will require a supplemental appropriation. These costs were not originally funded in FY 2009 and will require additional funding in FY 2010.
 - A net increase of \$53.6 million for changes in various Medicaid expenditures.
- Healthy Iowans Tobacco Trust Programs – Senate File 2417 (FY 2009 Healthy Iowans Tobacco Trust Act) eliminates the Healthy Iowans Tobacco Trust (HITT) Fund at the end of FY 2009. The HITT Fund receives the majority of its funding from the Endowment for Iowa’s Health Account. The revenues deposited into the Endowment (primarily tobacco settlement payments) will not be sufficient to fund the HITT programs, and therefore the HITT Fund is being eliminated. The HITT Fund was used to fund \$36.4 million in ongoing health care and substance abuse treatment programs. In order to continue these programs in FY 2010, \$36.4 million from the General Fund will need to be appropriated.
- Executive Council (Performance of Duty) – The Performance of Duty appropriation is used primarily for State expenditures associated with natural disasters, including State matching funds for FEMA grants. For FY 2010, it is estimated that the Department of Homeland Security and Emergency Management Division will need approximately \$37.6 million for disaster-related funding. This is \$35.5 million more than the amount in the current base appropriation.

General Fund Balance Sheet FY 2008 – FY 2010**Estimated Condition of the General Fund**

(Dollars in Millions)

	Actual FY 2008	Estimated FY 2009*	Estimated FY 2010
<i>Funds Available:</i>			
Receipts and Transfers	\$ 6,783.2	\$ 7,180.2	\$ 7,240.2
Tax Refunds	- 674.8	- 755.0	- 821.0
School Infrs. Refunds (Accrual)		- 388.1	- 412.0
Accruals	- 24.0	14.9	18.6
<i>Total Funds Available</i>	<u>6,084.4</u>	<u>6,052.0</u>	<u>6,025.8</u>
<i>Expenditure Limitation</i>			<u>5,965.5</u>
<i>Estimated Appropriations:</i>			
Appropriations	5,898.4	6,133.0	6,133.0
Built-in and Anticipated Expenditures			611.5
Standing Appropriation Adjustments		18.5	
Total Appropriations	<u>5,898.4</u>	<u>6,151.5</u>	<u>6,744.5</u>
Adj. to meet Expenditure Limitation (Spending Gap)		- 87.0	- 779.0
Total Appropriations less Adjustments	<u>5,898.4</u>	<u>6,064.5</u>	<u>5,965.5</u>
Reversions	- 10.4	- 12.5	- 12.5
<i>Net Appropriations</i>	<u>5,888.0</u>	<u>6,052.0</u>	<u>5,953.0</u>
<i>Ending Balance - Surplus</i>	<u>\$ 196.4</u>	<u>\$ 0.0</u>	<u>\$ 72.8</u>
<i>Appropriations/Transfers to Other Funds</i>			
Property Tax Credit Fund	\$ 99.8	\$ 0.0	\$ 0.0
Senior Living Trust Fund	48.3	0.0	36.4
Cash Reserve Fund	<u>48.3</u>	<u>0.0</u>	<u>36.4</u>
<i>Total</i>	<u>\$ 196.4</u>	<u>\$ 0.0</u>	<u>\$ 72.8</u>

Numbers may not equal totals due to rounding.

* Does not include the Governor's recommended budget reductions for FY 2009.

Budget Overview

Reserve Funds and Senior Living Trust Fund Repayment FY 2008 – FY 2010

For FY 2010, the Cash Reserve and Economic Emergency Funds are projected to reach the statutory maximum balance of \$602.6 million. This is equal to 10.0% of the FY 2010 adjusted revenue estimate. This amount is \$17.7 million (2.9%) less than the combined balances totaling \$620.3 million in FY 2009. The drop in the fund balances are the result of reduced revenue estimates for FY 2010.

The excess of \$17.7 million will be transferred from the Economic Emergency Fund to the Senior Living Trust Fund (SLTF) for FY 2010. The total amount that will have been transferred to the SLTF at the end of FY 2010 is estimated at \$269.5 million.

The estimated reserve fund balances assume the funds are not used to fund a portion of the budget gap in FY 2010. Statute restricts the use of the reserve funds for non-recurring, emergency expenditures; however, by notwithstanding these statutory provisions, the reserve funds have been used to help balance previous General Fund budgets.

State of Iowa Reserve Funds

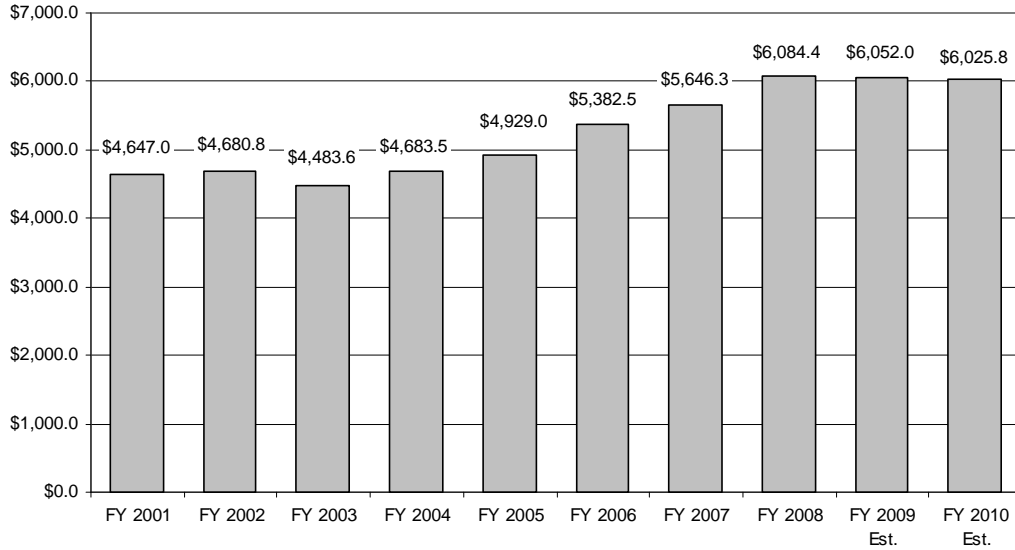
(Dollars in Millions)

	Actual FY 2008	Estimated FY 2009	Estimated FY 2010
Senior Living Trust Fund (SLTF) Requirement			
Balance Brought Forward	\$ 110.7	\$ 183.1	\$ 251.8
Revenues:			
Gen. Fund Appropriation from Surplus	53.5	48.3	0.0
Medicaid Surplus Transfer	0.0	0.0	0.0
Endowment for Iowa's Health Appropriation	0.0	0.0	0.0
Economic Emergency Fund Excess	18.9	20.4	17.7
Cumulative Repayment Balance	<u>\$ 183.1</u>	<u>\$ 251.8</u>	<u>\$ 269.5</u>
<i>Maximum \$300.0 million</i>			
	Actual FY 2008	Estimated FY 2009	Estimated FY 2010
Cash Reserve Fund (CRF)			
Balance Brought Forward	\$ 401.3	\$ 444.3	\$ 465.2
Revenues:			
Gen. Fund Appropriation from Surplus	76.2	48.3	0.0
Total Funds Available	477.5	492.6	465.2
Excess Transferred to EEF	- 33.2	- 27.4	- 13.3
Balance Carried Forward	<u>\$ 444.3</u>	<u>\$ 465.2</u>	<u>\$ 451.9</u>
<i>Maximum 7.5%</i>	<u>\$ 444.3</u>	<u>\$ 465.2</u>	<u>\$ 451.9</u>
	Actual FY 2008	Estimated FY 2009	Estimated FY 2010
Economic Emergency Fund (EEF)			
Balance Brought Forward	\$ 133.8	\$ 148.1	\$ 155.1
Revenues:			
Excess from Cash Reserve	33.2	27.4	13.3
Total Funds Available	167.0	175.5	168.4
Excess Transferred to SLTF	-18.9	-20.4	-17.7
Balance Carried Forward	<u>\$ 148.1</u>	<u>\$ 155.1</u>	<u>\$ 150.6</u>
<i>Maximum 2.5%</i>	<u>\$ 148.1</u>	<u>\$ 155.1</u>	<u>\$ 150.6</u>

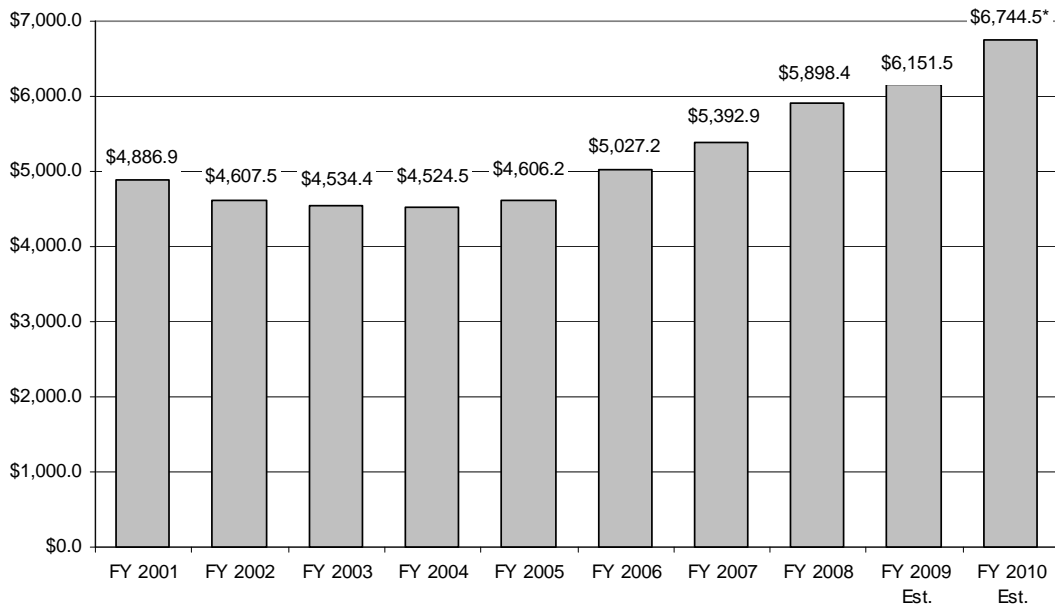
Numbers may not equal totals due to rounding.

Historical Trends – General Fund Revenues and Appropriations

State General Fund Receipts
(in millions)

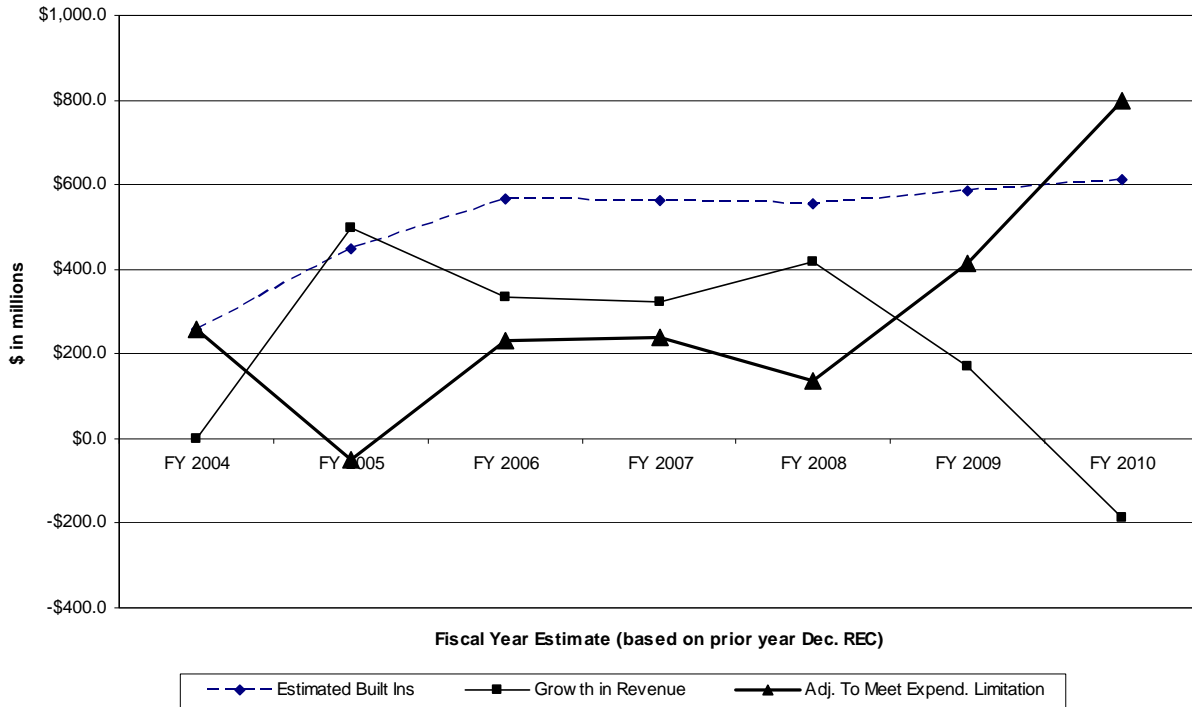


State General Fund Appropriations
(in millions)



* Note: The FY 2010 appropriations are estimated by the LSA using the FY 2009 appropriations as the baseline and adding the incremental built-in and anticipated increases to the baseline.

General Fund
Projected Expenditure Increases vs. Estimated Revenue Growth
 (based on prior year December Revenue Estimate)



Summary of FY 2010 General Fund Department Requests

Departments are requesting a total of \$6.505 billion from the General Fund for FY 2010. This represents an increase of \$353.6 million (5.7%) compared to estimated FY 2009. The Governor gave departments a directive to submit status quo budgets for FY 2010; however, state agencies were allowed to ask the Department of Management for exemptions. The directive did not apply to standing appropriations, elected officials, or the Legislative and Judicial Branches of government. In addition, some agencies chose to ignore the directive and included increases in the FY 2010 budgets. The departments also may not have included funding for the built-in and anticipated increases (see **Appendix B**) in their requests. The following table provides a summary of the department requests for FY 2010 by appropriation subcommittee.

Subcommittee	Est. FY 2009	Dept. Req. FY 2010	FY 2010 vs. FY 2009	Percent Change
Administration & Regulation	\$ 100.1	\$ 100.4	\$ 0.3	0.3%
Agriculture & Natural Resources	47.1	58.0	10.9	23.1%
Economic Development	49.6	54.1	4.5	9.1%
Education	1,297.8	1,147.1	-150.7	-11.6%
Health & Human Services	1,246.0	1,390.8	144.8	11.6%
Justice System	701.1	712.9	11.8	1.7%
Unassigned Standings	2,709.8	3,041.8	332.0	12.3%
TOTAL	\$ 6,151.5	\$ 6,505.1	\$ 353.6	5.7%

Status of Tobacco Securitization and Options for FY 2010

During the 2008 Session, the General Assembly approved SF 2432 (FY 2009 Infrastructure Appropriations Act) authorizing the Tobacco Settlement Authority to issue tax-exempt bonds against the remaining 22.0% of the tobacco payments from the Master Settlement Agreement that had not been securitized and were being deposited in the Endowment for Iowa’s Health Account. The legislation created the FY 2009 Tax-Exempt Restricted Capital Fund (RC3) to receive an estimated \$183.0 million in net proceeds from the securitization. The legislation also appropriated a total of \$182.8 million from the Fund for individual projects. The following table shows the appropriations by department.

**Tobacco Settlement Trust Fund
FY 2009 Tax-Exempt Restricted Capital Fund (RC3)**

	Estimated FY 2009
Resources	
Beginning Balance	\$ 0.0
Bond Proceeds	183.0
Total Available Resources	\$ 183.0
Appropriations	
Department of Administrative Services	\$ 58.4
Department of the Blind	0.9
Department of Corrections	75.4
Department of Education	2.0
Department of Natural Resources	14.8
Board of Regents	2.0
State Fair Authority	5.0
Department of Transportation	3.7
Department of Veterans Affairs	20.7
Total Appropriations	\$ 182.8
Ending Balance	\$ 0.2

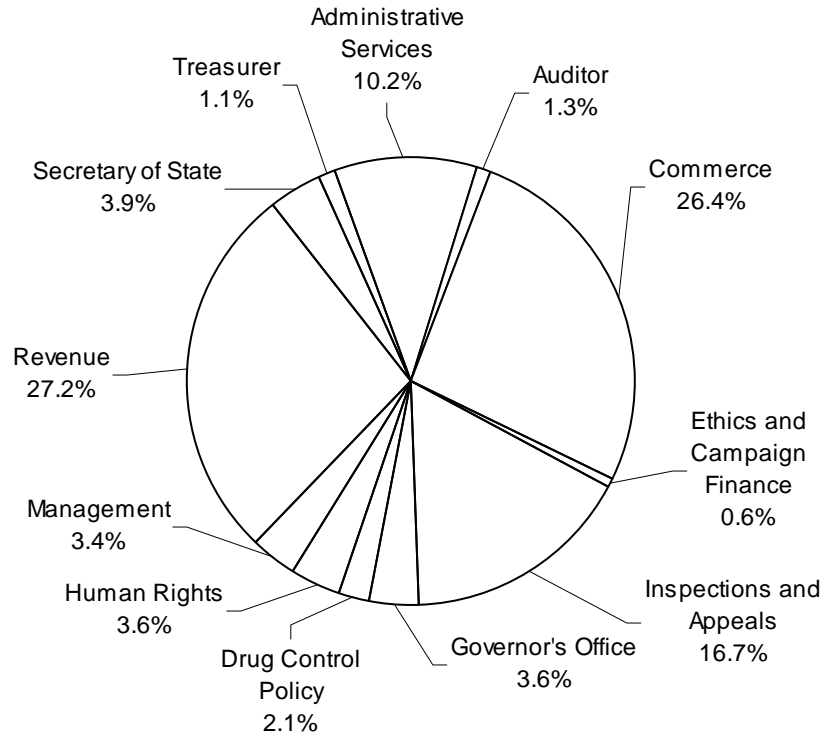
As of December 2008, the bonds have not been issued due to the financial market crisis and tight credit market. In addition, there are increased concerns about the stability of the revenue stream from tobacco payments due to increases in state cigarette taxes, a potential increase to the Federal Excise Tax on cigarettes, and declining tobacco consumption in the United States. Furthermore, the enacting legislation required the bond issuance to generate net proceeds totaling \$183.0 million. If this dollar threshold cannot be achieved, the securitization will not occur. As of November 2008, the projections for net proceeds ranged from \$146.0 to \$168.0 million, at interest rates above 9.0%. The financial advisor for the planned securitization considers the \$146.0 million to be the more realistic projection given the current market conditions.

At the December 2008 meeting of the Tobacco Settlement Authority, two options for continuing with the securitization were noted. The first would be to amend the 2008 authorization and reduce the \$183.0 million net proceed requirement to an amount that is better aligned with market feasibility. If the amount is lowered, several projects will need to either be eliminated or shifted to other funding sources where possible to adjust for the reduced bond proceeds.

The second option involves amending the 2008 authorization by changing the structure of the bond financing. This option would shift more risk to the State in the form of a moral obligation. This would consist of a pledge from the Governor to annually request funding to pay the debt service if payments from the specified revenue source are not sufficient. Although the moral obligation is not legally binding, it effectively acts as binding because if the State is unable to pay the debt service under a moral obligation, it may have a negative effect on the State's bond ratings. It is projected that this option would generate the required \$183.0 million in net proceeds at an interest rate of approximately 6.0%. In addition, this option would include capitalizing the interest on the bonds and would defer the debt service payments until 2010. This would allow the entire 2009 and part of the 2010 tobacco payments, approximately \$17.8 million and \$10.0 million respectively, to be used for other budgetary purposes.

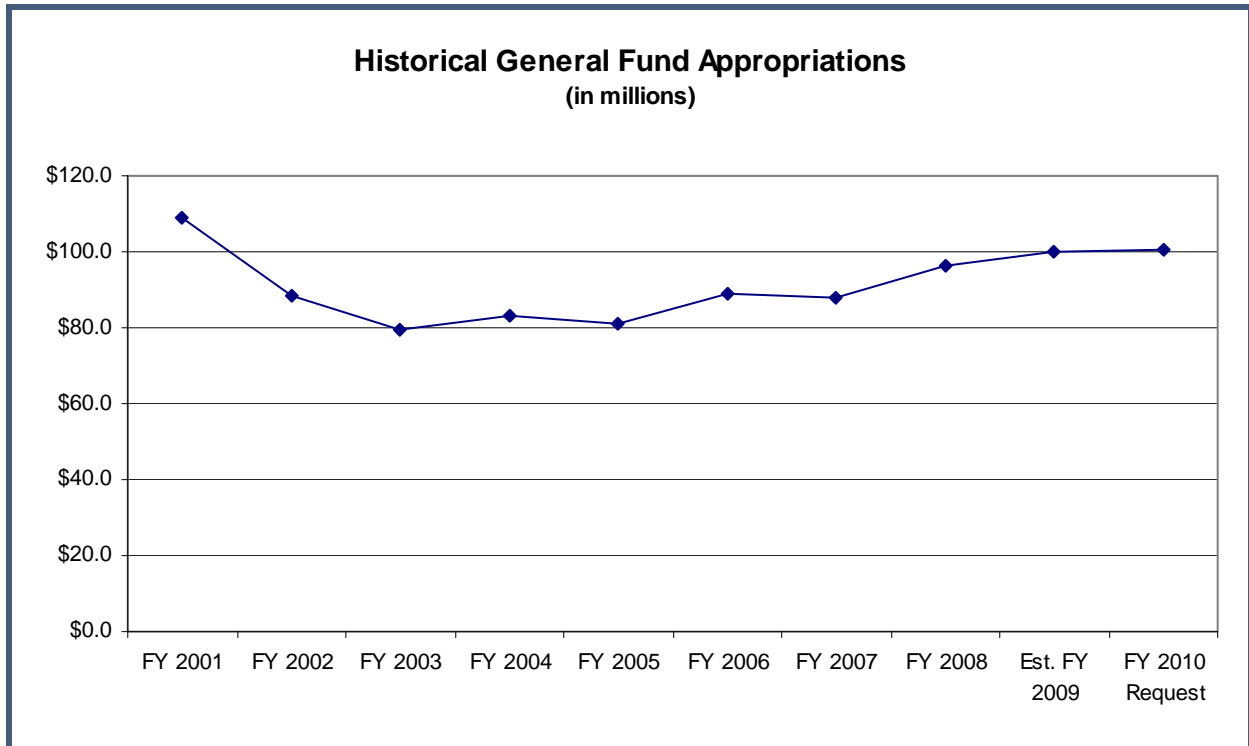
ADMINISTRATION AND REGULATION APPROPRIATIONS SUBCOMMITTEE

FY 2010 General Fund Department Requests



FY 2010 General Fund Department Requests

Administrative Services	\$ 10,258,375
Auditor	1,278,634
Commerce	26,512,494
Ethics and Campaign Finance	556,978
Inspections and Appeals	16,738,190
Governor's Office	3,571,160
Drug Control Policy	2,136,164
Human Rights	3,632,457
Management	3,372,388
Revenue	27,301,255
Secretary of State	3,914,192
Treasurer	1,104,411
Total	\$ 100,376,698



FY 2010 DEPARTMENT REQUESTS

Department of Administrative Services

Established in 2003 by legislative action, the Department of Administrative Services (DAS) consists of four enterprises that provide infrastructure and facilities services to other agencies of State government. These enterprises include the Information Technology Enterprise (ITE), the General Services Enterprise (GSE), the Human Resources Enterprise (HRE), and the State Accounting Enterprise (SAE).

The Department is requesting FY 2010 General Fund appropriations totaling \$10.3 million. This is no change compared to estimated FY 2009.

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Administrative Services, Dept. of</u>			
Administrative Services, Dept.	\$ 6,553,575	\$ 6,553,575	\$ 0
Utilities	3,704,800	3,704,800	0
Total Administrative Services, Dept. of	\$ 10,258,375	\$ 10,258,375	\$ 0

Issues

I/3 System Funding – The Department is requesting \$4.0 million from the Rebuild Iowa Infrastructure Fund (RIIF) for FY 2010 for increased operating costs associated with the I/3 System. The Department received a \$2.0 million appropriation from the RIIF in FY 2009. The majority of the I/3 operating costs are funded by fees charged to other agencies that use the System. The fees are typically paid from the agencies’ General Fund operating budgets. If the funds are not appropriated to the DAS Distribution Account in FY 2010, State agencies will likely be billed for the additional costs that are currently not included in their FY 2010 budgets. The cost to operate the I/3 system in FY 2010 is estimated at \$6.9 million. Because this appropriation is being requested from the RIIF, the line-item appropriation is included in the Transportation, Infrastructure, and Capitals Appropriations Subcommittee section of this document.

Human Resources Payroll Implementation – The Department is requesting a total of \$34.6 million to implement the Human Resources Payroll System. This is the final phase of the I/3 system development. The request includes \$23.2 million for FY 2010 and \$11.4 million for FY 2011. The funds will be used for design, program development, training, and funding for 22.0 new FTE positions. Replacement of the current HRIS system has become a critical issue from a technical standpoint due to the program language dating to the 1970s and a shortage of programmers that can work with the outdated system. Because this appropriation is being requested from the RIIF, the line-item appropriation is included in the Transportation, Infrastructure, and Capitals Appropriations Subcommittee section of this document.

Auditor of State

The Auditor’s Office provides independent audits of the financial operations of State and local governments. The Office also reviews government activities to help ensure they are conducted in an effective, efficient, and legal manner.

The Auditor is requesting an FY 2010 General Fund appropriation of \$1.3 million. This is no change compared to estimated FY 2009.

General Fund Requests

	<u>Estimated FY 2009</u>	<u>Dept Request FY 2010</u>	<u>Dept. Req. vs. Est. FY 2009</u>
<u>Auditor of State</u>			
Auditor of State - General Office	\$ 1,278,634	\$ 1,278,634	\$ 0
Total Auditor of State	<u>\$ 1,278,634</u>	<u>\$ 1,278,634</u>	<u>\$ 0</u>

Department of Commerce

The Department of Commerce is comprised of six divisions including: the Iowa Alcoholic Beverages Division, the Iowa Division of Banking, the Iowa Credit Union Division, the Iowa Insurance Division, Professional Licensing and Regulation, and the Iowa Utilities Board. Each division is responsible for regulation of an industry or group of industries. Each division’s budget is prepared independently and then combined with the other divisions’ budgets for submission to the Governor and General Assembly for consideration.

Administration and Regulation Appropriations Subcommittee

The Department is requesting FY 2010 General Fund appropriations totaling \$26.5 million. This is no change compared to estimated FY 2009.

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
Commerce, Dept. of			
Alcoholic Beverages			
Alcoholic Beverages Operations	\$ 2,156,421	\$ 2,156,421	\$ 0
Banking Division			
Banking Division	\$ 8,662,670	\$ 8,662,670	\$ 0
Professional Licensing and Reg.			
Professional Licensing Bureau	\$ 967,522	\$ 967,522	\$ 0
Credit Union Division			
Credit Union Division	\$ 1,727,995	\$ 1,727,995	\$ 0
Insurance Division			
Insurance Division	\$ 5,062,359	\$ 5,062,359	\$ 0
Utilities Division			
Utilities Division	\$ 7,795,527	\$ 7,795,527	\$ 0
Insurance Division			
Senior Health Insurance Information Program	\$ 60,000	\$ 60,000	\$ 0
Health Insurance Oversight	80,000	80,000	0
Total Insurance Division	\$ 140,000	\$ 140,000	\$ 0
Total Commerce, Dept. of	\$ 26,512,494	\$ 26,512,494	\$ 0

Other Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
Commerce, Dept. of			
Professional Licensing and Reg.			
Field Auditors-Housing Improve. Fund	\$ 62,317	\$ 0	\$ -62,317
Total Commerce, Dept. of	\$ 62,317	\$ 0	\$ -62,317

Ethics and Campaign Disclosure Board

The Iowa Ethics and Campaign Disclosure Board administers the State campaign, lobbying, and ethics laws. The Board also reports on all gifts, bequests, and grants received by an Executive Branch agency other than a Regents university.

The Board is requesting an FY 2010 General Fund appropriation of \$557,000. This is no change compared to estimated FY 2009.

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Ethics and Campaign Disclosure</u>			
Ethics & Campaign Disclosure Board	\$ 556,978	\$ 556,978	\$ 0
Total Ethics and Campaign Disclosure	\$ 556,978	\$ 556,978	\$ 0

Department of Inspections and Appeals

The Department of Inspections and Appeals (DIA) is a regulatory agency charged with protecting the health, safety, and well-being of Iowans. The Department consists of four major divisions: the Administration Division, the Administrative Hearings Division, the Health Facilities Division, and the Investigations Division. The Department also includes five administrative units including, the Child Advocacy Board, the Employment Appeal Board, the Hospital Licensing Board, the Iowa Racing and Gaming Commission, and the State Public Defender. For the purposes of this document, the State Public Defender budget is included under the Justice System Appropriation Subcommittee.

The Department is requesting FY 2010 General Fund appropriations totaling \$16.7 million. The Department is also requesting other fund appropriations totaling \$1.6 million for FY 2010. These requests represent no change compared to estimated FY 2009.

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Inspections & Appeals, Dept. of</u>			
Inspections and Appeals, Dept. of			
Administration Division	\$ 2,331,031	\$ 2,331,031	\$ 0
Administrative Hearings Division	787,705	787,705	0
Investigations Division	1,689,221	1,689,221	0
Health Facilities Division	2,601,967	2,601,967	0
Employment Appeal Board	60,047	60,047	0
Child Advocacy Board	2,965,468	2,965,468	0
Total Inspections and Appeals, Dept. of	\$ 10,435,439	\$ 10,435,439	\$ 0
Racing Commission			
Pari-Mutuel Regulation	\$ 2,930,682	\$ 2,930,682	\$ 0
Riverboat Regulation	3,372,069	3,372,069	0
Total Racing Commission	\$ 6,302,751	\$ 6,302,751	\$ 0
Total Inspections & Appeals, Dept. of	\$ 16,738,190	\$ 16,738,190	\$ 0

Other Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Inspections & Appeals, Dept. of</u>			
DIA-Use Tax	\$ 1,623,897	\$ 0	\$ -1,623,897
DIA-Use Tax/RUTF	0	1,623,897	1,623,897
Total Inspections & Appeals, Dept. of	\$ 1,623,897	\$ 1,623,897	\$ 0

Issues

Nursing Home Inspections – The Department’s inspections of nursing facilities has generated discussion of the severity of fines assessed against facilities. Nursing facilities claim that the Department is focusing on punitive measures rather than working with nursing facilities to improve the quality of care.

Office of Governor and Lieutenant Governor

The Governor’s Office is responsible for managing the Executive Branch and implementing policies and programs in accordance with State law.

The Office is requesting FY 2010 General Fund appropriations totaling \$3.6 million. This is no change compared to estimated FY 2009.

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Governor</u>			
Governor/Lt. Governor's Office	\$ 2,645,186	\$ 2,645,186	\$ 0
Terrace Hill Quarters	523,215	523,215	0
Administrative Rules Coordinator	178,391	178,391	0
National Governor's Association	80,600	80,600	0
State-Federal Relations	143,768	143,768	0
Total Governor	\$ 3,571,160	\$ 3,571,160	\$ 0

Governor’s Office of Drug Control Policy

The Governor’s Office of Drug Control Policy (GODCP) coordinates agencies and stakeholders involved with drug enforcement and substance abuse treatment and prevention. The Office creates the drug control policy and strategy for the State and identifies, pursues, and administers federal and other grants.

The GODCP is requesting FY 2010 General Fund appropriations totaling \$2.1 million. This is no change compared to estimated FY 2009.

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Governor's Office of Drug Control Policy</u>			
Drug Policy Coordinator	\$ 370,901	\$ 376,164	\$ 5,263
Drug Task Forces	1,765,263	1,760,000	-5,263
Total Governor's Office of Drug Control Policy	\$ 2,136,164	\$ 2,136,164	\$ 0

Issues

Real-Time Pseudoephedrine Tracking System – In 2007, HF 771 (Advisory Services Sales Tax Exemption Act) and HF 852 (Pseudoephedrine Sales and Tracking Act) proposed the creation of a real-time pseudoephedrine tracking system. Once a consumer has reached the daily or monthly limit of pseudoephedrine, the sales record is flagged providing notification to other pharmacies to deny the next sale. The GODCP estimates initial start-up costs at \$200,000 with an additional cost of \$30,000 per year to maintain operations of the system. These costs are not included in the Department’s FY 2010 budget request.

Edward Byrne Memorial Justice Assistance Grant – In FY 2008, \$1.4 million of General Funds was appropriated to cover a projected shortfall of federal funds from the Edward Byrne Memorial Justice Assistance Grant (Byrne/JAG Grant). The Department was authorized to carry forward any unspent funding to FY 2009. The amount carried forward was \$598,000 for FY 2009. Additionally, the Department received a General Fund appropriation of \$1.8 million for a total of \$2.3 million. The Department is not authorized to carry forward unspent funds from FY 2009 to FY 2010.

Department of Human Rights

The Iowa Department of Human Rights is comprised of seven divisions, one commission, and an administrative support unit. The divisions include: the Division on the Status of African Americans, the Commission on the Status of Asian and Pacific Islanders, the Division of Latino Affairs, the Division of Persons with Disabilities, the Division on the Status of Women, the Division of Deaf Services, the Division of Community Action Agencies, the Division of Criminal and Juvenile Justice Planning, and the Status of Native Americans. The divisions promote self-sufficiency of their constituency population by providing training, developing partnerships, and advocating on their behalf.

The Department is requesting FY 2010 General Fund appropriations totaling \$3.6 million. This is a decrease of \$25,000 compared to estimated FY 2009. The decrease reflects one-time appropriations received in FY 2009 that are not being requested for FY 2010. The Department is also requesting \$150,000 in other funds for the Division of Community Action Agencies. This is no change compared to estimated FY 2009.

Administration and Regulation Appropriations Subcommittee

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
Human Rights, Dept. of			
Human Rights Administration	\$ 372,239	\$ 357,239	\$ -15,000
Deaf Services	440,703	440,703	0
Asian and Pacific Islanders	155,109	155,109	0
Persons with Disabilities	242,062	242,062	0
Latino Affairs	207,035	207,035	0
Status of Women	367,203	367,203	0
Status of African Americans	194,162	194,162	0
Criminal & Juvenile Justice	1,662,944	1,662,944	0
Development, Assessment & Resolution Program	10,000	0	-10,000
Status of Native Americans	6,000	6,000	0
Total Human Rights, Dept. of	\$ 3,657,457	\$ 3,632,457	\$ -25,000

Other Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
Human Rights, Dept. of			
Division of Community Action Agencies	\$ 150,000	\$ 150,000	\$ 0
Total Human Rights, Dept. of	\$ 150,000	\$ 150,000	\$ 0

Department of Management

The Department of Management (DOM) is the planning and budgeting agency within the Executive Branch. The director of the Department serves as the Governor's chief financial advisor.

The Department is requesting an FY 2010 General Fund appropriation of \$3.4 million and \$56,000 from the Road Use Tax Fund. These requests represent no change compared to estimated FY 2009.

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
Management, Dept. of			
Department Operations	\$ 3,372,388	\$ 3,372,388	\$ 0
Total Management, Dept. of	\$ 3,372,388	\$ 3,372,388	\$ 0

Other Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Management, Dept. of</u>			
RUTF DOM Operations	\$ 56,000	\$ 56,000	\$ 0
Total Management, Dept. of	\$ 56,000	\$ 56,000	\$ 0

Department of Revenue

The Department of Revenue is comprised of six divisions, including: Taxpayer Services and Policy, Compliance, Property Tax, Revenue Operations, Technology and Information Management, and Internal Services. The Department of Revenue collects all taxes in Iowa that are required by law. The Department also provides taxpayers with information that supports tax filing and payments.

The Department is requesting FY 2010 General Fund appropriations totaling \$27.3 million. The Department is also requesting an appropriation of \$1.3 million from the Motor Vehicle Fuel Tax for FY 2010. These requests represent no change compared to estimated FY 2009.

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	FY 2010 vs. FY 2009
<u>Revenue, Dept. of</u>			
Revenue, Department of	\$ 27,301,255	\$ 27,301,255	\$ 0
Total Revenue, Dept. of	\$ 27,301,255	\$ 27,301,255	\$ 0

Other Fund Requests

	Estimated FY 2009	Dept Request FY 2010	FY 2010 vs. FY 2009
<u>Revenue, Dept. of</u>			
Motor Fuel Tax Admin.-MVFT	\$ 1,305,775	\$ 1,305,775	\$ 0
Total Revenue, Dept. of	\$ 1,305,775	\$ 1,305,775	\$ 0

Secretary of State

The Secretary of State is responsible for filing documents such as Uniform Commercial Code (UCC) financing statements, trademarks, business entity documents, and other statutorily required special filings. The Office also coordinates and supervises elections, and maintains and operates the voter registration program.

The Secretary of State is requesting FY 2010 General Fund appropriations totaling \$3.9 million. This is an increase of \$285,000 compared to estimated FY 2009 to fund IVOTER system maintenance.

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Secretary of State</u>			
Admin/Elections/Voter Registration	\$ 1,570,608	\$ 1,570,608	\$ 0
Secretary of State-Business Services	2,058,584	2,058,584	0
I-Voters Maintenance	0	285,000	285,000
Total Secretary of State	\$ 3,629,192	\$ 3,914,192	\$ 285,000

Issues

IVOTER Maintenance – The \$285,000 will be used to fund the maintenance costs of the IVOTER System. The Help America Vote Act (HAVA) of 2002 required each state to implement a single, uniform, centralized, interactive, computerized statewide voter registration system (IVOTERS). The total estimated cost to maintain the IVOTER System is \$950,000 for FY 2010. The Secretary of State proposes using \$380,000 in federal HAVA funds, \$285,000 in State appropriated funds, and \$285,000 from county reimbursements to fund the System maintenance in FY 2010.

Treasurer of State

The Treasurer of State provides financial services to the State of Iowa by maintaining records of the receipts and disbursements in the State treasury. The Treasurer is responsible for reporting the bonding activities of all political subdivisions and agencies, and makes recommendations to the General Assembly and the Governor on modifications to the bonding authority.

The Treasurer is requesting an FY 2010 General Fund appropriation of \$1.1 million for operation of the Office. The Treasurer is also requesting a Road Use Tax Fund appropriation of \$93,000 for FY 2010 to fund I/3 budget system expenses. These requests represent no change compared to estimated FY 2009.

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Treasurer of State</u>			
Treasurer - General Office	\$ 1,104,411	\$ 1,104,411	\$ 0
Total Treasurer of State	\$ 1,104,411	\$ 1,104,411	\$ 0

Other Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Treasurer of State</u>			
I-3 Expenses - RUTF	\$ 93,148	\$ 93,148	\$ 0
Total Treasurer of State	\$ 93,148	\$ 93,148	\$ 0

Iowa Public Employees Retirement System

The Iowa Public Employees’ Retirement System (IPERS) administers the retirement benefits for many of Iowa’s public employees. Iowa’s public employers use IPERS benefits to attract and retain qualified public personnel in public service. The benefits help public employees care for themselves during retirement.

The IPERS is requesting an appropriation of \$18.0 million from the IPERS Trust Fund for FY 2010. This is an increase of \$157,000 compared to estimated FY 2009, to cover additional DAS I/3 budget system expenses.

Issues

DAS I/3 Budget System Expenses – The IPERS believes they are overcharged by the Department of Administrative Services for I/3 budget system costs. The I/3 fees pay for a portion of the operational costs of the I/3 System and the fees are set by the Customer Council. The IPERS has presented their disagreement to the Customer Council and the Council has not agreed with their position. The IPERS is requesting an increase in the appropriation from the IPERS Trust Fund in the amount of \$157,000 to cover increased DAS I/3 budget system expenses.

Other Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>IPERS Administration</u>			
IPERS Administration	\$ 17,844,663	\$ 18,001,480	\$ 156,817
Total IPERS Administration	\$ 17,844,663	\$ 18,001,480	\$ 156,817

INTERIM COMMITTEES, MEETINGS, AND PUBLICATIONS

Energy Efficiency Plans and Programs Study Committee

Charge: Examine the existence and effectiveness of energy efficiency plans and programs implemented by gas and electric public utilities, with an emphasis on results achieved by current plans and programs from the demand, or customer, perspective, and make recommendations for additional requirements applicable to energy efficiency plans and programs that would improve such results. In conducting the study and developing recommendations, the Study Committee shall consider testimony from the Iowa Utilities Board, rate and nonrate-regulated gas and electric utilities, the Consumer Advocate, state agencies involved with energy efficiency program administration, environmental groups and associations, and consumers.

The Energy Efficiency Plans and Programs Study Committee met twice during the 2008 legislative interim. The Committee received information and input from a variety of organizations involved in the generation and distribution of energy and organizations interested in energy efficiency measures. The Committee did not make any recommendations. The following is a list of presenters that provided testimony to the Committee.

- Iowa Utilities Board
- MidAmerican Energy
- Alliant Energy
- Iowa Association of Electric Cooperatives
- Iowa Association of Municipal Utilities
- Iowa Policy Project
- Office of Consumer Advocate
- Office of Energy Independence
- Iowa Environmental Council
- Plains Justice
- Regulatory Assistance Project
- Commission of Energy Efficiency Standards and Practices
- Iowa State Association of Counties and Iowa League of Cities
- Black Hills Energy Efficiency Plans
- Iowa Propane Gas Association
- Climate Change Advisory Council

Additional information is available on the website at
<http://www.legis.state.ia.us/asp/Committees/Committee.aspx?id=237>

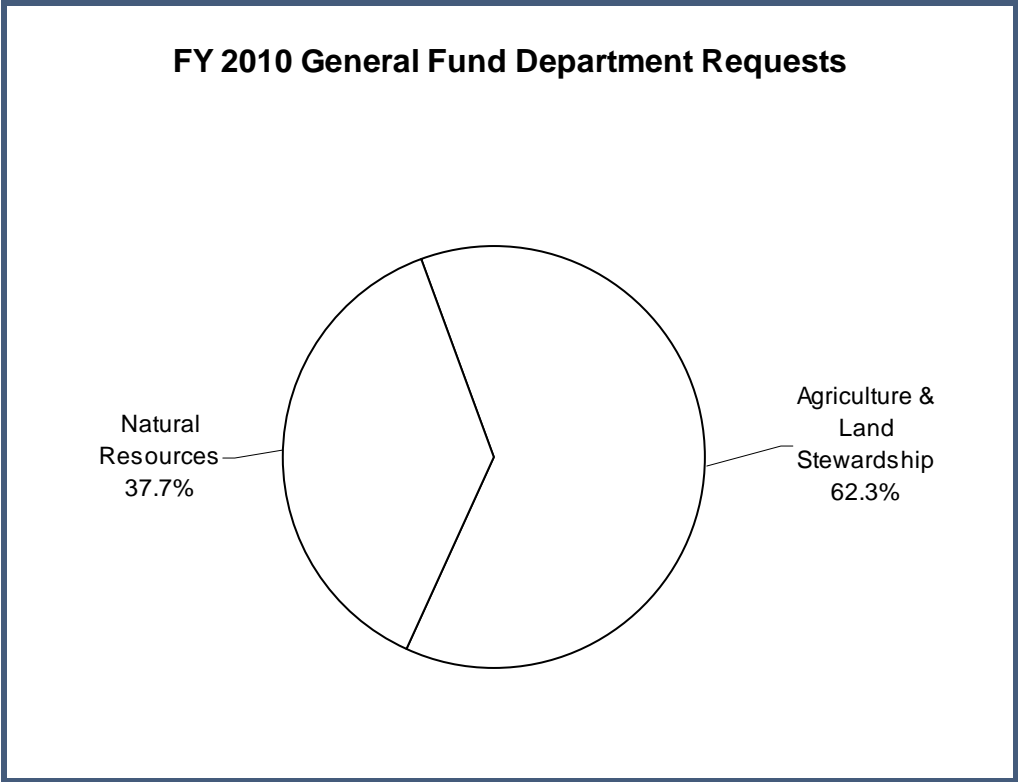
LSA Publications

The following publications have been issued by the LSA that relate to the Administration and Regulation Appropriations Subcommittee:

- *Fiscal Topic:* [Community Action Agencies](#)
- *Fiscal Topic:* [Performance of Duty Appropriations](#)
- *Fiscal Topic:* [State Appeal Board Appropriations](#)
- *Fiscal Topic:* [Iowa Public Employees Retirement System \(IPERS\)](#)

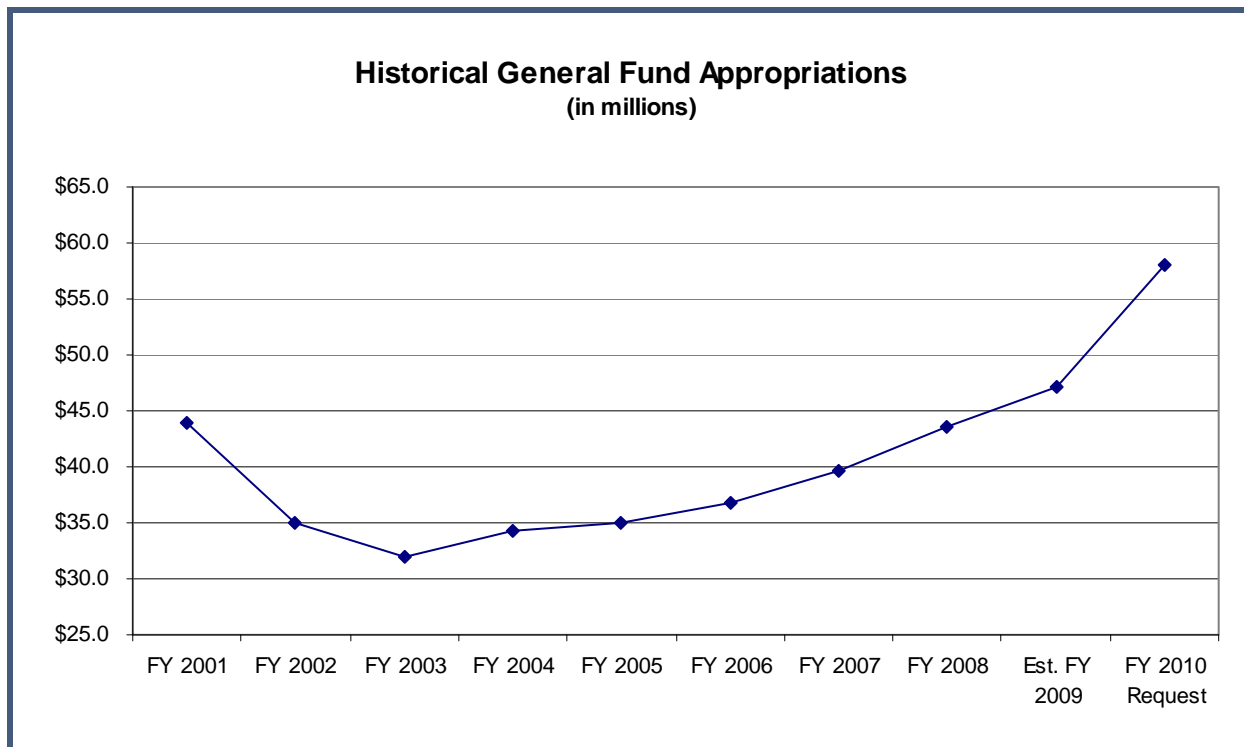
Staff Contacts: David Reynolds (1-6934); Joe Brandstatter (5-2062)

**AGRICULTURE AND NATURAL RESOURCES
APPROPRIATIONS SUBCOMMITTEE**



FY 2010 General Fund Department Requests

Agriculture & Land Stewardship	\$	36,182,391
Natural Resources		21,866,333
	\$	<u>58,048,724</u>



FY 2010 DEPARTMENT REQUESTS

Department of Agriculture and Land Stewardship

The Department of Agriculture and Land Stewardship (DALs) was created in 1923 to oversee agriculture in the State. Land stewardship functions were added in 1986. The Department has two operating divisions: the Consumer Protection and Industry Services Division and the Soil Conservation Division.

The Department is requesting FY 2010 General Fund appropriations totaling \$36.2 million. This is an increase of \$14.2 million compared to estimated FY 2009. The Department is also requesting FY 2010 other fund appropriations totaling \$19.3 million. This is an increase of \$2.8 million compared to estimated FY 2009.

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Agriculture and Land Stewardship</u>			
Administrative Division	\$ 19,737,891	\$ 19,852,391	\$ 114,500
Chronic Wasting Disease	100,000	100,000	0
Regulatory Dairy Products	950,000	950,000	0
Avian Influenza	50,000	50,000	0
Apiary Program	75,000	120,000	45,000

Agriculture and Natural Resources Appropriations Subcommittee

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
Agriculture and Land Stewardship, cont.			
Gypsy Moth Control - GF	50,000	50,000	0
Emerald Ash Borer Public Awareness	50,000	50,000	0
Soil Commissioners Expense	400,000	495,000	95,000
Sr. Farmers Market Program	75,000	75,000	0
Emergency Veterinarian Rapid Response	130,000	130,000	0
Organic Agricultural Products	50,000	50,000	0
Grape & Wine Development Fund	280,000	280,000	0
Farm to School Program	80,000	80,000	0
Flood Impact Prevention	0	2,250,000	2,250,000
Maintenance And Restoration Program	0	11,200,000	11,200,000
Technical Assistance for Urban Practices	0	450,000	450,000
Total Agriculture and Land Stewardship	\$ 22,027,891	\$ 36,182,391	\$ 14,154,500

Changes include:

- An increase of \$115,000 to the Administrative Division. This includes:
 - \$73,000 for increased fuel costs.
 - \$42,000 for the increased costs of services provided by the Department of Administrative Services.
- An increase of \$45,000 for the Apiary Program.
- An increase of \$95,000 for the reimbursement of District Soil and Water Commissioner expenses.
- An increase of \$2.3 million and 2.0 FTE positions for a Flood Impact Prevention/Hydrologic Footprint Study to examine water holding capacities of conservation practices designed for flood control and crop production. Funding would be used as follows:
 - \$300,000 for a research farm dedicated to understanding the flow of water on certain practices.
 - \$1.5 million for targeted watersheds to build up and increase capacity in water retention basins and terraces.
 - \$150,000 and 2.0 FTE positions for hydrology experts to assist with the planning and understanding of water flow.
 - \$300,000 for the use of Light Detection and Ranging (LiDAR) technology for watershed and water management planning.
- An increase of \$11.2 million and 20.0 FTE positions to provide flood protection of current conservation infrastructure and for technical assistance. Funding would be used as follows:
 - \$6.0 million for one-time funding for repair of conservation practices that do not qualify for federal funding.
 - \$1.5 million for low-interest loans to maintain practices not affected by the 2008 flooding, tornadoes, and severe weather.
 - \$3.0 million for technical support to landowners to repair flood-damaged practices.

Agriculture and Natural Resources Appropriations Subcommittee

- \$700,000 for 20.0 FTE positions for soil conservation technicians to provide on-going training of conservation practices available to landowners.
- An increase of \$450,000 and 6.0 FTE positions for urban conservationists to assist urban communities with planning and technical assistance.

Other Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Agriculture and Land Stewardship</u>			
Agriculture and Land Stewardship			
Native Horse and Dog Program	\$ 305,516	\$ 305,516	\$ 0
Motor Fuel Inspection-RFIF	300,000	300,000	0
Open Feedlots-Ag Remediation	50,000	50,000	0
Conservation Reserve Enhance-EFF	1,500,000	2,000,000	500,000
Watershed Protection Fund-EFF	2,550,000	2,550,000	0
Farm Management Demo.-EFF	850,000	1,700,000	850,000
Agricultural Drainage Wells-EFF	1,500,000	1,500,000	0
Cost Share-EFF	7,000,000	7,000,000	0
Conservation Reserve Prog.-EFF	1,500,000	3,000,000	1,500,000
So. Iowa Conservation & Dev.-EFF	300,000	300,000	0
Soil & Water Conservation Needs Assessment	15,000	0	-15,000
Total Agriculture and Land Stewardship	\$ 15,870,516	\$ 18,705,516	\$ 2,835,000
Loess Hills Dev. and Conservation			
Loess Hills-EFF	\$ 600,000	\$ 600,000	\$ 0
Total Agriculture and Land Stewardship	\$ 16,470,516	\$ 19,305,516	\$ 2,835,000

Changes include:

- An increase of \$500,000 for the Conservation Reserve and Enhancement Program (CREP) for additional projects designed to protect floodplains and improve water quality from the agricultural drainage systems.
- An increase of \$850,000 for the Farm Management Demonstration Program to fund additional grants to farmers willing to demonstrate new agricultural systems for nutrient and pesticide management, air quality, and soil and water protection.
- An increase of \$1.5 million for the Conservation Reserve Program to fund additional projects that establish vegetative buffer strips, field borders, and wetlands on private land to improve water quality and wildlife habitat.
- A decrease of \$15,000 related to one-time funding received in FY 2009 for the soil and water conservation needs assessment of the Little Sioux River.

Issues

Flood Damage – The Rebuild Iowa Office was established in June to be the State operational component to coordinate flood recovery activities. The Agriculture and Environment Task Force held three meetings to discuss flood and storm damage and to make recommendations to the Rebuild Iowa Office. During the first meeting, it was reported the damage to soil conservation practices was estimated at \$40.0 million.

The DALs is requesting \$2.3 million for a Flood Impact Prevention/Hydrologic Footprint Study and \$11.2 million to provide severe weather protection for current infrastructure and for technical assistance.

Urban Conservation Practices – The expansion of urban development has increased implementation of urban soil conservation practices to protect the soil. The DALs is requesting an increase of \$450,000 and 6.0 FTE positions for urban conservationists to assist communities with planning and technical assistance for implementing strategies to reduce water runoff, soil erosion, and movement of storm water.

Department of Natural Resources

The Department of Natural Resources (DNR) is responsible for maintaining State parks and forests, protecting the environment, and managing energy, fish, wildlife, and land and water resources in Iowa.

The Department is requesting FY 2010 General Fund appropriations totaling \$21.9 million. This is no change compared to estimated FY 2009. The Department is also requesting other fund appropriations of \$43.5 million and \$26.1 million for capital projects for FY 2010.

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Natural Resources, Dept. of</u>			
Natural Resources Operations	\$ 20,866,333	\$ 20,866,333	\$ 0
Redemption Center	1,000,000	0	-1,000,000
Air Quality Standards & Monitoring	0	1,000,000	1,000,000
Total Natural Resources, Dept. of	\$ 21,866,333	\$ 21,866,333	\$ 0

The Department of Natural Resources (DNR) is requesting \$1.0 million and 6.0 FTE positions for FY 2010. The General Fund request includes:

- An increase of \$1.0 million and 6.0 FTE positions for the Air Quality Bureau.
- A decrease of \$1.0 million to reflect a one-time appropriation received in FY 2009 for redemption center grants.

Other Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Natural Resources, Dept. of</u>			
Snowmobile Fund Transfer	\$ 950,000	\$ 0	\$ -950,000
ATV Fund Transfer	775,000	0	-775,000
Fish & Game-DNR Admin Expenses	38,793,154	39,093,154	300,000
NPDES Permit Application Processing	700,000	700,000	0
Snowmobile Registration Fees	100,000	100,000	0
UST Administration Match	200,000	200,000	0
GWF-Storage Tanks Study-DNR	100,303	100,303	0
GWF-Household Hazardous Waste-DNR	447,324	447,324	0

Agriculture and Natural Resources Appropriations Subcommittee

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Natural Resources, Dept. of, cont.</u>			
GWF-Well Testing Admin 2%-DNR	62,461	62,461	0
GWF-Groundwater Monitoring-DNR	1,686,751	1,686,751	0
GWF-Landfill Alternatives-DNR	618,993	618,993	0
GWF-Waste Reduction and Assistance	192,500	192,500	0
GWF-Solid Waste Authorization	50,000	50,000	0
GWF-Geographic Information System	297,500	297,500	0
Total Natural Resources, Dept. of	\$ 44,973,986	\$ 43,548,986	\$ -1,425,000
<u>Natural Resources Capital</u>			
REAP-EFF	\$ 18,000,000	\$ 18,000,000	\$ 0
Volunteers and Keepers of Land-EFF	100,000	100,000	0
Park Operations & Maintenance-EFF	2,470,000	2,470,000	0
GIS Information for Watershed-EFF	195,000	195,000	0
Water Quality Monitoring-EFF	2,955,000	2,955,000	0
Water Quality Protection-EFF	500,000	500,000	0
Air Quality Monitoring-EFF	325,000	325,000	0
Water Quantity-EFF	495,000	495,000	0
Resource Conservation and Dev.-EFF	250,000	150,000	-100,000
Global Climate Change-EFF	50,000	150,000	100,000
Animal Feeding Operations-EFF	360,000	360,000	0
Ambient Air Quality-FES	195,000	195,000	0
Deer Depredation Program-FES	0	250,000	250,000
Water Trails & Low Head Dam	250,000	0	-250,000
Total Natural Resources Capital	\$ 26,145,000	\$ 26,145,000	\$ 0

Significant other fund changes include:

- A decrease of \$950,000 to the Snowmobile Fund and \$775,000 to the All-Terrain Vehicle Fund. In FY 2009 the General Assembly replaced funding that was deappropriated in FY 2002. Funding was from the Unassigned Revenue Fund of the Underground Storage Tank Fund.
- An increase of \$300,000 for Fish and Game administrative expenses.
- A decrease of \$100,000 for the Resource Conservation and Development Program with funding from the Environment First Fund.
- An increase of \$100,000 and 2.0 FTE positions for the Global Climate Change Program funding from the Environment First Fund.
- An increase of \$250,000 and 3.0 FTE positions for the Deer Depredation Program with funding from the Federal Economic Stimulus and Jobs Holding Account.

Issues

Floodplain Mapping – The Rebuild Iowa Office was established in June to be the State operational component to coordinate flood recovery activities. The Agriculture and Environment Task Force and the Floodplain Management and Hazard Mitigation Task Force held five meetings and made recommendations to the Rebuild Iowa Office. Presenters discussed the lack of detailed floodplain maps for many communities in Iowa. Other information included the use of Light Detection and Ranging

Technology (LiDAR). This technology is similar to Sonic Detection and Ranging (SONAR), but uses an aircraft and laser beam which gives 150,000 pulses of light per second. The DNR is requesting \$3.0 million for FY 2010 from the Rebuild Iowa Infrastructure Fund for the project. The DNR estimates that the cost to complete the Statewide floodplain mapping to be \$15.0 million over a ten-year period.

Air Quality Monitoring – The National Ambient Air Quality Standard (NAAQS) for fine particles was lowered from 65 to 35 micrometers per cubic meter of air on December 18, 2006. The DNR compares the past three years of data against the federal standard each year. The most recent comparison found that Iowa meets the standard with the exception of two areas in Scott and Muscatine counties. The DNR is requesting \$1.0 million and 6.0 FTE positions to increase air quality monitoring functions.

Deer Depredation – The DNR is currently holding meetings with the State Deer Study Advisory Committee to gather information and make recommendations related to the management of Iowa’s deer herd. A final report will be issued to the General Assembly by January 10, 2009. The DNR is requesting \$250,000 and 3.0 FTE positions with funding from the Federal Economic Stimulus and Jobs Holding Account for the Deer Depredation Program.

Board of Regents

The Board of Regents oversees the three State universities, including Iowa State University (ISU). The Veterinary Diagnostic Laboratory at ISU historically received funding through the Agriculture and Natural Resource Appropriations Subcommittee for the Veterinary Diagnostic Laboratory. The Board of Regents requested \$1.0 million for FY 2010 for the Veterinary Diagnostic Laboratory and \$1.0 million for lab operations. The requests are included in the Education Appropriations Subcommittee.

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Regents, Board of</u>			
ISU Veterinary Diagnostic Laboratory	\$ 3,160,035	\$ 0	\$ -3,160,035
Total Regents, Board of	\$ 3,160,035	\$ 0	\$ -3,160,035

Department of Economic Development

The Department of Economic Development (DED) promotes economic development policies and practices that stimulate and sustain Iowa's economic growth and climate and that integrate efforts across public and private sectors. The Agriculture and Natural Resource Appropriations Subcommittee appropriated funds to DED in FY 2009 from the Environment First Fund for the Brownfields Redevelopment Program.

The Department is requesting an FY 2010 appropriation from the Environment First Fund of \$500,000. This is no change compared to estimated FY 2009.

Other Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Economic Development, Dept. of</u>			
Brownfields Redevelopment-EFF	\$ 500,000	\$ 500,000	\$ 0
Total Economic Development, Dept. of	\$ 500,000	\$ 500,000	\$ 0

Environment First Fund

The Environment First Fund was created by the 2000 General Assembly to provide funding for environmental programs. A standing appropriation of \$35.0 million was established in FY 2001 for the Fund from the Rebuild Iowa Infrastructure Fund (RIIF). The standing appropriation was increased to \$40.0 million for FY 2008 and \$42.0 million for FY 2009. The Agriculture and Natural Resources Appropriations Subcommittee made recommendations to the General Assembly regarding programs that should receive appropriations from the Fund. The following is a summary of the department requests for FY 2010:

	Estimated FY 2009	Dept Request FY 2010	FY 2010 vs. FY 2009
<u>Dept. of Agriculture and Land Stewardship</u>			
Conservation Reserve Enhancement	\$ 1,500,000	\$ 2,000,000	\$ 500,000
Watershed Protection Fund	2,550,000	2,550,000	0
Farm Management Demonstration	850,000	1,700,000	850,000
Agricultural Drainage Wells	1,500,000	1,500,000	0
Cost Share	7,000,000	7,000,000	0
Conservation Reserve Program	1,500,000	3,000,000	1,500,000
So. Iowa Conservation & Dev. Authority	300,000	300,000	0
Loess Hills Authority	600,000	600,000	0
Total Dept. Agriculture and Land Steward.	\$ 15,800,000	\$ 18,650,000	\$ 2,850,000
<u>Dept. of Natural Resources</u>			
REAP	\$ 18,000,000	\$ 18,000,000	\$ 0
Volunteers and Keepers of Land	100,000	100,000	0
Park Operations & Maintenance	2,470,000	2,470,000	0
GIS Information for Watershed	195,000	195,000	0
Water Quality Monitoring	2,955,000	2,955,000	0
Water Quality Protection	500,000	500,000	0
Air Quality Monitoring	325,000	325,000	0
Animal Feeding Operations	360,000	360,000	0
Global Climate Change	50,000	150,000	100,000
Water Quantity	495,000	495,000	0
Resource Conservation and Development	250,000	150,000	-100,000
Total Dept. of Natural Resources	\$ 25,700,000	\$ 25,700,000	\$ 0
<u>Economic Development, Department of</u>			
Env DED Brownfields	\$ 500,000	\$ 500,000	\$ 0
Total Economic Development, Dept. of	\$ 500,000	\$ 500,000	\$ 0
Total Environment First Fund	\$ 42,000,000	\$ 44,850,000	\$ 2,850,000

INTERIM COMMITTEES, MEETINGS, AND PUBLICATIONS

Effects of Flooding on Livestock Industry Study Committee

The Livestock Odor Interim Study Committee was created with the charge to consider the effects of the 2008 flooding, tornadoes, and severe weather on the Iowa livestock industry, including financing issues and effects on businesses associated with the industry. The Interim Study Committee met on November 19 and 20 and made the following recommendations to the General Assembly:

- Allow employees from a State agency to enter a landowner's property to rescue livestock after the Governor has issued an emergency declaration.
- Allow a landowner to clean up severe weather debris before the waste develops into a health hazard.

Deer Study Advisory Committee

The Deer Study Advisory Committee was created in SF 2328 (FY 2009 Deer Depredation Program Act). The Deer Study Advisory Committee began meeting in September to identify and discuss the costs and benefits of Iowa's deer herd. The final meeting will be held on December 30. A report with recommendations will be submitted to the General Assembly by January 10, 2009. The Farm Advisory Committee will meet with the Department twice a year to discuss farm issues related to deer.

Water Resources Coordinating Council

The Water Resources Coordinating Council was established in HF 2400 (FY 2009 Watershed Quality Task Force Policy Act). The Council is under the Office of the Governor with the purpose to preserve and protect Iowa's water resources, and to coordinate the management of those resources in a sustainable and fiscally responsible manner. The first meeting will be held on December 18, 2008.

Climate Change Advisory Council

The Climate Change Advisory Council was created in SF 485 (FY 2008 Greenhouse Gas Regulations Act). The Council consists of 23 voting members and four nonvoting members. The Council is charged with developing scenarios to reduce Statewide greenhouse gas emissions while considering cost-effectiveness and establishing a baseline year for purposes of calculating reductions in Statewide greenhouse gas emissions. The Council will submit the final report to the General Assembly by January 1, 2009. For more information on the Climate Change Advisory Council, refer to the following website: <http://www.iowadnr.com/iccac/index.html>.

Watershed Improvement Review Board

The Watershed Improvement Review Program was established during the 2005 General Assembly in SF 200 (Agriculture Powers, Duties, and Watershed Improvement Act). The legislation also created a Watershed Improvement Review Fund and a Watershed Improvement Review Board. The purpose of the Board is to review applications and award grants for projects that will encourage public participation and input for determining priorities to improve the State's water quality. Beginning in FY 2006, \$5.0 million has been appropriated each year for grants.

Funding for the Watershed Improvement Review Fund is appropriated to the State Treasurer each year. The State Treasurer is requesting \$5.0 million from the Endowment for Iowa's Health Account for FY 2010 to continue the funding for the Program. For more information on the Watershed Improvement Review Board, refer to the following website: <http://www.iowaagriculture.gov/IWIRB.asp>.

Farm-To-School Council

The Farm-To-School Program and the Farm-To-School Council were created in SF 601 (FY 2008 Standings Appropriations Act). The goal of the Program is to link Iowa elementary and secondary public and nonpublic schools with Iowa farms to provide schools with fresh and minimally processed food that will be served for meals and snacks. In addition, the Program is charged with encouraging children to develop healthy eating habits, and providing Iowa farmers access to consumer markets. The DALs has developed an online information packet available to schools to implement a Farm-To-School Program. For more information, refer to the following website: <http://www.iowaagriculture.gov/AgDiversification/farmToSchoolProgram.asp>.

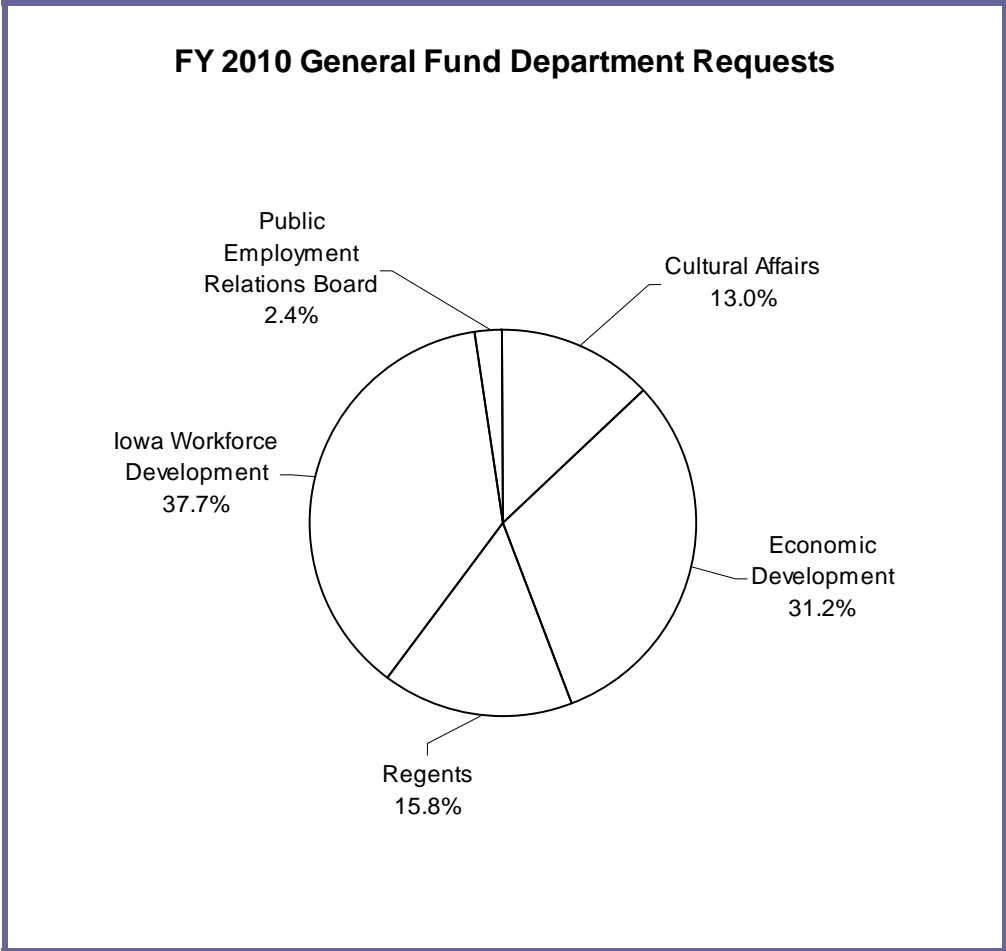
LSA Publications

The following *Fiscal Topics* have been issued by the LSA that relate to the Agriculture and Natural Resources Appropriations Subcommittee:

- [Groundwater Protection Fund](#)
- [Resource Enhancement and Protection Fund](#)

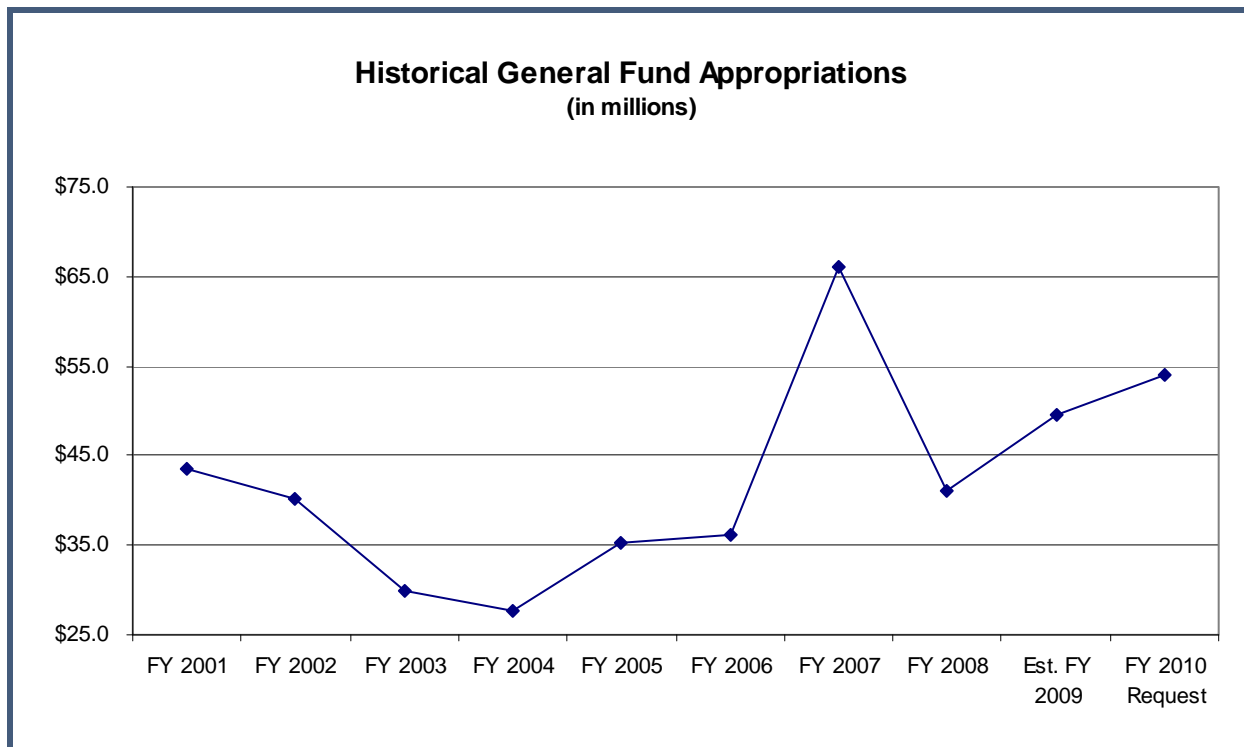
Staff Contacts: Debra Kozel (1-6767)

**ECONOMIC DEVELOPMENT APPROPRIATIONS
SUBCOMMITTEE**



FY 2010 General Fund Department Requests

Cultural Affairs	\$ 7,011,062
Economic Development	16,857,739
Regents	8,532,904
Iowa Workforce Development	20,388,782
Public Employment Relations Board	1,271,841
	<u>\$ 54,062,328</u>



FY 2010 DEPARTMENT REQUESTS

Department of Cultural Affairs

The Iowa Department of Cultural Affairs provides cultural leadership and direction for the State through the Iowa Arts Council and the State Historical Society of Iowa.

The Department is requesting FY 2010 General Fund appropriations totaling \$7.0 million. This is a decrease of \$20,000 compared to estimated FY 2008 to reflect one-time funding for the Iowa Cultural Caucus. The Caucus will not take place again until FY 2013.

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Cultural Affairs, Dept. of</u>			
Administration Division	\$ 261,193	\$ 261,193	\$ 0
Community Cultural Grants	299,240	299,240	0
Historical Division	3,935,211	3,935,211	0
Historic Sites	594,853	594,853	0
Arts Division	1,260,842	1,260,842	0
Great Places	334,032	334,032	0
Archiving Former Governor's Papers	84,623	84,623	0
Records Center Rent	241,068	241,068	0
Iowa Cultural Caucus	20,000	0	-20,000
Total Cultural Affairs, Dept. of	\$ 7,031,062	\$ 7,011,062	\$ -20,000

Issues

Iowa Cultural Trust – At any time when the principal balance in the Iowa Cultural Trust Grant Account equals or exceeds \$3.0 million, the Board of Trustees of the Iowa Cultural Trust may use moneys for a Statewide educational program to promote participation in, expanded support of, and local endowment building for, Iowa nonprofit arts, history, and sciences and humanities organizations. The current balance in the Account, as of November 13, 2008, is \$4.3 million.

Department of Economic Development

The main products and services offered by the Iowa Department of Economic Development generally involve business development or community development. The types of products and services in both categories include the following:

- Marketing and promotion to encourage customers and partners to help achieve common development goals.
- Financial assistance to communities and businesses for specific development.
- Technical assistance to communities and community organizations and businesses.

The Department is requesting FY 2010 General Fund appropriations totaling \$16.9 million. This is a decrease of \$150,000 compared to estimated FY 2009 to reflect a one-time appropriation for the Center for Citizen Diplomacy. The Department is also requesting other fund appropriations totaling \$57.3 million for FY 2010. This is no change compared to estimated FY 2009.

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Economic Development, Dept. of</u>			
Economic Dev. Administration	\$ 2,266,462	\$ 2,266,462	\$ 0
Business Development	6,754,868	6,754,868	0
Community Development Division	6,636,409	6,636,409	0
World Food Prize	1,000,000	1,000,000	0
Center for Citizen Diplomacy	150,000	0	-150,000
Historic Preservation Challenge Grants	200,000	200,000	0
Total Economic Development, Dept. of	\$ 17,007,739	\$ 16,857,739	\$ -150,000

Other Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Economic Development, Dept. of</u>			
River Enhan. Comm. Attract. & Tourism-FES	\$ 2,000,000	\$ 2,000,000	\$ 0
Comm. Microenterprise Dev. Grants-FES	475,000	475,000	0
Sustainable Community Development-GIVF	500,000	500,000	0
Councils of Government (COGs - GIVF Int)	160,000	160,000	0
Workforce Development Fund	4,000,000	4,000,000	0

Economic Development Appropriations Subcommittee

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Economic Development, Dept. of, cont.</u>			
Renewable Fuels Infrastructure-GIVF	2,000,000	2,000,000	0
DED Programs-GIVF	30,000,000	30,000,000	0
Regents Institutions-GIVF	5,000,000	5,000,000	0
State Parks-GIVF	1,000,000	1,000,000	0
Cultural Trust Fund-GIVF	1,000,000	1,000,000	0
Workforce and Econ. Dev.-GIVF	7,000,000	7,000,000	0
Regional Financial Assistance-GIVF	1,000,000	1,000,000	0
Iowa Comm Volunteer Ser.-HITT	125,000	125,000	0
Innovation & Commercialization-GIVF	3,000,000	3,000,000	0
Total Economic Development, Dept. of	\$ 57,260,000	\$ 57,260,000	\$ 0

Issues

Vision Iowa and Community Attraction and Tourism – The Subcommittee may want to review the operation, administration, and current status of the Vision Iowa and Community Attraction and Tourism Programs. The Programs were created to provide financial assistance to communities for the construction of recreational, cultural, educational, or entertainment facilities that enhance the quality of life in Iowa. The projects have taken place in 92 counties and 215 communities. A total of 318 projects have been funded as of November 12, 2008, and \$336.4 million has been invested in projects totaling \$1.784 billion. The Programs have funded approximately 18.9% of the total project costs.

Targeted Small Business (TSB) Funding – The Subcommittee may want to review the historic funding for TSB programs. House File 890 (Targeted Small Business FY 2007 Supplemental Appropriations Act) made General Fund appropriations totaling \$4.0 million for efforts to support the Targeted Small Business (TSB) Taskforce Recommendations. The funding was allocated as follows:

- \$900,000 to the Department of Economic Development (DED) for the establishment of TSB advocate service providers.
- \$2.5 million to the DED for deposit in the TSB Financial Assistance Program Account of the Strategic Investment Fund.
- \$225,000 and 1.0 FTE position to the DED for marketing, compliance activities, and administrative costs related to the TSB Financial Assistance Program and the Iowa TSB Procurement Act.
- \$225,000 to the DED for process improvement and administrative costs related to the TSB Financial Assistance Program and the Iowa TSB Procurement Act.
- \$150,000 and 1.0 FTE position to the Department of Inspections and Appeals (DIA) for a dedicated TSB Certification Employee.

Approximately half of the appropriations are being used during FY 2009 and all of the appropriations will be exhausted by the end of FY 2009.

Board of Regents

The Economic Development Appropriations Subcommittee appropriates funds to the Board of Regents universities for the following purposes:

- University of Iowa (SUI) Economic Development appropriation includes Advanced Drug Development, Oakdale Research Park, and the Technology Innovation Center.
- Iowa State University (ISU) Economic Development appropriation includes the Institute for Physical Research and Technology, Small Business Development Centers, and the ISU Research Park.
- University of Northern Iowa (UNI) Economic Development appropriation includes the Institute for Decision Making, Metal Casting Center, and MyEntrenet.

The Board is requesting FY 2010 General Fund appropriations totaling \$8.5 million. This is an increase of \$4.7 million compared to estimated FY 2009.

General Fund Requests

	<u>Estimated FY 2009</u>	<u>Dept Request FY 2010</u>	<u>Dept. Req. vs. Est. FY 2009</u>
<u>Regents, Board of</u>			
ISU - Economic Development	\$ 3,019,446	\$ 0	\$ -3,019,446
SUI - Economic Development	271,181	0	-271,181
UNI - Economic Development	592,277	0	-592,277
BOR Economic Development	<u>0</u>	<u>8,532,904</u>	<u>8,532,904</u>
Total Regents, Board of	<u>\$ 3,882,904</u>	<u>\$ 8,532,904</u>	<u>\$ 4,650,000</u>

The increase of \$4.7 million is to expand direct service to Iowa entrepreneurs through the Small Business Development Centers; increase the number of projects the Institute for Physical Research and Technology supports; assist start-up companies through the Oakdale Research Park and Technology Innovation Center to commercialize technology discoveries; and increase job creation and retention in rural communities through the Institute for Decision Making.

- Iowa State University – \$6.6 million
- University of Iowa – \$596,000
- University of Northern Iowa – \$1.3 million

Iowa Workforce Development

The Department of Iowa Workforce Development (IWD) strives to improve the income, productivity, and safety of all Iowans. In conjunction with State and local economic development efforts, the IWD also assists businesses in fulfilling workforce needs. The IWD major products and services include:

- Workforce Center Services
- Compliance Assistance and Enforcement
- Unemployment Insurance
- Workforce Information and Analysis
- Adjudication, Compliance, and Education
- Resource Management

The IWD is requesting FY 2010 General Fund appropriations totaling \$20.4 million. This is no change compared to estimated FY 2009. The IWD is also requesting other fund appropriations totaling \$7.0 million for FY 2010. This is no change compared to estimated FY 2009.

General Fund Requests

	<u>Estimated FY 2009</u>	<u>Dept Request FY 2010</u>	<u>Dept. Req. vs. Est. FY 2009</u>
<u>Iowa Workforce Development</u>			
IWD Workers Comp Operations (GF)	\$ 2,943,474	\$ 2,943,474	\$ 0
IWD General Fund - Operations	3,930,817	3,930,817	0
Workforce Development Field Offices	12,624,491	12,624,491	0
Integrated Basic Ed. & Skills Training	500,000	500,000	0
Security Employee Training Program	15,000	15,000	0
Offender Reentry Program	375,000	375,000	0
Total Iowa Workforce Development	<u>\$ 20,388,782</u>	<u>\$ 20,388,782</u>	<u>\$ 0</u>

Other Fund Requests

	<u>Estimated FY 2009</u>	<u>Dept Request FY 2010</u>	<u>Dept. Req. vs. Est. FY 2009</u>
<u>Iowa Workforce Development</u>			
Workers' Comp. Div.-Sp. Cont. Fund	\$ 471,000	\$ 471,000	\$ 0
IWD Field Offices (UI Reserve Interest)	6,500,000	6,500,000	0
Total Iowa Workforce Development	<u>\$ 6,971,000</u>	<u>\$ 6,971,000</u>	<u>\$ 0</u>

Issues

Workforce Development Field Offices Funding – The Subcommittee may want to review the funding streams for the Workforce Development Field Offices. The total estimated FY 2009 appropriation, and the FY 2010 department request, is \$19.1 million, with \$12.6 million appropriated from the General Fund and \$6.5 million from interest on the Unemployment Compensation Reserve Fund. The current balance in the fund is approximately \$149.6 million. The current projections indicate that the payment of benefits will not require the use of the Reserve Fund balance. The estimated FY 2009 interest revenue on the balance is \$5.5 million and the estimate for FY 2010 is \$5.0 million. If the annual appropriation of \$6.5 million continues each year, interest rates do not change substantially, and the balance in the fund is not needed to pay benefits, the IWD estimates the interest revenue balance in the fund will be \$7.4 million at the close of FY 2009 and \$5.8 million at the close of FY 2010. Therefore, the interest revenue balance in the fund will continue to be depleted at the rate of approximately \$1.6 million annually.

Public Employment Relations Board

The Public Employment Relations Board (PERB) is responsible for implementing the provisions of the Public Employment Relations Act (PERA), and for adjudicating and conciliating labor/management disputes involving public employers and employee organizations throughout the State.

The Board is requesting an FY 2010 General Fund appropriation of \$1.3 million. This is no change compared to estimated FY 2009.

General Fund Requests

	<u>Estimated FY 2009</u>	<u>Dept Request FY 2010</u>	<u>Dept. Req. vs. Est. FY 2009</u>
<u>Public Employment Relations Board</u>			
PER Board - General Office	\$ 1,271,841	\$ 1,271,841	\$ 0
Total Public Employment Relations Board	<u>\$ 1,271,841</u>	<u>\$ 1,271,841</u>	<u>\$ 0</u>

INTERIM COMMITTEES, MEETINGS, AND PUBLICATIONS

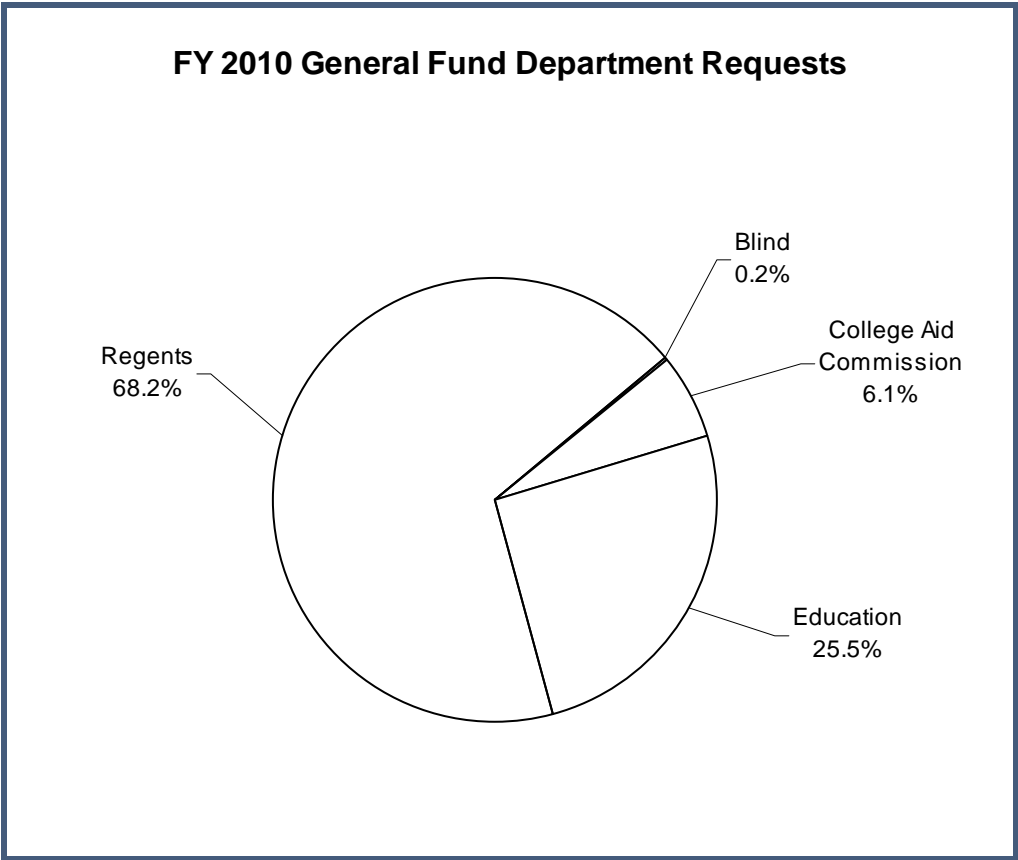
LSA Publications

The following *Fiscal Topics* related to the Economic Development Appropriations Subcommittee have been issued by the LSA:

- Iowa’s Gross State Product
- Workforce Development Training Programs

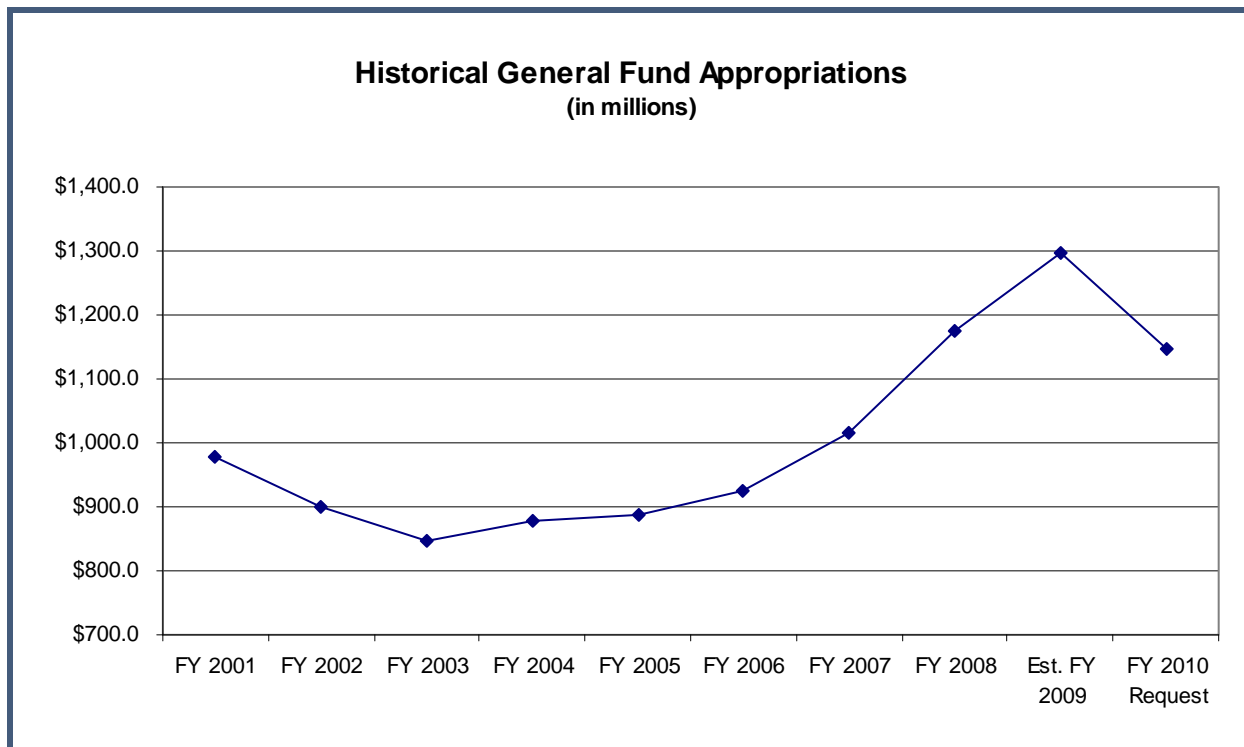
Staff Contact: Ron Robinson (1-6256)

EDUCATION APPROPRIATIONS SUBCOMMITTEE



FY 2010 General Fund Department Requests

Blind	\$ 2,553,032
College Student Aid	69,824,538
Education	292,540,710
Regents	782,143,298
	<u>\$ 1,147,061,578</u>



FY 2010 DEPARTMENT REQUESTS

Department for the Blind

The Department for the Blind provides vocational rehabilitation, independent living skills, library services, and other essential services to blind Iowans. The Department consists of four organizational divisions: Field Operations, Adult Orientation and Adjustment Center, Business Enterprises Program, and Library for the Blind and Physically Handicapped.

The Department is requesting an FY 2010 General Fund appropriation of \$2.6 million. This is no change compared to estimated FY 2009.

General Fund Request

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Blind, Dept. of the</u>			
Department for the Blind	\$ 2,553,032	\$ 2,553,032	\$ 0
Total Blind, Dept. of the	<u>\$ 2,553,032</u>	<u>\$ 2,553,032</u>	<u>\$ 0</u>

College Student Aid Commission

The College Student Aid Commission, under the direction of a 12-member commission, administers a variety of State and federal programs to connect students with resources and services to finance a college education. The Commission offers need-based scholarships, grants, work study, and loans and serves as Iowa’s student loan guarantee agency. It provides school and lender services, borrower and collections services, communications services to assist students and families in planning and paying for college, and data collection and management.

The Commission is requesting FY 2010 General Fund appropriations totaling \$69.8 million. This is no change compared to estimated FY 2009.

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>College Aid Commission</u>			
College Aid Commission	\$ 395,020	\$ 395,020	\$ 0
Iowa Grants	1,070,976	1,070,976	0
DSM University-Osteopathic Loans	100,000	100,000	0
DSM University-Physician Recruit.	346,451	346,451	0
National Guard Benefits Program	3,800,000	3,800,000	0
Teacher Shortage Loan Forgiveness	485,400	485,400	0
All Iowa Opportunity Scholarships	4,000,000	4,000,000	0
College Work Study	995,000	995,000	0
Tuition Grant Program-Standing	50,073,718	50,073,718	0
Vocational Technical Tuition Grant	2,783,115	2,783,115	0
Washington DC Internships	100,000	100,000	0
Tuition Grant - For-Profit	5,524,858	5,524,858	0
Nurse & Nurse Educator Loan Program	100,000	100,000	0
Barber & Cosmetology Tuition Grant Program	50,000	50,000	0
Total College Aid Commission	\$ 69,824,538	\$ 69,824,538	\$ 0

Issues

Iowa Student Loan Liquidity Corporation – The Attorney General issued a report evaluating Iowa Student Loan (ISL) and its practices and presented the information to the Government Oversight Committee. A number of concerns were resolved with the enactment of HF 2690 (Lending Practices and College Student Loans Act) during the 2008 legislative session. The report identified problems with Iowa Student Loan’s marketing practices, including:

- Inadequate promotion of federal loans.
- Lending to students that had lower cost options through other entities.
- Misleading advertising regarding borrower benefits related to loan consolidation.
- The ISL’s operation of the Iowa College Access Network (ICAN) that provided inadequate objective information for college planning.
- Accountability and oversight of ISL.

Disaster Relief Grants – The Iowa College Student Aid Commission (ICSAC) created a new, one-time grant program to help Iowa students financially affected by this summer’s flooding and tornadoes. The Commission committed \$500,000 from the Scholarship and Tuition Grant Reserve Fund. At the beginning of FY 2009, the Reserve Fund had a balance of \$555,000. This is \$10,000 less than the statutory cap on the Fund. The moneys in the Reserve Fund may “be used to alleviate a current fiscal year shortfall in appropriations for scholarship or tuition grant programs that have the same nature as the programs for which the moneys were originally appropriated.” (Section 261.20, Code of Iowa)

College students affected by this summer’s weather-related disasters could apply for assistance of up to \$5,000. The Commission awarded 414 grants averaging \$1,200 per recipient. Of these students, 112 are attending Regents institutions; 99 are attending private non-profit colleges; 169 are attending community colleges; and 34 are attending proprietary colleges.

Postsecondary Registration Study Group – The College Student Aid Commission authorized the Advisory Committee on Postsecondary Registration to establish criteria for a study to review postsecondary registration and renewal procedures. The Commission appointed a study group that has been meeting during the 2008 interim to identify problems and gaps in the procedure, examine best practices, and develop recommendations. A *Fiscal Topic* discussing postsecondary registration is available on the LSA website ([Postsecondary Registration: Limiting Diploma Mills](#)).

Department of Education

The Department of Education oversees K-12 education in Iowa, as well as the community college system. In addition, the Department’s budget includes early childhood programming, the State Library and local library support, Iowa Public Television (IPTV), and Iowa Vocational Rehabilitation Services (IVRS). Direct aid to local schools is not part of the Subcommittee’s budget. For more information on school aid, see the Standing Appropriations section of this document.

The Department is requesting FY 2010 General Fund appropriations totaling \$292.2 million. This is a decrease of \$238.5 million compared to estimated FY 2009. Most of the reduction results from the shift of funding for the Student Achievement and Teacher Quality Program to a standing appropriation subject to allowable growth. Most of the funding for the Program will no longer be appropriated by the Education Appropriations Subcommittee but will be reported under Unassigned Standing Appropriations.

The Department is also requesting other fund appropriations totaling \$6.2 million for FY 2010. This is an increase of \$2.0 million compared to estimated FY 2009.

General Fund Requests

<u>Education, Dept. of</u>	<u>Estimated FY 2009</u>	<u>Dept Request FY 2010</u>	<u>Dept. Req. vs. Est. FY 2009</u>
Administration	\$ 9,015,389	\$ 9,515,389	\$ 500,000
Vocational Education Administration	634,865	634,865	0
State Library	1,936,497	1,936,497	0
State Library - Enrich Iowa	1,823,432	1,823,432	0
State Library - Library Service Areas	1,586,000	1,586,000	0

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
Education, Dept. of, cont.			
Vocational Education Secondary	2,936,904	2,936,904	0
Food Service	2,509,683	2,509,683	0
Early Child - Comm. Empowerment	22,302,006	22,302,006	0
Early Child - Early Care, Health & Ed.	10,000,000	9,255,000	-745,000
Early Child - Family Support & Parent Ed.	5,000,000	5,000,000	0
Early Child - Spec. Ed. Services Birth to 3	1,721,400	1,721,400	0
Early Child - Voluntary Preschool	15,000,000	15,000,000	0
Nonpublic Textbook Services	690,165	690,165	0
Jobs For America's Grads	600,000	600,000	0
Before/After School Grants	0	595,000	595,000
Administrator Mentoring	250,000	250,000	0
Model Core Curriculum	2,192,351	2,192,351	0
Senior Year Plus	1,900,000	1,042,750	-857,250
Merged Area Schools-Gen Aid	183,062,414	184,562,414	1,500,000
Student Achievement/Teacher Quality	248,943,894	11,597,500	-237,346,394
Comm College Interpreters for Deaf	200,000	0	-200,000
Private Instruction	146,000	0	-146,000
Community College Salaries - Past Years	1,500,000	0	-1,500,000
Total Education, Dept. of	\$ 513,951,000	\$ 275,751,356	\$ -238,199,644
Vocational Rehabilitation			
Vocational Rehabilitation	\$ 5,833,123	\$ 5,833,123	\$ 0
Independent Living	56,565	56,565	0
Entrepreneurs with Disabilities Program	200,000	200,000	0
Independent Living Center Grant	250,000	250,000	0
Total Vocational Rehabilitation	\$ 6,339,688	\$ 6,339,688	\$ 0
Iowa Public Television			
Iowa Public Television	\$ 9,085,141	\$ 9,085,141	\$ 0
Regional Telecom. Councils	1,364,525	1,364,525	0
Total Iowa Public Television	\$ 10,449,666	\$ 10,449,666	\$ 0
Total Education, Dept. of	\$ 530,740,354	\$ 292,540,710	\$ -238,199,644

Significant changes include:

- An increase of \$500,000 for Department Administration for administration of the Four-Year-Old Preschool Program. In FY 2008 and FY 2009, the Department was authorized to use \$330,000 from the \$15.0 million annual Preschool Program appropriation for administration.
- A decrease of \$745,000 for Community Empowerment in the Early Care, Health and Education appropriation. The Department shifts \$595,000 to Before and After School Grants and \$150,000 to the Student Achievement and Teacher Quality Program for professional development.
- A new appropriation of \$595,000 for Before and After School Grants that were funded in FY 2009 through a reallocation of \$595,000 from the Early Care, Health, and Education appropriation.
- A decrease of \$857,250 for Senior Year Plus as a result of the completion of articulation and data collection efforts. The Department shifts this funding to the Administration appropriation for preschool administration (\$500,000) and to the Student Achievement and Teacher Quality Program for professional development (\$357,250)

Education Appropriations Subcommittee

- An increase of \$1.5 million for Community College General Aid to reflect an FY 2009 appropriation for salaries that becomes part of the base funding for FY 2010. The Department is not requesting a salary appropriation for FY 2010, thereby offsetting the increase. This is effectively no change in funding for Community College General Aid.
- A decrease of \$237.3 million for Student Achievement and Teacher Quality to reflect the shift of Program funding for salaries and professional development to a standing appropriation subject to allowable growth. That funding is now included in the School Aid appropriation under Unassigned Standing Appropriations. The Department's request for \$11.6 million includes the following:
 - \$1.1 million to fulfill the existing commitment to National Board Certification awards approved prior to January 1, 2008, a decrease of \$548,000 compared to the FY 2009 allocation.
 - \$85,000 for the Ambassador to Education. This is no change compared to the FY 2009 allocation.
 - \$5.4 million for Beginning Teacher Mentoring and Induction, an increase of \$750,000 compared to the FY 2009 allocation. This includes an increase in the mentor stipend from \$1,300 to \$1,500 per beginning teacher.
 - \$695,000 for Career Development and Evaluator Training. This is no change compared to the FY 2009 allocation.
 - \$1.5 million to expand professional development opportunities in local school districts. This is new funding. The existing professional development funding is included in a standing appropriation and subject to allowable growth.
 - \$930,000 for Early Childhood Professional Development, an increase of \$15,000 compared to the FY 2009 allocation.
 - \$1.8 million for Teacher Development Academies. This is no change compared to the FY 2009 allocation. This allocation will partially fund the local district and AEA costs for 450 teachers to participate in the Academies.

See the "Issues" section below for more information on this appropriation.

- A decrease of \$200,000 for Interpreters for the Deaf at Iowa Western Community College to eliminate the funding. This funding was provided to Iowa Western in FY 2008 and FY 2009 to address the large number of articulation agreements between the College and the Iowa School for the Deaf.
- A decrease of \$146,000 for Private Instruction to eliminate the funding. This was a one-time appropriation in FY 2009 for school districts that had expenditures associated with the home school assistance program in excess of the amount generated by the new home school assistance weighting.

Other Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
Education, Dept. of			
Before/After School Grants-HITT	\$ 505,000	\$ 505,000	\$ 0
Community Empowerment-HITT	2,153,250	2,153,250	0
Total Education, Dept. of	\$ 2,658,250	\$ 2,658,250	\$ 0

Issues

Student Achievement and Teacher Quality Program – Beginning in FY 2010, the salary and professional development funding within the Program, that totaled \$238.5 million in FY 2009, is shifted to a standing appropriation that is subject to allowable growth. This funding is discussed in greater detail in the “Unassigned Standing Appropriations” section of this document.

Funding for the remaining portions of the Program totaled \$10.5 million in FY 2009. This included \$335,000 for the final year of the pay-for-performance and career ladder pilot projects and \$250,000 for the Institute for Tomorrow’s Workforce. The funding also included \$1.6 million to fulfill the commitment to National Board Certification awards approved prior to January 1, 2008. That commitment will decrease each year until the commitment expires in FY 2018. The amount required in FY 2010 is \$1.1 million.

Due to the completion of the pilot projects and the declining obligation to National Board Certification awards, the amount of funding needed in FY 2010 to maintain the remaining portions of the program at current levels is \$9.6 million. This includes status quo funding for the Institute for Tomorrow’s Workforce.

The Department of Education is requesting \$11.6 million for FY 2010 for these programs and includes increases in Beginning Teacher Mentoring and Early Childhood Professional Development. The request also includes new funding of \$1.5 million to expand professional development opportunities in local school districts. The request does not include funding for the Institute for Tomorrow’s Workforce.

The LSA has published a *Fiscal Topic* about the Student Achievement and Teacher Quality Program, including a complete funding history, at:

http://www.legis.state.ia.us/lsadocs/Fiscal_Topics/2009/FTRKM000.PDF.

Student Achievement and Teacher Quality Program Allocations of the Annual Appropriation			
	FY 2008	FY 2009	FY 2010 Dept. Request
National Board Certification	\$ 1,002,500	\$ 1,622,500	\$ 1,142,500
Ambassador to Education	85,000	85,000	85,000
Mentoring and Induction	4,650,000	4,650,000	5,400,000
Career Dev. and Evaluator Training	695,000	695,000	695,000
Praxis II Pilot	0	0	0
Variable Pay	0	0	0
Professional Development	20,000,000	28,500,000	0 *
Additional Prof. Development	0	0	1,500,000
Early Childhood Prof Dev	0	915,000	930,000
Teacher Development Academies	1,845,000	1,845,000	1,845,000
Market Factor Incentives	3,390,000	0	0
Pay for Performance	1,000,000	335,000	0
Institute for Tomorrow's Workforce	0	250,000	0
Salaries or Prof. Dev.	0	0	0
Teacher Compensation	141,276,394	210,046,394	0 *
Totals	\$ 173,943,894	\$ 248,943,894	\$ 11,597,500

* Funded in FY 2010 by standing appropriation that is subject to allowable growth.

FY 2009 Reallocation of Community Empowerment Funds – House File 2679 (FY 2009 Education Appropriations Act) amended an FY 2009 appropriation to the Community Empowerment Program that

was enacted in 2006. The original appropriation allocated \$1.0 million for purposes of the Business Community Investment Advisory Council. That allocation was amended in HF 2679 to reallocate \$750,000 to the following:

- \$595,000 to the Before and After School Grant Program.
- \$100,000 to the Early Head Start Projects (in addition to \$300,000 appropriated elsewhere in the Act).
- \$50,000 for the Future Farmers of America Foundation.
- \$5,000 to the College Student Aid Commission for the College Work Study Program (in addition to \$699,000 appropriated elsewhere in the Act).

Because these were reallocations within an appropriation, rather than separate appropriations, these amounts are not reflected in FY 2009 appropriations tracking.

Community Empowerment – FY 2010 Funding – In 2006, the General Assembly enacted annual appropriations of \$10.0 million for Early Care, Health and Education and \$5.0 million for Family Support and Parent Education for FY 2007, FY 2008, and FY 2009. The Early Care appropriation included an allocation of \$1.0 million to implement the recommendations of the Business Community Investment Advisory Council. In FY 2009, \$750,000 of this funding was reallocated to other purposes not related to Community Empowerment (see above).

These two appropriations were in addition to annual “general purpose” appropriations to the Community Empowerment School Ready Grants. Combined actual General Fund appropriations to the Community Empowerment Program totaled \$38.8 million in FY 2007 and FY 2008 and \$36.6 million in FY 2009.

For FY 2010, the Department of Education is requesting a total of \$36.2 million for the Community Empowerment Program. This includes:

- A decrease of \$745,000 in the Early Care appropriation. The actual effect of this decrease when compared to FY 2009 is an increase of \$5,000, because of the reallocation of \$750,000 in FY 2009 explained above. The Department reallocates this funding to the following FY 2010 requests:
 - \$595,000 for Before and After School Grants to maintain the FY 2009 level of funding.
 - \$150,000 in new funding for professional development under the Student Achievement and Teacher Quality Program.

Community Empowerment Accountability Issues – In FY 2009, 15 of the 58 local Empowerment areas were required to reduce their spending by a statewide total of \$1.5 million due to FY 2007 ending balances in excess of 30.0%. House File 2679 (FY 2009 Education Appropriations Act) also amended statutory language to limit the future carry forward of ending balances to 20.0%. The Act also required the Iowa Empowerment Board (IEB) to develop and implement a plan to strengthen fiscal accountability of local areas and to submit a report to the General Assembly and Legislative Services Agency by January 1, 2009.

The Office of Empowerment, with input from the State Technical Assistance Team and the Fiscal Accountability Work Group (FAWG), implemented changes to the FY 2009 budget process required of local Empowerment areas. Changes to the annual report process are also being implemented. In addition, the State Technical Assistance Team has recommended to the IEB that local Boards be required annually to submit a mid-year financial update to the Office of Empowerment by January 31. The IEB adopted this recommendation at its November 21 meeting.

Federal Funding for Iowa Vocational Rehabilitation Services (IVRS) – The IVRS received \$25.6 million in federal funds in FFY 2008. This required a non-federal match that included State and third-party funding. The IVRS was able to match all available federal funds for FFY 2007 and 2008, after being unable to for the previous three years. For FFY 2009, the IVRS is estimating a 2.0% increase in available federal funding compared to FFY 2008.

Board of Regents

The Board of Regents is a nine-member board that oversees the University of Iowa, Iowa State University, University of Northern Iowa, Iowa School for the Deaf, and the Iowa Braille and Sight Saving School. The Board establishes policy for the institutions; hires the university presidents and special school superintendents; approves budgets, tuition and fees, bonding, investment policies, and other business and finance matters; reviews and approves academic programs; and serves as the trustees for the University of Iowa Hospitals and Clinics.

The Board is requesting FY 2010 General Fund appropriations totaling \$782.1 million. This is an increase of \$87.5 million compared to estimated FY 2009. The Board is not requesting other fund appropriations for general operations for FY 2010. This is a decrease of \$24.4 million compared to estimated FY 2009.

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Regents, Board of</u>			
BOR Universities	\$ 0	\$ 645,411,365	\$ 645,411,365
BOR Higher Ed. Legislative Special Purpose	0	119,704,877	119,704,877
BOR Special Schools	0	16,502,056	16,502,056
Regent Board Office	1,359,937	0	-1,359,937
Southwest Iowa Resource Center	111,693	0	-111,693
Tri State Graduate Center	83,769	0	-83,769
Quad Cities Graduate Center	165,714	0	-165,714
Midwestern Higher Ed Consortium	90,000	0	-90,000
University of Iowa - General	276,518,045	0	-276,518,045
Center for Disabilities and Development	7,017,146	0	-7,017,146
University of Iowa - Oakdale Campus	2,792,052	0	-2,792,052
University of Iowa - Hygienic Laboratory	4,516,091	0	-4,516,091
Family Practice Program	2,283,465	0	-2,283,465
SCHS - Spec. Child Health	842,069	0	-842,069
State of Iowa Cancer Registry	190,326	0	-190,326
SUI - Substance Abuse Consortium	70,906	0	-70,906
Biocatalysis	924,139	0	-924,139
Primary Health Care	828,629	0	-828,629
Iowa Birth Defects Registry	48,891	0	-48,891
SUI - Iowa Nonprofit Resource Center	207,548	0	-207,548
SUI Ag Health & Safety	130,000	0	-130,000
Iowa State: Gen. University	217,695,081	0	-217,695,081
ISU - Ag Experiment Station	35,896,514	0	-35,896,514
ISU - Cooperative Extension	22,903,693	0	-22,903,693
ISU - Leopold Center	507,469	0	-507,469

Education Appropriations Subcommittee

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
Regents, Board of, cont.			
ISU - George Washington Carver	250,000	0	-250,000
University of Northern Iowa - General	98,286,381	0	-98,286,381
Recycling and Reuse Center	223,787	0	-223,787
UNI - Real Estate Education Program	160,000	0	-160,000
Iowa School for the Deaf	10,126,391	0	-10,126,391
Iowa Braille and Sight Saving	5,725,951	0	-5,725,951
Tuition and Transportation	15,020	0	-15,020
Science, Technology, Engineering and Math.	4,000,000	0	-4,000,000
BOR - Iowa Public Radio	500,000	525,000	25,000
Total Regents, Board of	\$ 694,470,707	\$ 782,143,298	\$ 87,672,591

Significant changes include:

- An increase of \$24.3 million to fund tuition replacement from the General Fund instead of from the Rebuild Iowa Infrastructure Fund (RIIF) as in past years. Senate File 2432 (FY 2009 Infrastructure Appropriations Act) made appropriations of \$24.3 million from the Rebuild Iowa Infrastructure Fund (RIIF) for both FY 2009 and FY 2010, so this request has already been met.
- An increase of \$43.6 million for inflationary increases distributed as follows:
 - \$37.4 million for the University of Iowa, Iowa State University, and University of Northern Iowa general operating budgets.
 - \$5.6 million for special purpose programs at the three universities, Board Office, regional graduate study centers, and the Midwest Higher Education Consortium.
 - \$635,000 for the Iowa School for the Deaf and Iowa Braille and Sight Saving School.
 - \$25,000 for Iowa Public Radio.
- An increase of \$30,000 for increased outreach efforts by the Quad Cities Graduate Center, Tri-State Graduate Center, and Southwest Iowa Resource Center.
- An increase of \$4.1 million for the University of Iowa to create an Institute on Sustainable Water and Energy to do research on water resources, renewable energy, green engineering, economics, and associated issues of climate change and public health, to develop undergraduate and graduate curriculum and certificate programs on sustainability, and to do outreach and economic development in sustainable industries.
- An increase of \$829,000 for the University of Iowa Hygienic Laboratory to mitigate emerging outbreaks, respond to disasters, improve patient sample transportation, and a satellite facility at the Ankeny campus of the Des Moines Area Community College.
- An increase of \$5.2 million associated with the Veterinary Diagnostic Laboratory at Iowa State University, distributed as follows:
 - \$1.0 million in additional funding for the Laboratory as per intent language in HF 2679 (2009 Education Appropriations Act).
 - \$1.0 million for the Iowa State University general operating budget to offset funding that was transferred to the Laboratory in FY 2009.

- \$3.2 million to shift funding from the Agriculture and Natural Resources Appropriations Subcommittee to the Education Appropriations Subcommittee.
- An increase of \$4.0 million to create a Bioeconomy Institute at Iowa State University to conduct research, education, and outreach on biofuels and biorenewable resources.
- An increase of \$300,000 to establish an Egg Industry Center at Iowa State University, in partnership with the Iowa Egg Council. The Council has pledged \$2.0 million over the next 10 years to develop science-based answers. Areas of development include:
 - Growing existing markets.
 - Exploring new uses and new markets.
 - Promoting animal health.
 - Developing more efficient production.
 - Enhancing nutritional value.
- An increase of \$2.5 million for the Science, Technology, Engineering, and Mathematics (STEM) to expand existing initiatives and program components. The program is collaboration among the three universities, community colleges, Department of Education, and K-12 schools coordinated by the University of Northern Iowa.
- An increase of \$2.0 million for the University of Northern Iowa (UNI) for improvements in teacher and educational leadership preparation. The increase would fund 15 faculty positions, costs of equipment, library materials, and supplies, and advising support.
- An increase of \$500,000 to the University of Northern Iowa to enhance access to UNI bachelor's degrees through joint articulation improvements and expansion of 2+2 programs.
- An increase of \$162,000 for campus security at the University of Northern Iowa. The increase includes a siren/voice warning system, electronic access control for campus facilities, and Counseling Center services to improve identification of students with behavioral and psychological issues and provide treatment services.

Issues

University of Iowa Flooding – On June 10, 2008, the Iowa River began to flood parts of the University of Iowa campus eventually closing 19 buildings. Summer classes closed for one week and resumed to complete the summer session. The immediate problem was loss of classroom space. After flood waters receded in early July, work began to clean and reopen classroom buildings or to find alternative space. Before the beginning of fall semester, the Mayflower Residence Hall and three classroom buildings had been reopened. The Art Department had leased space in a former Menard's building south of campus, and the Music Department located space in a variety of locations. The estimated damage to the campus totaled \$231.8 million. All but \$25.0 million is covered by insurance and Federal funding provided through the Federal Emergency Management Agency (FEMA). Currently, insurance has been renewed at a higher rate and for a lower amount of coverage. The University has begun mitigation planning and is working with the insurance company and other consultants to reduce the likelihood of future damage.

Tuition and Student Debt – The Project on Student Debt recently issued its third annual report on college student debt trends for the class of 2007. Iowa ranks first in the nation for college student debt with a \$26,208 average, up from last year's second place ranking of \$24,769. The percentage of Iowa students graduating with debt declined from 74.0% to 73.0%, and its national ranking for students graduating with debt declined from second to fourth place.

Nationwide, college student debt levels continue to rise overall. The average debt for students graduating with loans rose from \$18,976 to \$20,098, a 6.0% increase. For comparison, the earnings for 18- to 24-year-olds with bachelor's degrees rose 3.0%, or half the growth rate for student debt. The increase in student debt was roughly the same for public and private colleges. For the class of 2007, the average debt at public colleges was \$18,482 and \$23,065 at private colleges.

The Board of Regents approved a base tuition increase for undergraduate students at the three universities of 4.2% for the 2009-2010 academic year. Nonresident tuition is set with the intent of recouping the total cost of the student's education and base tuition will increase by 7.6% at the University of Iowa, 2.8% at Iowa State University, and 2.0% at the University of Northern Iowa. A number of fees were increased reflecting increased costs for the services covered by those fees.

The University of Iowa tuition rate is historically the lowest among Big Ten institutions. The Iowa State University tuition rate historically ranks in the middle of the Big Twelve institutions, although it was second lowest for the last academic year. The University of Northern Iowa tuition rate is similar to those of the other two Iowa Regents universities. In spite of the relatively low tuition, Iowa graduates consistently rank near the top of the nation for average student debt upon graduation and for the percentage of graduates with debt. The Subcommittee may want to examine the funding for grants and scholarships compared to that available to comparable institutions in other states.

Sexual Assault Policies – In October 2007, a female student-athlete reported being sexually assaulted in a University of Iowa dormitory. The Board hired an outside special counsel to investigate the situation, because the University of Iowa failed to provide all relevant information to the Board of Regents' inquiry into the handling of the assault. The investigation found "numerous and substantial flaws in not only the response of the University of Iowa to the alleged sexual assault at issue, but also in its policies, procedures and practices regarding the same," according to the special counsel's report. "However, the investigators uncovered no evidence of any attempt by officials associated with the University to cover up the alleged assault." (Stolar Partnership's Special Counsel's Report: <http://www2.state.ia.us/regents/News/news.html>) Two administrators were dismissed from the University for their handling of the incident. Currently, all three Regents universities are revising their sexual assault policies in an effort to address the problems found at the University of Iowa and have received a Department of Justice grant to help fund the process.

INTERIM COMMITTEES, MEETINGS, AND PUBLICATIONS

Postsecondary Education Rigor Analysis Study Committee

House File 2679, enacted in 2008, directed the Legislative Council to commission a study of the rigor of the first two years of study at community colleges and Regents' institutions. A Request for Proposals was issued for an independent entity to provide the analysis, and proposals were received from three companies. On December 8, the Legislative Council canceled the interim study committee, noting that the economic conditions in which the state finds itself preclude a study and leave the state without the necessary revenues to address the results of such a study.

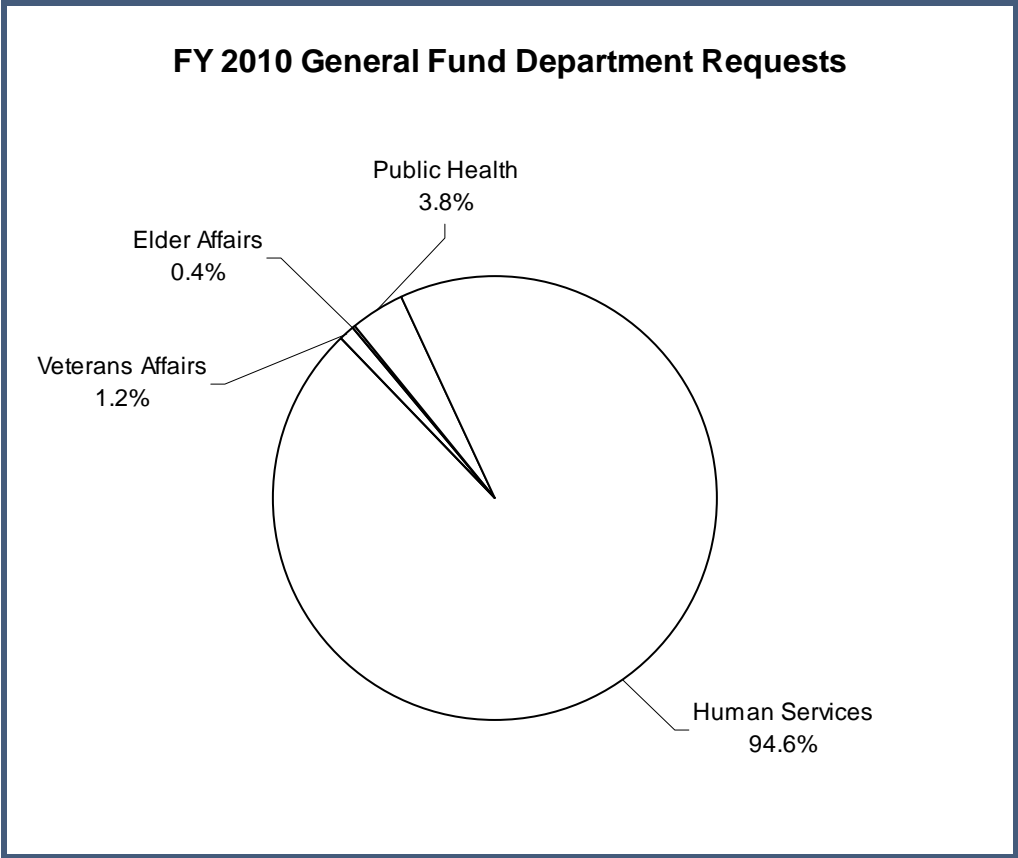
LSA Publications

The following publications have been issued by the LSA that relate to the Education Appropriations Subcommittee:

- *Fiscal Topic:* [Board of Educational Examiners](#)
- *Fiscal Topic:* [Student Achievement and Teacher Quality Program](#)
- *Fiscal Topic:* [National Board Certification of Iowa Teachers](#)
- *Issue Review:* [School Aid Law Changes](#)
- *Issue Review:* Regents Universities and the 2008 Summer Floods (pending)
- *Fiscal Topic:* [Post-Secondary Registration: Limiting Diploma Mills](#)
- *Fiscal Topic:* Statewide System for Vision Services (pending)

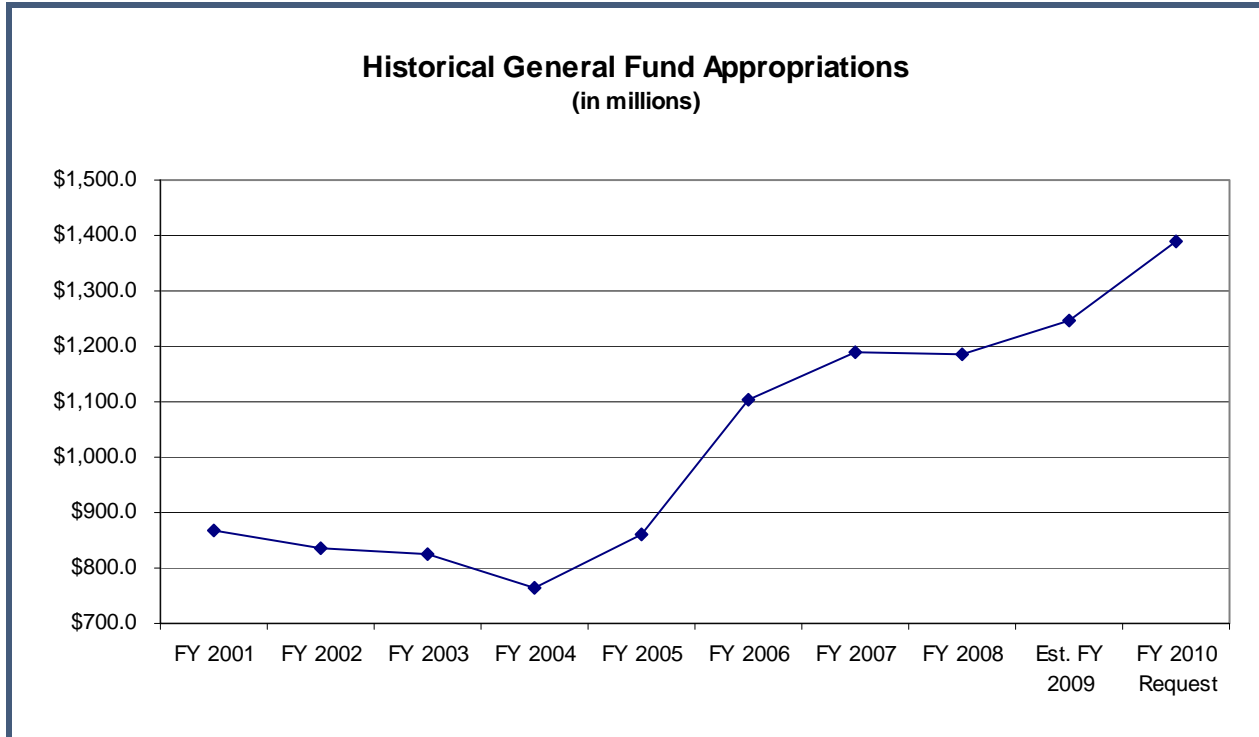
Staff Contacts: Dwayne Ferguson (1-6561); Robin Madison (1-5270)

**HEALTH AND HUMAN SERVICES
APPROPRIATIONS SUBCOMMITTEE**



FY 2010 General Fund Department Requests

Elder Affairs	\$ 5,467,921
Public Health	53,006,568
Human Services	1,315,547,982
Veterans Affairs	16,819,041
	<u>\$ 1,390,841,512</u>



FY 2010 DEPARTMENT REQUESTS

Department of Elder Affairs

The Department of Elder Affairs is designated as the State Unit on Aging. The Department advocates for Iowans age 60 and older and is responsible for developing a comprehensive and coordinated system of services and activities for older Iowans through the 13 local Area Agencies on Aging (AAAs) across the State.

The Department is requesting an FY 2010 General Fund appropriation of \$5.5 million. This is no change compared to estimated FY 2009. The Department is also requesting an other fund appropriation of \$8.5 million for FY 2010. This is no change compared to estimated FY 2009.

General Fund Request

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Elder Affairs, Dept. of</u> Aging Programs	\$ 5,467,921	\$ 5,467,921	\$ 0
Total Elder Affairs, Dept. of	\$ 5,467,921	\$ 5,467,921	\$ 0

Other Fund Request

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Elder Affairs, Dept. of</u>			
Elder Affairs Operations-SLTF	\$ 8,486,698	\$ 8,486,698	\$ 0
Total Elder Affairs, Dept. of	\$ 8,486,698	\$ 8,486,698	\$ 0

Department of Public Health

The Department of Public Health works with local public health agencies to ensure quality health services in Iowa communities through contracts with all 99 counties to provide population-based health services and a limited number of personal health services. The Department assists in the prevention of epidemics and the spread of disease; protection against environmental hazards; preventing injuries; promoting and encouraging healthy behaviors and mental health; preparing for and responding to public health emergencies and assisting communities in recovery; and assuring the quality and accessibility of health services.

The Department is requesting FY 2010 General Fund appropriations totaling \$53.0 million. This is an increase of \$25.1 million compared to estimated FY 2009. The Department is also requesting other fund appropriations totaling \$14.0 million for FY 2010. This is a decrease of \$25.6 million compared to estimated FY 2009. The significant change reflects the Department’s proposal that appropriations for programs formerly funded by the Healthy Iowans Tobacco Trust (HITT) fund be funded with General Fund appropriations. The HITT has been eliminated.

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Public Health, Dept. of</u>			
Addictive Disorders	\$ 3,082,149	\$ 24,860,414	\$ 21,778,265
Healthy Children and Families	2,678,980	2,488,321	-190,659
Chronic Conditions	2,249,026	2,988,374	739,348
Community Capacity	1,785,093	5,200,420	3,415,327
Elderly Wellness	9,233,985	9,233,985	0
Environmental Hazards	748,024	1,113,182	365,158
Infectious Diseases	1,868,286	1,868,286	0
Public Protection	3,228,677	4,015,997	787,320
Resource Management	1,237,589	1,237,589	0
Prevention and Chronic Care Management	195,018	0	-195,018
Medical Home System	169,330	0	-169,330
Healthy Communities Initiative	906,539	0	-906,539
Gov. Council on Physical Fitness and Nutrition	112,100	0	-112,100
Iowa Health Information Technology System	194,919	0	-194,919
Health Care Access	178,228	0	-178,228
Total Public Health, Dept. of	\$ 27,867,943	\$ 53,006,568	\$ 25,138,625

Significant changes include:

- **Addictive Disorders** – An increase of \$21.8 million compared to estimated FY 2009 to replace funding as a result of the elimination of the Healthy Iowan’s Tobacco Trust (HITT) Fund.
- **Healthy Children and Families** – A decrease of \$191,000 compared to estimated FY 2009. This includes:
 - A decrease of \$100,000 due to the Department’s proposed elimination of the Mother’s Milk Bank to fund the proposed 2009 Health Modernization Bill.
 - A decrease of \$53,000 due to the Department’s proposed elimination of the Perinatal Program to fund the proposed 2009 Health Modernization Bill.
 - A decrease of \$38,000 due to the Department’s proposed elimination of the Child Death Review Team to fund the proposed 2009 Health Modernization Bill.
- **Chronic Conditions** – A net increase of \$739,000 compared to estimated FY 2009. This includes:
 - An increase of \$501,000 to replace funding as a result of the elimination of the HITT Fund.
 - An increase of \$364,000 due to funding from HF 2539 (FY 2009 Health Care Reform Act). Funds would be transferred from the separate Health Care Reform Act appropriation into this existing appropriation within the Department.
 - A decrease of \$26,000 due to the Department’s proposed elimination of the Stillbirth Evaluation Project to fund the proposed 2009 Health Modernization Bill.
 - A decrease of \$100,000 due to the Department’s proposed elimination of the Epilepsy Education Program to fund the proposed 2009 Health Modernization Bill.
- **Community Capacity** – A net increase of \$3.4 million compared to estimated FY 2009. This includes:
 - An increase of \$1.1 million to replace funding as a result of the elimination of the HITT Fund.
 - An increase of \$1.4 million due to funding from HF 2539 (FY 2009 Health Care Reform Act). Funds would be transferred from the separate Health Care Reform Act appropriation into this existing appropriation within the Department.
 - An increase of \$966,000 to fund the proposed 2009 Health Modernization Bill.
 - A decrease of \$100,000 due to the Department’s proposed elimination of the Child Vision Program to fund the proposed 2009 Health Modernization Bill.
- **Environmental Hazards** – An increase of \$365,000 compared to estimated FY 2009 to replace funding as a result of the elimination of the HITT Fund.
- **Public Protection** – A net increase of \$787,000 compared to estimated FY 2009. This includes:
 - An increase of \$987,000 to replace funding as a result of the elimination of the HITT Fund.
 - A decrease of \$200,000 due to the Department’s proposed elimination of the Plumbing Board start-up to fund the proposed 2009 Health Modernization Bill.

Other Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
Public Health, Dept. of			
Ad. Dis.-Substance Abuse Treatment-GTF	\$ 2,215,000	\$ 2,215,000	\$ 0
Ad. Dis.-Gambling Treatment Prog.-GTF	5,068,101	4,310,000	-758,101
Ad. Dis.-Tobacco Use Prev.-HITT	6,928,265	0	-6,928,265
Ad. Dis.-Sub. Abuse Treatment-HITT	13,800,000	0	-13,800,000
Ad. Dis.-Sub. Abuse Prev. for Kids-HITT	1,050,000	0	-1,050,000
Chr. Con-PKU Assistance-HITT	100,000	0	-100,000
Chr. Con.-Iowa Stillbirth Eval.-HITT	26,000	0	-26,000
Chr. Con.-AIDS Drug Assist. Prog.-HITT	275,000	0	-275,000
Healthy Iowans 2010-HITT	2,509,960	0	-2,509,960
Epilepsy Education-HITT	100,000	0	-100,000
Addictive Disorders-HCTF	3,195,164	3,195,164	0
Healthy Children and Families-HCTF	667,700	618,500	-49,200
Chronic Conditions-HCTF	1,164,181	1,163,981	-200
Community Capacity-HCTF	2,790,000	2,490,000	-300,000
Total Public Health, Dept. of	\$ 39,889,371	\$ 13,992,645	\$ -25,896,726

Significant changes include:

- **Healthy Iowans Tobacco Trust (HITT)** – A decrease of \$24.8 million compared to estimated FY 2009 from the Healthy Iowan’s Tobacco Trust (HITT) Fund to various appropriations as a result of the elimination of the Fund. All funding requests for the Fund have been transferred to the General Fund.
- **Health Care Trust Fund (HCTF)** – A decrease of \$349,000 compared to estimated FY 2009. This reflects funds targeted for the Department’s proposed 2009 Health Modernization Bill. The Department did not request an allocation for the Bill from the Health Care Trust Fund. Significant decreases include:
 - A decrease of \$49,000 for Healthy Children and Families, including:
 - A decrease of \$39,000 to fund the proposed 2009 Health Modernization Bill. This funding was previously allocated for the Child Dental Screening Program.
 - A decrease of \$10,000 to fund the proposed 2009 Health Modernization Bill. This funding was previously allocated for the Children’s Vision Program.
 - A decrease of \$300,000 for Community Capacity to fund the proposed 2009 Health Modernization Bill. This funding was previously allocated for the Iowa Collaborative Safety Net pilot projects.

Issues

Health Modernization Bill – The Department has proposed legislation for the 2009 Session tentatively entitled the Public Health Modernization Bill. The intent of the Bill is to allow boards of health, designated local public health agencies, and the Department to increase system capacity, improve the equitable delivery of public health services, address quality improvement, improve system performance, and provide a foundation to measure outcomes through a voluntary accreditation program. In addition

to at least one board and one committee, the Bill would establish a Governmental Public Health System Development Fund. The Department has requested that \$616,000 of FY 2009 General Fund appropriations be redirected to fund the Bill in FY 2010 in addition to new General Fund appropriations of \$349,000 for FY 2010.

Department of Human Services

The Department of Human Services (DHS) is responsible for administering cash assistance for needy families (Family Investment Program), food assistance, Medicaid, child support enforcement, subsidized adoption, child abuse assessments, dependent adult abuse assessments, foster care, various family preservation and strengthening programs, child care registration and subsidy, two institutions for juveniles, refugee services, and services for the mentally ill and developmentally disabled, including the operation of four mental health institutes, and two resource centers for people with mental retardation.

The Department is requesting FY 2010 General Fund appropriations totaling \$1.316 billion. This is an increase of \$119.7 million compared to estimated FY 2009. The Department is also requesting other fund appropriations totaling \$279.9 million for FY 2010. This is a decrease of \$14.9 million compared to estimated FY 2009.

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Human Services, Dept. of</u>			
General Administration			
General Administration	\$ 17,470,334	\$ 17,827,142	\$ 356,808
Field Operations			
Child Support Recoveries	\$ 15,632,714	\$ 15,632,714	\$ 0
Field Operations	71,782,744	76,349,846	4,567,102
Total Field Operations	<u>\$ 87,415,458</u>	<u>\$ 91,982,560</u>	<u>\$ 4,567,102</u>
Toledo Juvenile Home			
Toledo Juvenile Home	\$ 7,867,940	\$ 8,052,565	\$ 184,625
Eldora Training School			
Eldora Training School	\$ 12,484,549	\$ 12,636,911	\$ 152,362
Cherokee CCUSO			
Civil Commit. Unit for Sex Offenders	\$ 6,948,904	\$ 7,788,085	\$ 839,181
Cherokee			
Cherokee MHI	\$ 6,331,818	\$ 6,566,731	\$ 234,913
Clarinda			
Clarinda MHI	\$ 7,564,925	\$ 7,643,388	\$ 78,463
Independence			
Independence MHI	\$ 11,084,903	\$ 11,266,109	\$ 181,206
Mt Pleasant			
Mt Pleasant MHI	\$ 2,097,207	\$ 2,157,560	\$ 60,353

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
Human Services, Dept. of, cont.			
Glenwood			
Glenwood Resource Center	\$ 19,604,004	\$ 18,399,020	\$ -1,204,984
Woodward			
Woodward Resource Center	\$ 13,032,788	\$ 12,394,395	\$ -638,393
Assistance			
Family Investment Program/JOBS	\$ 42,701,422	\$ 36,010,696	\$ -6,690,726
Medical Assistance	655,129,269	729,751,864	74,622,595
Health Insurance Premium Payment	591,752	591,752	0
Medical Contracts	14,165,550	16,344,701	2,179,151
State Children's Health Ins. (hawk-i)	13,868,885	19,434,295	5,565,410
State Supplementary Assistance	18,611,385	18,793,766	182,381
Child Care Assistance	41,345,381	45,848,033	4,502,652
Child and Family Services	90,326,628	98,013,005	7,686,377
Adoption Subsidy	34,168,872	37,167,991	2,999,119
Family Support Subsidy	1,936,434	1,936,434	0
Connors Training	42,623	42,623	0
MI/MR/DD State Cases	13,067,178	13,067,178	0
MH/DD Community Services	18,017,890	18,017,890	0
MH/DD Growth Factor	54,081,310	63,503,720	9,422,410
Volunteers	109,568	109,568	0
Medical Assistance, Hawk-i, Hawk-i Expansion	4,800,000	14,800,000	10,000,000
Family Planning	750,000	750,000	0
Pregnancy Counseling	200,000	200,000	0
State Mental Health Systems	0	4,450,000	4,450,000
Total Assistance	\$ 1,003,914,147	\$ 1,118,833,516	\$ 114,919,369
Total Human Services, Dept. of	\$ 1,195,816,977	\$ 1,315,547,982	\$ 119,731,005

Significant changes include:

- **Economic Assistance** – A decrease of \$6.7 million for the Family Investment Program, including:
 - A decrease of \$6.0 million to reflect a decrease in caseloads.
 - A decrease of \$691,000 to reflect the elimination of Electronic Benefits Transfer (EBT) retailer fees.
- **Medicaid** – A net increase of \$74.6 million, including:
 - An increase of \$48.9 million for enrollment and utilization increases.
 - An increase of \$9.0 million to replace funding for the Mental Health Institutes to reflect an expected loss in federal matching funds from the IowaCare Program agreement.
 - An increase of \$7.1 million for payments to the federal government for Medicare dual eligibles.
 - An increase of \$6.0 million to annualize the Home and Community Based Waiver buy down from FY 2009 and funding to purchase additional slots for FY 2010.
 - An increase of \$5.6 million to rebase nursing facilities as required by law.
 - An increase of \$3.8 million to restore carryforward funds from FY 2008.

- An increase of \$2.3 million to reflect increased utilization of mental health services including, remedial services, the Iowa Plan, habilitation services, Psychiatric Medical Institute for Children (PMIC), and Psychiatric Services.
- An increase of \$1.8 million to annualize the FY 2008 Hospital Rebase.
- An increase of \$1.0 million to reflect increases in both utilization and growth for Targeted Case Management Services.
- A decrease of \$2.3 million to eliminate Demonstration to Maintain Independence and Employment (DMIE) Funding for FY 2008 and FY 2009.
- A decrease of \$1.8 million to move behavioral health drugs to the preferred drug lists.
- A decrease of \$1.0 million to reflect savings from the implementation of the Correct Coding Initiative.
- An decrease of \$5.9 million to reflect changes in the Federal Medical Assistance Percentage (FMAP) rate.

For further information regarding Medicaid, see **Appendix G**.

- **Medical Contracts** – An increase of \$2.2 million, including:
 - An increase of \$17,000 for contract procurement for the Iowa Medicaid Enterprise (IME).
 - An increase of \$500,000 to procure a vendor for the Medicaid Management Information System (MMIS).
 - An increase of \$620,000 for contract and other inflation costs.
 - An increase of \$340,000 to upgrades related to the Health Insurance Portability and Accountability Act (HIPAA).
 - An increase of \$268,000 for electronic attachment activity that will begin in FY 2009 and continue in FY 2010.
 - An increase of \$434,000 for Targeted Case Management Services through the Department of Public Health.
- **State Children’s Health Insurance Program (SCHIP)** – An increase of \$5.6 million, including:
 - An increase of \$7.8 million to maintain services and replace carryforward from FY 2008.
 - An increase of \$277,000 to fund an additional 780 children.
 - An increase of \$128,950 to continue outreach through the Department of Public Health.
 - An increase of \$90,000 to continue expanded outreach efforts.
 - A decrease of \$2.5 million to reflect funds available from the healthy and well kids in Iowa (hawk-i) Trust Fund.
 - A decrease of \$234,000 to reflect changes in the Federal Medical Assistance Percentage (FMAP) rate.
- **Medical Assistance, hawk-i, hawk-i Expansion** – An increase of \$10.0 million to expand enrollment for children as appropriated for FY 2010 by HF 2539 (FY 2009 Health Care Reform Act).

- **State Supplementary Assistance Program** – An increase of \$182,000 to replace funding as a result of the elimination of the Health Iowan’s Tobacco Trust (HITT) Fund.
- **Child and Family Services** – A net increase of \$15.5 million compared to FY 2009. This includes:
 - **Child Care Assistance** – A net increase of \$4.5 million, including:
 - An increase of \$4.8 million for annual caseload growth.
 - An increase of \$520,000 for the annualized FY 2009 provider rate increase.
 - An increase of \$140,000 to maintain Iowa’s Quality Service Review (QSR) services at the FY 2009 funding level.
 - An increase of \$175,000 to move the postage and forms printing to the central office from local offices.
 - A decrease of \$445,000 in State General Funds for increased funding at the federal level for the Temporary Assistance for Needy Families (TANF) program.
 - A decrease of \$350,000 for the elimination of one-time funding for the Exceptional Children Grant Program.
 - A decrease of \$161,000 to reflect the reduction of QSR costs.
 - A decrease of \$179,000 to reflect changes in the Federal Medical Assistance Percentage (FMAP) rate.
 - **Toledo Juvenile Home** – An increase of \$185,000 for increased operational costs and inflation, and to fund two custodial FTEs.
 - **Eldora Training School** – An increase of \$152,000 for increased operational costs and inflation.
 - **Child Welfare** – A net increase of \$7.7 million, including:
 - An increase of \$3.8 million to replace funding as a result of the elimination of the HITT Fund.
 - An increase of \$465,000 to reflect an adjustment to foster care recovery funds based on current and projected recovery rates.
 - An increase of \$1.8 million to restore Decategorization funding from FY 2008.
 - An increase of \$250,000 for Child Welfare Provider Training.
 - An increase of \$406,000 for Foster and Adoptive Peer Support.
 - A decrease of \$98,000 to reflect adjustments to Title IV-E Eligibility and the Federal Medical Assistance Percentage (FMAP) rate.
 - An increase of \$1.5 million for family foster care and supervised apartment living maintenance rates.
 - An increase of \$51,000 for Preparation for Adult Living (PALs) maintenance rates.
 - An increase \$1.8 million to maintain status quo funding for 247 youth in PALs for FY 2010.
 - A decrease of \$300,000 to transfer the State match for the Substance Abuse and Mental Health Services Administration (SAMHSA) grant to the Mental Health Safety Net. This is reflected as an increase of the same amount in the State Mental Health System funding.

- A decrease of \$25,000 for an autism and Asperger syndrome pilot project to reflect the elimination of the HITT Fund. If General Fund money is used to continue funding for this pilot project the Department is proposing to redirect the funding to be used for children with autism spectrum disorder and their families.
- A decrease of \$1.5 million to notwithstanding Section 234.38, Code of Iowa, that directs the Department to pay reimbursement rates to foster parents based on 65.0% of the United States Department of Agriculture (USDA) estimate of the cost to raise a child in the calendar year immediately preceding the fiscal year.
- A decrease of \$51,000 for Preparation for Adult Living (PALs) maintenance rates.
- A decrease of \$205,000 for the proposed elimination of the Multidimensional Treatment Level Foster Care Program Pilot Projects.
- A decrease of \$154,000 for the proposed elimination of the Diversion and Mediation Pilot Project.
- **Adoption Subsidy** – A net increase of \$3.0 million. This includes:
 - An increase of \$1.4 million to reflect supplemental funding from FY 2009 in FY 2010.
 - An increase of \$2.1 million for caseload growth.
 - An increase of \$720,000 for adoption subsidy maintenance rates.
 - A decrease of \$438,000 to reflect adjustment to the FMAP rate.
 - A decrease of \$720,000 to notwithstanding Section 234.38, Code of Iowa, that directs the Department to pay reimbursement rates to foster parents based on 65.0% of the United States Department of Agriculture (USDA) estimate of the cost to raise a child in the calendar year immediately preceding the fiscal year.
- **Family Support Subsidy** – The Department request reflects the status quo; however, it has proposed the elimination of the Children-At-Home Program to fund the Family Support Subsidy waiting list reduction efforts within the budget unit.
- **Mental Health/Mental Retardation/Developmental Disabilities/Brain Injury** – A net increase of \$13.4 million, including:
 - An increase of \$235,000 for the Cherokee Mental Health Institute (MHI), including:
 - An increase of \$172,000 for increased food, pharmaceutical, transportation, and utility costs.
 - An increase of \$63,000 for inflation.
 - An increase of \$78,000 for the Clarinda MHI, including:
 - An increase of \$45,000 for increased food, pharmaceutical, transportation, and utility costs.
 - An increase of \$33,000 for inflation.
 - An increase of \$181,000 for the Independence MHI, including:
 - An increase of \$154,000 for increased food, pharmaceutical, transportation, and utility costs.
 - An increase of \$40,000 for inflation.
 - A decrease of \$12,000 to reflect changes in the FMAP rate.

- An increase of \$60,000 for the Mt. Pleasant MHI, including:
 - An increase of \$43,000 for increased food, pharmaceutical, transportation, and utility costs.
 - An increase of \$22,000 for inflation.
 - A decrease of \$5,000 to reflect changes in the FMAP rate.
- A net decrease of \$1.2 million for the Glenwood Resource Center, including:
 - An increase of \$97,000 for increased food, pharmaceutical, transportation, and utility costs.
 - An increase of \$49,000 for inflation.
 - A decrease of \$388,000 to reflect changes in the FMAP rate.
 - A decrease of \$1.6 million for salary adjustment.
 - An increase of \$597,000 to replace revenue from transitioning people into the community.
- A net decrease of \$638,000 for the Woodward Resource Center, including:
 - An increase of \$54,000 for increased food, pharmaceutical, transportation, and utility costs.
 - An increase of \$57,000 for inflation.
 - A decrease of \$261,000 to reflect changes in the FMAP rate.
 - A decrease of \$1.1 million for salary adjustment.
 - An increase of \$613,000 to replace revenue from transitioning people into the community.
- An increase of \$839,000 for the Civil Commitment Unit for Sexual Offenders, including:
 - An increase of \$177,000 for inflation.
 - An increase of \$662,000 to add eight additional clients for FY 2010.
- An increase of \$9.4 million for the Mental Health Growth Factor, including:
 - An increase of \$8.3 million for Mental Health Allowed Growth that was enacted by HF 2700 (FY 2009 Standing Appropriations Act).
 - An increase of \$1.0 million to replace one-time funding for FY 2009 for the Risk Pool.
 - An increase of \$147,000 to replace funding as a result of the elimination of the Health Iowan's Tobacco Trust (HITT) Fund.
- An increase of \$4.5 million for the State Mental Health System, including:
 - An increase of \$1.5 million for a statewide mental health crisis system safety net that was funded in FY 2009 with one-time money.
 - An increase of \$1.5 million to annualize the statewide mental health crisis system safety net.
 - An increase of \$500,000 for the children's mental health initiative that was funded in FY 2009 with one-time money.
 - An increase of \$500,000 to annualize the children's mental health initiative.
 - An increase of \$450,000 to fund the State match for a federal SAMSHA Grant. Of this amount \$300,000 is a transfer from the Child Welfare appropriation to shift the funding to the correct appropriation.

Health and Human Services Appropriations Subcommittee

- **Field Operations** – An increase of \$4.6 million compared to FY 2009. This includes:
 - An increase of \$1.5 million to restore carryforward funds from FY 2008.
 - An increase of \$426,000 for inflation.
 - An increase of \$2.5 million to maintain service at the FY 2009 level.
- **General Administration** – An increase of \$356,000 compared to FY 2009. This includes:
 - An increase of \$41,000 for Enterprise Technology costs.
 - An increase of \$41,000 to cover increased State match information technology (IT) costs for FY 2010 DHS Enterprise Technology.
 - An increase of \$274,000 for the transfer of general administration dollars to reflect elimination of the HITT Fund.

Other Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
Human Services, Dept. of			
General Administration			
FIP-TANF	\$ 26,101,513	\$ 25,656,513	\$ -445,000
Promise Jobs-TANF	13,334,528	13,334,528	0
FaDDS-TANF	2,998,675	2,998,675	0
Field Operations-TANF	18,507,495	18,507,495	0
General Administration-TANF	3,744,000	3,744,000	0
Local Admin. Cost-TANF	2,189,830	2,189,830	0
State Day Care-TANF	18,986,177	18,986,177	0
MH/DD Comm. Services-TANF	4,894,052	4,894,052	0
Child & Family Services-TANF	32,084,430	32,084,430	0
Child Abuse Prevention-TANF	250,000	250,000	0
Training & Technology-TANF	1,037,186	1,037,186	0
HOPES - Transfer to DPH-TANF	200,000	200,000	0
0-5 Children-TANF	7,350,000	7,350,000	0
Child Support Recovery-TANF	200,000	200,000	0
Child Care Direct Assistance-TANF	8,900,000	9,345,000	445,000
Total General Administration	\$ 140,777,886	\$ 140,777,886	\$ 0
Assistance			
Pregnancy Prevention-TANF	\$ 1,930,067	\$ 1,930,067	\$ 0
Medical Supplemental-SLTF	111,753,195	111,753,195	0
Medical Contracts-Pharm. Settlement	1,323,833	1,323,833	0
Broadlawns Hospital-ICA	40,000,000	40,000,000	0
State Hospital-Cherokee-ICA	3,164,766	0	-3,164,766
State Hospital-Clarinda-ICA	687,779	0	-687,779
State Hospital-Independence-ICA	3,146,494	0	-3,146,494
State Hospital-Mt Pleasant-ICA	2,000,961	0	-2,000,961
Medical Examinations-HCTA	556,800	556,800	0
Medical Information Hotline-HCTA	150,000	100,000	-50,000

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
Human Services, Dept. of, cont.			
Health Partnership Activities-HCTA	900,000	600,000	-300,000
Audits, Perf. Eval., Studies-HCTA	400,000	125,000	-275,000
IowaCare Admin. Costs-HCTA	1,132,412	1,132,412	0
Dental Home for Children-HCTA	1,000,000	1,000,000	0
Mental Health Trans. Pilot-HCTA	250,000	0	-250,000
MH/DD Workforce Development	500,000	500,000	0
Medical Assistance-HCTF	114,943,296	114,943,296	0
MH/MR/DD Growth-HCTF	7,592,099	7,592,099	0
General Administration-HITT	274,000	0	-274,000
POS Provider Increase-HITT	146,750	0	-146,750
Other Service Providers Inc.-HITT	182,381	0	-182,381
Child and Family Services-HITT	3,786,677	0	-3,786,677
Broadlawns Admin-HCTA	230,000	230,000	0
MH PTRF Medical Asst.	624,000	0	-624,000
Total Assistance	\$ 296,675,510	\$ 281,786,702	\$ -14,888,808
Total Human Services, Dept. of	\$ 437,453,396	\$ 422,564,588	\$ -14,888,808

Significant changes include:

- A decrease of \$445,000 from Temporary Assistance for Needy Families (TANF) to reflect actual utilization of the Diversion Program.
- An increase of \$445,000 from TANF for the Child Care Assistance Program.
- A decrease of \$9.0 million for the four mental health institutes (MHI) from the IowaCare Program appropriation to reflect the phaseout of federal funding. Under the federal terms and conditions of creating the IowaCare Program, the State was required to phase out federal matching funds to the MHIs.
- A decrease of \$50,000 from the Health Care Transformation Account for the Medical Information Hotline to reflect actual usage.
- A decrease of \$300,000 from the Health Care Transformation Account for Health Partnership Activities to reflect actual usage.
- A decrease of \$275,000 from the Health Care Transformation Account for Audits, Performance Evaluations, and Studies to reflect actual usage.
- A decrease of \$250,000 from the Health Care Transformation Account to eliminate the Mental Health Transformation Pilot.
- A decrease of \$4.4 million from the Healthy Iowan's Tobacco Trust Fund to various appropriations to reflect the elimination of the Fund. All funding requests for the Fund have been transferred to the General Fund.
- A decrease of \$624,000 to eliminate the appropriation from the Property Tax Relief Fund. This was a one-time appropriation for FY 2009.

Issues

Iowa Care Waiver – The IowaCare Waiver is an agreement between the State and federal government enabling federal support for the IowaCare Program. The Waiver expires at the end of FY 2010. The Health and Human Services Subcommittee may wish to review the Program and consider strategies for renewal.

Medicaid Enrollment – Over the first quarter of FY 2009, the Medicaid Program has grown by 11,400 members. The Health and Human Services Subcommittee may wish to monitor enrollment for any trends throughout the year.

Department of Veterans Affairs

The Department of Veteran Affairs includes the Department and the Iowa Veterans Home. The Department provides services to veterans regarding federal pension applications, identifying services to reimburse from the Veterans Trust Fund interest revenues, establishing the Veterans Cemetery, and providing assistance for the County Grant Program, the Injured Veterans Grant Program, and the Vietnam Veterans Bonus Program. The Iowa Veterans Home provides services to veterans at the Home in Marshalltown, including domiciliary, residential, and pharmaceutical.

The Department is requesting FY 2010 General Fund appropriations totaling \$16.8 million. This is no change compared to estimated FY 2009. The Department is also requesting other fund appropriations totaling \$1.6 million for FY 2010 from the Transportation, Infrastructure, and Capitals Appropriations Subcommittee budget. This is a decrease of \$100,000 compared to estimated FY 2009. The other funds comparison is included in the Transportation, Infrastructure, and Capitals Appropriations Subcommittee section of this document.

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Veterans Affairs, Dept. of</u>			
General Administration	\$ 1,243,744	\$ 1,243,744	\$ 0
War Orphans Educational Assistance	27,000	27,000	0
Veterans County Grants	600,000	600,000	0
Iowa Veterans Home	14,948,297	14,948,297	0
Total Veterans Affairs, Dept. of	\$ 16,819,041	\$ 16,819,041	\$ 0

- **Iowa Veterans Home** – The Home’s request reflects the status quo but does include a decrease of an unidentified amount for the annual additional outside revenue as a result of the FY 2009 salary adjustment funds and an increase of the same unidentified amount for inflation.
- **Department of Veteran Affairs** – The Department request reflects no change compared to estimated FY 2009:

Issues

Expenditure Review – The Subcommittee may want to review first half FY 2009 expenditures of the Veterans Home Ownership Assistance Program, the Injured Veterans Grant Program, and the County Grant Program; the expenditures of the Vietnam Veterans Bonus Program; and the expenditures from the interest and donations to the Veterans Trust Fund for services approved by the Veterans Affairs Commission. The Department was required to study the needs of veterans in HF 909 (FY 2008 Health and Human Services Appropriations Act). The summary of the Study is available at https://www.iowava.org/images/Veterans_Final_Report_2008.pdf

Construction Funds – The Subcommittee may want to review the amount of funds within the Iowa Veterans Home Construction Account and the availability federal matching funds. The Construction Account has been totally encumbered as a result of the 10.0% increase in the cost of Phase 1 of the Master Plan. Construction has not yet started. The Iowa Veterans Home has a \$100.0 million multi-year Master Plan construction project. The General Assembly provided bonding authority for the State match required for Phases 2, 3, and 4. Due to the timing of the planned sale of the bonds, Phases 2, 3, and 4 were not included in the federal FY 2009 construction list. Due to the delay of the sale of the bonds by the State Treasurer and the increase in construction costs above original estimates, Phases 2, 3, and 4 may require additional State funds beyond the approved bonding amounts or a decrease in the cost of the project. An estimated 60.0% of funds for certain construction projects are usually available from the federal government. The estimated year of receipt of those funds from the federal government is not available except for Phase 1 which has been approved by the federal government for receipt of funds. Additional information is available as a *Fiscal Topic* at <http://www.legis.state.ia.us/Fiscal/fiscaltopics> .

Board of Regents

The Board of Regents oversees the University of Iowa Hospitals and Clinics (UIHC) and receives funding for IowaCare through the Health and Human Services Appropriations Subcommittee.

The Board is requesting is requesting other fund appropriations totaling \$80.3 million for FY 2010. This is an increase of \$17.0 million compared to estimated FY 2009 to reflect increased utilization of the IowaCare Program at the UIHC.

Other Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Regents, Board of</u>			
BOR UIHC - IowaCares Expansion	\$ 35,969,365	\$ 52,969,365	\$ 17,000,000
BOR UIHC - IowaCares	27,284,584	27,284,584	0
Total Regents, Board of	\$ 63,253,949	\$ 80,253,949	\$ 17,000,000

Department of Inspections and Appeals

The Department of Inspections and Appeals (DIA) is a regulatory agency charged with protecting the health, safety, and well-being of Iowans. The Department receives funding from the Senior Living Trust Fund to inspect Assisted Living Centers and Adult Day Cares.

Health and Human Services Appropriations Subcommittee

The Department is requesting an fund appropriation of \$1.4 million for FY 2010. This is no change compared to estimated FY 2009.

Other Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Inspections & Appeals, Dept. of</u>			
Assisted Living/Adult Day Care-SLTF	\$ 1,339,527	\$ 1,339,527	\$ 0
Total Inspections & Appeals, Dept. of	\$ 1,339,527	\$ 1,339,527	\$ 0

Iowa Finance Authority

The Iowa Finance Authority (IFA) was created in 1975 to assist in the attainment of housing for low- and moderate-income Iowans. Iowa Finance Authority receives funding from the Senior Living Trust Fund for a Rent Subsidy Program.

The IFA is requesting an other fund appropriation of \$700,000 for FY 2010. This is no change compared to estimated FY 2009.

Other Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Iowa Finance Authority</u>			
Rent Subsidy Program-SLTF	\$ 700,000	\$ 700,000	\$ 0
Total Iowa Finance Authority	\$ 700,000	\$ 700,000	\$ 0

INTERIM COMMITTEES, MEETINGS, AND PUBLICATIONS

Medicaid Elderly Waiver Program Interim Study Committee

The Medicaid Elderly Waiver Program Interim Study Committee met on November 13, 2008, to review the Program. The Committee received testimony from the Department of Human Services, the Department of Elder Affairs, and other interested parties on the current status of the Program and measures that could be taken in the future to improve the care for Waiver recipients. The Committee is gathering additional data and information from the two Departments and other interested parties and will refer all information received to the Health and Human Services Appropriations Subcommittee.

Medicaid Program Drug Product Selection Interim Study Committee

The Medicaid Program Drug Product Selection Interim Study Committee met on November 19, 2008, to review how drugs are selected for the Medicaid Program. The Committee received testimony from the Department of Human Services and other interested parties on process and current practices of

the Program and measures that could be taken in the future to insure Medicaid recipients are getting the best outcomes. The Committee is gathering additional data and information from the Department and other interested parties and will refer all information received to the Health and Human Services Appropriations Subcommittee.

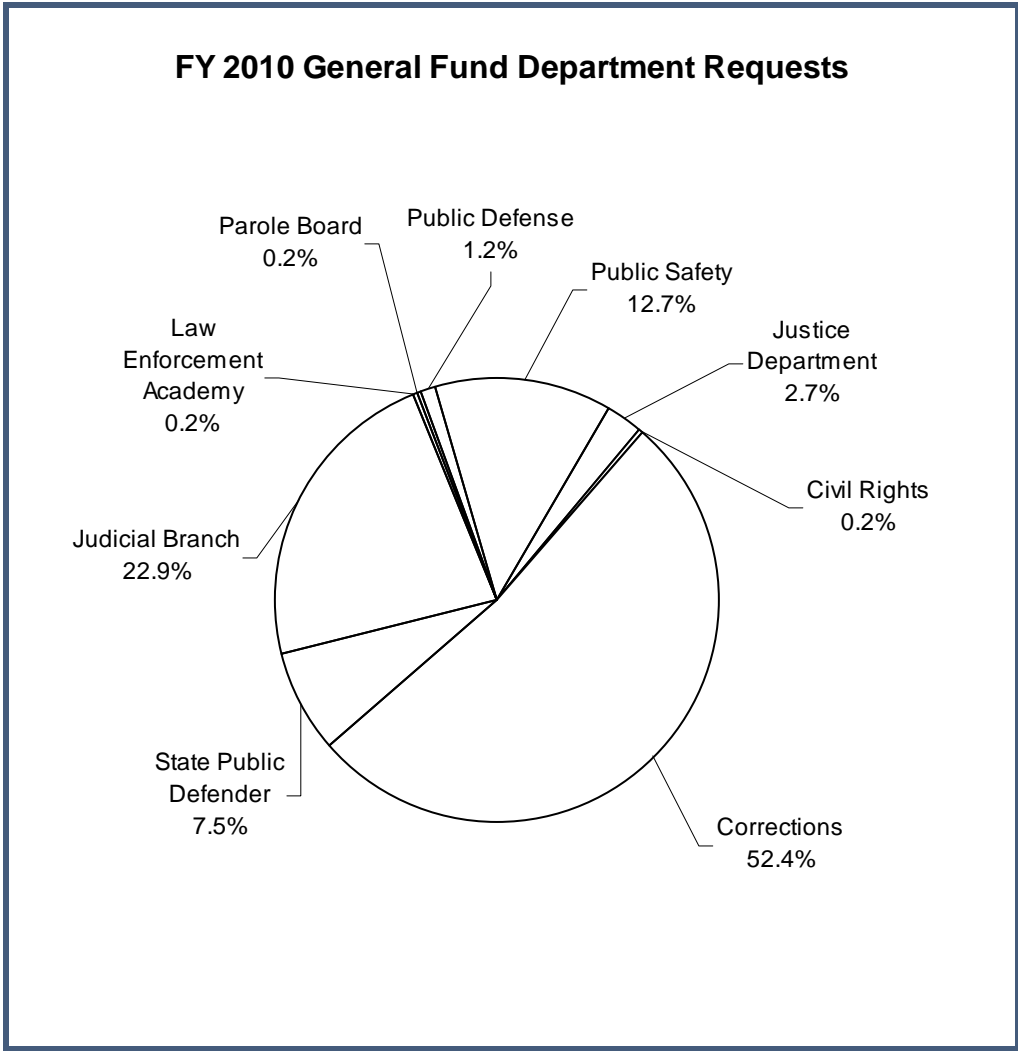
LSA Publications

The following publications have been issued by the LSA that relate to the Health and Human Services Appropriations Subcommittee:

- *Fiscal Topic:* Medicaid Overview
- *Fiscal Topic:* State Children's Health Insurance Program Overview
- *Fiscal Topic:* Iowa Veterans Home
- *Issue Review:* [Education Benefits for Children of Deceased Veterans](#)

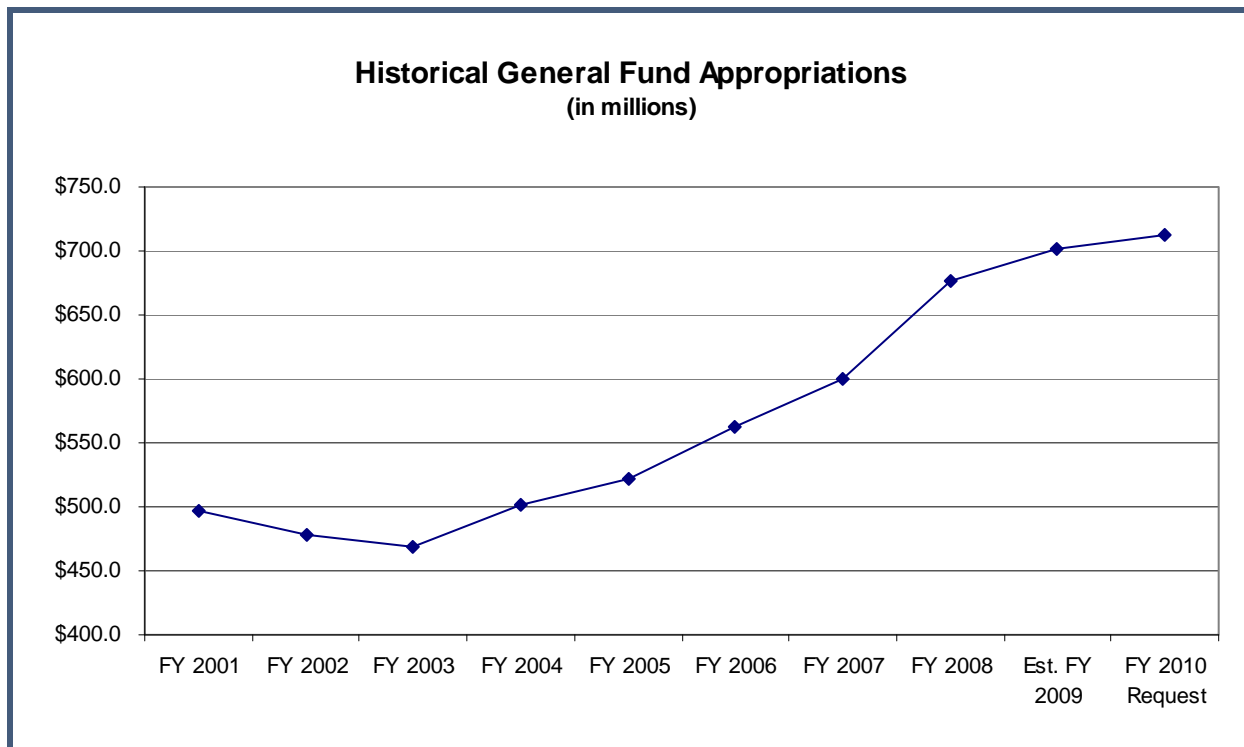
Staff Contacts: Jess Benson (1-4611); Deborah Helsen (1-6764); Sue Lerdal (1-7794)

JUSTICE SYSTEM APPROPRIATIONS SUBCOMMITTEE



FY 2010 General Fund Department Requests

Justice Department	\$ 19,339,477
Civil Rights	1,601,519
Corrections	372,587,781
Inspections and Appeals	53,530,367
Judicial Branch	163,527,936
Law Enforcement Academy	1,322,103
Parole Board	1,298,078
Public Defense	8,886,975
Public Safety	90,790,556
	<u>\$ 712,884,792</u>



FY 2010 DEPARTMENT REQUESTS

Department of Justice

The Attorney General is the head of the Department and is elected by popular vote every four years. The Department is composed of the Attorney General’s Office, Prosecuting Attorney Training Coordinator, and the Consumer Advocate’s Office. The Department represents the State in all litigation, issues formal and informal opinions and advice to State agencies, prosecutes some criminal offenders and handles all criminal appeals, and administers the following programs: Farm Mediation, Crime Victim Assistance, and Legal Services Poverty Grants.

The Department is requesting FY 2010 General Fund appropriations totaling \$19.3 million. This is an increase of \$4.1 million for Victim Assistance Grants compared to estimated FY 2009.

General Fund Request

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Justice, Department of</u>			
<u>Justice, Dept. of</u>			
General Office A.G.	\$ 9,700,589	\$ 9,700,589	\$ 0
Victim Assistance Grants	150,000	4,200,000	4,050,000
Legal Services Poverty Grants	2,000,000	2,000,000	0
Farm Mediation Services	300,000	300,000	0
Total Justice, Dept. of	\$ 12,150,589	\$ 16,200,589	\$ 4,050,000
<u>Consumer Advocate</u>			
Consumer Advocate	\$ 3,138,888	\$ 3,138,888	\$ 0
Total Justice, Department of	\$ 15,289,477	\$ 19,339,477	\$ 4,050,000

Issues

Victim Compensation Fund – The Crime Victim Assistance Division administers the Fund. The Fund supports the Crime Victim Compensation Program, Sexual Abuse Examination Program, Victims Assistance Grants, the IowaVINE system, and administrative costs of the Division. Funds available in the Victim Compensation Fund in FY 2008 were \$13.5 million, a decrease of \$879,000 (6.1%) compared to FY 2007. Expenditures from the Fund in FY 2008 increased by \$1.0 million (9.5%) compared to FY 2007. The year-end balance carries forward to the next fiscal year and is available for expenditure. However, the FY 2008 year-end balance of \$1.5 million is the lowest it has been since FY 1993. The Victim Compensation Fund is experiencing cash flow problems in FY 2009, primarily due to:

- Increase in compensation paid directly to victims.
- Transfer of \$3.2 million annually to the Victim Services Grants Program.
- Delayed receipts from the U.S. Department of Justice for the Victims of Crime Act (VOCA) Compensation Program. The FY 2008 award was received in September 2008, 10 weeks after the close of FY 2008.
- Increase in expenditures for the IowaVINE System. The Department expects approximately \$540,000 annually to be expensed against the Fund. The FY 2010 award of \$333,000 cannot be used for operating costs. It may only be used to connect the courts and local law enforcement to the system. The more entities connect to the IowaVINE system, the more likely it is that operating costs will increase.

The Department is projecting a deficit in the Victim Compensation Fund in FY 2010:

- The FY 2009 ending balance is projected to be approximately \$348,000, the lowest it has been in at least 10 years.
- The VOCA compensation award is expected to decrease in FY 2010.
- The FY 2009 transfer of \$850,000 in forfeited property receipts for the Victim Services Grants Program will not be available in FY 2010. It is unlikely the Victim Compensation Fund will be able to offset that loss.

Justice System Appropriations Subcommittee

- The Department is working with the federal delegation to resolve the delay in federal receipts. The Department is also researching the possibility of capping payments to medical providers at 70.0% of the amount billed to the Fund, to reduce victim compensation payments.

The General Assembly may want to review other options for the Fund, such as:

- Increasing receipts to the Fund.
- Using alternative funding sources for Victim Services Grants. The Department is requesting an additional \$4.1 million from the General Fund for these grants in FY 2010.
- Decreasing the amount of compensation paid to victims.

Victim Assistance Grants – The Crime Victim Assistance Division provides grants to service providers for victims of domestic abuse, sexual assaults, and other violent crimes. The Division also provides grants to specialized law enforcement programs and prosecutors to address violence against women. A State General Fund appropriation, combined with federal grants and the Victim Compensation Fund, are used for community crime victim service programs. This combination of funding results in approximately \$9.7 million being distributed to 27 domestic abuse programs, 27 sexual abuse programs, the Iowa Domestic Abuse Hotline, the Sexual Abuse Hotline, four homicide victim survivor programs, several prosecutor-based victim service coordinators, violence against women officers and prosecutors, and four state crime victim specialists. Approximately \$3.1 million of the funds are from the Victims Of Crime Act (VOCA). This is a decrease of \$497,000 (13.8%) compared to FY 2008, due to federal budget reductions. The General Assembly first started appropriating General Fund money in FY 1990 for the Grants. This funding peaked in FY 2001 at \$1.9 million; the FY 2009 General Fund appropriation is \$150,000. The General Fund appropriation has been supplemented with federal funds and transfers from the Victim Compensation Fund (\$3.2 million), plus funding at the local level to support the victim services programs. The FY 2009 transfer of \$850,000 in forfeited property receipts for the Victim Services Grants Program will not be available in FY 2010. It is unlikely the Victim Compensation Fund will be able to offset that loss. Seven shelters have closed in the last five years. The Subcommittee may want to review funding options.

Civil Rights Commission

The Commission exists to protect the civil rights of all persons throughout Iowa. The Commission's primary functions are to enforce the Iowa Civil Rights Act, investigate and resolve discrimination complaints as a neutral fact finder, advocate for compliance with civil rights laws, and educate and train Iowans to recognize and prevent discrimination.

The Commission is requesting an FY 2010 General Fund appropriation of \$1.6 million. This is no change compared to estimated FY 2009.

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Civil Rights Commission</u>			
Civil Rights Commission	\$ 1,601,519	\$ 1,601,519	\$ 0
Total Civil Rights Commission	\$ 1,601,519	\$ 1,601,519	\$ 0

Issues

Federal Funds – The Commission receives approximately 35.6% of its budget from the federal government through the Equal Employment Opportunity Commission (EEOC) and the Department of Housing and Urban Development (HUD). Federal funding has been relatively stable the last several fiscal years. However, the total amount of federal funding receipts is expected to increase by \$41,000 (4.9%) in FY 2009, primarily due to receipt of a special HUD grant for outreach and training. Federal funding to the Commission is primarily in the form of performance-based contracts. The amount of federal funding received in a given federal fiscal year is based on the number of civil rights complaints resolved during the previous federal fiscal year.

The Commission closed 2,007 cases in FY 2008, an increase of 268 (15.4%) compared to FY 2007. The increase in case closures was primarily due to instituting an effort to close old cases. Additionally, the average number of days to process a case decreased by 32.87 days (11.2%) during the same period.

Department of Corrections

The Department's mission is to protect the public, employees, and offenders from victimization. The Department operates nine prisons to incarcerate legally-committed adult offenders; partners with eight Community-Based Corrections (CBC) District Departments to provide supervision for offenders on parole, probation, work release, and Operating While Intoxicated (OWI) offenses; provides opportunities for offenders to make improvements through various educational, skill development, and counseling programs; trains professional staff; operates Iowa Prison Industries; and provides oversight of local jails.

The Department is requesting FY 2010 General Fund appropriations totaling \$372.6 million. This is no change compared to estimated FY 2009.

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Corrections, Dept. of</u>			
CBC District 1			
CBC District I	\$ 13,573,774	\$ 13,573,774	\$ 0
CBC District 2			
CBC District II	\$ 11,280,937	\$ 11,280,937	\$ 0
CBC District 3			
CBC District III	\$ 6,230,191	\$ 6,230,191	\$ 0
CBC District 4			
CBC District IV	\$ 5,719,179	\$ 5,719,179	\$ 0
CBC District 5			
CBC District V	\$ 19,628,052	\$ 19,628,052	\$ 0
CBC District 6			
CBC District VI	\$ 14,566,407	\$ 14,566,407	\$ 0

Justice System Appropriations Subcommittee

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Corrections, Dept. of, cont.</u>			
CBC District 7			
CBC District VII	\$ 7,414,374	\$ 7,414,374	\$ 0
CBC District 8			
CBC District VIII	\$ 7,255,300	\$ 7,255,300	\$ 0
Central Office			
County Confinement	\$ 967,983	\$ 967,983	\$ 0
Federal Prisoners/ Contractual	241,293	241,293	0
Corrections Administration	5,151,625	5,151,625	0
Corrections Education	1,570,358	1,570,358	0
Iowa Corrections Offender Network	427,700	427,700	0
Mental Health/Substance Abuse	25,000	25,000	0
Hepatitis Treatment and Education	188,000	188,000	0
Total Central Office	<u>\$ 8,571,959</u>	<u>\$ 8,571,959</u>	<u>\$ 0</u>
Fort Madison			
Ft. Madison Institution	\$ 45,657,539	\$ 45,657,539	\$ 0
Anamosa			
Anamosa Institution	\$ 32,196,590	\$ 32,308,471	\$ 111,881
Oakdale			
Oakdale Institution	\$ 60,437,214	\$ 60,325,333	\$ -111,881
Newton			
Newton Institution	\$ 28,956,002	\$ 28,956,002	\$ 0
Mt Pleasant			
Mt. Pleasant Inst.	\$ 27,993,990	\$ 27,993,990	\$ 0
Rockwell City			
Rockwell City Institution	\$ 9,660,604	\$ 9,660,604	\$ 0
Clarinda			
Clarinda Institution	\$ 26,051,077	\$ 26,129,276	\$ 78,199
Mitchellville			
Mitchellville Institution	\$ 16,457,784	\$ 16,457,784	\$ 0
Fort Dodge			
Ft. Dodge Institution	<u>\$ 30,936,808</u>	<u>\$ 30,858,609</u>	<u>\$ -78,199</u>
Total Corrections, Dept. of	<u>\$ 372,587,781</u>	<u>\$ 372,587,781</u>	<u>\$ 0</u>

Significant changes include:

- A transfer of \$112,000 and 2.0 FTE positions for a Food Service Coordinator and a Nurse from the Iowa Medical and Classification Center at Oakdale to the Anamosa State Penitentiary. This request is revenue neutral.
- A transfer of \$78,200 and 1.0 FTE position for a Counselor from the Fort Dodge Correctional Facility to the Clarinda Correctional Facility. This request is revenue neutral.

For FY 2010, the Department of Corrections (DOC) submitted a status quo budget as requested by the Governor. However, the Board of Corrections approved submission of an informal request for \$25.3 million for:

- Increased food, fuel, and pharmacy costs.
- CBC contract costs.
- Department of Administrative Services (DAS) costs.
- Mandated sex offender treatment and monitoring; offender re-entry.
- Worker’s compensation costs.
- Additional staff and treatment.
- Operating costs of additional residential facility beds in Cedar Rapids and Davenport.
- Replacement of expired federal funds.
- Mental health issues.
- Health care staff.
- Women offenders.
- Corrections education.
- General Fund replacement of appropriations from the Healthy Iowan’s Tobacco Trust.
- General Fund replacement of the U.S. Bureau of Prisons contract with the Fifth CBC District Department.

Other Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Corrections, Dept. of</u>			
Central Office			
Transitional Housing-HITT	\$ 30,000	\$ 0	\$ -30,000
CBC District 1			
CBC District I - HITT	\$ 410,332	\$ 0	\$ -410,332
CBC District 2			
CBC District II - HITT	\$ 441,215	\$ 0	\$ -441,215
CBC District 3			
CBC District III - HITT	\$ 220,856	\$ 0	\$ -220,856
CBC District 4			
CBC District IV - HITT	\$ 310,547	\$ 0	\$ -310,547
CBC District 5			
CBC District V - HITT	\$ 419,582	\$ 0	\$ -419,582
CBC District 6			
CBC District VI - HITT	\$ 566,750	\$ 0	\$ -566,750

Justice System Appropriations Subcommittee

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Corrections, Dept. of, cont.</u>			
CBC District 7			
CBC District VII - HITT	\$ 256,608	\$ 0	\$ -256,608
CBC District 8			
CBC District VIII - HITT	\$ 324,299	\$ 0	\$ -324,299
Fort Madison			
Ft. Madison CCU - HITT	\$ 1,497,285	\$ 0	\$ -1,497,285
Total Corrections, Dept. of	<u>\$ 4,477,474</u>	<u>\$ 0</u>	<u>\$ -4,477,474</u>

The Healthy Iowans Tobacco Trust is repealed effective June 30, 2009.

Issues

Healthy Iowans Tobacco Trust – The DOC receives \$4.5 million from the Healthy Iowan’s Tobacco Trust. These appropriations are used to fund specialized supervision and treatment programs including drug courts, mental health, day programs, and sex offenders in the CBC District Departments, and to fund operating costs of the District Departments and the Clinical Care Unit at Fort Madison. The Healthy Iowans Tobacco Trust is repealed at the end of FY 2009. The Subcommittee may wish to consider other funding sources for these programs.

Inmate Education – The General Fund appropriation for inmate education peaked in FY 2001 at \$3.3 million. The FY 2009 General Fund appropriation is \$1.6 million, a decrease of \$1.7 million (52.3%) compared to FY 2001. Since FY 2001, the DOC has relied on other funding sources, such as carryover funding from the previous year’s appropriation, Institution Canteen receipts, and the Telephone Rebate Fund to provide adult basic education, high school equivalency courses, and vocational courses through the community college system. House File 2660 (FY 2009 Justice System Appropriations Act) requires the DOC to transfer at least \$300,000 from the Canteen Funds to the Corrections Education Account. The DOC is not requesting an increase in the General Fund appropriation for corrections education in FY 2010 due to the required submission of a status quo budget. Literacy is a significant problem that limits employment for the inmate population, and the DOC has focused educational resources on literacy for the past several years. Research suggests that inmate education increases employability of released inmates and reduces recidivism. Vocational education is provided primarily in conjunction with Prison Industries.

Chronic Mental Illness – Approximately 93.0% of the prison population has a chronic psychiatric disorder. This includes addictions as well as other mental illnesses. Most will be released to CBC supervision. The DOC operates the largest single mental health facility in the State – the Clinical Care Unit at Fort Madison. The DOC is the largest single provider of mental health treatment in the State. The Subcommittee may wish to review the impact mental illness has on offenders’ ability to re-enter society.

Construction Management – The General Assembly appropriated \$228.8 million from a variety of sources across several fiscal years for construction of additional correctional beds and renovations. The Subcommittee may wish to review construction management options in order to safeguard the State’s interests.

FY 2008 Reversion – The DOC and CBC District Departments reverted \$440,000 to the General Fund at the end of FY 2008. The County Confinement Account was the majority of the reversion (\$374,000). The account is used to reimburse counties for holding alleged violators of parole, work release, and certain Operating While Intoxicated (OWI) offenders. The General Assembly reduced the FY 2009 appropriation by \$232,000 based on the FY 2007 reversion. The FY 2008 reversion exceeds the FY 2009 reduction. However, certain county bills were received late and are being paid by the Executive Council in FY 2009.

Prison Population – The Criminal and Juvenile Justice Planning Division of the Department of Human Rights recently issued its 10-year prison population forecast. If policies and practices remain the same, the prison population is projected to reach approximately 8,900 inmates by FY 2018. By FY 2018 and without any additional prison beds, overcrowding will reach 109.7% of design capacity. This figure is based on the assumption that the additional beds authorized during the 2008 Legislative Session for Fort Madison and Mitchellville will be operating by FY 2018. If the prison population reaches 8,900 inmates, no additional prisons will need to be built, other than the expansions authorized at Fort Madison and Mitchellville.

Department of Inspections and Appeals – State Public Defender

General Fund appropriations for the Department of Inspections and Appeals are the responsibility of the Administration and Regulation Subcommittee, except for the State Public Defender’s Office and indigent defense. The State Public Defender’s Office administers local public defender’s offices; provides legal counsel to indigent convicted criminals on appeals and for post-conviction relief proceedings; is responsible for indigent juvenile cases; and reviews all expense claim reimbursements from private attorneys for indigent defense cases. In FY 1988, the costs of providing legal counsel to indigent criminal defendants and juveniles (indigent defense) were transferred to the State as part of court reorganization. Before FY 1988, these costs were paid by the counties.

The Department is requesting FY 2010 General Fund appropriations totaling \$53.5 million for the State Public Defender and Indigent Defense. This is no change in funding compared to estimated FY 2009.

General Fund Requests

	<u>Estimated FY 2009</u>	<u>Dept Request FY 2010</u>	<u>Dept. Req. vs. Est. FY 2009</u>
<u>Inspections & Appeals, Dept. of</u>			
Public Defender			
Public Defender	\$ 22,247,829	\$ 22,247,829	\$ 0
Indigent Defense Appropriation	<u>31,282,538</u>	<u>31,282,538</u>	<u>0</u>
Total Inspections & Appeals, Dept. of	<u>\$ 53,530,367</u>	<u>\$ 53,530,367</u>	<u>\$ 0</u>

Issues

State Public Defender’s Office –The State Public Defender’s Office expended \$52.5 million in total funds during FY 2008, an increase of \$3.7 million (7.6%) compared to FY 2007. These figures include expenditures for the Office and the Indigent Defense Program. Costs for this constitutionally mandated program have been steadily increasing due to the increases in cases and claims. Since FY 1998, the

average annual increase in spending has been 8.2%. From FY 1998 to FY 2008, the number of attorney claims for reimbursement from the Indigent Defense Fund increased by 12.2%, while the number of cases handled by the State Public Defender’s Office increased by 1.2%. The State Public Defender’s Office is handling the more complex cases in an effort to contain spending. The FY 2008 General Fund reversion was \$2.4 million, or 4.5% of the total available for expenditure. The State Public Defender’s Office reverted \$348,000 and the Indigent Defense Program reverted \$2.1 million.

Judicial Branch

Iowa has a unified trial court system known as the Iowa District Court that has general jurisdiction over all civil, criminal, juvenile, and probate matters in the State. The Iowa District Court is composed of different kinds of judicial officers with varying amounts of jurisdiction including judicial magistrates, associate juvenile judges, associate probate judges, district associate judges, and district court judges. There are two appellate courts in Iowa's judicial system—the Iowa Supreme Court and the Iowa Court of Appeals. Seven justices sit on the Supreme Court and nine judges form the Court of Appeals.

The Judicial Branch is requesting FY 2010 General Fund appropriations totaling \$163.5 million. This includes both the operating budget and Judicial Retirement. This is an increase of \$7.7 million compared to estimated FY 2009.

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Judicial Branch</u>			
Judicial Branch	\$ 152,392,674	\$ 163,527,936	\$ 11,135,262
Judicial Retirement	3,450,963	0	-3,450,963
Total Judicial Branch	<u>\$ 155,843,637</u>	<u>\$ 163,527,936</u>	<u>\$ 7,684,299</u>

Significant changes include:

- An increase of \$8.2 million for Judicial Retirement. Senate File 2424 (Public Retirement Systems Act) amended Section 602.9104(b), Code of Iowa, setting the State share for Judicial Retirement at 30.6% and eliminating the direct appropriation of the State share for Judicial Retirement into the Judicial Retirement Fund. The increase includes the following:
 - \$3.5 million in a transfer of General Fund money from a separate line item for Judicial Retirement into the Judicial Branch operating budget.
 - \$4.2 million for the replacement of one-time money with General Fund money.
 - \$614,000 in additional funding for the total 30.6% of the salary of all judges or \$8.2 million.
- An increase of \$275,000 and 2.0 FTE positions for additional juvenile court officers for Districts Two (Winnebago, Worth, Mitchell, Hancock, Cerro Gordo, Floyd, Pocahontas, Humboldt, Wright, Franklin, Butler, Bremer, Sac, Calhoun, Webster, Hamilton, Hardin, Carroll, Greene, Boone, Story, and Marshall Counties) and Three (Lyon, Osceola, Dickinson, Emmet, Kossuth, Sioux, O’Brien, Clay, Palo Alto, Plymouth, Cherokee, Buena Vista, Woodbury, Ida, Monona, and Crawford Counties) and additional funding for travel.

- An increase of \$530,000 and 7.0 FTE positions to implement the Electronic Document Management System (EDMS) business plan to move the Judicial Branch from a paper-based filing and records management system to an electronic environment.
- An increase of \$365,000 for sound and recording equipment systems for 24 courtrooms across the State.
- An increase of \$1.1 million and 17.8 FTE positions for additional employees for the District Court. This includes 9.9 court attendants, 5.0 judicial clerks for Polk County, a case coordinator in District Three (Lyon, Osceola, Dickinson, Emmet, Kossuth, Sioux, O'Brien, Clay, Palo Alto, Plymouth, Cherokee, Buena Vista, Woodbury, Ida, Monona, and Crawford Counties), and an assistant court administrator in District Four (Harrison, Shelby, Audubon, Pottawattamie, Cass, Mills, Montgomery, Fremont, and Page Counties). Court attendants are needed on all districts. This request also includes money for furniture and equipment for courtrooms and offices throughout the State.
- An increase of \$225,000 and 1.0 FTE position for an education specialist and money for training programs for all employees of the court system.
- An increase of \$385,000 and 4.0 FTE positions to expand court collection activities as required in SF 2428 (Delinquent Debt Act).
- A decrease of \$3.5 million due to the transfer of General Fund money from the Judicial Retirement line item to the Judicial Branch operating budget.

Other Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
Judicial Branch			
Judicial Retirement-Court Tech. & Modern. Fund	\$ 1,674,663	\$ 0	\$ -1,674,663
Judicial Retirement-Jury Witness Fund	2,500,000	0	-2,500,000
Total Judicial Branch	\$ 4,174,663	\$ 0	\$ -4,174,663

In FY 2009, the General Assembly appropriated \$2.5 million in one-time carry forward money from the Jury Witness Fee Revolving Fund to the Judicial Retirement Fund and \$1.7 million in one-time carry forward money from the Court Technology and Modernization Fund to the Judicial Retirement Fund. This appropriation was in addition to the \$3.5 million General Fund appropriation for Judicial Retirement that increased the employer’s contribution amount to \$7.7 million.

Issues

- **Judicial Retirement** – Senate File 2424 (FY 2009 Public Retirement Systems Act) took effect July 1, 2008. The Act increased the Judges’ contribution rate to 7.7% of covered wages for FY 2009. The Act also set contribution rates for future fiscal years. For FY 2010, the Judges’ contribution rate will be 8.7%. Beginning in FY 2011 and until the System attains fully-funded status, the Judges’ contribution rate will be 9.35%. Beginning July 1, 2008, until the Fund attains fully-funded status (100.0% funded ratio), the State’s required contribution rate is 30.6%. House File 2647 (FY 2009 Judicial Branch Appropriations Act) appropriated \$3.5 million from the General Fund, \$2.5 million from the Jury and Witness Fee Revolving Fund, and \$1.7 million from the Court Technology and Modernization Fund for a total of \$7.6 million or 30.6% for the State’s share of Judicial Retirement. However, \$4.2 million was one-time funding in FY 2009. Additional funds will be required for FY 2010 to maintain this

funding level. The employee contribution for FY 2010 is \$2.3 million (8.7%) and the State contribution is \$8.2 million (30.6%). The General Fund built-in requirement for Judicial Retirement in FY 2010 is \$4.8 million. The Judicial Retirement appropriation line-item was rolled into the Judicial Branch operating budget for FY 2010, similar to IPERS and POR. If \$4.8 million is not appropriated for FY 2010, this would require the Judicial Branch to absorb the costs, resulting in a reduction in the Judicial Branch operating budget.

- **Electronic Document Management System (EDMS)** – The original timeline anticipated the pilot projects starting in the fall of 2007 with statewide implementation in the fall of 2008. Due to a delay in choosing a vendor, the pilot projects are now expected to begin in the fall of 2009 with statewide implementation in the fall of 2010. The pilot project for EDMS will be the Court of Appeals as well as two counties: Plymouth and Story. Once the pilot projects are completed, two counties will be brought on-line every month. Statewide implementation of the EDMS project will take approximately four years. The contract for design and development was signed on November 3, 2008 and will take approximately 270 days. As the pilot projects are implemented, the General Assembly may wish to require the Judicial Branch to provide the following additional information for budgeting purposes:
 - An updated implementation timeline.
 - Projected built-in expenses for statewide implementation.
 - Projected on-going operational costs.
 - Total estimated FTE positions dedicated solely to this project.
 - Total operating and capital budgets and proposed funding sources.

Law Enforcement Academy

The Iowa Law Enforcement Academy (ILEA) provides training for law enforcement officers, jailers, and telecommunicators in the State. The Academy also administers a program of psychological testing for applicants for law enforcement positions, approves regional training programs, establishes hiring standards for peace officers, and provides audio-visual resources for law enforcement training and educational institutions.

The ILEA is requesting an FY 2010 General Fund appropriation of \$1.3 million. This is no change compared to estimated FY 2009.

General Fund Request

	<u>Estimated FY 2009</u>	<u>Dept Request FY 2010</u>	<u>Dept. Req. vs. Est. FY 2009</u>
<u>Law Enforcement Academy</u>			
Law Enforcement Academy	\$ 1,322,103	\$ 1,322,103	\$ 0
Total Law Enforcement Academy	<u>\$ 1,322,103</u>	<u>\$ 1,322,103</u>	<u>\$ 0</u>

Issues

Law Enforcement Academy Class Sizes and Appropriations – In FY 2009, language was included in HF 2600 (FY 2009 Justice System Appropriations Act) that allowed the ILEA to charge more than 50.0% of the cost of tuition to help offset a potential revenue shortfall in the operating budget resulting from a decrease in attendees to the Basic Academy. The General Fund appropriation to the Academy for FY 2009 was \$1.3 million. The amount requested for FY 2010 is \$1.3 million. The total cost to attend the Basic Academy in FY 2009 is \$6,589 per person. This is an increase of \$632 (10.6%) compared to FY 2008. Tuition for FY 2009 will be \$4,000 (60.7%) of the cost to attend. The Academy is requesting continued authority to charge more than 50.0% of the cost of tuition to offset potential revenue shortfalls in FY 2010.

Board of Parole

The Board’s mission is to reintegrate offenders into the community. There are offenders that the Board has determined can be released from prison without detriment to the public or themselves. The Board performs risk evaluations for inmates, reviews eligible parole cases, holds parole hearings for eligible inmates, and selects inmates for conditional release on parole and work release. The Board revokes conditional releases and returns to prison those offenders that have failed. The Board also notifies victims of relevant information before a parole hearing, and advises the Governor on matters of executive clemency.

The Board is requesting an FY 2010 General Fund appropriation of \$1.3 million. This is no change compared to estimated FY 2009.

General Fund Request

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Parole, Board of</u>			
Parole Board	\$ 1,298,078	\$ 1,298,078	\$ 0
Total Parole, Board of	<u>\$ 1,298,078</u>	<u>\$ 1,298,078</u>	<u>\$ 0</u>

Issues

Certificate of Employability Program – House File 2660 (FY 2009 Justice System Appropriations Act) requires the Board to develop and implement a Certificate of Employability by July 1, 2009. The Board estimates the cost to be \$150,000. This amount includes \$58,000 for one FTE position and \$92,000 for technology improvements. It may be possible to fund the position within the existing budget because the FY 2008 year-end balance was \$74,000. The Board also spent \$50,000 on extra help in FY 2008. The Board is requesting \$92,000 from the Technology Reinvestment Fund in FY 2010.

Department of Public Defense

Two Divisions make up the Department of Public Defense. The Military Division (Iowa National Guard) provides units and equipment to protect life and property, to preserve peace and order, and to ensure public safety for the citizens of Iowa. The Homeland Security and Emergency Management

Division manages risks and hazards with local and federal entities through mitigation, preparedness, response, and recovery initiatives. The Department is requesting FY 2010 General Fund appropriations totaling \$8.9 million. This is no change in funding compared to estimated FY 2009.

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Public Defense, Dept. of</u>			
Public Defense, Dept. of			
Public Defense, Department of	\$ 6,593,661	\$ 6,593,661	\$ 0
Emergency Management Division			
Homeland Security & Emer. Mgmt.	\$ 2,293,314	\$ 2,293,314	\$ 0
Total Public Defense, Dept. of	\$ 8,886,975	\$ 8,886,975	\$ 0

Issues

FY 2010 Built-In for Camp Dodge Readiness Center – The Iowa National Guard requires \$31,000 to provide the remaining 25.0% State match to federal funds for 6.0 FTE positions for operations and maintenance of the new \$33.0 million Camp Dodge Readiness Center. In FY 2009, \$93,000 was appropriated for nine months of the State match, and the remaining three months of funding is required for FY 2010. The building is 219,000 square feet and was nearly 100.0% federally funded. The Readiness Center will consolidate the operations of the Iowa National Guard and Active Duty units. It will also house the U.S. Military Entrance Processing Station (MEPS) currently located in Clive and the U.S. Army Des Moines Recruiting Battalion currently located in the Des Moines Federal Building.

Iowa Statewide Interoperable Communications System Board – During the 2007 Legislative Session, HF 353 (Public Safety Interoperability Act) created a 15-member Board to ensure interoperable communications systems function properly in the State; to allocate and oversee funding; to expand, maintain, and fund consistent and periodic training programs; and to develop a Statewide integrated public safety communications interoperability system. (“Interoperability” means the ability of public safety and public services personnel to communicate and to share data on an immediate basis, on demand, when needed, and when authorized.) Iowa received \$10.9 million through the Public Safety Interoperable Communications (PSIC) Grant Program. Of this amount, \$8.1 million will be passed on to the local Public Safety Answering Points (PSAPS) through a competitive grant process for the improvement of radio equipment and interoperability. The remaining 20.0% will be used by the State to fund the implementation planning effort. The Office of Homeland Security and Emergency Management Division is the State Administrative Agency for this grant.

Department of Public Safety

The Department of Public Safety (DPS) is the State law enforcement agency. The Department includes: Administrative Services Division, Division of Criminal Investigation, Division of Narcotics Enforcement, Fire Marshal’s Office, and the State Patrol Division.

The Department is requesting FY 2010 General Fund appropriations totaling \$90.8 million. This is no change in funding compared to estimated FY 2009.

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
Public Safety, Department of			
Public Safety Administration	\$ 4,562,308	\$ 4,562,308	\$ 0
Public Safety DCI	21,948,491	21,948,491	0
DCI - Crime Lab Equipment/Training	342,000	342,000	0
Narcotics Enforcement	6,635,138	6,635,138	0
Public Safety Undercover Funds	123,343	123,343	0
DPS Fire Marshal	4,144,334	4,144,334	0
Iowa State Patrol	52,019,176	52,019,176	0
DPS/SPOC Sick Leave Payout	316,179	316,179	0
Fire Fighter Training	699,587	699,587	0
Total Public Safety, Department of	\$ 90,790,556	\$ 90,790,556	\$ 0

Issues

Adam Walsh Act– The Adam Walsh Act was federal legislation enacted on July 27, 2006. The Act expanded the national sex offender registry, strengthened federal penalties for crimes against children, authorized new regional Internet Crimes Against Children (ICAC) Task Forces, created a National Child Abuse Registry, and required background checks of adoptive and foster parents. The compliance deadline is July 27, 2009. Currently, Iowa is not in full compliance with the federal law. Two separate one-year extensions are also available. The monetary sanctions for non-compliance are a 10.0% penalty or reduction in federal Byrne-JAG funds. The Department has contacted the SMART office (Sex Offender Sentencing, Monitoring, Apprehending, Registering, and Tracking Office in the Department of Justice), to verify if the 10.0% penalty applies to the total Byrne Jag funding or just the State’s portion. An answer is anticipated in mid-January. In FFY 2008, Iowa received \$1.9 million in Byrne-JAG funding. In previous fiscal years, Iowa has received as much as \$4.0 million. The correctional and fiscal impacts for full compliance with federal law have not been calculated.

INTERIM COMMITTEES, MEETINGS, AND PUBLICATIONS

Criminal Code Reorganization Study Committee

The Criminal Code Reorganization Study Committee met on June 3 and September 8, 2008 and is scheduled to meet January 15, 2009. (The meeting on December 9 was canceled due to inclement weather.) The Committee divided into the following four Subcommittees: Foundational, Reorganization, Specific Crimes, and Sentencing. The first subcommittee will work on foundational issues such as definitions, culpability, defenses, and inchoate crimes. The second subcommittee will review proposals reorganizing the Criminal Code. The third subcommittee will work on sentencing classification and the placement of internal references related to sentencing in the Code of Iowa. The fourth subcommittee will review proposals relating to specific crimes. All of the Subcommittees continue to meet and work on proposals. Additional information is available on the website at: <http://www.legis.state.ia.us/asp/Committees/Committee.aspx?id=211>.

Iowa Law Enforcement Academy Facility Analysis Study Committee

The Iowa Law Enforcement Academy Facility Analysis Study Committee is charged with requesting proposals to contract for an independent entity to analyze and make recommendations for an optimal site and facilities for the Iowa Law Enforcement Academy. The analysis is required to address the considerations necessary for relocating the academy. The cost of the analysis is limited to \$150,000. This Interim was canceled due to budget constraints but Legislative Council suggested that the Justice System Appropriations Subcommittee look into this issue during the 2009 Legislative Session as part of their subcommittee deliberations. Additional information is available on the website at: <http://www.legis.state.ia.us/asp/Committees/Committee.aspx?id=239>.

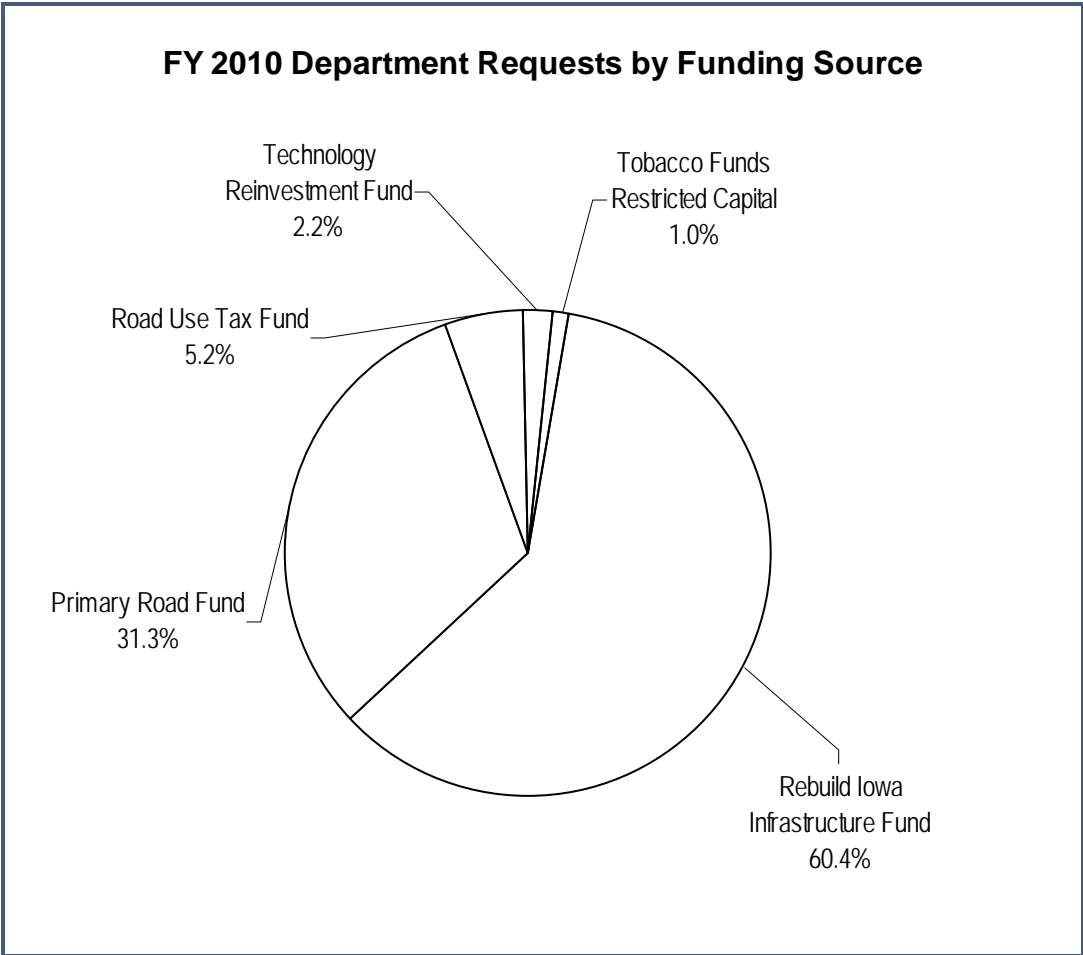
LSA Publications

The following publications have been issued by the LSA that relate to the Justice System Appropriations Subcommittee:

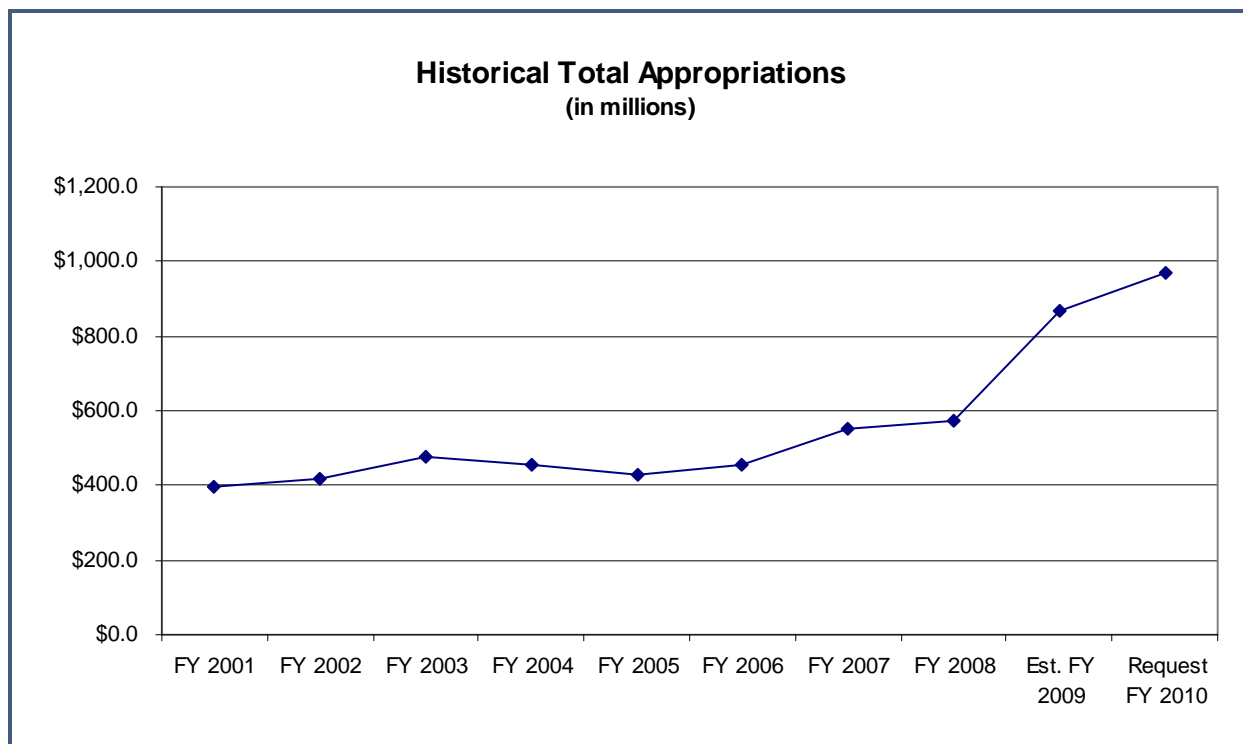
- *Issue Review:* [County Jails and Probation Sentencing](#)
- *Issue Review:* [Iowa State Patrol Vehicle and Fleet](#)
- *Issue Review:* [Electronic Document and Management System \(EDMS\)](#)
- *Fiscal Topic:* [Judicial Retirement System](#)
- *Fiscal Topic:* [Iowa's Victim Information and Notification Everyday \(VINE\) System](#)
- *Fiscal Topic:* [Crime Victim Assistance Division](#)
- *Fiscal Topic:* [General Overview of Criminal Fine Revenue and Surcharge Distribution](#)

Staff Contacts: Jennifer Acton (1-7846); Beth Lenstra (1-6301)

TRANSPORTATION, INFRASTRUCTURE, AND CAPITALS APPROPRIATIONS SUBCOMMITTEE



Rebuild Iowa Infrastructure Fund	\$	584,198,190
Primary Road Fund		302,425,955
Road Use Tax Fund		50,410,945
Technology Reinvestment Fund		21,126,836
Tobacco Funds Restricted Capital		9,600,000
Total	\$	967,761,926



FY 2010 DEPARTMENT REQUESTS

Department of Transportation

The Department of Transportation's (DOT's) mission is to serve the public by advocating and delivering transportation service that supports the economic, environmental, and social vitality of Iowa. The Department consists of five operating divisions: Operations and Finance; Planning, Programming, and Modal; Motor Vehicle; Information Technology; and Highway. The four operating budget units that receive appropriations to fund the divisions include: Operations, Planning and Programming, Motor Vehicle, and Highway. In addition to the operating budget units, the DOT receives Special Purpose and Capital appropriations that are not part of the operating divisions, but are essential for operation of the Department.

The Department is requesting FY 2010 appropriations totaling \$352.8 million. This is an increase of \$16.1 million compared to estimated FY 2009. The total request includes \$50.4 million from the Road Use Tax Fund and \$302.4 million from the Primary Road Fund.

Road Use Tax Fund and Primary Road Fund Requests

	Estimated FY 2009	Dept Request FY 2010	FY 2010 vs. Est. FY 2009
Transportation, Department of			
Road Use Tax Fund			
Drivers' Licenses	\$ 3,047,000	\$ 4,195,000	\$ 1,148,000
Operations	6,524,336	6,657,336	133,000
Planning & Programming	501,515	506,515	5,000
Motor Vehicle	35,184,012	36,752,012	1,568,000
Department of Administrative Services (DAS)	183,000	225,000	42,000
Unemployment Compensation	17,000	7,000	-10,000
Workers' Compensation	117,000	142,000	25,000
Indirect Cost Recoveries	102,000	78,000	-24,000
Auditor Reimbursement	64,082	64,082	0
County Treasurers Support	1,442,000	1,394,000	-48,000
Road/Weather Conditions Info	100,000	100,000	0
Mississippi River Park. Comm.	61,000	40,000	-21,000
I-35 Corridor Coalition	50,000	50,000	0
Overdimension Permitting System	1,000,000	0	-1,000,000
Scale/MVD Field Facilities Maintenance	200,000	200,000	0
Subtotal - Road Use Tax Fund	\$ 48,592,945	\$ 50,410,945	\$ 1,818,000
Primary Road Fund			
Operations	\$ 40,653,860	\$ 40,890,860	\$ 237,000
Planning & Programming	9,616,696	9,611,696	-5,000
Highway	223,274,176	236,263,176	12,989,000
Motor Vehicle	2,020,005	1,555,005	-465,000
Department of Administrative Services (DAS)	1,121,000	1,382,000	261,000
DOT Unemployment	328,000	138,000	-190,000
DOT Workers' Compensation	2,814,000	3,406,000	592,000
Garage Fuel & Waste Mgmt.	800,000	800,000	0
Indirect Cost Recoveries	748,000	572,000	-176,000
Auditor Reimbursement	395,218	395,218	0
Transportation Maps	242,000	242,000	0
Inventory & Equip.	2,250,000	2,250,000	0
Field Facility Deferred Maint.	500,000	1,000,000	500,000
Utility Improvements	400,000	400,000	0
Garage Roofing Projects	200,000	200,000	0
HVAC Improvements	100,000	100,000	0
ADA Improvements	120,000	120,000	0
Ames Elevator Upgrade	100,000	100,000	0
Rockwell City Garage	0	3,000,000	3,000,000
Waukon Garage	2,500,000	0	-2,500,000
Subtotal - Primary Road Fund	\$ 288,182,955	\$ 302,425,955	\$ 14,243,000
Total Department of Transportation	\$ 336,775,900	\$ 352,836,900	\$ 16,061,000

Significant requests for the Operations budget unit include:

- An increase of \$225,000 for the transfer of 3.0 FTE positions and funding from the Motor Vehicle budget unit to the Operations budget unit for the Information Technology (IT) Division. The positions and funding will be used to assist in the overdimension permitting system upgrade. The

total cost of the upgrade is \$2.0 million and includes hiring an outside contractor. The DOT received an appropriation of \$1.0 million in FY 2009 for the system upgrade. The remaining cost will be funded within the Department's existing budget.

- An increase of \$145,000 to fund a 2.5% Statewide facility lease increase and 8.0% utility increase at the Ames complex.

Significant requests for the Highway budget unit include:

- An increase of \$7.3 million for road salt costs (see Salt Shortage in the Issues section below for more information). During the 2008 Legislative Session, the Department received an FY 2008 supplemental appropriation of \$9.7 million for labor, fuel, and salt costs associated with winter road maintenance.
- An increase of \$5.6 million for fuel costs.
- An increase of \$119,000 for support to maintain 82 additional lane miles added to the State system.

Significant requests for the Motor Vehicle budget unit include:

- An increase of \$1.1 million for staffing costs associated with implementation of identity theft protection (see REAL ID in the Issues section below for more information).
- An increase of \$180,000 for fuel costs.
- A decrease of \$225,000 for the transfer of 3.0 FTE positions and funding from the Motor Vehicle budget unit to the Operations budget unit for the IT Division. Additional information about this request is mentioned under the Operations budget unit.

Significant special purpose requests include:

- Driver's License Equipment Lease – An increase of \$1.1 million for the following:
 - \$162,000 for electronic processing of the fees collected from driver's licenses and non-operator identification cards from January 2010 through June 2010.
 - Beginning January 2010, the DOT and county treasurer offices will start collecting electronic payment for driver's licenses and nonoperator identification cards. House File 2196 (Department of Transportation Electronic Payment Act), enacted during the 2008 Legislative Session, requires the Department to review current payment methods and consider offering electronic payment. The DOT is to report findings and recommendations to the House and Senate Transportation Standing Committees by December 31, 2008.
 - \$986,000 for postage and new security features related to driver's license issuance (see REAL ID in the Issues section below for more information).
- Workers' Compensation – An increase of \$617,000 for an increase in workers' compensation premiums.

Significant capitals requests include:

- New Garage – A request of \$3.0 million to construct a new maintenance garage in Rockwell City. The Department is typically provided an annual appropriation for a new maintenance garage. For FY 2009, \$2.5 million was appropriated for a new garage in Waukon.

Issues

REAL ID – The federal REAL ID Act was enacted on May 11, 2005. The Act created national standards for the issuance of state driver’s licenses and non-operator identification cards, and required states to implement REAL ID by May 11, 2008. After that date, the federal government would no longer recognize a state’s driver’s license or non-operator identification card for federal purposes, including boarding commercial aircraft, unless it met the national standards, or was granted an extension. Iowa requested and was granted an extension.

According to the National Conference of State Legislatures (NCSL), all 56 U.S. jurisdictions have received an extension. The extension ends on December 31, 2009. States must be in full compliance by that date, or request a second extension by October 11, 2009. The second extension, ending May 11, 2011, will be granted if the state is in “material compliance” with 18 benchmarks established by the Department of Human Services. Absent a change in federal law or rule as of December 1, 2014, any individual born after December 1, 1964, that flies commercially and uses a driver’s license or non-operator identification card, must have a REAL ID-compliant document. By December 1, 2017, all individuals, regardless of age, must have the credential. (Other forms of identification will be accepted, including passports.)

The Iowa DOT’s FY 2010 request of \$1.1 million for implementation of identity theft protection and \$986,000 for postage and new security features when issuing driver’s licenses will assist in meeting the remaining benchmarks. The DOT is also working with the driver’s license vendor and partners in the 81 county treasurer offices on methods to reduce implementation costs and improve the process. Based on the draft rule released in 2007 by the U.S. DHS, the DOT estimated implementation costs to be \$22.0 million annually. With the final rule and changes under consideration, that number is no longer valid. To date, Iowa has received \$1.2 million in the form of an FFY 2008 REAL ID Demonstration Grant.

Salt Shortage – Iowa is among other Midwestern states that are experiencing a road salt shortage. Last winter’s severe weather has reduced supplies at salt company storage facilities, causing a shortage of salt available to states, cities, and counties. Other factors affecting the shortage of salt include fuel costs and flooding on the Mississippi River. Barges that transport salt were delayed due to storms and hurricanes, shortening the delivery season.

The salt shortage has resulted in increased salt costs. The Iowa DOT paid an average of \$50 per ton last year, and around \$63 per ton this year. The Department currently has approximately 200,000 tons in storage, and has contracts in place to purchase additional salt throughout the winter. Last year, the Department used an estimated 300,000 tons of salt. The DOT surveyed local governments in early September to assess the impact of the salt shortage across the State. The results indicated numerous cities and counties were unable to secure salt contracts or had an insufficient supply. Salt brokers are quoting prices as high as \$145 per ton. The results also indicated that local governments need an additional 36,000 tons of salt statewide.

Based on the DOT’s experience with recent salt lettings, including high to no bids and limited to no availability, the Department is assisting local governments to the extent possible by providing half of the 36,000 tons needed at a cost of \$70 per ton. Cities and counties will be responsible for arranging the transportation, but the DOT is attempting to make the salt available at nearby DOT garages if possible. The Department is unable to meet all local demands, since there are 31 DOT garages without salt contracts that need to be resupplied during the winter.

Federal Highway Trust Fund – In recent years, the Congressional Budget Office (CBO) predicted that the Highway Account of the Highway Trust Fund would experience a negative balance at the end of FFY 2009 (September 2009). To remedy the situation, the U.S. House passed H.R. 6532 (Restoring the Highway Trust Fund Balance Act) in July 2008. The Bill transferred \$8.0 billion from the General Fund to the Highway Account. No further action was taken until September 2008, when the U.S. Department of Transportation announced that the Account would reach a negative balance sooner than expected, by October 1, 2008. On September 11, Congress passed H.R. 6532, and the President signed the bill on September 15.

When the Highway Account shortfall was first announced, and prior to enactment of H.R. 6532, some states postponed project lettings out of concern that federal reimbursements would be delayed. Iowa was not one of those states. When H.R. 6532 was originally introduced in July, the \$8.0 billion was considered sufficient to satisfy the Highway Account through FFY 2009. In recent months, however, with the continued decrease in vehicle miles of travel (VMT), it is unknown if this amount will be enough. The main source of revenue to the Highway Trust Fund is a federal gas tax of 18.4 cents per gallon.

In addition to the Highway Account, a portion of the Highway Trust Fund is dedicated to the Mass Transit Account. This Account is predicted to experience a shortfall in FFY 2010. The Highway Trust Fund is being monitored closely by the Administration and Congress to determine if it is at risk of experiencing a shortfall before the end of FFY 2009.

Infrastructure and Capital Requests

State agencies are requesting a total of \$614.9 million for infrastructure-related projects and programs for FY 2010. This is an increase of \$82.4 million compared to estimated FY 2009. Infrastructure funding was at a record high in FY 2009, and included the creation of two new funds to receive the net proceeds of specific bond issuances. Those funds, the FY 2009 Restricted Capital Fund (RC3) and the FY 2009 Prison Bonding Fund (PBF), are expected to provide proceeds totaling \$183.0 million and \$131.0 million, respectively.

Primary infrastructure funding sources for FY 2010 include the Rebuild Iowa Infrastructure Fund (RIIF) and the Technology Reinvestment Fund. Of the \$614.9 million in requests, \$584.2 million is being requested from the RIIF and \$21.1 million from the Technology Reinvestment Fund. In addition, \$9.6 million is being requested from two of the tobacco funds, including the Endowment for Iowa’s Health Restricted Capitals Fund (RC2) and the RC3.

Infrastructure Fund Requests – All Funds

Fund Name	Estimated FY 2009	Dept Request FY 2010	FY 2010 vs. Est. FY 2009
Endowment for Iowa’s Health Restricted Capitals Fund (RC2) Total	\$ 5,100,000	\$ 4,600,000	\$ -500,000
FY 2009 Prison Bonding Fund Total	130,677,500	0	-130,677,500
FY 2009 Restricted Capital Fund (RC3) Total	182,794,698	5,000,000	-177,794,698
Rebuild Iowa Infrastructure Fund Total	193,122,412	584,198,190	391,075,778
Restricted Capital Fund Total	3,286,457	0	-3,286,457
Technology Reinvestment Fund (TRF) Total	17,501,167	21,126,836	3,625,669
Total Infrastructure Funding	\$ 532,482,234	\$ 614,925,026	\$ 82,442,792

Rebuild Iowa Infrastructure Fund Requests

	Estimated FY 2009	Dept Request FY 2010	FY 2010 vs. Est. FY 2009
<u>Administrative Services</u>			
Major Maintenance	\$ 0	\$ 40,000,000	\$ 40,000,000
I/3 HR/Payroll	0	23,194,827	23,194,827
DGS-Routine Maintenance	3,000,000	20,000,000	17,000,000
Workforce Bldg Asbestos Remediation	0	13,650,000	13,650,000
New State Office Building	0	12,657,100	12,657,100
Capitol Complex Utility Tunnel	0	6,218,617	6,218,617
Capitol Interior/Exterior	0	5,800,000	5,800,000
DAS Distribution Account	2,000,000	4,004,200	2,004,200
Cap. Comp Elect Dist Upgrade	0	4,000,000	4,000,000
Leases/Assistance	0	2,800,000	2,800,000
Building & Grounds Renewal	0	1,800,000	1,800,000
West Capitol Terrace	0	1,250,000	1,250,000
Parking Structure Planning	0	1,125,000	1,125,000
Property Acquisition	1,000,000	1,000,000	0
Replace Court Ave Bridge	0	900,000	900,000
Capitol Complex Security System	0	791,000	791,000
Grimes Office Bldg Planning	0	750,000	750,000
Terrace Hill Maintenance	0	620,000	620,000
Energy Plant & Additions	0	425,000	425,000
East Parking Lot Restoration	0	340,000	340,000
Energy Plant Fire Protection	0	300,000	300,000
Cap. Complex Alternative Energy	0	250,000	250,000
Monument & Artwork Restoration	0	250,000	250,000
North Campus Utilities Study	0	250,000	250,000
Capitol Shuttle	170,000	170,000	0
Cap. Complex Master Plan	250,000	0	-250,000
I3 RFP for Human Resources Module	200,000	0	-200,000
Project Manager IVH	200,000	0	-200,000
Total Administrative Services	\$ 6,820,000	\$ 142,545,744	\$ 135,725,744
<u>Agriculture and Land Stewardship</u>			
IA Jr. Gelbvieh Association	\$ 10,000	\$ 0	\$ -10,000
Total Agriculture and Land Stewardship	\$ 10,000	\$ 0	\$ -10,000
<u>Blind, Dept. of</u>			
Replace Air Handlers	\$ 0	\$ 1,004,534	\$ 1,004,534
Total Blind, Dept. of	\$ 0	\$ 1,004,534	\$ 1,004,534
<u>Corrections</u>			
Major Maintenance Corrections Facilities	\$ 0	\$ 36,440,000	\$ 36,440,000
CBC Des Moines Expansion	200,000	18,100,000	17,900,000
Project Manager Corrections Construction	500,000	10,000,000	9,500,000
CBC 2nd District Residential 40 Bed Expansion	0	7,500,000	7,500,000
CBC 8th District Residential 25 Bed Expansion	0	6,500,000	6,500,000
CBC 1st Dist. Comprehensive Re-Entry Center	0	2,500,000	2,500,000
CBC 5th Dist. Comprehensive Re-Entry Center	0	2,500,000	2,500,000
Davenport CBC Facility	0	2,100,000	2,100,000
Security Improvements	0	2,000,000	2,000,000
DOC A & E Funding	1,000,000	0	-1,000,000
Total Corrections	\$ 1,700,000	\$ 87,640,000	\$ 85,940,000

Transportation, Infrastructure, and Capitals Appropriations Subcommittee

	Estimated FY 2009	Dept Request FY 2010	FY 2010 vs. Est. FY 2009
<u>Cultural Affairs</u>			
Great Places Capitals	\$ 2,000,000	\$ 2,000,000	\$ 0
Historic Preservation Grants	1,000,000	1,000,000	0
Battle Flags	220,000	220,000	0
Kimball Organ Restoration	80,000	80,000	0
Total Cultural Affairs	\$ 3,300,000	\$ 3,300,000	\$ 0
<u>Economic Development</u>			
Grow Iowa Values Fund	\$ 50,000,000	\$ 50,000,000	\$ 0
Community Attraction & Tourism Grant	12,000,000	12,000,000	0
River Enhancement Comm Attraction & Tourism (RECAT)	10,000,000	10,000,000	0
Workforce Training and Economic Development	2,000,000	2,000,000	0
ACE Infrastructure	900,000	900,000	0
Innovation & Commercialization Infrastructure	900,000	900,000	0
Regional Sports Authorities	500,000	500,000	0
Des Moines Multiuse Comm. Ctr	100,000	0	-100,000
Total Economic Development	\$ 76,400,000	\$ 76,300,000	\$ -100,000
<u>Education</u>			
Community College Infrastructure	\$ 0	\$ 2,000,000	\$ 2,000,000
Enrich Iowa	1,000,000	1,000,000	0
Ag. Learning Center (EICC)	80,000	0	-80,000
Iowa Learning Technologies	250,000	0	-250,000
Total Education	\$ 1,330,000	\$ 3,000,000	\$ 1,670,000
<u>Human Services</u>			
Health/Safety Maintenance/Repair DHS facilities	\$ 0	\$ 1,350,000	\$ 1,350,000
Major Projects-RIIF	0	1,300,000	1,300,000
Nursing Facility Renov. & Const	600,000	600,000	0
Child Care Workgroup	30,000	0	-30,000
Child Dev. Health Ins Study	50,000	0	-50,000
Comm. & Family Resource Center	15,000	0	-15,000
Total Human Services	\$ 695,000	\$ 3,250,000	\$ 2,555,000
<u>Iowa Finance Authority</u>			
IFA Water Quality Grants-RIIF	\$ 3,000,000	\$ 3,000,000	\$ 0
State Housing Trust Fund-RIIF	3,000,000	3,000,000	0
Total Iowa Finance Authority	\$ 6,000,000	\$ 6,000,000	\$ 0
<u>Iowa Public Television</u>			
IPTV Building Purchase-RIIF	\$ 0	\$ 1,255,500	\$ 1,255,500
Dubuque Translator Facility-RIIF	0	800,000	800,000
Total Iowa Public Television	\$ 0	\$ 2,055,500	\$ 2,055,500
<u>Natural Resources</u>			
Lakes Restoration & Water Quality	\$ 0	\$ 8,600,000	\$ 8,600,000
Floodplain Management/Dam Safety	0	3,000,000	3,000,000
State Park Infrastructure	0	2,500,000	2,500,000
Manchester Fish Hatchery	0	2,000,000	2,000,000
Lowhead Dam Program	1,000,000	1,000,000	0
Lewis & Clark Visitor Center	0	600,000	600,000
Information Technology	0	550,000	550,000
Private Lands Flood Damage	0	450,000	450,000
State Forest Health/Emerald Ash Borer	0	300,000	300,000
Lake Delhi Improvements	100,000	100,000	0
Plasma Arc Technology	150,000	0	-150,000
Total Natural Resources	\$ 1,250,000	\$ 19,100,000	\$ 17,850,000

Transportation, Infrastructure, and Capitals Appropriations Subcommittee

	Estimated FY 2009	Dept Request FY 2010	FY 2010 vs. Est. FY 2009
<u>Public Defense</u>			
Davenport Aviation Readiness Center	\$ 0	\$ 2,000,000	\$ 2,000,000
Statewide Armory Modernization Improvements	1,800,000	1,800,000	0
Camp Dodge Storm Shelter	0	1,500,000	1,500,000
Facility/Armory Maintenance	1,500,000	1,500,000	0
Gold Star Museum	2,000,000	1,000,000	-1,000,000
Mount Pleasant Readiness Center	0	1,000,000	1,000,000
Iowa City Readiness Center	0	750,000	750,000
Newton Readiness Center Phase 1	0	700,000	700,000
Camp Dodge Sanitary Sewer Lift Station	0	500,000	500,000
Camp Dodge Swimming Pool Pavilion	0	500,000	500,000
Camp Dodge Water Project Phase 3	410,000	500,000	90,000
Davenport Readiness Center-New-Design Funds	0	250,000	250,000
Cedar Rapids Readiness Center	0	100,000	100,000
Middleton Readiness Center	0	100,000	100,000
Muscatine Readiness Center	0	100,000	100,000
Camp Dodge Electrical Distribution	526,000	0	-526,000
Ottumwa Armory	500,000	0	-500,000
STARCOMM	1,600,000	0	-1,600,000
Total Public Defense	\$ 8,336,000	\$ 12,300,000	\$ 3,964,000
<u>Public Health</u>			
Vision Screening	\$ 130,000	\$ 130,000	\$ 0
Total Public Health	\$ 130,000	\$ 130,000	\$ 0
<u>Regents</u>			
Fire Safety and Deferred Maint All Institute	\$ 0	\$ 50,000,000	\$ 50,000,000
ISU Veterinary Laboratory	1,800,000	38,000,000	36,200,000
SUI Pentacrest and HVAC Improvements	0	38,000,000	38,000,000
UNI Baker Hall Renovation	0	19,700,000	19,700,000
ISU Ag. and Biosystems Eng	0	1,250,000	1,250,000
ISU - Renewable Fuels Building	14,756,000	11,597,000	-3,159,000
ISU-Midwest Grape & Wine Institute	50,000	0	-50,000
SUI Hygienic Laboratory	12,000,000	0	-12,000,000
SUI-Inst. for Biomedical Discovery	10,000,000	10,000,000	0
Tuition Replacement	24,305,412	24,305,412	0
Total Regents	\$ 62,911,412	\$ 192,852,412	\$ 129,941,000
<u>Revenue, Dept. of</u>			
SAVE Appropriation	\$ 10,000,000	\$ 10,000,000	\$ 0
Total Revenue, Dept. of	\$ 10,000,000	\$ 10,000,000	\$ 0
<u>Transportation</u>			
Passenger Rail	\$ 0	\$ 3,000,000	\$ 3,000,000
Rail Revolving Loan & Grant Fund	2,000,000	3,000,000	1,000,000
Recreational Trails	3,000,000	3,000,000	0
Public Transit Infrastructure	0	2,200,000	2,200,000
Commercial Air Service	0	1,500,000	1,500,000
General Aviation Grants	750,000	1,500,000	750,000
Public Transit	0	1,000,000	1,000,000
Depot platform at Dubuque	300,000	0	-300,000
Total Transportation	\$ 6,050,000	\$ 15,200,000	\$ 9,150,000
<u>Treasurer of State</u>			
Watershed Improvement Fund	\$ 5,000,000	\$ 5,000,000	\$ 0
County Fair Improvements	1,590,000	1,590,000	0
Total Treasurer of State	\$ 6,590,000	\$ 6,590,000	\$ 0

Transportation, Infrastructure, and Capitals Appropriations Subcommittee

	Estimated FY 2009	Dept Request FY 2010	FY 2010 vs. Est. FY 2009
Veterans Affairs			
Vet. Home Ownership Assistance	\$ 1,600,000	\$ 1,600,000	\$ 0
Iowa Veterans Home Capitals Request	0	1,080,000	1,080,000
Iowa Department of Veterans Affairs Capital Improvements	0	250,000	250,000
Total Veterans Affairs	\$ 1,600,000	\$ 2,930,000	\$ 1,330,000
Total Rebuild Iowa Infrastructure Fund Requests	\$ 193,122,412	\$ 584,198,190	\$ 391,075,778

Significant RIIF requests include:

- \$50.0 million for fire safety and deferred maintenance projects at Board of Regents institutions.
- \$50.0 million for transfer to the Grow Iowa Values Fund, under the Department of Economic Development. This appropriation was enacted in SF 2432 (FY 2009 Infrastructure Appropriations Act).
- \$40.0 million for major maintenance of State facilities managed by the Department of Administrative Services (DAS).
- \$38.0 million for renovation and improvements to several buildings in the University of Iowa Pentacrest. This request includes replacing the HVAC systems in Jessup, Macbride, and MacLean Halls, as well as correcting fire safety and accessibility needs and other modernization. The Board is asking for flexibility with this funding so the funds can be used for flood-related projects as needed.
- \$38.0 million for Phase 2 of the College of Veterinary Medicine at Iowa State University (ISU). The Regents received \$1.8 million in FY 2009 for this phase of the project that includes renovations and an addition of the Small Animal Hospital.
- \$36.4 million for major maintenance at Department of Corrections institutions.
- \$24.3 million for tuition replacement for the Board of Regents. This appropriation was enacted in SF 2432 (FY 2009 Infrastructure Appropriations Act).
- \$23.2 million and 22.0 FTE positions to the DAS for implementation of the Human Resources and Payroll module associated with the Integrated Information for Iowa (I/3) System. The DAS received \$200,000 for developing the RFP in FY 2009.
- \$19.7 million for renovation and improvements of Baker Hall at the University of Northern Iowa. This is a new request for FY 2010.
- \$18.1 million for expansion of the Des Moines Community-Based Corrections (CBC) Facility in the Fifth Judicial District. The Department of Corrections received \$200,000 in FY 2009 for planning and study of this project.
- \$11.6 million for construction of a Renewable Fuels Building at ISU. This appropriation was enacted in HF 911 (FY 2008 Infrastructure Appropriations Act) and is the last of three fiscal years of funding totaling \$32.0 million.
- \$10.0 million for construction of the Institute for Biomedical Discovery at the University of Iowa. This appropriation was enacted in HF 911 (FY 2008 Infrastructure Appropriations Act) and is the last of three fiscal years of funding totaling \$30.0 million.

Tobacco Funds Restricted Capital and FY 2009 Prison Bonding Fund Requests

	Estimated FY 2009	Dept. Request FY 2010	FY 2010 vs. Est. FY 2009
<u>Restricted Capital Fund (RCF)</u>			
DNR-Destination Park	\$ 3,100,000	\$ 0	\$ -3,100,000
Terrace Hill Renovation	186,457	0	-186,457
Total Restricted Capital Fund	\$ 3,286,457	\$ 0	\$ -3,286,457
<u>Endowment for Iowa's Health Restricted Capitals Fund (RC2)</u>			
ACE Infrastructure	\$ 4,600,000	\$ 4,600,000	\$ 0
Cap. Complex Alternative Energy System	200,000	0	-200,000
Install Pre-Heat Piping	300,000	0	-300,000
Total Endowment for Iowa's Health Restricted Capitals Fund	\$ 5,100,000	\$ 4,600,000	\$ -500,000
<u>FY 2009 Restricted Capital Fund (RC3)</u>			
Administrative Services			
Capitol Complex Utility Tunnel Renovations	\$ 4,763,078	\$ 0	\$ -4,763,078
Capitol Restoration	6,900,000	0	-6,900,000
Central Energy Plant Improvements	623,000	0	-623,000
DHS-CCUSO Renovation	829,000	0	-829,000
Electrical Distribution System	4,470,000	0	-4,470,000
Hoover HVAC	1,500,000	0	-1,500,000
Hoover Security & FireWall Protection	165,000	0	-165,000
Major Maintenance	15,000,000	0	-15,000,000
Purchase Mercy Capitol Hospital	3,400,000	0	-3,400,000
New State Office Building	20,000,000	0	-20,000,000
Terrace Hill Major Maintenance	769,543	0	-769,543
Blind, Dept. of			
Blind Building Renovation	869,748	0	-869,748
Corrections			
CBC Ottumwa Bed Expansion	4,100,000	0	-4,100,000
CBC Sioux City Bed Expansion	5,300,000	0	-5,300,000
CBC Waterloo Bed Expansion	6,000,000	0	-6,000,000
Iowa Correctional Inst. for Women	47,500,000	0	-47,500,000
Mt. Pleasant/Rockwell City Kitchens	12,500,000	0	-12,500,000
Education			
Community College Infrastructure	2,000,000	0	-2,000,000
Natural Resources			
Carter Lake Improvements	500,000	0	-500,000
Honey Creek Destination Park	4,900,000	0	-4,900,000
Lake Restoration & Dredging Projects	8,600,000	0	-8,600,000
Volga River	750,000	0	-750,000
Regents			
Iowa Public Radio	2,000,000	0	-2,000,000
State Fair Authority			
Agricultural Exhibition Center	5,000,000	5,000,000	0
Transportation			
Commercial Aviation Infrastructure	1,500,000	0	-1,500,000
Public Transit Infrastructure Grant Fund	2,200,000	0	-2,200,000
Veterans Affairs			
Veterans Memorial Plaza- Dubuque	100,000	0	-100,000
Veterans Home Construction and Renovation	20,555,329	0	-20,555,329
Total FY 2009 Restricted Capital Fund	\$ 182,794,698	\$ 5,000,000	\$ -177,794,698
Total Tobacco Funds, RCF, RC2, RC3 Requests	\$ 191,181,155	\$ 9,600,000	\$ -181,581,155
<u>FY 2009 Prison Bonding Fund (PBF)</u>			
Iowa State Penitentiary	\$ 130,677,500	\$ 0	\$ -130,677,500
Total FY 2009 Prison Bonding Fund Requests	\$ 130,677,500	\$ 0	\$ -130,677,500

Issues

FY 2009 Projects Funded by RC3 – Senate File 2432 (FY 2009 Infrastructure Appropriations Act) funded \$182.8 million in projects from the FY 2009 Tax-Exempt Restricted Capital Fund (RC3). This Fund was created to receive the net proceeds from the securitization of the remaining 22.0% of the tobacco settlement payments that were being deposited in the Endowment for Iowa’s Health Account. As of November 2008, the bonds have not been issued due to the financial market crisis and resultant tight credit market. Furthermore, the enacting legislation included a minimum threshold level of \$183.0 million for the net proceeds, so if the market will not bear that amount, the securitization of these payments will not happen. If this occurs, the Subcommittee may want to consider alternate funding mechanisms for the projects. For a detailed discussion of the status of the planned securitization and options for its financing, see the *Budget Overview* section in this publication.

There are, however, several considerations related to the RC3. First, the RC3 funding included several large construction and maintenance projects, such as:

- \$58.4 million for several projects under the DAS, including \$15.0 million for major maintenance.
- \$75.4 million for prison construction and improvement projects, including \$47.5 million for expansion of the Iowa Correctional Institution for Women at Mitchellville.
- \$20.6 million for Phases 2, 3, and 4 of the Iowa Veterans Home expansion.
- \$5.0 million for the Agricultural Exhibition Center at the State Fairgrounds.

Second, the reversion date on all of the projects in the RC3 is not until the end of FY 2012, so if the securitization of the tobacco payments is completed during calendar year 2009, the departments will have several years of funding remaining. Most of the projects in the RC3 are for multi-year construction and improvements and would be able to utilize these funds even if they are delayed.

Finally, the projects in the RC3 meet the restrictions necessary for the tobacco funds. Specifically, they are planned for depreciable assets with relatively long useful lives, will not be used for private activity, and would meet U.S. Internal Revenue Service scrutiny of restricted capital funds. If there is an opportunity or need to use other tobacco fund moneys for projects, the ones in RC3 are all suitable. See discussion below under *New State Office Building* for more information about this potential opportunity.

New State Office Building – In the aftermath of the 2008 flooding, there appears to be a consensus that the State will not move forward with the new State office building, at least not in the next few years. While it has not been officially decided, there has been discussion of potential use of the appropriations intended for the building. The appropriations have changed over the last few years, but are as follows:

- \$ 37,585,000 from the RC2 in FY 2007.
- \$ 20,000,000 from the RC3 for FY 2009.
- \$ 12,657,100 from the RIIF for FY 2010.

Originally, the appropriations were planned to total \$77.1 million, but with deappropriations and changes made during the 2008 Legislative Session, the new total is \$70.2 million.

There are several considerations related to the status of these appropriations:

- As of November 2008, a total of \$36.9 million of the FY 2007 appropriation is unobligated. The appropriation is from the RC2 (restricted capital funding) and should be used on projects that meet the restrictions. Furthermore, the RC2 funds need to be expended by November 2010; this is a requirement in the tax certificate for tax-exempt status. If the RC3 does not receive bond proceeds,

the remaining amount from the FY 2007 appropriation could be a good source for funding some of those projects.

- If the RC3 does receive the proceeds, the \$20.0 million from the FY 2009 appropriation will have the same restrictions as discussed above, and must be used in accordance with the requirements of its restricted capital status.
- The \$12.7 million from the RIIF may be used, but if the use does not meet the definition of “vertical infrastructure” as defined in §8.57(6)(c), Code of Iowa, it will require notwithstanding language.

Mercy Capitol Purchase – The DAS negotiated with Catholic Health Initiatives – Iowa Corp. for the purchase of the Mercy Capitol Hospital property, located north of the Capitol Complex. The Department proposed the Mercy Hospital purchase for several reasons including providing land for parking for the new State office building and additional work space to relocate employees. The total parcel to be purchased includes 4.7 acres for a price of \$4.5 million. The DAS received \$3.4 million from the RC3 in FY 2009 for the purchase. The legislation included intent language for the DAS to use other funds already appropriated to complete the purchase. The expectation was that the DAS would use the FY 2009 appropriation of \$1.0 million for property acquisition for this purpose, as well as some funding from prior appropriations. The initial exchange of property was the exchange of parking lots. This was completed in the summer of 2008. The next phase is settlement on the hospital property. This is planned for December 2009. The DAS indicates that the purchase will continue as planned even if the new State office building is postponed indefinitely. If the securitization of the tobacco payments does not occur to provide proceeds to the RC3, the Subcommittee may wish to consider another means for funding this part of the purchase. In addition, in the aftermath of the 2008 flooding, the Governor transferred \$1.0 million from the FY 2009 property acquisition appropriation to the Jumpstart Initiative. A supplemental appropriation for the purchase of the hospital may be necessary if the funds are not returned for their original purpose.

Honey Creek Destination Park – The Honey Creek Premier Destination Park Authority issued bonds to provide net proceeds of up to \$28.0 million for the development of the Honey Creek Destination Park located at Lake Rathbun. The bond indenture required construction of the Park to include a 105-room lodge, a restaurant, an aquatic center and conference facility, an 18-hole golf course, family and group cabins, a sewer facility, a boat ramp, and docking facilities. During the 2008 Legislative Session, the Department of Natural Resources (DNR) requested an additional \$8.0 million because the project faced cost overruns and the cabins had not been constructed. As a result, the General Assembly appropriated \$3.1 million from the RCF and \$4.9 million from the RC3 to construct the cabins. As mentioned above, the securitization of the remaining tobacco payments may not occur until next calendar year. As of November 2008, the DNR anticipates completion of the cabins by May 2009, if the entire \$8.0 million is available. If the RC3 funding is not available, and the cabins are not completed, the State risks being in default of the bond agreement. The Subcommittee may wish to consider shifting the appropriation of \$4.9 million from the RC3 to either the RIIF or the RC2. If the funding for the new State office building is deappropriated, the FY 2007 RC2 moneys could be a good source of funding for this project because the Honey Creek cabins meet the restrictions necessary for using restricted capital and the funds would be expended in the timeframe required.

Iowa Veterans Home (IVH) – The Iowa Veterans Home Master Plan estimated that construction and renovation of the facilities at the IVH will cost \$100.0 million over a 13-year period from FY 2009 to FY 2021. In SF 2432 (FY 2009 Infrastructure Appropriations Act), the IVH received \$20.6 million from the RC3 for Phases 2, 3, and 4. As mentioned above, the RC3 has not received the proceeds from the securitization of the tobacco payments because of a delay in the bond issuance due to poor market

conditions. As a result, Phases 2, 3, and 4 were not included in the federal FY 2009 Construction List. The delay in obtaining federal match moneys and increased construction costs may alter the estimates for Phases 2, 3, and 4. The Subcommittee may want to consider an alternate mechanism for funding the IVH construction project.

Regents Requests – The Board of Regents received authority to issue up to \$131.4 million in new Academic Revenue Bonds in HF 920 (Regents Bonding Act) enacted during the 2007 Legislative Session. Legislative intent was to provide the funding necessary for numerous projects at Regents universities, including funding for fire safety and deferred maintenance. Included in the legislation was a restriction on the Board from requesting capital funds for new academic buildings until the end of FY 2013. The restriction does not apply to capital projects already receiving some State funding, new infrastructure projects resulting from economic development initiatives, completion of Phase 2 of the College of Veterinary Medicine Project at Iowa State University, and projects for deferred maintenance, fire safety, or campus security improvements. Typically the plans for the bond proceeds are for projects not funded by State appropriations.

According to information received by the Legislative Services Agency from the Board of Regents, the proceeds of the 2008 academic revenue bond issuance were planned to fund the following:

- Iowa State University - Coover Hall and Veterinary Medicine projects, Hach Hall Chemistry Building, fire and environmental safety, deferred maintenance, and campus security improvements.
- University of Northern Iowa - Electrical Distribution Phase 2, Sabin Hall renovation, fire and environmental safety, deferred maintenance, and campus security improvements.
- University of Iowa – Pentracrest buildings renewal and HVAC modernization, College of Public Health, Old Music Building renovation, fire safety, deferred maintenance and campus security improvements.

Prison Construction – The Department of Corrections received \$208.3 million from infrastructure funding for FY 2009, primarily for prison construction projects at Fort Madison, Mitchellville, and several of the Community-Based Corrections facilities. The \$130.7 million for the new State penitentiary at Fort Madison is slated to receive funds from the FY 2009 Prison Bonding Fund. As of November 2008, plans for that bond issuance are on target, and will be issued in two series in 2010 and 2012. Annual debt service on these bonds will not begin until FY 2011 and will continue through FY 2027. The other prison construction projects were funded through the RC3, and if the securitization does not occur, as discussed above, these projects may need alternate mechanisms for funding. In addition, the FY 2009 appropriations included \$500,000 for project management costs. The Department is requesting an additional \$10.0 million for project management over the next five years. According to the Department, the breakdown of project management costs are as follows:

- FY 2010 - \$1,750,000
- FY 2011 - \$2,500,000
- FY 2012 - \$4,500,000
- FY 2013 - \$1,000,000
- FY 2014 - \$200,000

The Subcommittee may want to consider funding project management costs over several out years rather than in one lump sum.

Technology Reinvestment Fund Requests

	Estimated FY 2009	Dept. Request FY 2010	FY 2010 vs. Est. FY 2009
<u>Administrative Services</u>			
ITE Pooled Technology	\$ 3,980,255	8,083,410	4,103,155
Service Oriented Architecture	0	302,317	302,317
Total Administrative Services	\$ 3,980,255	\$ 8,385,727	\$ 4,405,472
<u>Corrections</u>			
Iowa Corrections Offender Network	\$ 500,000	\$ 500,000	\$ 0
Total Corrections	\$ 500,000	\$ 500,000	\$ 0
<u>Cultural Affairs</u>			
Grout Museum Oral History Exhibit	\$ 500,000	\$ 500,000	\$ 0
Total Cultural Affairs	\$ 500,000	\$ 500,000	\$ 0
<u>Education</u>			
ICN Part III Leases & Maint.	\$ 2,727,000	\$ 2,727,000	\$ 0
Iowa Learning Technologies	0	0	0
Skills Iowa Technology Grant	500,000	0	-500,000
Sr. Plus Transcript Depository	0	500,000	500,000
Statewide Education Data Warehouse	600,000	600,000	0
Total Education	\$ 3,827,000	\$ 3,827,000	\$ 0
<u>Human Rights</u>			
Infrastructure for Integrating Justice Data Systems	\$ 1,839,852	\$ 0	\$ -1,839,852
Total Human Rights	\$ 1,839,852	\$ 0	\$ -1,839,852
<u>Iowa Law Enforcement Academy</u>			
ILEA Technology Projects	\$ 0	\$ 185,000	\$ 185,000
Total Iowa Law Enforcement Academy	\$ 0	\$ 185,000	\$ 185,000
<u>Iowa Public Television</u>			
Digital Translator	\$ 701,500	\$ 0	\$ -701,500
Generators	1,602,437	0	-1,602,437
Total Iowa Public Television	\$ 2,303,937	\$ 0	\$ -2,303,937
<u>Iowa Telecommunications & Technology Commission</u>			
Generator Replacement	\$ 0	\$ 2,755,246	\$ 2,755,246
ICN Equipment Replacement	2,190,123	2,211,863	21,740
ICN Network Redundancy	0	2,320,000	2,320,000
ICN Fiber Redundancy	1,800,000	0	-1,800,000
Total Iowa Telecommunications & Technology Comm.	\$ 3,990,123	\$ 7,287,109	\$ 3,296,986
<u>Parole Board</u>			
Technology Projects	\$ 0	\$ 92,000	\$ 92,000
Total Parole Board	\$ 0	\$ 92,000	\$ 92,000
<u>Public Safety</u>			
AFIS Lease Purchase	\$ 560,000	\$ 350,000	\$ -210,000
Total Public Safety	\$ 560,000	\$ 350,000	\$ -210,000
Total Technology Reinvestment Fund Requests	\$ 17,501,167	\$ 21,126,836	\$ 3,625,669

Significant increases include:

- \$8.1 million for Information Technology Enterprise pooled technology for the DAS. This is an increase of \$4.1 million compared to estimated FY 2009.
- \$2.3 million for the Iowa Communications Network (ICN) for Network Redundancy for the Iowa Telecommunications and Technology Commission (ITTC). This is part of a multi-phase project that includes fiber redundancy, voice platform redundancy, and a secondary entrance facility that are intended to strengthen ICN service. The ITTC received \$1.8 million for the project in FY 2009.
- \$2.8 million to replace generators located at Parts I and II sites, as well as regeneration sites, of the ICN. This is a new request for the ITTC.

Mass Transit Study Committee

The Mass Transit Study Committee met on November 14, 2008. The Committee received information related to ways mass transit might be employed to provide public transportation services among Iowa communities and the potential impacts of implementing more mass transit throughout the State. The Committee considered the need for mass transit, potential funding mechanisms, costs and benefits of providing a mass transit system, as well as environmental, social, and economic impacts. The Committee recommended the following:

- Encourage communities to explore public/private partnerships, bonding, affordable service, and regular and frequently scheduled systems across Iowa.
- Provide incentives to encourage ridership for low-income and disabled Iowans, including veterans.
- Promote urban density to reduce vehicle miles of travel (VMT).
- Reconvene the interim committee following submission of the public transit study required in SF 2420 (TIME-21 Transportation Funding Act). Report recommendations are to be submitted to the Governor and General Assembly by December 31, 2009.

Additional information is available on the website:

<http://www.legis.state.ia.us/asp/Committees/Committee.aspx?id=240>.

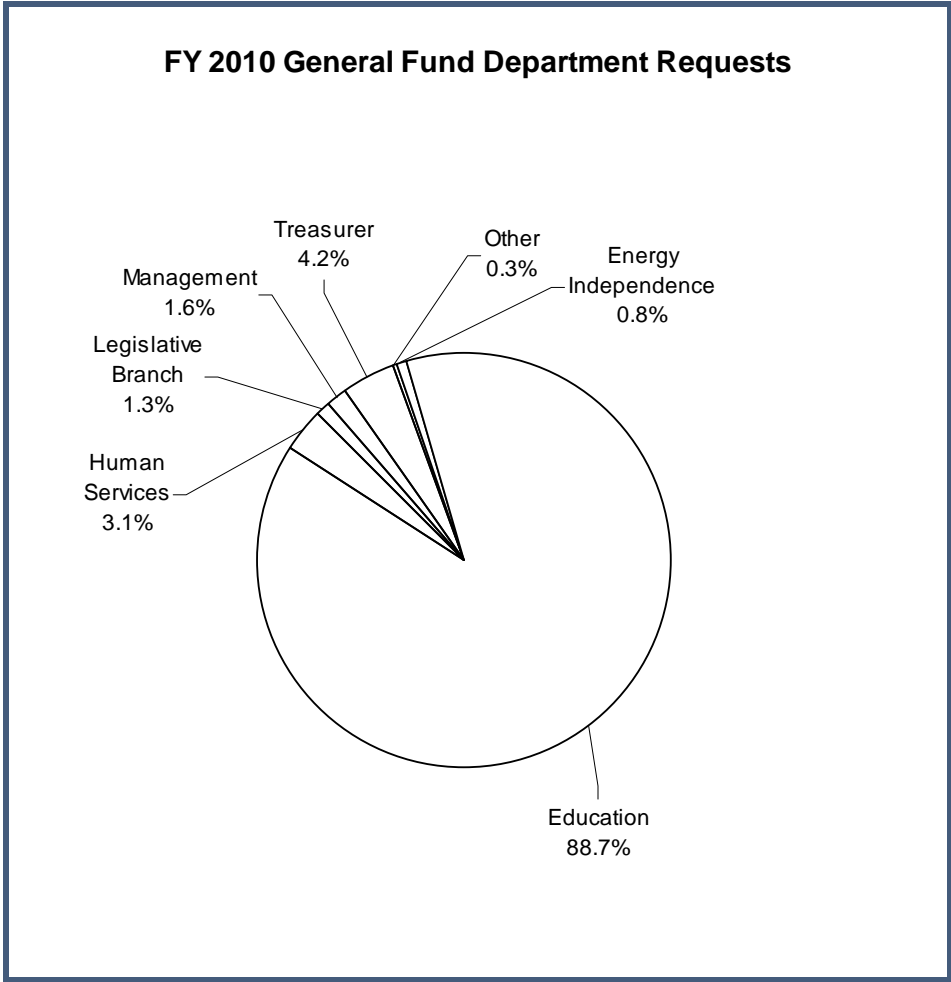
LSA Publications

The following publications will be issued by the LSA that relate to the Transportation, Infrastructure, and Capitals Appropriations Subcommittee:

- Fiscal Topic: Revitalize Iowa's Sound Economy (RISE) Program (pending)
- Fiscal Topic: Rebuild Iowa Infrastructure Fund (pending)
- Fiscal Topic: State Recreational Trails (pending)
- Fiscal Topic: TIME-21 (pending)
- Issue Review: [Outstanding Obligations of Selected State Debt](#)

Staff Contacts: Mary Beth Mellick (1-8223); Marcia Tannian (1-7942)

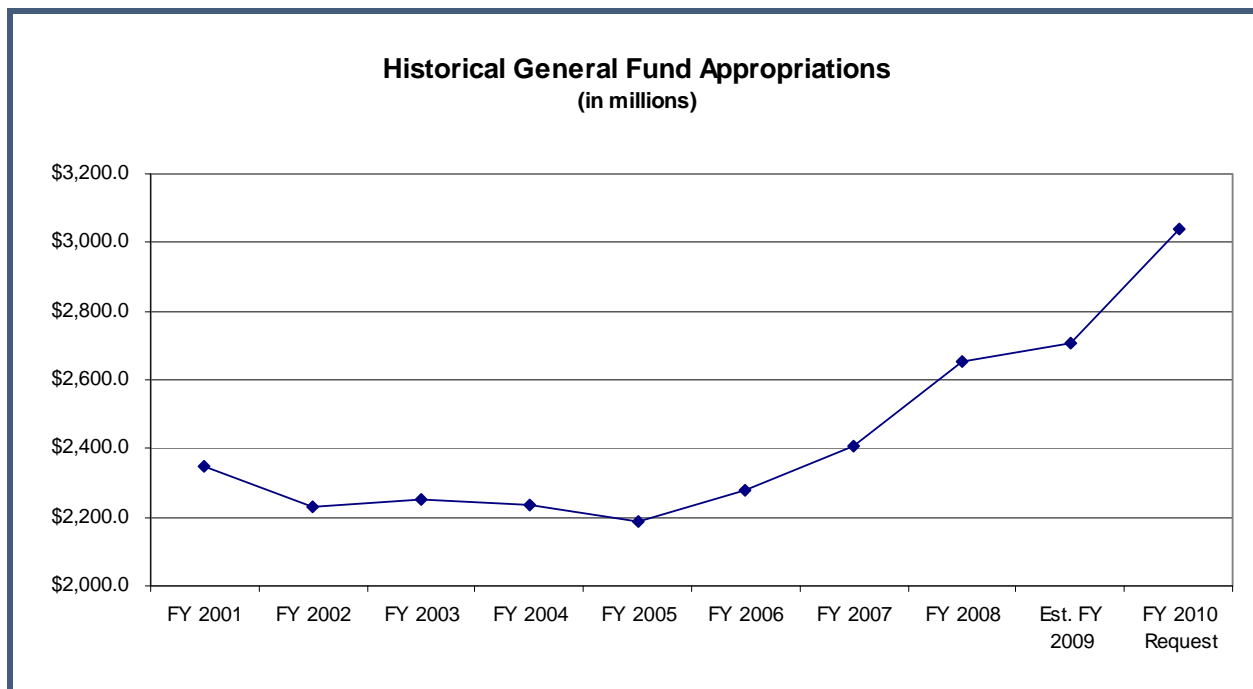
UNASSIGNED STANDING APPROPRIATIONS



FY 2010 General Fund Department Requests

Administrative Services	\$ 3,720,784
Corrections	66,370
Cultural Affairs	520,000
Economic Development	1,100,000
Education	2,696,454,892
Energy Independence	25,000,000
Executive Council	2,225,750
Legislative Branch	38,027,216
Governor	3,710
Public Health	200,000
Human Services	95,416,492
Management	48,862,500
Public Defense	421,639
Revenue	2,177,500
Treasurer	127,600,000
	<u>\$ 3,041,796,853</u>

Unassigned Standing Appropriations



FY 2010 UNASSIGNED STANDING APPROPRIATION ESTIMATES

Unassigned Standing Appropriations

A significant portion of the General Fund budget is appropriated automatically by statute. These appropriations do not fall under the purview of a specific appropriations committee. There are two types of standing appropriations:

- **Standing Limited Appropriations.** These are appropriations of a specific dollar amount. An example is the Indian Settlement Officer pursuant to Section 331.660, Code of Iowa, that states, "There is appropriated annually from the General Fund of the State to the County of Tama the sum of twenty-five thousand dollars to be used by the County only for the payment of the salary and expenses of an additional deputy sheriff for the County."
- **Standing Unlimited Appropriations.** These are appropriations of an unspecified dollar amount. An example is State aid for public schools pursuant to Section 257.16, Code of Iowa, that states, "There is appropriated each year from the General Fund of the State an amount necessary to pay the foundation aid, supplementary aid under section 257.4, subsection 2, and adjusted additional property tax levy aid under section 257.15, subsection 4."

General Fund Standing Appropriations by Department

Illustrated below are the General Fund standing appropriations for FY 2009 and proposed for FY 2010. These are the amounts specified in statute for the limited appropriations and the estimated need for the unlimited appropriations. The only significant standing appropriation increase for FY 2010 is the State aid for public schools. Additional detail about this increase is included at the end of the appropriations tracking table.

General Fund Requests

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Administrative Services, Dept. of</u>			
State Accounting Trust Accounts			
Federal Cash Management Standing	\$ 436,250	\$ 436,250	\$ 0
Unemployment Compensation-State Standing	538,750	538,750	0
Municipal Fire & Police Retirement	2,745,784	2,745,784	0
Total Administrative Services, Dept. of	\$ 3,720,784	\$ 3,720,784	\$ 0
<u>Corrections, Dept. of</u>			
State Cases Court Costs	\$ 66,370	\$ 66,370	\$ 0
Total Corrections, Dept. of	\$ 66,370	\$ 66,370	\$ 0
<u>Cultural Affairs, Dept. of</u>			
County Endowment DCA Grants-AGR	\$ 520,000	\$ 520,000	\$ 0
Total Cultural Affairs, Dept. of	\$ 520,000	\$ 520,000	\$ 0
<u>Economic Development, Dept. of</u>			
Tourism Marketing - AGR	\$ 1,100,000	\$ 1,100,000	\$ 0
Total Economic Development, Dept. of	\$ 1,100,000	\$ 1,100,000	\$ 0
<u>Education, Dept. of</u>			
State Foundation School Aid	\$ 2,224,429,458	\$ 2,646,551,618	\$ 422,122,160
Child Development	12,606,196	12,606,196	0
Early Intervention Block Grant	29,250,000	0	-29,250,000
Instructional Support	14,428,271	14,428,271	0
Teacher Excellence Program	55,469,053	14,264,093	-41,204,960
Transportation of Nonpublic Pupils	8,604,714	8,604,714	0
Total Education, Dept. of	\$ 2,344,787,692	\$ 2,696,454,892	\$ 351,667,200
<u>Energy Independence</u>			
Iowa Power Fund	\$ 25,000,000	\$ 25,000,000	\$ 0
Total Energy Independence	\$ 25,000,000	\$ 25,000,000	\$ 0
<u>Executive Council</u>			
Performance of Duty	\$ 22,618,031	\$ 2,079,500	\$ -20,538,531
Court Costs	73,125	73,125	0
Drainage Assessment	24,375	24,375	0
Public Improvements	48,750	48,750	0
Total Executive Council	\$ 22,764,281	\$ 2,225,750	\$ -20,538,531
<u>Legislative Branch</u>			
Legislative Services Agency			
Legislative Branch	\$ 37,125,945	\$ 38,027,216	\$ 901,271
Total Legislative Branch	\$ 37,125,945	\$ 38,027,216	\$ 901,271

Unassigned Standing Appropriations

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Governor</u>			
Interstate Extradition	\$ 3,710	\$ 3,710	\$ 0
Total Governor	\$ 3,710	\$ 3,710	\$ 0
<u>Public Health, Dept. of</u>			
Reg. for Congenital & Inherited Disorders	\$ 200,000	\$ 200,000	\$ 0
Total Public Health, Dept. of	\$ 200,000	\$ 200,000	\$ 0
<u>Human Services, Dept. of</u>			
General Administration			
Commission of Inquiry	\$ 1,706	\$ 1,706	\$ 0
Non Resident Transfers	82	82	0
Non Resident Commitment Mental Illness	174,704	174,704	0
Total General Administration	\$ 176,492	\$ 176,492	\$ 0
Assistance			
MH Property Tax Relief	\$ 95,000,000	\$ 95,000,000	\$ 0
Child Abuse Prevention	240,000	240,000	0
Total Assistance	\$ 95,240,000	\$ 95,240,000	\$ 0
Total Human Services, Dept. of	\$ 95,416,492	\$ 95,416,492	\$ 0
<u>Management, Dept. of</u>			
Special Olympics Fund	\$ 50,000	\$ 50,000	\$ 0
Indian Settlement Officer	25,000	25,000	0
Appeal Board Claims	4,387,500	4,387,500	0
Property Tax Credit Fund	44,400,000	44,400,000	0
Total Management, Dept. of	\$ 48,862,500	\$ 48,862,500	\$ 0
<u>Public Defense, Dept. of</u>			
Compensation and Expense	\$ 421,639	\$ 421,639	\$ 0
Total Public Defense, Dept. of	\$ 421,639	\$ 421,639	\$ 0
<u>Revenue, Dept. of</u>			
Printing Cigarette Stamps	\$ 152,500	\$ 152,500	\$ 0
Livestock Producers Credit	2,000,000	2,000,000	0
Tobacco Reporting Requirements	25,000	25,000	0
Total Revenue, Dept. of	\$ 2,177,500	\$ 2,177,500	\$ 0
<u>Secretary of State</u>			
Constitutional Amendments	\$ 2,000	\$ 0	\$ -2,000
Total Secretary of State	\$ 2,000	\$ 0	\$ -2,000
<u>Treasurer of State</u>			
Health Care Trust Fund Transfer	\$ 127,600,000	\$ 127,600,000	\$ 0
Total Treasurer of State	\$ 127,600,000	\$ 127,600,000	\$ 0
Total Unassigned Standings	\$ 2,709,768,913	\$ 3,041,796,853	\$ 332,027,940

School Aid Allowable Growth Increase for FY 2010

During the 2008 Legislative Session, there were three bills enacted that directly impacted the school aid allowable growth amount for FY 2010 and future years. They include:

- House File 2140 (FY 2010 School Aid Allowable Growth Act) established an increase in the cost per pupil allowable growth rate of 4.0%. This increased the FY 2010 state cost per pupil by \$222 to \$5,768.

The current estimate for this portion of State aid is \$2,337.3 million, an increase of \$112.9 million (5.1%) compared to estimated FY 2009 State aid. Of the increase, an estimated \$19.8 million is increased funding for State preschool aid.

- House File 2679 (FY 2009 Education Appropriations Act) required funding for Student Achievement/Teacher Quality (SATQ) teacher compensation and professional development, Educational Excellence Phase II, and Early Intervention/Class Size Reduction to be funded on a per pupil basis through the school aid formula beginning in FY 2010. Beginning in FY 2011, the per pupil amounts will increase by a categorical allowable growth rate established by the General Assembly. Per pupil amounts will be funded as follows :
 - Teacher Salary Supplement – includes the SATQ Teacher Compensation and Educational Excellence Phase II programs and will total \$251.3 million in FY 2010.
 - Professional Development Supplement – includes the SATQ Professional Development Program and will total \$28.5 million in FY 2010.
 - Early Intervention Supplement – includes the Early Intervention/Class Size Reduction program and will total \$29.3 million in FY 2010.
 - These supplements will be funded entirely through State aid. The FY 2010 school aid total will increase by \$309.0 million due to the roll-in of these supplements, and the programs will no longer be funded through State categorical appropriations.
- House File 2679 also reauthorized supplementary weightings for regional academies in FY 2010 and beyond. The legislation also increased the previous statutory minimum and maximum supplementary weightings to 15.0 (up from 10.0) and 30.0 (up from 15.0), respectively. The estimated fiscal impact is an increase of \$380,000 in State aid and \$56,000 in local property tax.
- House File 2700 (FY 2009 Standing Appropriations Act) reduced the weighting generated by resident students receiving competent private instruction through a school district home school assistance program from 0.6 to 0.3. This weighting is included in the school district budget enrollment and is estimated to annually decrease the State budget enrollment total by 1,440 student full-time equivalents. The legislation required the reduction to begin in FY 2009 and was implemented by the Department of Management through an enrollment audit adjustment. This adjustment reduced State aid by \$7.0 million and local property taxes by \$1.0 million. The impact in FY 2010 is an estimated decrease in State aid of \$7.5 million and an increase in local property taxes of \$120,000 (due to an increase in the budget adjustment).

NOTE: Enrollments, supplementary weightings, and preschool enrollments for the FY 2010 school district budget year have not been finalized by the Department of Education at the time of this publication. That data will be available in December and will impact all FY 2010 and FY 2011 estimates noted in this section.

Unassigned Standing Appropriations

Tables 1 and 2 provide the estimated school aid changes for FY 2010. Factoring in all statutory changes, overall State aid through the school aid formula is estimated to increase by \$421.9 million (19.0%) in FY 2010. Of the increase, regular school aid accounts for \$93.1 million, preschool State aid accounts for \$19.8 million, and the roll-in of the State categorical supplements account for \$309.0 million. Other changes for FY 2010 include:

- School aid property taxes are estimated to increase by \$41.0 million (3.5%). Property tax adjustment aid increases by \$6.0 million in FY 2010 and will provide \$24.0 million in property tax relief (included in the State aid and property tax totals presented in the table below) to 83 districts.
- The sixth year of the phase-out of the budget adjustment (also referred to as the budget guarantee) has a reduction in both the amount of the budget adjustment (a decrease of \$5.1 million) and the number of districts receiving budget adjustment funding (a decrease of 31 districts). The budget adjustment provides additional funds for school districts that may have had a reduction in their budget enrollment from the previous year. The budget adjustment is funded entirely through local property taxes and is included in the property tax totals displayed in the following table.

	State Aid Before Preschool and Supplements	Preschool State Aid	Total State Aid*	Property Tax	Budget Adjustment	# of Districts Receiving Budget Adj.
FY 2010	\$ 2,300.5	\$ 36.8	\$ 2,337.3	\$ 1,219.7	\$ 7.1	124
FY 2009	\$ 2,207.4	\$ 17.1	\$ 2,224.4	\$ 1,178.7	\$ 12.1	155
Change	\$ 93.1	\$ 19.8	\$ 112.9	\$ 41.0	\$ -5.1	-31

*Does not include teacher salary supplement, professional development supplement, or early intervention supplement.

	Teacher Salary	Professional Development	Early Intervention	Total
FY 2010	\$ 251.3	\$ 28.5	\$ 29.2	\$ 309.0
FY 2009*	\$ 251.3	\$ 28.5	\$ 29.2	\$ 309.0
Change	\$ 0.0	\$ 0.0	\$ 0.0	\$ 0.0

*FY 2009 totals were not funded through the school aid formula and include appropriations made for SATQ teacher compensation, Educational Excellence Phase II, SATQ professional development, and Early Intervention/Class Size Reduction.

School Aid Allowable Growth Increase for FY 2011

The 2009 General Assembly is required to establish the school finance formula’s cost per pupil allowable growth rate for FY 2011. In general, a 1.0% change in allowable growth is equivalent to approximately \$30.0 million. **Table 3** provides estimates at various allowable growth rates (does not include the teacher salary supplement, professional development supplement, or early intervention supplement):

Table 3
Estimated FY 2011 School Aid Amounts at Various Allowable Growth Rates
(Dollars in Millions)

Allowable Growth Rate	Total State Aid*	Total State Aid Change vs Est. FY 2010*	Estimated Preschool State Aid**	School Aid Property Tax***	Property Tax Change vs Est. FY 2010	Budget Adjustment	# of School Districts Receiving Budget Adjustment
0.0%	\$ 2,335.1	\$ -2.1	\$ 56.0	\$ 1,287.1	\$ 67.4	\$ 42.0	303
1.0%	\$ 2,365.3	\$ 28.0	\$ 56.5	\$ 1,274.8	\$ 55.1	\$ 24.4	249
2.0%	\$ 2,394.8	\$ 57.6	\$ 57.1	\$ 1,268.2	\$ 48.5	\$ 12.3	196
3.0%	\$ 2,424.4	\$ 87.1	\$ 57.6	\$ 1,268.1	\$ 48.4	\$ 5.9	128
4.0%	\$ 2,454.6	\$ 117.3	\$ 58.2	\$ 1,271.6	\$ 51.9	\$ 3.7	89
5.0%	\$ 2,484.1	\$ 146.9	\$ 58.8	\$ 1,276.4	\$ 56.7	\$ 2.8	62
6.0%	\$ 2,514.3	\$ 177.0	\$ 59.3	\$ 1,281.7	\$ 62.0	\$ 2.4	52

*Totals and comparison to FY 2010 total does not include funding for the teacher salary supplement, professional development supplement, or the early intervention supplement.
 **Estimated Preschool State Aid is included in the Total State Aid Column.
 ***Property Tax Adjustment Aid will total \$24.0 million with approximately 80 districts receiving the aid in FY 2011 (not including remaining PTER Funds).

Current estimates provided in **Table 3** will be adjusted with sales/use tax revenues remaining from the FY 2009 sales/use tax for school infrastructure formula distribution (referred to as the Secure an Advanced Vision for Education (SAVE) Fund). These excess funds will be deposited in the Property Tax Equity Relief (PTER) Fund to be used for property tax relief in FY 2011. Current estimates indicate that there will be \$32.1 million in the PTER Fund to provide property tax relief in FY 2011 that is not included in the above estimate.

Categorical Allowable Growth Increase for FY 2011

The General Assembly is required to establish an allowable growth rate for the teacher salary supplement, the professional development, and the early intervention supplement and is referred to as categorical allowable growth. The rates for these supplements can be the same for each or they can differ.

Table 4 provides categorical allowable growth funding amounts at various allowable growth rates for FY 2011 for each of the supplements. All funding for the school aid supplements is funded entirely through State aid. Much of the increases at the lower allowable growth rates can be attributed to the budget guarantee that guarantees each school district does will receive no less than they received in FY 2010 for each of the supplements.

Unassigned Standing Appropriations

Other Fund Requests

Table 4
Estimated FY 2011 Categorical Allowable Growth Rate Estimates
(Dollars in Millions)

Allowable Growth Rate	Teacher Salary Supplement	Teacher Salary Supplement Change	Professional Development Supplement	Professional Development Supplement Change	Early Intervention Supplement	Early Intervention Supplement Change	Total*	Total Change
0.0%	\$ 253.0	\$ 1.8	\$ 28.7	\$ 0.2	\$ 29.5	\$ 0.2	\$ 311.2	\$ 2.2
1.0%	\$ 254.4	\$ 3.2	\$ 28.9	\$ 0.4	\$ 29.6	\$ 0.4	\$ 312.9	\$ 3.9
2.0%	\$ 256.3	\$ 5.1	\$ 29.1	\$ 0.6	\$ 29.8	\$ 0.6	\$ 315.2	\$ 6.2
3.0%	\$ 258.6	\$ 7.4	\$ 29.3	\$ 0.8	\$ 30.1	\$ 0.9	\$ 318.1	\$ 9.1
4.0%	\$ 261.0	\$ 9.8	\$ 29.6	\$ 1.1	\$ 30.4	\$ 1.1	\$ 321.0	\$ 12.0
5.0%	\$ 263.5	\$ 12.2	\$ 29.9	\$ 1.4	\$ 30.7	\$ 1.4	\$ 324.1	\$ 15.1
6.0%	\$ 266.0	\$ 14.7	\$ 30.2	\$ 1.7	\$ 31.0	\$ 1.7	\$ 327.1	\$ 18.1

*Total represents the amount of all three supplements at the specified allowable growth rate. However, a separate allowable growth rate may be established for each of the supplements.

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
<u>Economic Development, Dept. of</u>			
Endw Iowa Admin-County Endw. Fund	\$ 70,000	\$ 70,000	\$ 0
Total Economic Development, Dept. of	\$ 70,000	\$ 70,000	\$ 0
<u>Human Services, Dept. of</u>			
Assistance			
MH Costs for Children-PTRF	\$ 6,600,000	\$ 6,600,000	\$ 0
MH Costs for Children-PTRF	6,600,000	6,600,000	0
Total Human Services, Dept. of	\$ 13,200,000	\$ 13,200,000	\$ 0
<u>Management, Dept. of</u>			
Environment First Fund-RIIF	\$ 42,000,000	\$ 42,000,000	\$ 0
Primary Road Salary Adjustment	565,608	0	-565,608
Road Use Tax Salary Adjustment	621,696	0	-621,696
Technology Reinvestment Fund-RIIF	17,500,000	17,500,000	0
Total Management, Dept. of	\$ 60,687,304	\$ 59,500,000	\$ -1,187,304

Unassigned Standing Appropriations

	Estimated FY 2009	Dept Request FY 2010	Dept. Req. vs. Est. FY 2009
Revenue, Dept. of			
Homestead Property Tax Credit - PTCF	\$ 99,254,781	\$ 99,254,781	\$ 0
Ag. Land/Family Farm Tax Credits-PTCF	34,610,183	34,610,183	0
Military Service Tax Credit - PTCF	2,800,000	2,800,000	0
Elderly & Disabled Tax Credit-PTCF	23,204,000	23,204,000	0
Total Revenue, Dept. of	\$ 159,868,964	\$ 159,868,964	\$ 0
Transportation, Dept. of			
Personal Delivery of Services-RUTF	\$ 225,000	\$ 225,000	\$ 0
County Treasurer Equipment-RUTF	650,000	650,000	0
Total Transportation, Dept. of	\$ 875,000	\$ 875,000	\$ 0
Total Unassigned Standings	\$ 234,701,268	\$ 233,513,964	\$ -1,187,304

Property Tax Credits for FY 2010

For the past several years the standing appropriations for the Homestead Property Tax Credit, Agricultural Land and Family Farm Tax Credit, Military Service Tax Credit, and Elderly and Disabled Tax Credit and Reimbursement have been capped. In FY 2008 and FY 2009, the appropriations totaled \$159.9 million. The tax credits have been funded from the Property Tax Credit Fund. This Fund received an FY 2009 appropriation of \$99.8 million from the year-end General Fund surplus prior to its appropriation and distribution to the Senior Living Trust Fund and the Cash Reserve Fund, a \$44.4 million appropriation from the General Fund, a transfer of \$13.9 million from the Salary Adjustment Fund, and authorization to carry forward and use the \$1.7 million FY 2008 ending balance in the Property Tax Credit Fund. Legislative action will be required to make appropriations to the Fund for FY 2010. This item is included in the Projected FY 2010 Built-in and Anticipated General Fund Expenditures (**Appendix B**).

The Department of Revenue has requested FY 2010 funding of the four property tax credits from the Property Tax Credit Fund at the same level as in FY 2009 as required by HF 2700 (FY 2009 Standing Appropriations Act). The request funds the property tax credits as follows:

- \$99.3 million for the Homestead Property Tax Credit. This is no change compared to the FY 2009 appropriation. The projected FY 2009 demand for Homestead Property Tax Credit claims is \$139.0 million. This is \$39.7 million more than the amount appropriated. The FY 2010 estimate for demand is not yet available.
- \$34.6 million for the Agricultural Land and Family Farm Tax Credit. This is no change compared to the FY 2009 appropriation. The statutory funding for Agricultural Land and Family Farm Tax Credit is \$39.1 million. This is \$4.5 million more than the amount being requested.
- \$2.8 million for the Military Service Tax Credit. This is no change compared to the FY 2009 appropriation. This amount fully funds the projected FY 2009 demand. The FY 2010 estimate for demand is not yet available.
- \$23.2 million for the Elderly and Disabled Tax Credit and Reimbursement. This is no change compared to the FY 2009 appropriation. This amount fully funds the projected FY 2009 demand. The FY 2010 estimate for demand is not yet available.

INTERIM COMMITTEES, MEETINGS, AND PUBLICATIONS

LSA Publications

The following publications have been issued by the LSA that relate to the Unassigned Standing Appropriations:

- *Issue Review:* [School Aid Law Changes](#)

Staff Contacts: Shawn Snyder (1-7799); Dwayne Ferguson (1-6561)

APPROPRIATIONS TRACKING

COMMON ACRONYMS USED IN THE APPROPRIATIONS TABLES

CPB =	Corporation for Public Broadcasting
CSG =	Community Service Grant
DE =	Department of Education
EFF =	Environment First Fund
ENDW =	Endowment for Iowa Health Account (Tobacco Settlement Trust Fund)
ESCF =	Employment Security Contingency Fund
ESEA =	Elementary and Secondary Education Act
FES =	Federal Economic Stimulus Fund
GIVF =	Grow Iowa Values Fund
GTF =	Gamblers Treatment Fund
GWF =	Ground Water Fund
HCTA =	Health Care Transformation Account
HCTF =	Health Care Trust Fund
HITT =	Healthy Iowans Tobacco Trust Fund
ICA =	IowaCare Account
ISU =	Iowa State University
LSTA =	Library Service and Technology Act
MVFT =	Motor Vehicle Fuel Tax
MHI =	Mental Health Institute

Appendix A – Appropriations Tracking

NAEP =	National Assessment of Educational Progress
NCES =	National Center for Education Statistics
NTIA =	National Telecommunications and Information Administration
PRF =	Primary Road Fund
PTRF =	Property Tax Relief Fund
PTCF =	Property Tax Credit Fund
RCF =	Restricted Capital Fund (Tobacco Settlement Trust Fund)
RC2 =	Endowment for Iowa Health Restricted Capitals Fund
RC3 =	FY 2009 Tax-Exempt Restricted Capital Fund
RFIF =	Renewable Fuels Infrastructure Fund
RIIF =	Rebuild Iowa Infrastructure Fund
RUTF =	Road Use Tax Fund
SAF =	State Aviation Fund
SLTF =	Senior Living Trust Fund
SUI =	University of Iowa
TANF =	Temporary Assistance for Needy Families
TRF =	Technology Reinvestment Fund
TSB =	Targeted Small Business
UNI =	University of Northern Iowa
UIHC =	University of Iowa Hospitals and Clinics
UST =	Underground Storage Tank Fund
VIF =	Vertical Infrastructure Fund
VTF =	Veterans Trust Fund

Summary Data

General Fund

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
Administration and Regulation	\$ 96,299,847	\$ 100,116,698	\$ 100,376,698	\$ 260,000
Agriculture and Natural Resources	43,638,037	47,054,259	58,048,724	10,994,465
Economic Development	41,036,536	49,582,328	54,062,328	4,480,000
Education	1,175,436,989	1,297,809,339	1,147,061,578	-150,747,761
Health and Human Services	1,184,032,368	1,245,971,882	1,390,841,512	144,869,630
Justice System	670,945,348	701,150,493	712,884,792	11,734,299
Unassigned Standings	<u>2,687,047,813</u>	<u>2,709,768,913</u>	<u>3,041,796,853</u>	<u>332,027,940</u>
Grand Total	<u>\$ 5,898,436,938</u>	<u>\$ 6,151,453,912</u>	<u>\$ 6,505,072,485</u>	<u>\$ 353,618,573</u>

Administration and Regulation

General Fund

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Administrative Services, Dept. of</u>				
Administrative Services				
Administrative Services, Dept.	\$ 6,469,186	\$ 6,553,575	\$ 6,553,575	\$ 0
Utilities	3,824,800	3,704,800	3,704,800	0
Shuttle Service	120,000	0	0	0
Total Administrative Services, Dept. of	\$ 10,413,986	\$ 10,258,375	\$ 10,258,375	\$ 0
<u>Auditor of State</u>				
Auditor Of State				
Auditor of State - General Office	\$ 1,249,178	\$ 1,278,634	\$ 1,278,634	\$ 0
Total Auditor of State	\$ 1,249,178	\$ 1,278,634	\$ 1,278,634	\$ 0
<u>Ethics and Campaign Disclosure</u>				
Campaign Finance Disclosure				
Ethics & Campaign Disclosure Board	\$ 532,122	\$ 556,978	\$ 556,978	\$ 0
Total Ethics and Campaign Disclosure	\$ 532,122	\$ 556,978	\$ 556,978	\$ 0
<u>Commerce, Dept. of</u>				
Alcoholic Beverages				
Alcoholic Beverages Operations	\$ 2,079,509	\$ 2,156,421	\$ 2,156,421	\$ 0
Banking Division				
Banking Division	\$ 8,200,316	\$ 8,662,670	\$ 8,662,670	\$ 0
Professional Licensing and Reg.				
Professional Licensing Bureau	\$ 945,982	\$ 967,522	\$ 967,522	\$ 0
Credit Union Division				
Credit Union Division	\$ 1,671,740	\$ 1,727,995	\$ 1,727,995	\$ 0
Insurance Division				
Insurance Division	\$ 4,857,123	\$ 5,062,359	\$ 5,062,359	\$ 0
Utilities Division				
Utilities Division	\$ 7,573,402	\$ 7,795,527	\$ 7,795,527	\$ 0
Insurance Division				
Senior Health Insurance Information Program	\$ 0	\$ 60,000	\$ 60,000	\$ 0
Health Insurance Oversight	0	80,000	80,000	0
Total Insurance Division	\$ 0	\$ 140,000	\$ 140,000	\$ 0
Total Commerce, Dept. of	\$ 25,328,072	\$ 26,512,494	\$ 26,512,494	\$ 0

Administration and Regulation

General Fund

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Governor</u>				
Governor's Office				
Governor/Lt. Governor's Office	\$ 2,224,462	\$ 2,645,186	\$ 2,645,186	\$ 0
Terrace Hill Quarters	492,593	523,215	523,215	0
Administrative Rules Coordinator	158,873	178,391	178,391	0
National Governor's Association	80,600	80,600	80,600	0
State-Federal Relations	131,222	143,768	143,768	0
Total Governor	\$ 3,087,750	\$ 3,571,160	\$ 3,571,160	\$ 0
<u>Governor's Office of Drug Control Policy</u>				
Office of Drug Control Policy				
Drug Policy Coordinator	\$ 346,731	\$ 370,901	\$ 376,164	\$ 5,263
Drug Task Forces	1,400,000	1,765,263	1,760,000	-5,263
Total Governor's Office of Drug Control Policy	\$ 1,746,731	\$ 2,136,164	\$ 2,136,164	\$ 0
<u>Human Rights, Dept. of</u>				
Human Rights, Department of				
Human Rights Administration	\$ 356,535	\$ 372,239	\$ 357,239	\$ -15,000
Deaf Services	413,700	440,703	440,703	0
Asian and Pacific Islanders	127,093	155,109	155,109	0
Persons with Disabilities	206,221	242,062	242,062	0
Latino Affairs	191,035	207,035	207,035	0
Status of Women	353,203	367,203	367,203	0
Status of African Americans	372,066	194,162	194,162	0
Criminal & Juvenile Justice	1,587,333	1,662,944	1,662,944	0
Development, Assessment & Resolution Program	0	10,000	0	-10,000
Status of Native Americans	0	6,000	6,000	0
Total Human Rights, Dept. of	\$ 3,607,186	\$ 3,657,457	\$ 3,632,457	\$ -25,000
<u>Inspections & Appeals, Dept. of</u>				
Inspections and Appeals, Dept. of				
Administration Division	\$ 2,209,075	\$ 2,331,031	\$ 2,331,031	\$ 0
Administrative Hearings Division	708,962	787,705	787,705	0

Administration and Regulation

General Fund

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Inspections & Appeals, Dept. of, cont.</u>				
Investigations Division	1,599,591	1,689,221	1,689,221	0
Health Facilities Division	2,498,437	2,601,967	2,601,967	0
Employment Appeal Board	58,117	60,047	60,047	0
Child Advocacy Board	2,751,058	2,965,468	2,965,468	0
Total Inspections and Appeals, Dept. of	\$ 9,825,240	\$ 10,435,439	\$ 10,435,439	\$ 0
<u>Racing Commission</u>				
Pari-Mutuel Regulation	\$ 2,790,551	\$ 2,930,682	\$ 2,930,682	\$ 0
Riverboat Regulation	3,207,944	3,372,069	3,372,069	0
Total Racing Commission	\$ 5,998,495	\$ 6,302,751	\$ 6,302,751	\$ 0
Total Inspections & Appeals, Dept. of	\$ 15,823,735	\$ 16,738,190	\$ 16,738,190	\$ 0
<u>Management, Dept. of</u>				
Management, Dept. of				
Department Operations	\$ 3,178,337	\$ 3,372,388	\$ 3,372,388	\$ 0
Local Government Innovation Fund	300,000	0	0	0
Total Management, Dept. of	\$ 3,478,337	\$ 3,372,388	\$ 3,372,388	\$ 0
<u>Revenue, Dept. of</u>				
Revenue, Dept. of				
Revenue, Department of	\$ 26,472,699	\$ 27,301,255	\$ 27,301,255	\$ 0
Tax Amnesty-Auditing and Enforcement	150,000	0	0	0
Total Revenue, Dept. of	\$ 26,622,699	\$ 27,301,255	\$ 27,301,255	\$ 0
<u>Secretary of State</u>				
Secretary of State				
Admin/Elections/Voter Registration	\$ 1,370,063	\$ 1,570,608	\$ 1,570,608	\$ 0
Secretary of State-Business Services	2,012,018	2,058,584	2,058,584	0
I-Voters Maintenance	0	0	285,000	285,000
Total Secretary of State	\$ 3,382,081	\$ 3,629,192	\$ 3,914,192	\$ 285,000
<u>Treasurer of State</u>				
Treasurer of State				
Treasurer - General Office	\$ 1,027,970	\$ 1,104,411	\$ 1,104,411	\$ 0
Total Treasurer of State	\$ 1,027,970	\$ 1,104,411	\$ 1,104,411	\$ 0
Total Administration and Regulation	\$ 96,299,847	\$ 100,116,698	\$ 100,376,698	\$ 260,000

Agriculture and Natural Resources General Fund

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Agriculture and Land Stewardship</u>				
Agriculture and Land Stewardship				
Administrative Division	\$ 19,278,172	\$ 19,737,891	\$ 19,852,391	\$ 114,500
Chronic Wasting Disease	100,000	100,000	100,000	0
Regulatory Dairy Products	951,666	950,000	950,000	0
Avian Influenza	50,000	50,000	50,000	0
Apiary Program	40,000	75,000	120,000	45,000
Gypsy Moth Control - GF	50,000	50,000	50,000	0
Emerald Ash Borer Public Awareness	50,000	50,000	50,000	0
Soil Commissioners Expense	250,000	400,000	495,000	95,000
Sr. Farmers Market Program	77,000	75,000	75,000	0
Emergency Veterinarian Rapid Response	130,000	130,000	130,000	0
Organic Agricultural Products	54,671	50,000	50,000	0
Grape & Wine Development Fund	283,000	280,000	280,000	0
IA Jr. Angus Program	10,000	0	0	0
Farm to School Program	0	80,000	80,000	0
Flood Impact Prevention	0	0	2,250,000	2,250,000
Maintenance And Restoration Program	0	0	11,200,000	11,200,000
Technical Assistance for Urban Practices	0	0	450,000	450,000
Total Agriculture and Land Stewardship	\$ 21,324,509	\$ 22,027,891	\$ 36,182,391	\$ 14,154,500
<u>Natural Resources, Dept. of</u>				
Natural Resources				
Natural Resources Operations	\$ 20,244,822	\$ 20,866,333	\$ 20,866,333	\$ 0
Redemption Center	0	1,000,000	0	-1,000,000
Air Quality Standards & Monitoring	0	0	1,000,000	1,000,000
Total Natural Resources, Dept. of	\$ 20,244,822	\$ 21,866,333	\$ 21,866,333	\$ 0
<u>Regents, Board of</u>				
Regents, Board of				
ISU Veterinary Diagnostic Laboratory	\$ 2,068,706	\$ 3,160,035	\$ 0	\$ -3,160,035
Total Regents, Board of	\$ 2,068,706	\$ 3,160,035	\$ 0	\$ -3,160,035
Total Agriculture and Natural Resources	\$ 43,638,037	\$ 47,054,259	\$ 58,048,724	\$ 10,994,465

Economic Development General Fund

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Cultural Affairs, Dept. of</u>				
Cultural Affairs, Dept. of				
Administration Division	\$ 255,418	\$ 261,193	\$ 261,193	\$ 0
Community Cultural Grants	299,240	299,240	299,240	0
Historical Division	3,763,782	3,935,211	3,935,211	0
Historic Sites	576,395	594,853	594,853	0
Arts Division	1,246,392	1,260,842	1,260,842	0
Great Places	322,231	334,032	334,032	0
Archiving Former Governor's Papers	82,171	84,623	84,623	0
Records Center Rent	185,768	241,068	241,068	0
Iowa Cultural Caucus	0	20,000	0	-20,000
Total Cultural Affairs, Dept. of	\$ 6,731,397	\$ 7,031,062	\$ 7,011,062	\$ -20,000
<u>Economic Development, Dept. of</u>				
Economic Development, Dept. of				
Economic Dev. Administration	\$ 2,125,661	\$ 2,266,462	\$ 2,266,462	\$ 0
Business Development	6,611,964	6,754,868	6,754,868	0
Community Development Division	6,448,716	6,636,409	6,636,409	0
World Food Prize	450,000	1,000,000	1,000,000	0
Endow Iowa Grants	50,000	0	0	0
Center for Citizen Diplomacy	0	150,000	0	-150,000
Historic Preservation Challenge Grants	0	200,000	200,000	0
Total Economic Development, Dept. of	\$ 15,686,341	\$ 17,007,739	\$ 16,857,739	\$ -150,000
<u>Iowa Finance Authority</u>				
Iowa Finance Authority				
Entrepreneurs with Disabilities	\$ 200,000	\$ 0	\$ 0	\$ 0
Total Iowa Finance Authority	\$ 200,000	\$ 0	\$ 0	\$ 0
<u>Iowa Workforce Development</u>				
Iowa Workforce Development				
IWD Workers Comp Operations (GF)	\$ 0	\$ 2,943,474	\$ 2,943,474	\$ 0
IWD General Fund - Operations	6,341,284	3,930,817	3,930,817	0
Workforce Development Field Offices	7,216,792	12,624,491	12,624,491	0
Integrated Basic Ed. & Skills Training	0	500,000	500,000	0
Security Employee Training Program	0	15,000	15,000	0
Offender Reentry Program	0	375,000	375,000	0
Total Iowa Workforce Development	\$ 13,558,076	\$ 20,388,782	\$ 20,388,782	\$ 0

Economic Development General Fund

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Public Employment Relations Board</u>				
Public Employment Relations				
PER Board - General Office	\$ 1,233,283	\$ 1,271,841	\$ 1,271,841	\$ 0
Total Public Employment Relations Board	\$ 1,233,283	\$ 1,271,841	\$ 1,271,841	\$ 0
<u>Regents, Board of</u>				
Regents, Board of				
ISU - Economic Development	\$ 2,789,625	\$ 3,019,446	\$ 0	\$ -3,019,446
SUI - Economic Development	259,206	271,181	0	-271,181
UNI - Economic Development	578,608	592,277	0	-592,277
BOR Economic Development	0	0	8,532,904	8,532,904
Total Regents, Board of	\$ 3,627,439	\$ 3,882,904	\$ 8,532,904	\$ 4,650,000
Total Economic Development	\$ 41,036,536	\$ 49,582,328	\$ 54,062,328	\$ 4,480,000

Education General Fund

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Blind, Dept. of the</u>				
Blind, Dept. for the Department for the Blind	\$ 2,484,953	\$ 2,553,032	\$ 2,553,032	\$ 0
Total Blind, Dept. of the	\$ 2,484,953	\$ 2,553,032	\$ 2,553,032	\$ 0
<u>College Aid Commission</u>				
College Student Aid Comm.				
College Aid Commission	\$ 390,685	\$ 395,020	\$ 395,020	\$ 0
Iowa Grants	1,070,976	1,070,976	1,070,976	0
DSM University-Osteopathic Loans	100,000	100,000	100,000	0
DSM University-Physician Recruit.	346,451	346,451	346,451	0
National Guard Benefits Program	3,800,000	3,800,000	3,800,000	0
Teacher Shortage Loan Forgiveness	485,400	485,400	485,400	0
All Iowa Opportunity Scholarships	1,500,000	4,000,000	4,000,000	0
College Work Study	295,600	995,000	995,000	0
Tuition Grant Program-Standing	48,373,718	50,073,718	50,073,718	0
Vocational Technical Tuition Grant	2,783,115	2,783,115	2,783,115	0
Washington DC Internships	0	100,000	100,000	0
Tuition Grant - For-Profit	5,374,858	5,524,858	5,524,858	0
Nurse & Nurse Educator Loan Program	0	100,000	100,000	0
Barber & Cosmetology Tuition Grant Program	0	50,000	50,000	0
Total College Aid Commission	\$ 64,520,803	\$ 69,824,538	\$ 69,824,538	\$ 0

Education General Fund

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
Education, Dept. of				
Education, Dept. of				
Administration	\$ 8,320,341	\$ 9,015,389	\$ 9,515,389	\$ 500,000
Vocational Education Administration	576,613	634,865	634,865	0
State Library	1,879,827	1,936,497	1,936,497	0
State Library - Enrich Iowa	1,823,432	1,823,432	1,823,432	0
State Library - Library Service Areas	1,586,000	1,586,000	1,586,000	0
Vocational Education Secondary	2,936,904	2,936,904	2,936,904	0
Food Service	2,509,683	2,509,683	2,509,683	0
Early Child - Comm. Empowerment	23,781,594	22,302,006	22,302,006	0
Early Child - Early Care, Health & Ed.	10,000,000	10,000,000	9,255,000	-745,000
Early Child - Family Support & Parent Ed.	5,000,000	5,000,000	5,000,000	0
Early Child - Spec. Ed. Services Birth to 3	1,721,400	1,721,400	1,721,400	0
Early Head Start Projects	400,000	0	0	0
Early Child - Voluntary Preschool	15,000,000	15,000,000	15,000,000	0
Nonpublic Textbook Services	664,165	690,165	690,165	0
Jobs For America's Grads	600,000	600,000	600,000	0
Vocational Agric. Youth Org.	50,000	0	0	0
Before/After School Grants	695,000	0	595,000	595,000
Administrator Mentoring	250,000	250,000	250,000	0
Model Core Curriculum	0	2,192,351	2,192,351	0
Senior Year Plus	0	1,900,000	1,042,750	-857,250
Merged Area Schools-Gen Aid	171,962,414	183,062,414	184,562,414	1,500,000
Student Achievement/Teacher Quality	173,943,894	248,943,894	11,597,500	-237,346,394
Advanced Placement Belin & Blank Ctr	400,000	0	0	0
Data Warehouse	400,000	0	0	0
District Sharing & Efficiencies	400,000	0	0	0
Student Advancement Strategies	2,500,000	0	0	0
Comm College Interpreters for Deaf	200,000	200,000	0	-200,000
Private Instruction	0	146,000	0	-146,000
Community College Salaries - Past Years	2,000,000	1,500,000	0	-1,500,000
Vocational Rehabilitation	\$ 5,667,575	\$ 5,833,123	\$ 5,833,123	\$ 0
Independent Living	55,145	56,565	56,565	0
Entrepreneurs with Disabilities Program	0	200,000	200,000	0
Independent Living Center Grant	0	250,000	250,000	0
Iowa Public Television	\$ 8,804,620	\$ 9,085,141	\$ 9,085,141	\$ 0
Regional Telecom. Councils	1,364,525	1,364,525	1,364,525	0
Total Education, Dept. of	\$ 445,493,132	\$ 530,740,354	\$ 292,540,710	\$ -238,199,644

Education General Fund

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
Regents, Board of				
Regents, Board of				
BOR Universities	\$ 0	\$ 0	\$ 645,411,365	\$ 645,411,365
BOR Higher Ed. Legislative Special Purpose	0	0	119,704,877	119,704,877
BOR Special Schools	0	0	16,502,056	16,502,056
Regent Board Office	1,263,437	1,359,937	0	-1,359,937
Tuition Replacement (Bond Debt Service)	13,975,431	0	0	0
Southwest Iowa Resource Center	108,698	111,693	0	-111,693
Tri State Graduate Center	80,467	83,769	0	-83,769
Quad Cities Graduate Center	160,806	165,714	0	-165,714
Midwestern Higher Ed Consortium	90,000	90,000	0	-90,000
University of Iowa - General	258,011,947	276,518,045	0	-276,518,045
Center for Disabilities and Development	6,726,227	7,017,146	0	-7,017,146
University of Iowa - Oakdale Campus	2,726,485	2,792,052	0	-2,792,052
University of Iowa - Hygienic Laboratory	4,182,151	4,516,091	0	-4,516,091
Family Practice Program	2,179,043	2,283,465	0	-2,283,465
SCHS - Spec. Child Health	732,388	842,069	0	-842,069
State of Iowa Cancer Registry	184,578	190,326	0	-190,326
SUI - Substance Abuse Consortium	67,877	70,906	0	-70,906
Biocatalysis	902,687	924,139	0	-924,139
Primary Health Care	793,920	828,629	0	-828,629
Iowa Birth Defects Registry	46,685	48,891	0	-48,891
SUI - Iowa Nonprofit Resource Center	200,000	207,548	0	-207,548
SUI Ag Health & Safety	130,000	130,000	0	-130,000
Iowa State: Gen. University	205,145,406	217,695,081	0	-217,695,081
ISU - Ag Experiment Station	34,493,006	35,896,514	0	-35,896,514
ISU - Cooperative Extension	21,900,084	22,903,693	0	-22,903,693
ISU - Leopold Center	490,572	507,469	0	-507,469
Livestock Disease Research	220,708	220,708	0	-220,708
ISU - George Washington Carver	250,000	250,000	0	-250,000
University of Northern Iowa - General	92,495,485	98,286,381	0	-98,286,381
Recycling and Reuse Center	219,279	223,787	0	-223,787
UNI - Real Estate Education Program	0	160,000	0	-160,000
Iowa School for the Deaf	9,689,607	10,126,391	0	-10,126,391
Iowa Braille and Sight Saving	5,456,107	5,725,951	0	-5,725,951
Tuition and Transportation	15,020	15,020	0	-15,020
Science, Technology, Engineering and Math.	0	4,000,000	0	-4,000,000
BOR - Iowa Public Radio	0	500,000	525,000	25,000
Total Regents, Board of	\$ 662,938,101	\$ 694,691,415	\$ 782,143,298	\$ 87,451,883
Total Education	\$ 1,175,436,989	\$ 1,297,809,339	\$ 1,147,061,578	\$ -150,747,761

Health and Human Services General Fund

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Elder Affairs, Dept. of</u>				
Elder Affairs, Dept. of Aging Programs	\$ 4,866,698	\$ 5,467,921	\$ 5,467,921	\$ 0
Total Elder Affairs, Dept. of	\$ 4,866,698	\$ 5,467,921	\$ 5,467,921	\$ 0
<u>Public Health, Dept. of</u>				
Public Health, Dept. of				
Addictive Disorders	\$ 2,002,149	\$ 3,082,149	\$ 24,860,414	\$ 21,778,265
Healthy Children and Families	2,536,913	2,678,980	2,488,321	-190,659
Chronic Conditions	1,842,840	2,249,026	2,988,374	739,348
Community Capacity	1,760,532	1,785,093	5,200,420	3,415,327
Elderly Wellness	9,233,985	9,233,985	9,233,985	0
Environmental Hazards	747,960	748,024	1,113,182	365,158
Infectious Diseases	1,658,286	1,868,286	1,868,286	0
Public Protection	2,845,658	3,228,677	4,015,997	787,320
Resource Management	1,205,933	1,237,589	1,237,589	0
211 Call Centers	200,000	0	0	0
Prevention and Chronic Care Management	0	195,018	0	-195,018
Medical Home System	0	169,330	0	-169,330
Healthy Communities Initiative	0	906,539	0	-906,539
Gov. Council on Physical Fitness and Nutrition	0	112,100	0	-112,100
Iowa Health Information Technology System	0	194,919	0	-194,919
Health Care Access	0	178,228	0	-178,228
Total Public Health, Dept. of	\$ 24,034,256	\$ 27,867,943	\$ 53,006,568	\$ 25,138,625
<u>Human Services, Dept. of</u>				
General Administration				
General Administration	\$ 16,782,706	\$ 17,470,334	\$ 17,827,142	\$ 356,808
Field Operations				
Child Support Recoveries	\$ 10,469,844	\$ 15,632,714	\$ 15,632,714	\$ 0
Field Operations	66,555,087	71,782,744	76,349,846	4,567,102
Total Field Operations	\$ 77,024,931	\$ 87,415,458	\$ 91,982,560	\$ 4,567,102
Toledo Juvenile Home				
Toledo Juvenile Home	\$ 7,604,484	\$ 7,867,940	\$ 8,052,565	\$ 184,625
Eldora Training School				
Eldora Training School	\$ 11,923,327	\$ 12,484,549	\$ 12,636,911	\$ 152,362
Cherokee CCUSO				
Civil Commit. Unit for Sex Offenders	\$ 6,523,524	\$ 6,948,904	\$ 7,788,085	\$ 839,181

Health and Human Services General Fund

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
Cherokee				
Cherokee MHI	\$ 5,727,743	\$ 6,331,818	\$ 6,566,731	\$ 234,913
Clarinda				
Clarinda MHI	\$ 6,938,073	\$ 7,564,925	\$ 7,643,388	\$ 78,463
Independence				
Independence MHI	\$ 10,489,724	\$ 11,084,903	\$ 11,266,109	\$ 181,206
Mt Pleasant				
Mt Pleasant MHI	\$ 1,962,099	\$ 2,097,207	\$ 2,157,560	\$ 60,353
Glenwood				
Glenwood Resource Center	\$ 19,002,377	\$ 19,604,004	\$ 18,399,020	\$ -1,204,984
Woodward				
Woodward Resource Center	\$ 13,038,833	\$ 13,032,788	\$ 12,394,395	\$ -638,393
Assistance				
Family Investment Program/JOBS	\$ 42,675,127	\$ 42,701,422	\$ 36,010,696	\$ -6,690,726
Medical Assistance	631,593,774	655,129,269	729,751,864	74,622,595
Health Insurance Premium Payment	673,598	591,752	591,752	0
Medical Contracts	13,790,558	14,165,550	16,344,701	2,179,151
State Children's Health Ins. (hawk-i)	14,871,052	13,868,885	19,434,295	5,565,410
State Supplementary Assistance	17,210,335	18,611,385	18,793,766	182,381
Child Care Assistance	37,875,701	41,345,381	45,848,033	4,502,652
Child and Family Services	88,520,320	90,326,628	98,013,005	7,686,377
Adoption Subsidy	31,972,681	34,168,872	37,167,991	2,999,119
Family Support Subsidy	1,936,434	1,936,434	1,936,434	0
Connors Training	42,623	42,623	42,623	0
MI/MR/DD State Cases	11,067,178	13,067,178	13,067,178	0
MH/DD Community Services	18,017,890	18,017,890	18,017,890	0
MH/DD Growth Factor	36,888,041	54,081,310	63,503,720	9,422,410
Volunteers	109,568	109,568	109,568	0
County Suppl. MH/DD Growth	12,000,000	0	0	0
Medical Assistance, Hawk-i, Hawk-i Expansion	0	4,800,000	14,800,000	10,000,000
Family Planning	0	750,000	750,000	0
Pregnancy Counseling	0	200,000	200,000	0
State Mental Health Systems	0	0	4,450,000	4,450,000
Total Assistance	<u>\$ 959,244,880</u>	<u>\$ 1,003,914,147</u>	<u>\$ 1,118,833,516</u>	<u>\$ 114,919,369</u>
Total Human Services, Dept. of	<u>\$ 1,136,262,701</u>	<u>\$ 1,195,816,977</u>	<u>\$ 1,315,547,982</u>	<u>\$ 119,731,005</u>

Health and Human Services

General Fund

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Veterans Affairs, Dept. of</u>				
Veterans Affairs, Department of				
General Administration	\$ 0	\$ 1,243,744	\$ 1,243,744	\$ 0
War Orphans Educational Assistance	0	27,000	27,000	0
Veterans County Grants	0	600,000	600,000	0
Total Veterans Affairs, Department of	\$ 0	\$ 1,870,744	\$ 1,870,744	\$ 0
Veterans Affairs, Dept. of				
General Administration	\$ 863,457	\$ 0	\$ 0	\$ 0
Iowa Veterans Home	16,728,256	14,948,297	14,948,297	0
Veterans Trust Fund	500,000	0	0	0
Veterans County Grants	750,000	0	0	0
War Orphans Educational Assistance	27,000	0	0	0
Total Veterans Affairs, Dept. of	\$ 18,868,713	\$ 14,948,297	\$ 14,948,297	\$ 0
Total Veterans Affairs, Dept. of	\$ 18,868,713	\$ 16,819,041	\$ 16,819,041	\$ 0
Total Health and Human Services	\$ 1,184,032,368	\$ 1,245,971,882	\$ 1,390,841,512	\$ 144,869,630

Justice System General Fund

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Justice, Department of</u>				
Justice, Dept. of				
General Office A.G.	\$ 9,485,145	\$ 9,700,589	\$ 9,700,589	\$ 0
Victim Assistance Grants	150,000	150,000	4,200,000	4,050,000
Legal Services Poverty Grants	2,000,000	2,000,000	2,000,000	0
Farm Mediation Services	300,000	300,000	300,000	0
Children in Dissolution Proceedings Pilot	50,000	0	0	0
Total Justice, Dept. of	\$ 11,985,145	\$ 12,150,589	\$ 16,200,589	\$ 4,050,000
Consumer Advocate				
Consumer Advocate	\$ 3,374,466	\$ 3,138,888	\$ 3,138,888	\$ 0
Total Justice, Department of	\$ 15,359,611	\$ 15,289,477	\$ 19,339,477	\$ 4,050,000
<u>Civil Rights Commission</u>				
Civil Rights Commission				
Civil Rights Commission	\$ 1,504,036	\$ 1,601,519	\$ 1,601,519	\$ 0
Total Civil Rights Commission	\$ 1,504,036	\$ 1,601,519	\$ 1,601,519	\$ 0
<u>Corrections, Dept. of</u>				
CBC District 1				
CBC District I	\$ 12,706,033	\$ 13,573,774	\$ 13,573,774	\$ 0
CBC District 2				
CBC District II	\$ 10,080,108	\$ 11,280,937	\$ 11,280,937	\$ 0
CBC District 3				
CBC District III	\$ 5,903,401	\$ 6,230,191	\$ 6,230,191	\$ 0
CBC District 4				
CBC District IV	\$ 5,419,406	\$ 5,719,179	\$ 5,719,179	\$ 0
CBC District 5				
CBC District V	\$ 18,401,003	\$ 19,628,052	\$ 19,628,052	\$ 0
CBC District 6				
CBC District VI	\$ 12,675,246	\$ 14,566,407	\$ 14,566,407	\$ 0
CBC District 7				
CBC District VII	\$ 7,020,794	\$ 7,414,374	\$ 7,414,374	\$ 0
CBC District 8				
CBC District VIII	\$ 6,998,544	\$ 7,255,300	\$ 7,255,300	\$ 0

Justice System General Fund

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
Central Office				
County Confinement	\$ 1,199,954	\$ 967,983	\$ 967,983	\$ 0
Federal Prisoners/ Contractual	241,293	241,293	241,293	0
Corrections Administration	5,050,732	5,151,625	5,151,625	0
Corrections Education	1,570,358	1,570,358	1,570,358	0
Iowa Corrections Offender Network	427,700	427,700	427,700	0
Mental Health/Substance Abuse	25,000	25,000	25,000	0
Hepatitis Treatment and Education	188,000	188,000	188,000	0
Transitional Housing - Comm. Based	30,000	0	0	0
Total Central Office	<u>\$ 8,733,037</u>	<u>\$ 8,571,959</u>	<u>\$ 8,571,959</u>	<u>\$ 0</u>
Fort Madison				
Ft. Madison Institution	\$ 44,512,509	\$ 45,657,539	\$ 45,657,539	\$ 0
Anamosa				
Anamosa Institution	\$ 30,656,614	\$ 32,196,590	\$ 32,308,471	\$ 111,881
Oakdale				
Oakdale Institution	\$ 56,204,468	\$ 60,437,214	\$ 60,325,333	\$ -111,881
Newton				
Newton Institution	\$ 27,841,158	\$ 28,956,002	\$ 28,956,002	\$ 0
Mt Pleasant				
Mt. Pleasant Inst.	\$ 26,331,092	\$ 27,993,990	\$ 27,993,990	\$ 0
Rockwell City				
Rockwell City Institution	\$ 9,108,454	\$ 9,660,604	\$ 9,660,604	\$ 0
Clarinda				
Clarinda Institution	\$ 25,078,365	\$ 26,051,077	\$ 26,129,276	\$ 78,199
Mitchellville				
Mitchellville Institution	\$ 15,878,663	\$ 16,457,784	\$ 16,457,784	\$ 0
Fort Dodge				
Ft. Dodge Institution	\$ 29,773,151	\$ 30,936,808	\$ 30,858,609	\$ -78,199
Total Corrections, Dept. of	<u>\$ 353,322,046</u>	<u>\$ 372,587,781</u>	<u>\$ 372,587,781</u>	<u>\$ 0</u>

Justice System General Fund

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Inspections & Appeals, Dept. of</u>				
Public Defender				
Public Defender	\$ 21,749,296	\$ 22,247,829	\$ 22,247,829	\$ 0
Indigent Defense Appropriation	<u>31,282,538</u>	<u>31,282,538</u>	<u>31,282,538</u>	<u>0</u>
Total Inspections & Appeals, Dept. of	\$ 53,031,834	\$ 53,530,367	\$ 53,530,367	\$ 0
<u>Judicial Branch</u>				
Judicial Branch				
Judicial Branch	\$ 144,945,322	\$ 152,392,674	\$ 163,527,936	\$ 11,135,262
Judicial Retirement	<u>3,450,963</u>	<u>3,450,963</u>	<u>0</u>	<u>-3,450,963</u>
Total Judicial Branch	\$ 148,396,285	\$ 155,843,637	\$ 163,527,936	\$ 7,684,299
<u>Law Enforcement Academy</u>				
Law Enforcement Academy				
Law Enforcement Academy	\$ 1,289,562	\$ 1,322,103	\$ 1,322,103	\$ 0
Total Law Enforcement Academy	\$ 1,289,562	\$ 1,322,103	\$ 1,322,103	\$ 0
<u>Parole, Board of</u>				
Parole Board				
Parole Board	\$ 1,256,273	\$ 1,298,078	\$ 1,298,078	\$ 0
Total Parole, Board of	\$ 1,256,273	\$ 1,298,078	\$ 1,298,078	\$ 0
<u>Public Defense, Dept. of</u>				
Public Defense, Dept. of				
Public Defense, Department of	\$ 6,311,985	\$ 6,593,661	\$ 6,593,661	\$ 0
Civil Air Patrol	<u>120,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Public Defense, Dept. of	\$ 6,431,985	\$ 6,593,661	\$ 6,593,661	\$ 0
Emergency Management Division				
Homeland Security & Emer. Mgmt.	\$ 2,271,581	\$ 2,293,314	\$ 2,293,314	\$ 0
Total Public Defense, Dept. of	\$ 8,703,566	\$ 8,886,975	\$ 8,886,975	\$ 0

Justice System General Fund

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Public Safety, Department of</u>				
Public Safety, Dept. of				
Public Safety Administration	\$ 4,180,033	\$ 4,562,308	\$ 4,562,308	\$ 0
Public Safety DCI	21,729,482	21,948,491	21,948,491	0
DCI - Crime Lab Equipment/Training	342,000	342,000	342,000	0
Narcotics Enforcement	6,315,289	6,635,138	6,635,138	0
Public Safety Undercover Funds	123,343	123,343	123,343	0
DPS Fire Marshal	3,328,952	4,144,334	4,144,334	0
Fire Service	836,508	0	0	0
Iowa State Patrol	50,210,762	52,019,176	52,019,176	0
DPS/SPOC Sick Leave Payout	316,179	316,179	316,179	0
Fire Fighter Training	699,587	699,587	699,587	0
Total Public Safety, Department of	\$ 88,082,135	\$ 90,790,556	\$ 90,790,556	\$ 0
Total Justice System	\$ 670,945,348	\$ 701,150,493	\$ 712,884,792	\$ 11,734,299

Unassigned Standings

General Fund

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Administrative Services, Dept. of</u>				
State Accounting Trust Accounts				
Federal Cash Management Standing	\$ 308,061	\$ 436,250	\$ 436,250	\$ 0
Unemployment Compensation-State Standing	487,808	538,750	538,750	0
Municipal Fire & Police Retirement	<u>2,745,784</u>	<u>2,745,784</u>	<u>2,745,784</u>	<u>0</u>
Total Administrative Services, Dept. of	\$ 3,541,653	\$ 3,720,784	\$ 3,720,784	\$ 0
<u>Corrections, Dept. of</u>				
Central Office				
State Cases Court Costs	\$ 0	\$ 66,370	\$ 66,370	\$ 0
Total Corrections, Dept. of	\$ 0	\$ 66,370	\$ 66,370	\$ 0
<u>Cultural Affairs, Dept. of</u>				
Cultural Affairs, Dept. of				
County Endowment DCA Grants-AGR	\$ 520,000	\$ 520,000	\$ 520,000	\$ 0
Total Cultural Affairs, Dept. of	\$ 520,000	\$ 520,000	\$ 520,000	\$ 0
<u>Economic Development, Dept. of</u>				
Economic Development, Dept. of				
Community Attraction & Tourism	\$ 7,000,000	\$ 0	\$ 0	\$ 0
Grow Iowa Values Fund	50,000,000	0	0	0
Tourism Marketing - AGR	<u>1,124,084</u>	<u>1,100,000</u>	<u>1,100,000</u>	<u>0</u>
Total Economic Development, Dept. of	\$ 58,124,084	\$ 1,100,000	\$ 1,100,000	\$ 0
<u>Education, Dept. of</u>				
Education, Dept. of				
State Foundation School Aid	\$ 2,141,970,395	\$ 2,224,429,458	\$ 2,646,551,618	\$ 422,122,160
Child Development	12,606,196	12,606,196	12,606,196	0
Early Intervention Block Grant	29,250,000	29,250,000	0	-29,250,000
Instructional Support	14,428,264	14,428,271	14,428,271	0
Teacher Excellence Program	55,469,053	55,469,053	14,264,093	-41,204,960
Transportation of Nonpublic Pupils	<u>8,604,714</u>	<u>8,604,714</u>	<u>8,604,714</u>	<u>0</u>
Total Education, Dept. of	\$ 2,262,328,622	\$ 2,344,787,692	\$ 2,696,454,892	\$ 351,667,200
<u>Energy Independence</u>				
Office of Energy Independence				
Iowa Power Fund	\$ 0	\$ 25,000,000	\$ 25,000,000	\$ 0
Total Energy Independence	\$ 0	\$ 25,000,000	\$ 25,000,000	\$ 0

Unassigned Standings

General Fund

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Executive Council</u>				
Executive Council				
Performance of Duty	\$ 10,211,958	\$ 22,618,031	\$ 2,079,500	\$ -20,538,531
Court Costs	33,501	73,125	73,125	0
Drainage Assessment	74,428	24,375	24,375	0
Public Improvements	0	48,750	48,750	0
Total Executive Council	\$ 10,319,887	\$ 22,764,281	\$ 2,225,750	\$ -20,538,531
<u>Legislative Branch</u>				
Legislative Services Agency				
Legislative Branch	\$ 33,837,880	\$ 37,125,945	\$ 38,027,216	\$ 901,271
Total Legislative Branch	\$ 33,837,880	\$ 37,125,945	\$ 38,027,216	\$ 901,271
<u>Governor</u>				
Governor's Office				
Interstate Extradition	\$ 0	\$ 3,710	\$ 3,710	\$ 0
Total Governor	\$ 0	\$ 3,710	\$ 3,710	\$ 0
<u>Public Health, Dept. of</u>				
Public Health, Dept. of				
Reg. for Congenital & Inherited Disorders	\$ 232,575	\$ 200,000	\$ 200,000	\$ 0
Total Public Health, Dept. of	\$ 232,575	\$ 200,000	\$ 200,000	\$ 0
<u>Human Services, Dept. of</u>				
General Administration				
Commission of Inquiry	\$ 1,706	\$ 1,706	\$ 1,706	\$ 0
Non Resident Transfers	82	82	82	0
Non Resident Commitment Mental Illness	174,704	174,704	174,704	0
Total General Administration	\$ 176,492	\$ 176,492	\$ 176,492	\$ 0
Assistance				
MH Property Tax Relief	\$ 95,000,000	\$ 95,000,000	\$ 95,000,000	\$ 0
Child Abuse Prevention	232,575	240,000	240,000	0
Total Assistance	\$ 95,232,575	\$ 95,240,000	\$ 95,240,000	\$ 0
Total Human Services, Dept. of	\$ 95,409,067	\$ 95,416,492	\$ 95,416,492	\$ 0

Unassigned Standings

General Fund

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Management, Dept. of</u>				
Management, Dept. of				
Special Olympics Fund	\$ 50,000	\$ 50,000	\$ 50,000	\$ 0
Indian Settlement Officer	25,000	25,000	25,000	0
Appeal Board Claims	25,193,730	4,387,500	4,387,500	0
Salary Adjustment Fund	13,937,263	0	0	0
Technology Reinvestment Fund	17,500,000	0	0	0
Property Tax Credit Fund	28,000,000	44,400,000	44,400,000	0
Total Management, Dept. of	\$ 84,705,993	\$ 48,862,500	\$ 48,862,500	\$ 0
<u>Public Defense, Dept. of</u>				
Public Defense, Dept. of				
Compensation and Expense	\$ 8,299,521	\$ 421,639	\$ 421,639	\$ 0
Total Public Defense, Dept. of	\$ 8,299,521	\$ 421,639	\$ 421,639	\$ 0
<u>Revenue, Dept. of</u>				
Revenue, Dept. of				
Printing Cigarette Stamps	\$ 103,530	\$ 152,500	\$ 152,500	\$ 0
Livestock Producers Credit	2,000,000	2,000,000	2,000,000	0
Refund Cigarette Stamps	0	0	0	0
Refund Income Corp & Franchise Sale	0	0	0	0
Tobacco Products Tax Refund	0	0	0	0
Inheritance Refund	0	0	0	0
Tobacco Reporting Requirements	25,000	25,000	25,000	0
Total Revenue, Dept. of	\$ 2,128,531	\$ 2,177,500	\$ 2,177,500	\$ 0
<u>Secretary of State</u>				
Secretary of State				
Constitutional Amendments	\$ 0	\$ 2,000	\$ 0	\$ -2,000
Total Secretary of State	\$ 0	\$ 2,000	\$ 0	\$ -2,000
<u>Treasurer of State</u>				
Treasurer of State				
Health Care Trust Fund Transfer	\$ 127,600,000	\$ 127,600,000	\$ 127,600,000	\$ 0
Total Treasurer of State	\$ 127,600,000	\$ 127,600,000	\$ 127,600,000	\$ 0
Total Unassigned Standings	\$ 2,687,047,813	\$ 2,709,768,913	\$ 3,041,796,853	\$ 332,027,940

Summary Data

Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
Administration and Regulation	\$ 20,426,603	\$ 21,135,800	\$ 21,230,300	\$ 94,500
Agriculture and Natural Resources	82,738,081	88,089,502	89,499,502	1,410,000
Economic Development	63,896,000	64,231,000	64,231,000	0
Education	2,458,250	2,658,250	2,658,250	0
Health and Human Services	544,676,731	551,122,941	527,337,407	-23,785,534
Justice System	6,502,474	8,652,137	0	-8,652,137
Transportation, Infrastructure, and Capitals	574,154,377	869,258,134	967,761,926	98,503,792
Unassigned Standings	<u>172,095,429</u>	<u>168,601,268</u>	<u>167,413,964</u>	<u>-1,187,304</u>
Grand Total	<u><u>\$ 1,466,947,945</u></u>	<u><u>\$ 1,773,749,032</u></u>	<u><u>\$ 1,840,132,349</u></u>	<u><u>\$ 66,383,317</u></u>

Administration and Regulation

Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Commerce, Dept. of</u>				
Professional Licensing and Reg.				
Field Auditors-Housing Improve. Fund	\$ 0	\$ 62,317	\$ 0	\$ -62,317
Real Estate Trust Account Audit	62,317	0	0	0
Total Commerce, Dept. of	\$ 62,317	\$ 62,317	\$ 0	\$ -62,317
<u>Human Rights, Dept. of</u>				
Human Rights, Department of				
Division of Community Action Agencies	\$ 0	\$ 150,000	\$ 150,000	\$ 0
Total Human Rights, Dept. of	\$ 0	\$ 150,000	\$ 150,000	\$ 0
<u>Inspections & Appeals, Dept. of</u>				
Inspections and Appeals, Dept. of				
DIA-Use Tax	\$ 0	\$ 1,623,897	\$ 0	\$ -1,623,897
DIA-Use Tax/RUTF	1,623,897	0	1,623,897	1,623,897
Total Inspections & Appeals, Dept. of	\$ 1,623,897	\$ 1,623,897	\$ 1,623,897	\$ 0
<u>Management, Dept. of</u>				
Management, Dept. of				
RUTF DOM Operations	\$ 56,000	\$ 56,000	\$ 56,000	\$ 0
Total Management, Dept. of	\$ 56,000	\$ 56,000	\$ 56,000	\$ 0
<u>IPERS Administration</u>				
IPERS Administration				
IPERS Administration	\$ 17,285,466	\$ 17,844,663	\$ 18,001,480	\$ 156,817
Total IPERS Administration	\$ 17,285,466	\$ 17,844,663	\$ 18,001,480	\$ 156,817
<u>Revenue, Dept. of</u>				
Revenue, Dept. of				
Motor Fuel Tax Admin.-MVFT	\$ 1,305,775	\$ 1,305,775	\$ 1,305,775	\$ 0
Total Revenue, Dept. of	\$ 1,305,775	\$ 1,305,775	\$ 1,305,775	\$ 0
<u>Treasurer of State</u>				
Treasurer of State				
I-3 Expenses - RUTF	\$ 93,148	\$ 93,148	\$ 93,148	\$ 0
Total Treasurer of State	\$ 93,148	\$ 93,148	\$ 93,148	\$ 0
Total Administration and Regulation	\$ 20,426,603	\$ 21,135,800	\$ 21,230,300	\$ 94,500

Agriculture and Natural Resources

Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Agriculture and Land Stewardship</u>				
Agriculture and Land Stewardship				
Native Horse and Dog Program	\$ 305,516	\$ 305,516	\$ 305,516	\$ 0
Motor Fuel Inspection-RFIF	300,000	300,000	300,000	0
Open Feedlots-Ag Remediation	50,000	50,000	50,000	0
Conservation Reserve Enhance-EFF	1,500,000	1,500,000	2,000,000	500,000
Watershed Protection Fund-EFF	2,550,000	2,550,000	2,550,000	0
Farm Management Demo.-EFF	850,000	850,000	1,700,000	850,000
Agricultural Drainage Wells-EFF	1,480,000	1,500,000	1,500,000	0
Cost Share-EFF	7,000,000	7,000,000	7,000,000	0
Conservation Reserve Prog.-EFF	1,500,000	1,500,000	3,000,000	1,500,000
So. Iowa Conservation & Dev.-EFF	300,000	300,000	300,000	0
Flood Prevention Study-EFF	150,000	0	0	0
Farm to School Program-EFF	80,000	0	0	0
State Apiarist Program-EFF	40,000	0	0	0
Soil & Water Conservation Needs Assessment	0	15,000	0	-15,000
Total Agriculture and Land Stewardship	\$ 16,105,516	\$ 15,870,516	\$ 18,705,516	\$ 2,835,000
Loess Hills Dev. and Conservation				
Loess Hills-EFF	\$ 580,000	\$ 600,000	\$ 600,000	\$ 0
Total Agriculture and Land Stewardship	\$ 16,685,516	\$ 16,470,516	\$ 19,305,516	\$ 2,835,000
<u>Natural Resources, Dept. of</u>				
Natural Resources				
Snowmobile Fund Transfer	\$ 0	\$ 950,000	\$ 0	\$ -950,000
ATV Fund Transfer	0	775,000	0	-775,000
Fish & Game-DNR Admin Expenses	37,626,733	38,793,154	39,093,154	300,000
NPDES Permit Application Processing	700,000	700,000	700,000	0
Snowmobile Registration Fees	100,000	100,000	100,000	0
UST Administration Match	200,000	200,000	200,000	0
GWF-Storage Tanks Study-DNR	100,303	100,303	100,303	0
GWF-Household Hazardous Waste-DNR	447,324	447,324	447,324	0
GWF-Well Testing Admin 2%-DNR	62,461	62,461	62,461	0
GWF-Groundwater Monitoring-DNR	1,686,751	1,686,751	1,686,751	0
GWF-Landfill Alternatives-DNR	618,993	618,993	618,993	0
GWF-Waste Reduction and Assistance	192,500	192,500	192,500	0
GWF-Solid Waste Authorization	50,000	50,000	50,000	0
GWF-Geographic Information System	297,500	297,500	297,500	0
Total Natural Resources, Dept. of	\$ 42,082,565	\$ 44,973,986	\$ 43,548,986	\$ -1,425,000

Agriculture and Natural Resources

Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Natural Resources Capital</u>				
Natural Resources Capital				
REAP-EFF	\$ 15,500,000	\$ 18,000,000	\$ 18,000,000	\$ 0
Volunteers and Keepers of Land-EFF	100,000	100,000	100,000	0
Park Operations & Maintenance-EFF	2,470,000	2,470,000	2,470,000	0
GIS Information for Watershed-EFF	195,000	195,000	195,000	0
Water Quality Monitoring-EFF	2,955,000	2,955,000	2,955,000	0
Water Quality Protection-EFF	500,000	500,000	500,000	0
Air Quality Monitoring- Livestock-EFF	235,000	0	0	0
Air Quality Monitoring-EFF	325,000	325,000	325,000	0
Database Development-EFF	50,000	0	0	0
Water Quantity-EFF	480,000	495,000	495,000	0
Resource Conservation and Dev.-EFF	300,000	250,000	150,000	-100,000
Global Climate Change-EFF	0	50,000	150,000	100,000
Animal Feeding Operations-EFF	360,000	360,000	360,000	0
Ambient Air Quality-FES	0	195,000	195,000	0
Deer Depredation Program-FES	0	0	250,000	250,000
Water Trails & Low Head Dam	0	250,000	0	-250,000
Total Natural Resources Capital	\$ 23,470,000	\$ 26,145,000	\$ 26,145,000	\$ 0
<u>Economic Development, Dept. of</u>				
Economic Development, Dept. of				
Brownfields Redevelopment-EFF	\$ 500,000	\$ 500,000	\$ 500,000	\$ 0
Total Economic Development, Dept. of	\$ 500,000	\$ 500,000	\$ 500,000	\$ 0
Total Agriculture and Natural Resources	\$ 82,738,081	\$ 88,089,502	\$ 89,499,502	\$ 1,410,000

Economic Development Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Economic Development, Dept. of</u>				
Economic Development, Dept. of				
River Enhan. Comm. Attract. & Tourism-FES	\$ 0	\$ 2,000,000	\$ 2,000,000	\$ 0
Comm. Microenterprise Dev. Grants-FES	0	475,000	475,000	0
Sustainable Community Development-GIVF	0	500,000	500,000	0
Councils of Government (COGs - GIVF Int)	0	160,000	160,000	0
Workforce Development Fund	4,000,000	4,000,000	4,000,000	0
Renewable Fuels Infrastructure-GIVF	2,000,000	2,000,000	2,000,000	0
Renewable Fuels Infrastructure-UST	3,500,000	0	0	0
DED Programs-GIVF	30,000,000	30,000,000	30,000,000	0
Regents Institutions-GIVF	5,000,000	5,000,000	5,000,000	0
State Parks-GIVF	1,000,000	1,000,000	1,000,000	0
Cultural Trust Fund-GIVF	1,000,000	1,000,000	1,000,000	0
Workforce and Econ. Dev.-GIVF	7,000,000	7,000,000	7,000,000	0
Regional Financial Assistance-GIVF	1,000,000	1,000,000	1,000,000	0
Iowa Comm Volunteer Ser.-HITT	125,000	125,000	125,000	0
Innovation & Commercialization-GIVF	3,000,000	3,000,000	3,000,000	0
Total Economic Development, Dept. of	\$ 57,625,000	\$ 57,260,000	\$ 57,260,000	\$ 0
<u>Iowa Workforce Development</u>				
Iowa Workforce Development				
Workers' Comp. Div.-Sp. Cont. Fund	\$ 471,000	\$ 471,000	\$ 471,000	\$ 0
IWD Field Offices (UI Reserve Interest)	5,800,000	6,500,000	6,500,000	0
Total Iowa Workforce Development	\$ 6,271,000	\$ 6,971,000	\$ 6,971,000	\$ 0
Total Economic Development	\$ 63,896,000	\$ 64,231,000	\$ 64,231,000	\$ 0

Education Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Education, Dept. of</u>				
Education, Dept. of				
Before/After School Grants-HITT	\$ 305,000	\$ 505,000	\$ 505,000	\$ 0
Community Empowerment-HITT	<u>2,153,250</u>	<u>2,153,250</u>	<u>2,153,250</u>	<u>0</u>
Total Education, Dept. of	<u>\$ 2,458,250</u>	<u>\$ 2,658,250</u>	<u>\$ 2,658,250</u>	<u>\$ 0</u>
Total Education	<u><u>\$ 2,458,250</u></u>	<u><u>\$ 2,658,250</u></u>	<u><u>\$ 2,658,250</u></u>	<u><u>\$ 0</u></u>

Health and Human Services

Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Elder Affairs, Dept. of</u>				
Elder Affairs, Dept. of				
Elder Affairs Operations-SLTF	\$ 8,442,707	\$ 8,486,698	\$ 8,486,698	\$ 0
Total Elder Affairs, Dept. of	\$ 8,442,707	\$ 8,486,698	\$ 8,486,698	\$ 0
<u>Public Health, Dept. of</u>				
Public Health, Dept. of				
Ad. Dis.-Substance Abuse Treatment-GTF	\$ 2,215,000	\$ 2,215,000	\$ 2,215,000	\$ 0
Ad. Dis.-Gambling Treatment Prog.-GTF	5,255,285	5,068,101	4,310,000	-758,101
Ad. Dis.-Tobacco Use Prev.-HITT	5,928,465	6,928,265	0	-6,928,265
Ad. Dis.-Sub. Abuse Treatment-HITT	13,800,000	13,800,000	0	-13,800,000
Ad. Dis.-Sub. Abuse Prev. for Kids-HITT	1,050,000	1,050,000	0	-1,050,000
Chr. Con.-PKU Assistance-HITT	100,000	100,000	0	-100,000
Chr. Con.-Iowa Stillbirth Eval.-HITT	0	26,000	0	-26,000
Chr. Con.-AIDS Drug Assist. Prog.-HITT	275,000	275,000	0	-275,000
Pub. Pro.-External Defibrillator Grant-HITT	40,000	0	0	0
Healthy Iowans 2010-HITT	2,509,960	2,509,960	0	-2,509,960
Epilepsy Education-HITT	100,000	100,000	0	-100,000
Addictive Disorders-HCTF	6,993,754	3,195,164	3,195,164	0
Healthy Children and Families-HCTF	687,500	667,700	618,500	-49,200
Chronic Conditions-HCTF	1,188,981	1,164,181	1,163,981	-200
Community Capacity-HCTF	2,790,000	2,790,000	2,490,000	-300,000
Total Public Health, Dept. of	\$ 42,933,945	\$ 39,889,371	\$ 13,992,645	\$ -25,896,726
<u>Human Services, Dept. of</u>				
General Administration				
FIP-TANF	\$ 28,101,513	\$ 26,101,513	\$ 25,656,513	\$ -445,000
Promise Jobs-TANF	14,993,040	13,334,528	13,334,528	0
FaDDS-TANF	2,998,675	2,998,675	2,998,675	0
Field Operations-TANF	17,707,495	18,507,495	18,507,495	0
General Administration-TANF	3,744,000	3,744,000	3,744,000	0
Local Admin. Cost-TANF	2,189,830	2,189,830	2,189,830	0
State Day Care-TANF	18,986,177	18,986,177	18,986,177	0
MH/DD Comm. Services-TANF	4,894,052	4,894,052	4,894,052	0
Child & Family Services-TANF	32,084,430	32,084,430	32,084,430	0
Child Abuse Prevention-TANF	250,000	250,000	250,000	0
Training & Technology-TANF	1,037,186	1,037,186	1,037,186	0
HOPES - Transfer to DPH-TANF	200,000	200,000	200,000	0

Health and Human Services

Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
Human Services, Dept. of, cont.				
0-5 Children-TANF	7,350,000	7,350,000	7,350,000	0
Child Support Recovery-TANF	200,000	200,000	200,000	0
Child Care Direct Assistance-TANF	6,900,000	8,900,000	9,345,000	445,000
Total General Administration	\$ 141,636,398	\$ 140,777,886	\$ 140,777,886	\$ 0
Assistance				
Pregnancy Prevention-TANF	\$ 1,930,067	\$ 1,930,067	\$ 1,930,067	\$ 0
Medical Supplemental-SLTF	65,000,000	111,753,195	111,753,195	0
Medical Contracts-Pharm. Settlement	1,349,833	1,323,833	1,323,833	0
Broadlawns Hospital-ICA	40,000,000	40,000,000	40,000,000	0
State Hospital-Cherokee-ICA	9,098,425	3,164,766	0	-3,164,766
State Hospital-Clarinda-ICA	1,977,305	687,779	0	-687,779
State Hospital-Independence-ICA	9,045,894	3,146,494	0	-3,146,494
State Hospital-Mt Pleasant-ICA	5,752,587	2,000,961	0	-2,000,961
Medical Examinations-HCTA	556,800	556,800	556,800	0
Medical Information Hotline-HCTA	150,000	150,000	100,000	-50,000
Health Partnership Activities-HCTA	550,000	900,000	600,000	-300,000
Audits, Perf. Eval., Studies-HCTA	400,000	400,000	125,000	-275,000
IowaCare Admin. Costs-HCTA	930,352	1,132,412	1,132,412	0
Dental Home for Children-HCTA	1,186,475	1,000,000	1,000,000	0
Mental Health Trans. Pilot-HCTA	250,000	250,000	0	-250,000
MH/DD Workforce Development	0	500,000	500,000	0
Children's Health Insurance-HCTF	8,329,570	0	0	0
Medical Assistance-HCTF	99,518,096	114,943,296	114,943,296	0
MH/MR/DD Growth-HCTF	7,592,099	7,592,099	7,592,099	0
General Administration-HITT	274,000	274,000	0	-274,000
POS Provider Increase-HITT	146,750	146,750	0	-146,750
Other Service Providers Inc.-HITT	182,381	182,381	0	-182,381
Medical Assistance Combined-HITT	35,327,368	0	0	0
Child and Family Services-HITT	3,761,677	3,786,677	0	-3,786,677
Broadlawns Admin-HCTA	230,000	230,000	230,000	0
Medical Assistance-HCTA	2,500,000	0	0	0
MH PTRF Medical Asst.	0	624,000	0	-624,000
Total Assistance	\$ 296,039,679	\$ 296,675,510	\$ 281,786,702	\$ -14,888,808
Total Human Services, Dept. of	\$ 437,676,077	\$ 437,453,396	\$ 422,564,588	\$ -14,888,808

Health and Human Services

Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Veterans Affairs, Dept. of</u>				
Veterans Affairs, Dept. of				
Vets Home Ownership Prog.-VTF	\$ 271,904	\$ 0	\$ 0	\$ 0
Vietnam Veterans Bonus-VTF	500,000	0	0	0
Total Veterans Affairs, Dept. of	\$ 771,904	\$ 0	\$ 0	\$ 0
<u>Regents, Board of</u>				
Regents, Board of				
BOR UIHC - IowaCares Expansion Population	\$ 25,684,211	\$ 35,969,365	\$ 52,969,365	\$ 17,000,000
BOR UIHC - IowaCares	27,284,584	27,284,584	27,284,584	0
Total Regents, Board of	\$ 52,968,795	\$ 63,253,949	\$ 80,253,949	\$ 17,000,000
<u>Inspections & Appeals, Dept. of</u>				
Inspections and Appeals, Dept. of				
Assisted Living/Adult Day Care-SLTF	\$ 1,183,303	\$ 1,339,527	\$ 1,339,527	\$ 0
Total Inspections & Appeals, Dept. of	\$ 1,183,303	\$ 1,339,527	\$ 1,339,527	\$ 0
<u>Iowa Finance Authority</u>				
Iowa Finance Authority				
Rent Subsidy Program-SLTF	\$ 700,000	\$ 700,000	\$ 700,000	\$ 0
Total Iowa Finance Authority	\$ 700,000	\$ 700,000	\$ 700,000	\$ 0
Total Health and Human Services	\$ 544,676,731	\$ 551,122,941	\$ 527,337,407	\$ -23,785,534

Justice System Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Corrections, Dept. of</u>				
Central Office				
Transitional Housing-HITT	\$ 0	\$ 30,000	\$ 0	\$ -30,000
CBC District 1				
CBC District I - HITT	\$ 228,216	\$ 410,332	\$ 0	\$ -410,332
CBC District 2				
CBC District II - HITT	\$ 406,217	\$ 441,215	\$ 0	\$ -441,215
CBC District 3				
CBC District III - HITT	\$ 200,359	\$ 220,856	\$ 0	\$ -220,856
CBC District 4				
CBC District IV - HITT	\$ 291,731	\$ 310,547	\$ 0	\$ -310,547
CBC District 5				
CBC District V - HITT	\$ 355,693	\$ 419,582	\$ 0	\$ -419,582
CBC District 6				
CBC District VI - HITT	\$ 494,741	\$ 566,750	\$ 0	\$ -566,750
CBC District 7				
CBC District VII - HITT	\$ 232,232	\$ 256,608	\$ 0	\$ -256,608
CBC District 8				
CBC District VIII - HITT	\$ 300,000	\$ 324,299	\$ 0	\$ -324,299
Fort Madison				
Ft. Madison CCU - HITT	\$ 1,497,285	\$ 1,497,285	\$ 0	\$ -1,497,285
Total Corrections, Dept. of	\$ 4,006,474	\$ 4,477,474	\$ 0	\$ -4,477,474
<u>Judicial Branch</u>				
Judicial Branch				
Judicial Retirement-Court Tech. & Modern. Fund	\$ 0	\$ 1,674,663	\$ 0	\$ -1,674,663
Judicial Retirement-Jury Witness Fund	2,000,000	2,500,000	0	-2,500,000
Total Judicial Branch	\$ 2,000,000	\$ 4,174,663	\$ 0	\$ -4,174,663
<u>Public Defense, Dept. of</u>				
Emergency Management Division				
Surcharge to Answering Points-E911	\$ 496,000	\$ 0	\$ 0	\$ 0
Total Public Defense, Dept. of	\$ 496,000	\$ 0	\$ 0	\$ 0
Total Justice System	\$ 6,502,474	\$ 8,652,137	\$ 0	\$ -8,652,137

Transportation, Infrastructure, and Capitals

Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Administrative Services, Dept. of</u>				
Administrative Services				
I/3 Human Resources/Payroll-RIIF	\$ 0	\$ 0	\$ 23,194,827	\$ 23,194,827
DAS Distribution Account-RIIF	2,000,000	2,000,000	4,004,200	2,004,200
Capitol Shuttle-RIIF	0	170,000	170,000	0
I/3 Human Resources Module RFP-RIIF	0	200,000	0	-200,000
Enterprise Resource Planning-I/3-RIIF	1,500,000	0	0	0
Total Administrative Services, Dept. of	\$ 3,500,000	\$ 2,370,000	\$ 27,369,027	\$ 24,999,027
<u>Administrative Services - Capitals</u>				
Administrative Services - Capitals				
DGS-Routine Maintenance-RIIF	\$ 5,000,000	\$ 3,000,000	\$ 20,000,000	\$ 17,000,000
Cap. Complex Master Plan-RIIF	0	250,000	0	-250,000
Property Acquisition-RIIF	1,000,000	1,000,000	1,000,000	0
Install Pre-Heat Piping-RC2	0	300,000	0	-300,000
Cap. Complex Alternative Energy Sys.-RC2	0	200,000	0	-200,000
Terrace Hill Maintenance-RIIF	0	0	620,000	620,000
ITE Pooled Technology-TRF	3,810,375	3,980,255	8,083,410	4,103,155
New State Office Building-RC3	0	20,000,000	0	-20,000,000
New State Office Bldg-RIIF	0	0	12,657,100	12,657,100
Complex Utility Tunnel-RIIF	260,000	0	6,218,617	6,218,617
Capitol Interior/Exterior-RIIF	6,300,000	0	5,800,000	5,800,000
Cap Comp Elect Dist Upgrade-RIIF	3,460,960	0	4,000,000	4,000,000
Hoover Bldg HVAC Improve.-RIIF	1,320,000	0	0	0
Energy Plant & Additions-RIIF	998,000	0	425,000	425,000
Major Maintenance-VIF	40,000,000	0	0	0
DHS CCUSO Facility-RIIF	750,000	0	0	0
Leases/Assistance-RIIF	1,824,500	0	2,800,000	2,800,000
West Capitol Terrace-RIIF	1,600,000	0	1,250,000	1,250,000
Sidewalk & Parking Lot Repairs-RIIF	1,650,000	0	0	0
Vehicle Dispatch Fleet Relocation-RIIF	350,000	0	0	0
Cap Comp Alternative Energy-RIIF	0	0	250,000	250,000
Workforce Bldg Asbestos-RIIF	0	0	13,650,000	13,650,000
Workers' Monument-RIIF	200,000	0	0	0
Service Oriented Architecture-TRF	254,992	0	302,317	302,317
DHS Toledo-Education & Infirmary Bldg.-RIIF	3,100,000	0	0	0

Transportation, Infrastructure, and Capitals Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
Replace Court Ave Bridge-RIIF	0	0	900,000	900,000
Grimes Office Bldg Planning-RIIF	0	0	750,000	750,000
East Parking Lot Restoration-RIIF	0	0	340,000	340,000
Parking Structure Planning-RIIF	0	0	1,125,000	1,125,000
Capitol Complex Security System-RIIF	0	0	791,000	791,000
Disabled Veterans Memorial-RIIF	50,000	0	0	0
Energy Plant Fire Protection-RIIF	0	0	300,000	300,000
Cap. Complex Utility Tunnel-RC3	0	4,763,078	0	-4,763,078
Project Manager IVH-RIIF	0	200,000	0	-200,000
Capitol Restoration-RC3	0	6,900,000	0	-6,900,000
Electrical Distribution System-RC3	0	4,470,000	0	-4,470,000
Hoover HVAC-RC3	0	1,500,000	0	-1,500,000
Central Energy Plant Improvements-RC3	0	623,000	0	-623,000
Hoover Security & Firewall Protection-RC3	0	165,000	0	-165,000
Major Repair and Maintenance-RC3	0	15,000,000	0	-15,000,000
Purchase Mercy Capitol Hospital-RC3	0	3,400,000	0	-3,400,000
Terrace Hill Major Maintenance-RC3	0	769,543	0	-769,543
DHS-CCUSO Renovation-RC3	0	829,000	0	-829,000
Terrace Hill Renovation-RCF	0	186,457	0	-186,457
Building & Grounds Renewal-RIIF	0	0	1,800,000	1,800,000
Monument & Artwork Restoration-RIIF	0	0	250,000	250,000
North Campus Utilities Study-RIIF	0	0	250,000	250,000
Major Maintenance-RIIF	0	0	40,000,000	40,000,000
Total Administrative Services - Capitals	\$ 71,928,827	\$ 67,536,333	\$ 123,562,444	\$ 56,026,111
<u>Agriculture and Land Stewardship</u>				
Agriculture and Land Stewardship				
IA Jr. Gelbvieh Association-RIIF	\$ 0	\$ 10,000	\$ 0	\$ -10,000
Total Agriculture and Land Stewardship	\$ 0	\$ 10,000	\$ 0	\$ -10,000
<u>Blind Capitals, Dept. for the</u>				
Dept. for the Blind Capitals				
Replace Air Handlers-RIIF	\$ 0	\$ 0	\$ 1,004,534	\$ 1,004,534
Blind Building Renovation-RC3	0	869,748	0	-869,748
Total Blind Capitals, Dept. for the	\$ 0	\$ 869,748	\$ 1,004,534	\$ 134,786
<u>Corrections, Dept. of</u>				
Central Office				
Iowa Corrections Offender Network-TRF	\$ 500,000	\$ 500,000	\$ 500,000	\$ 0
Total Corrections, Dept. of	\$ 500,000	\$ 500,000	\$ 500,000	\$ 0

Transportation, Infrastructure, and Capitals Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Corrections Capital</u>				
Corrections Capital				
CBC 1st Dist. Re-Entry Center-RIIF	\$ 0	\$ 0	\$ 2,500,000	\$ 2,500,000
CBC 5th Dist. Re-Entry Center-RIIF	0	0	2,500,000	2,500,000
CBC 2nd Dist. 40 Bed Expansion-RIIF	0	0	7,500,000	7,500,000
CBC 8th Dist. 25 Bed Expansion-RIIF	0	0	6,500,000	6,500,000
DOC A & E Funding-RIIF	0	1,000,000	0	-1,000,000
Project Manager-RIIF	0	500,000	10,000,000	9,500,000
CBC Sioux City Bed Expansion-RC3	0	5,300,000	0	-5,300,000
CBC Ottumwa Bed Expansion-RC3	0	4,100,000	0	-4,100,000
CBC Waterloo Bed Expansion-RC3	0	6,000,000	0	-6,000,000
Iowa Correctional Inst. for Women-RC3	0	47,500,000	0	-47,500,000
Mt. Pleasant/Rockwell City Kitchens-RC3	0	12,500,000	0	-12,500,000
Iowa State Penitentiary-Bond Fund	0	130,677,500	0	-130,677,500
CBC Cedar Rapids MH Facility-RIIF	1,300,000	0	0	0
ISP Electrical Lease-RIIF	333,168	0	0	0
Anamosa Dietary Renovation-RC2	1,400,000	0	0	0
Anamosa Boiler-RIIF	25,000	0	0	0
Major Maintenance-RIIF	0	0	36,440,000	36,440,000
Fort Dodge CBC Facility-RIIF	2,450,000	0	0	0
Davenport CBC Facility-RIIF	0	0	2,100,000	2,100,000
DOC Capitals Request-RIIF	5,495,000	0	0	0
ICIW Master Plan-RIIF	500,000	0	0	0
CBC Des Moines Expansion-RIIF	0	200,000	18,100,000	17,900,000
Security Improvements-RIIF	0	0	2,000,000	2,000,000
Total Corrections Capital	\$ 11,503,168	\$ 207,777,500	\$ 87,640,000	\$ -120,137,500
<u>Cultural Affairs, Dept. of</u>				
Cultural Affairs, Dept. of				
Grout Museum Oral History Exhibit-TRF	\$ 0	\$ 500,000	\$ 500,000	\$ 0
Historic Preservation-RIIF	0	1,000,000	1,000,000	0
Kimball Organ Restoration-RIIF	0	80,000	80,000	0
Great Places Capitals-RIIF	0	2,000,000	2,000,000	0
Battle Flags-RIIF	0	220,000	220,000	0
Total Cultural Affairs, Dept. of	\$ 0	\$ 3,800,000	\$ 3,800,000	\$ 0

Transportation, Infrastructure, and Capitals Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Cultural Affairs Capital</u>				
Cultural Affairs Capital				
Great Places Capitals-RIIF	\$ 3,000,000	\$ 0	\$ 0	\$ 0
Historic Preservation-RIIF	1,000,000	0	0	0
Battle Flags-RIIF	220,000	0	0	0
Total Cultural Affairs Capital	\$ 4,220,000	\$ 0	\$ 0	\$ 0
<u>Economic Development, Dept. of</u>				
Economic Development, Dept. of				
Innovation & Commercialization-RIIF	\$ 900,000	\$ 900,000	\$ 900,000	\$ 0
Community & Tourism Grant-RIIF	5,000,000	12,000,000	12,000,000	0
ACE Infrastructure-RIIF	5,500,000	900,000	900,000	0
Workforce Training & Econ. Dev. Fund-RIIF	2,000,000	2,000,000	2,000,000	0
Regional Sports Authorities-RIIF	500,000	500,000	500,000	0
Grow Iowa Values Fund-RIIF	0	50,000,000	50,000,000	0
Central Iowa Expo-RIIF	250,000	0	0	0
Des Moines Multiuse Comm. Ctr-RIIF	0	100,000	0	-100,000
RECAT-RIIF	0	10,000,000	10,000,000	0
ACE Infrastructure-RC2	0	4,600,000	4,600,000	0
Total Economic Development, Dept. of	\$ 14,150,000	\$ 81,000,000	\$ 80,900,000	\$ -100,000
<u>Education, Dept. of</u>				
Education, Dept. of				
ICN Part III Leases & Maint.-TRF	\$ 2,727,000	\$ 2,727,000	\$ 2,727,000	\$ 0
Iowa Learning Technologies-RIIF	0	250,000	0	-250,000
Sr. Plus Transcript Depository-TRF	0	0	500,000	500,000
Education Data Warehouse-TRF	600,000	600,000	600,000	0
Enrich Iowa-RIIF	0	1,000,000	1,000,000	0
Skills Iowa Technology Grant-TRF	0	500,000	0	-500,000
Ag. Learning Center(EICC)-RIIF	0	80,000	0	-80,000
Total Education, Dept. of	\$ 3,327,000	\$ 5,157,000	\$ 4,827,000	\$ -330,000
<u>Iowa Public Television</u>				
Iowa Public Television				
Dubuque Translator Facility-RIIF	\$ 0	\$ 0	\$ 800,000	\$ 800,000
IPTV Building Purchase-RIIF	0	0	1,255,500	1,255,500
Generators-TRF	0	1,602,437	0	-1,602,437
Digital Translator-TRF	0	701,500	0	-701,500
Total Iowa Public Television	\$ 0	\$ 2,303,937	\$ 2,055,500	\$ -248,437
Total Education, Dept. of	\$ 3,327,000	\$ 7,460,937	\$ 6,882,500	\$ -578,437

Transportation, Infrastructure, and Capitals Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Education Capital</u>				
Education Capital				
Community College Infrastructure-RC3	\$ 0	\$ 2,000,000	\$ 0	\$ -2,000,000
Enrich Iowa-RIIF	1,000,000	0	0	0
Iowa Learning Technologies-TRF	500,000	0	0	0
IPTV Capitals-RIIF	1,275,000	0	0	0
Community College Infra.-RIIF	2,000,000	0	2,000,000	2,000,000
NEICC Ag Safety-RIIF	35,000	0	0	0
Total Education Capital	\$ 4,810,000	\$ 2,000,000	\$ 2,000,000	\$ 0
<u>Human Rights, Dept. of</u>				
Human Rights, Department of				
Criminal Justice Info. System-TRF	\$ 2,881,466	\$ 1,839,852	\$ 0	\$ -1,839,852
Total Human Rights, Dept. of	\$ 2,881,466	\$ 1,839,852	\$ 0	\$ -1,839,852
<u>Human Services, Dept. of</u>				
Assistance				
Nursing Facility Renov. & Const.-RIIF	\$ 0	\$ 600,000	\$ 600,000	\$ 0
Child Dev. Health Ins Study-RIIF	0	50,000	0	-50,000
Child Care Workgroup-RIIF	0	30,000	0	-30,000
Comm. & Family Resource Ctr-RIIF	0	15,000	0	-15,000
Total Human Services, Dept. of	\$ 0	\$ 695,000	\$ 600,000	\$ -95,000
<u>Human Services Capital</u>				
Human Services - Capital				
Nursing Facility Financial Assist.-RIIF	\$ 1,000,000	\$ 0	\$ 0	\$ 0
CSRU Payment Processing Equip.-TRF	272,000	0	0	0
Health/Safety/Loss-RIIF	0	0	1,350,000	1,350,000
Major Projects-RIIF	0	0	1,300,000	1,300,000
Total Human Services Capital	\$ 1,272,000	\$ 0	\$ 2,650,000	\$ 2,650,000
<u>Iowa Finance Authority</u>				
Iowa Finance Authority				
IFA Water Quality Grants-RIIF	\$ 4,000,000	\$ 3,000,000	\$ 3,000,000	\$ 0
State Housing Trust Fund-RIIF	2,500,000	3,000,000	3,000,000	0
Total Iowa Finance Authority	\$ 6,500,000	\$ 6,000,000	\$ 6,000,000	\$ 0

Transportation, Infrastructure, and Capitals Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Iowa Tele. & Tech. Commission</u>				
Iowa Communications Network				
ICN Equipment Replacement-TRF	\$ 2,067,000	\$ 2,190,123	\$ 2,211,863	\$ 21,740
Generator Replacement - TRF	0	0	2,755,246	2,755,246
ICN Network Redundancy-TRF	0	0	2,320,000	2,320,000
ICN Fiber Redundancy-TRF	0	1,800,000	0	-1,800,000
Total Iowa Tele. & Tech. Commission	\$ 2,067,000	\$ 3,990,123	\$ 7,287,109	\$ 3,296,986
<u>Iowa Workforce Development</u>				
Iowa Workforce Development				
Worker's Comp. Appeal System-TRF	\$ 500,000	\$ 0	\$ 0	\$ 0
Outcome Tracking System-TRF	580,000	0	0	0
Total Iowa Workforce Development	\$ 1,080,000	\$ 0	\$ 0	\$ 0
<u>Law Enforcement Academy</u>				
Law Enforcement Academy				
ILEA Technology Projects-TRF	\$ 0	\$ 0	\$ 185,000	\$ 185,000
Total Law Enforcement Academy	\$ 0	\$ 0	\$ 185,000	\$ 185,000
<u>Natural Resources, Dept. of</u>				
Natural Resources				
Lowhead Dam Program-RIIF	\$ 0	\$ 1,000,000	\$ 1,000,000	\$ 0
Plasma Arc Technology-RIIF	0	150,000	0	-150,000
Total Natural Resources, Dept. of	\$ 0	\$ 1,150,000	\$ 1,000,000	\$ -150,000

Transportation, Infrastructure, and Capitals Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Natural Resources Capital</u>				
Natural Resources Capital				
Volga River-RC3	\$ 0	\$ 750,000	\$ 0	\$ -750,000
Carter Lake Improvements-RC3	0	500,000	0	-500,000
Honey Creek Destination Park-RC3	0	4,900,000	0	-4,900,000
Lake Rest. & Dredging Projects-RC3	0	8,600,000	0	-8,600,000
Floodplain Mgmt/Dam Safety-RIIF	0	0	3,000,000	3,000,000
Information Technology-RIIF	0	0	550,000	550,000
State Forest/Emerald Ash Borer-RIIF	0	0	300,000	300,000
Manchester Fish Hatchery-RIIF	0	0	2,000,000	2,000,000
Private Lands Flood Damage-RIIF	0	0	450,000	450,000
Lake Delhi Improvements-RIIF	100,000	100,000	100,000	0
DNR-Destination Park-RCF	0	3,100,000	0	-3,100,000
Lakes Restoration & Water Quality-RIIF	8,600,000	0	8,600,000	8,600,000
State Park Infrastructure-RIIF	2,500,000	0	2,500,000	2,500,000
Lewis & Clark-RIIF	0	0	600,000	600,000
Volga Lake Recreation Area-RIIF	750,000	0	0	0
Carter Lake Improvements-RIIF	500,000	0	0	0
Mines of Spain Park-RIIF	100,000	0	0	0
Total Natural Resources Capital	\$ 12,550,000	\$ 17,950,000	\$ 18,100,000	\$ 150,000
<u>Parole, Board of</u>				
Parole Board				
Technology Projects-TRF	\$ 0	\$ 0	\$ 92,000	\$ 92,000
Total Parole, Board of	\$ 0	\$ 0	\$ 92,000	\$ 92,000

Transportation, Infrastructure, and Capitals Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Public Defense Capital</u>				
Public Defense Capital				
Armory Construction Projects-RIIF	\$ 0	\$ 1,800,000	\$ 1,800,000	\$ 0
Camp Dodge Sanitary Sewer Lift Station-RIIF	0	0	500,000	500,000
Newton Readiness Center-RIIF	0	0	700,000	700,000
Davenport Readiness Center-RIIF	0	0	250,000	250,000
Camp Dodge Storm Shelter-RIIF	0	0	1,500,000	1,500,000
Camp Dodge Water Project Phase 3-RIIF	400,000	410,000	500,000	90,000
Facility/Armory Maintenance-RIIF	1,500,000	1,500,000	1,500,000	0
Ottumwa Armory-RIIF	1,000,000	500,000	0	-500,000
Camp Dodge Electrical Dist. System-RIIF	0	526,000	0	-526,000
Camp Dodge Readiness Center-RIIF	50,000	0	0	0
Iowa City Readiness Center-RIIF	1,200,000	0	750,000	750,000
Waterloo Aviation Readiness Center-RIIF	500,000	0	0	0
Newton Readiness Center-RIIF	400,000	0	0	0
Eagle Grove Readiness Center-RIIF	400,000	0	0	0
Law Enf./Natl Guard Shoot House-RIIF	500,000	0	0	0
STARCOMM-RIIF	2,000,000	0	0	0
Technology Upgrades-TRF	111,000	0	0	0
STARCOMM-RIIF	0	1,600,000	0	-1,600,000
Gold Star Museum-RIIF	1,000,000	2,000,000	1,000,000	-1,000,000
Davenport Aviation Readiness Center-RIIF	0	0	2,000,000	2,000,000
Cedar Rapids Readiness Center-RIIF	0	0	100,000	100,000
Mount Pleasant Readiness Center-RIIF	0	0	1,000,000	1,000,000
Camp Dodge Swimming Pool Pavilion-RIIF	0	0	500,000	500,000
Middleton Readiness Center-RIIF	0	0	100,000	100,000
Muscatine Readiness Center-RIIF	0	0	100,000	100,000
Total Public Defense Capital	\$ 9,061,000	\$ 8,336,000	\$ 12,300,000	\$ 3,964,000
<u>Public Health, Dept. of</u>				
Public Health, Dept. of				
Vision Screening-RIIF	\$ 0	\$ 130,000	\$ 130,000	\$ 0
Total Public Health, Dept. of	\$ 0	\$ 130,000	\$ 130,000	\$ 0

Transportation, Infrastructure, and Capitals

Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Public Safety Capital</u>				
Public Safety Capital				
AFIS Lease Purchase-TRF	\$ 560,000	\$ 560,000	\$ 350,000	\$ -210,000
Mason City Patrol Post-RIIF	2,400,000	0	0	0
DPS Technology Projects-TRF	1,900,000	0	0	0
Regional Fire Training Facility-RIIF	1,400,000	0	0	0
Emergency Response Training Facility-RIIF	2,000,000	0	0	0
Total Public Safety Capital	\$ 8,260,000	\$ 560,000	\$ 350,000	\$ -210,000
<u>Regents, Board of</u>				
Regents, Board of				
Tuition Replacement-RIIF	\$ 0	\$ 24,305,412	\$ 24,305,412	\$ 0
ISU-Midwest Grape & Wine Institute-RIIF	0	50,000	0	-50,000
Total Regents, Board of	\$ 0	\$ 24,355,412	\$ 24,305,412	\$ -50,000
<u>Regents Capital</u>				
Regents Capital				
Iowa Public Radio	\$ 0	\$ 2,000,000	\$ 0	\$ -2,000,000
Tuition Replacement-RIIF	10,329,981	0	0	0
ISU Veterinary Lab-VIF	600,000	0	0	0
ISU Veterinary Laboratory-RIIF	0	1,800,000	38,000,000	36,200,000
SUI-Inst. for Biomedical Discovery-RIIF	10,000,000	10,000,000	10,000,000	0
Fire Safety and Deferred Maint.-VIF	1,000,000	0	0	0
Fire Safety and Deferred Maint.- RIIF	0	0	50,000,000	50,000,000
SUI Hygienic Laboratory-RIIF	15,650,000	12,000,000	0	-12,000,000
SUI Pentacrest and HVAC Impr.-RIIF	0	0	38,000,000	38,000,000
ISU - Renewable Fuels Building-RIIF	5,647,000	14,756,000	11,597,000	-3,159,000
UNI - MyEntreNet-TRF	235,000	0	0	0
ISU Ag. and Biosystems Eng.-RIIF	0	0	1,250,000	1,250,000
UNI Baker Hall Renovation-RIIF	0	0	19,700,000	19,700,000
Total Regents Capital	\$ 43,461,981	\$ 40,556,000	\$ 168,547,000	\$ 127,991,000

Transportation, Infrastructure, and Capitals Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Revenue, Dept. of</u>				
Revenue, Dept. of SAVE Appropriation-RIIF	\$ 10,000,000	\$ 10,000,000	\$ 10,000,000	\$ 0
Total Revenue, Dept. of	\$ 10,000,000	\$ 10,000,000	\$ 10,000,000	\$ 0
<u>Secretary of State</u>				
Secretary of State				
Voting Machine Reimb.-RIIF	\$ 2,000,000	\$ 0	\$ 0	\$ 0
Optical Scan Voting Systems-RIIF	4,900,880	0	0	0
Total Secretary of State	\$ 6,900,880	\$ 0	\$ 0	\$ 0
<u>State Fair Authority Capital</u>				
State Fair Authority Capital				
Agricultural Exhibition Center-RC3	\$ 0	\$ 5,000,000	\$ 5,000,000	\$ 0
Agri. Exhibition Center-RIIF	3,000,000	0	0	0
Total State Fair Authority Capital	\$ 3,000,000	\$ 5,000,000	\$ 5,000,000	\$ 0
<u>Transportation, Dept. of</u>				
Transportation, Dept. of				
RUTF-Drivers' Licenses	\$ 3,047,000	\$ 3,047,000	\$ 4,195,000	\$ 1,148,000
RUTF-Operations	6,367,178	6,524,336	6,657,336	133,000
RUTF-Planning & Programming	493,945	501,515	506,515	5,000
RUTF-Motor Vehicle	34,530,525	35,184,012	36,752,012	1,568,000
RUTF-DAS	188,207	183,000	225,000	42,000
RUTF-Unemployment Compensation	17,000	17,000	7,000	-10,000
RUTF-Workers' Compensation	108,000	117,000	142,000	25,000
RUTF-Indirect Cost Recoveries	102,000	102,000	78,000	-24,000
RUTF-Auditor Reimbursement	60,988	64,082	64,082	0
RUTF-County Treasurers Support	1,832,000	1,442,000	1,394,000	-48,000
RUTF-Road/Weather Conditions Info	100,000	100,000	100,000	0

Transportation, Infrastructure, and Capitals

Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Transportation, Dept. of, cont.</u>				
RUTF-Mississippi River Park. Comm.	40,000	61,000	40,000	-21,000
RUTF-N. America Super Corridor Coalition	50,000	50,000	50,000	0
RUTF-IRP/IFTA	1,000,000	0	0	0
RUTF-Overdimension Permit System	0	1,000,000	0	-1,000,000
PRF-Operations	39,111,314	40,653,860	40,890,860	237,000
PRF-Planning & Programming	9,375,862	9,616,696	9,611,696	-5,000
PRF-Highway	226,542,410	223,274,176	236,263,176	12,989,000
PRF-Motor Vehicle	1,481,497	2,020,005	1,555,005	-465,000
PRF-DAS	1,153,417	1,121,000	1,382,000	261,000
PRF-DOT Unemployment	328,000	328,000	138,000	-190,000
PRF-DOT Workers' Compensation	2,592,000	2,814,000	3,406,000	592,000
PRF-Garage Fuel & Waste Mgmt.	800,000	800,000	800,000	0
PRF-Indirect Cost Recoveries	748,000	748,000	572,000	-176,000
PRF-Auditor Reimbursement	376,212	395,218	395,218	0
PRF-Transportation Maps	242,000	242,000	242,000	0
PRF-Inventory & Equip.	2,250,000	2,250,000	2,250,000	0
PRF-Field Facility Deferred Maint.	351,500	500,000	1,000,000	500,000
Passenger Rail-RIIF	0	0	3,000,000	3,000,000
Dubuque Depot Platform-RIIF	0	300,000	0	-300,000
Rail Revolving Loan & Grant Fund-RIIF	2,000,000	2,000,000	3,000,000	1,000,000
Public Transit Fund-RC3	0	2,200,000	0	-2,200,000
Public Transit-RIIF	0	0	1,000,000	1,000,000
Public Transit Infrastructure-RIIF	2,200,000	0	2,200,000	2,200,000
Commercial Aviation Infrastructure-RC3	0	1,500,000	0	-1,500,000
Commercial Air Service-RIIF	1,500,000	0	1,500,000	1,500,000
Recreational Trails-RIIF	2,000,000	3,000,000	3,000,000	0
General Aviation Grants-RIIF	750,000	750,000	1,500,000	750,000
Aviation Authority Assistance-SAF	20,000	0	0	0
Total Transportation, Dept. of	\$ 341,759,055	\$ 342,905,900	\$ 363,916,900	\$ 21,011,000
<u>Transportation Capitals</u>				
Transportation Capital				
PRF-Rockwell City Garage	\$ 0	\$ 0	\$ 3,000,000	\$ 3,000,000
PRF-Utility Improvements	400,000	400,000	400,000	0
PRF-Garage Roofing Projects	100,000	200,000	200,000	0

Transportation, Infrastructure, and Capitals Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Transportation Capitals, cont.</u>				
PRF-HVAC Improvements	100,000	100,000	100,000	0
PRF-ADA Improvements	200,000	120,000	120,000	0
PRF-Ames Elevator Upgrade	100,000	100,000	100,000	0
PRF-Clarinda Garage	2,300,000	0	0	0
RUTF-Scale/MVD Facilities Maint.	100,000	200,000	200,000	0
PRF-Waukon Garage	0	2,500,000	0	-2,500,000
Total Transportation Capitals	\$ 3,300,000	\$ 3,620,000	\$ 4,120,000	\$ 500,000
<u>Treasurer of State</u>				
Treasurer of State				
County Fair Improvements-RIIF	\$ 1,590,000	\$ 1,590,000	\$ 1,590,000	\$ 0
Watershed Protection-ENDW	5,000,000	0	0	0
Watershed Improvement Fund-RIIF	0	5,000,000	5,000,000	0
Total Treasurer of State	\$ 6,590,000	\$ 6,590,000	\$ 6,590,000	\$ 0
<u>Veterans Affairs, Dept. of</u>				
Veterans Affairs, Department of				
Vet. Home Ownership Assistance-RIIF	\$ 0	\$ 1,600,000	\$ 1,600,000	\$ 0
Dubuque Veterans Memorial Plaza-RC3	0	100,000	0	-100,000
Total Veterans Affairs, Department of	\$ 0	\$ 1,700,000	\$ 1,600,000	\$ -100,000
Veterans Affairs, Dept. of				
Veterans Home Ownership Assist.-RIIF	\$ 1,000,000	\$ 0	\$ 0	\$ 0
Total Veterans Affairs, Dept. of	\$ 1,000,000	\$ 1,700,000	\$ 1,600,000	\$ -100,000
<u>Veterans Affairs Capitals</u>				
Veterans Affairs Capital				
IVH Capitals Request-RIIF	\$ 0	\$ 0	\$ 1,080,000	\$ 1,080,000
IVH Infrastructure-RIIF	532,000	0	0	0
IVH Infrastructure-RC3	0	20,555,329	0	-20,555,329
Total Veterans Affairs Capital	\$ 532,000	\$ 20,555,329	\$ 1,080,000	\$ -19,475,329
Veterans Affairs Capital				
Veterans Affairs Capital Impr.-RIIF	\$ 0	\$ 0	\$ 250,000	\$ 250,000
Total Veterans Affairs Capitals	\$ 532,000	\$ 20,555,329	\$ 1,330,000	\$ -19,225,329
Total Transportation, Infrastructure, and Capitals	\$ 574,154,377	\$ 869,258,134	\$ 967,761,926	\$ 98,503,792

Unassigned Standings

Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Economic Development, Dept. of</u>				
Economic Development, Dept. of				
Endow Iowa Admin-County Endw. Fund	\$ 70,000	\$ 70,000	\$ 70,000	\$ 0
Total Economic Development, Dept. of	\$ 70,000	\$ 70,000	\$ 70,000	\$ 0
<u>Legislative Branch</u>				
Legislative Services Agency				
LSA - Affordable Health Care-HCTF	\$ 500,000	\$ 0	\$ 0	\$ 0
Total Legislative Branch	\$ 500,000	\$ 0	\$ 0	\$ 0
<u>Human Services, Dept. of</u>				
Assistance				
MH Costs for Children-PTRF	\$ 6,600,000	\$ 6,600,000	\$ 6,600,000	\$ 0
Total Human Services, Dept. of	\$ 6,600,000	\$ 6,600,000	\$ 6,600,000	\$ 0
<u>Management, Dept. of</u>				
Management, Dept. of				
Environment First Fund-RIIF	\$ 40,000,000	\$ 42,000,000	\$ 42,000,000	\$ 0
Environment First Fund Bal. Adj.	-40,000,000	-42,000,000	-42,000,000	0
Vertical Infrastructure Fund-RIIF	50,000,000	0	0	0
Vertical Infrastructure Fund Bal. Adj.	-50,000,000	0	0	0
Appeal Board Claims-HITT	164,137	0	0	0
Primary Road Salary Adjustment	3,060,049	565,608	0	-565,608
Road Use Tax Salary Adjustment	957,279	621,696	0	-621,696
Technology Reinvestment Fund-RIIF	0	17,500,000	17,500,000	0
Technology Reinvestment Fund Bal. Adj.	0	-17,500,000	-17,500,000	0
Total Management, Dept. of	\$ 4,181,465	\$ 1,187,304	\$ 0	\$ -1,187,304
<u>Revenue, Dept. of</u>				
Revenue, Dept. of				
Homestead Property Tax Credit - PTCF	\$ 99,254,781	\$ 99,254,781	\$ 99,254,781	\$ 0
Ag. Land/Family Farm Tax Credits-PTCF	34,610,183	34,610,183	34,610,183	0
Military Service Tax Credit - PTCF	2,800,000	2,800,000	2,800,000	0
Elderly & Disabled Tax Credit-PTCF	23,204,000	23,204,000	23,204,000	0
Total Revenue, Dept. of	\$ 159,868,964	\$ 159,868,964	\$ 159,868,964	\$ 0

Unassigned Standings

Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Dept Request FY 2010 <u>(3)</u>	Dept. Req. vs. Est. FY 2009 <u>(4)</u>
<u>Transportation, Dept. of</u>				
Transportation, Dept. of				
Personal Delivery of Services-RUTF	\$ 225,000	\$ 225,000	\$ 225,000	\$ 0
County Treasurer Equipment-RUTF	650,000	650,000	650,000	0
Total Transportation, Dept. of	\$ 875,000	\$ 875,000	\$ 875,000	\$ 0
<u>Treasurer of State</u>				
Treasurer of State				
Healthy Iowans Tobacco Trust-ENDW	\$ 60,139,379	\$ 0	\$ 0	\$ 0
Healthy Iowans Tobacco Trust Bal. Adj.	-60,139,379	0	0	0
Total Treasurer of State	\$ 0	\$ 0	\$ 0	\$ 0
Total Unassigned Standings	\$ 172,095,429	\$ 168,601,268	\$ 167,413,964	\$ -1,187,304

PROJECTED FY 2010 BUILT-IN AND ANTICIPATED GENERAL FUND EXPENDITURE INCREASES AND DECREASES

The built-in and anticipated expenditure estimates are used to help determine the projected condition of the General Fund budget for the next fiscal year. This is intended to assist the General Assembly in making budget decisions during the next legislative session. The estimates reflect the incremental increases over the previous fiscal year's enacted appropriations. The estimates are divided into two categories: built-in expenditures and anticipated expenditure increases.

A built-in expenditure is a projected change compared to the previous year's enacted appropriation that is associated with a standing appropriation established by statute, an entitlement program, or a multi-year appropriation. Legislative action is required to change or notwithstanding the standing appropriation provisions of the Code of Iowa.

An anticipated expenditure is a projected increase associated with a cost that a State agency or program will incur in the next budget year, but has not been appropriated the funds to cover the increased cost. Legislative action is required in order for State agencies to receive additional funds for the anticipated costs. If a State agency is not appropriated the additional funds, the agency must find reductions in their budget to fund the anticipated expenditure obligations. Built-in and anticipated expenditures can be increases or decreases depending on how the incremental change affects the baseline appropriation levels.

For FY 2010, the Legislative Services Agency (LSA) is projecting \$611.5 million in total built-in and anticipated expenditure increases. The FY 2010 projection includes \$453.3 million in General Fund built-in increase and \$158.2 million in anticipated increases. The following tables provide an itemized list of the FY 2010 estimates. Additional detail for each of the estimates is also provided.

Appendix B – Projected FY 2009 Built-In and Anticipated General Fund Expenditures

(Dollars in Millions)

<u>Built-in Changes</u>	
1. Education - K-12 School Foundation Aid	\$ 421.9
2. Education - Teacher Quality/Student Achievement Program	-238.5
3. Education - Educational Excellence Phase II	-41.2
4. Education - Early Intervention/Class Size Reduction	-29.3
5. Education - Early Care, Health, and Education	-10.0
6. Education - Parent Support and Parent Education	-5.0
7. Education - Instructional Support	0.4
8. Human Services - Medical Assistance	164.0
9. Human Services - Health Care Reform	10.0
10. Human Services - State Children's Health Insurance - hawk-i	9.0
11. Human Services - Mental Health Growth Factor	8.3
12. Revenue - Homestead Tax Credit	71.7
13. Revenue - Agricultural Land Tax Credit	25.0
14. Revenue - Elderly and Disabled Credit	16.8
15. Revenue - Military Service Tax Credit	2.0
16. College Aid - College Student Aid Work Study Program	1.8
17. Executive Council - Performance of Duty	35.5
18. Management - State Appeal Board Claims	7.9
19. Public Health - Substance Abuse	2.0
20. Veterans - County Grant Standing	1.0
Subtotal	\$ 453.3

Appendix B – Projected FY 2010 Built-In and Anticipated General Fund Expenditures

(Dollars in Millions)

<u>Anticipated Expenditure Changes</u>	
21. Collective Bargaining Salary Costs	\$ 92.9
22. Healthy Iowans Tobacco Trust (HITT) Programs	36.4
23. Health Care Trust Fund (HCTF) Programs	0.5
24. Corrections - Anticipated operating cost increases	4.1
25. Corrections - Operating Costs for Additional Beds	2.7
26. Corrections - Sex Offender Supervision & Treatment	2.5
27. Corrections - Federal Funds Replacement	0.5
28. Corrections - DAS Reimbursement	0.4
29. Dept. of Justice - Victim Assistance Grants	4.1
30. Education - Teacher Quality/Student Achievement Program	-0.8
31. Human Services - Child and Family Services	3.6
32. Human Services - Mental Health Emergency	3.0
33. Human Services - IowaCare Growth at U of I	2.0
34. Human Services - Field Operations	1.2
35. Human Services - Mental Health Child System	1.0
36. Human Services - Mental Health Risk Pool	1.0
37. Human Services - Health Insurance for Direct Care Workers	0.8
38. Human Services - Sexual Predator Commitment Program	0.7
39. Human Services - General Admin	0.1
40. Human Services - State Resource Centers	-3.7
41. Judicial Branch - Retirement Fund Contribution	4.8
42. Public Health - Chronic Conditions	0.1
43. Public Health - Substance Abuse	1.3
44. Veterans Home	-1.0
Subtotal	\$ 158.2
TOTAL PROJECTED EXPENDITURE CHANGES	\$ 611.5

FY 2010 ESTIMATED GENERAL FUND EXPENDITURES

Built-In Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 10 vs. FY 09 (4)	Options for Reductions (5)	Savings (6)
1. Education – K-12 School Foundation Aid <i>Standing Unlimited Appropriation</i>	The School Foundation Program establishes limits and controls on local school district spending authority. By formula, the Program determines the amount of State aid and local property tax used in funding the majority of school district budgets.	Assumes the following:	\$ 421.9	<ul style="list-style-type: none"> • Reduce the allowable growth rate to 3.0% (property tax reduction totaling \$300,000). • Reduce the allowable growth rate to 2.0% (property tax increase would total \$2.9 million). • Increase the Uniform Property Tax Levy from \$5.40 to \$5.90. This option will increase local property tax by the State aid reduction amount. • Reduce the Regular Program, Special Education Regular Program, and AEA Special Education Foundation Levels by 1.0%. This will reduce State Aid and increase local property tax. • Reduce the FY 2009 State Cost per Pupil and District Cost per Pupil by \$100. • Notwithstanding the Adjusted Additional Property Tax Levy Aid for FY 2010. This will increase property taxes in 83 school districts. 	\$ 28.7
	<ul style="list-style-type: none"> • 4.0% allowable growth rate. • Restoration of the statutory reduction of \$7.5 million to the Area Education Agencies. 	\$ 56.9			
	Beginning in FY 2010, the following State categorical funding will be funded on a per pupil basis through the school aid formula (Section 257.9, <u>Code of Iowa</u>):	<ul style="list-style-type: none"> • A \$6.0 million increase for Adjusted Additional Property Tax Levy Aid. • An additional Preschool Program weighting for new programs totaling \$17.3 million in FY 2009. This Program is funded entirely through State aid. • Statewide taxable valuation growth of 4.7% in FY 2010. 			\$ 59.7
	<ul style="list-style-type: none"> • Student Achievement/Teacher Quality (SATQ) teacher compensation and Educational Excellence Phase II will be funded through the teacher salary supplement. • SATQ professional development will be funded through the professional development supplement. • Early intervention/Class Size Reduction will be funded through the early intervention supplement. 	<ul style="list-style-type: none"> • Overall funding for the teacher salary, professional development, and early intervention supplements in FY 2010 will be equivalent to the FY 2009 amounts those programs received through State categorical appropriations (\$309.0 million). 			\$ 33.4
	These new supplements will be funded entirely through State aid.				\$ 51.3
	NOTE: Enrollment data for FY 2010 is not currently available. The State aid estimate will be revised as updated information is received.				\$ 24.0

Built-In Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 10 vs. FY 09 (4)	Options for Reductions (5)	Savings (6)
<p>2. Education – Teacher Quality/Student Achievement (SATQ) Program <i>Standing Limited Appropriation</i></p>	<p>Provides funding to school districts to enhance teacher salaries, provide beginning teacher mentoring, enhance salaries for hard-to-staff teaching assignments, provide professional development, and explore pay-for-performance incentives. Specifies minimum salaries for beginning career teachers.</p> <p>Additionally, the Program provides funding to the Department of Education for the Career Development Program, evaluator training, National Board Certification stipends, and administrative costs of the Program.</p> <p>Beginning in FY 2010, the SATQ teacher compensation and professional development portions of the Program will be funded on a per pupil basis through the school aid formula.</p>	<ul style="list-style-type: none"> The FY 2009 allocations totaled \$210.0 million for teacher compensation and \$28.5 million for professional development. Funding for these programs in FY 2010 will be equivalent to the FY 2009 amounts and will be funded through the school aid formula. 	<p>\$ - 238.5</p>	<ul style="list-style-type: none"> No options identified. 	
<p>3. Educational Excellence <i>Standing Limited Appropriation</i></p>	<p>Provides allocations to local school districts to enhance teacher salaries. Section 294A.25, <u>Code of Iowa</u>, appropriates no more than \$15.6 million for the Program. Prior to FY 2010, this amount was \$56.9 million.</p> <p>Beginning in FY 2010, funding to school districts and area education agencies for Phase II of the Program will be generated on a per pupil basis included in the teacher salary supplement through the school aid formula (Section 257.9(6), <u>Code of Iowa</u>).</p>	<ul style="list-style-type: none"> Beginning in FY 2010, Phase II of the Educational Excellence Program will be funded on a per pupil basis through the school aid formula as part of the teacher salary supplement. The total Phase II amount generated through the school aid formula in FY 2010 will be equivalent to the amount appropriated in FY 2010 (\$41.2 million). 	<p>\$ - 41.2</p>	<ul style="list-style-type: none"> Eliminate Phase I. 	<p>\$ 13.5</p>

Built-In Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 10 vs. FY 09 (4)	Options for Reductions (5)	Savings (6)
<p>4. Early Intervention/Class Size Reduction <i>Standing Limited Appropriation</i></p>	<p>Provides funding to reduce class sizes in grades kindergarten through three (Section 256D.5, <u>Code of Iowa</u>). Beginning in FY 2010, funding to school districts for the Program will be generated on a per pupil basis through the school aid formula (Section 257.9(8), <u>Code of Iowa</u>).</p>	<ul style="list-style-type: none"> Beginning in FY 2010, the Program will be funded annually on a per pupil basis through the school aid formula. In FY 2009, school districts received a total of \$29.3 million as a separate appropriation. The amount shifted to the school aid formula for FY 2010 is estimated to total \$29.3 million. 	<p>\$ - 29.3</p>	<ul style="list-style-type: none"> No options identified. 	
<p>5. Education – Early Care, Health, and Education <i>Multi-Year Appropriation</i></p>	<p>Provides additional funding for Community Empowerment School Ready Grants. A portion of the appropriation (\$5.5 million) was specifically targeted to preschool tuition for low-income families, and \$1.0 million was reserved for implementation of the recommendations of the Business Community Investment Advisory Council. House File 2769, enacted in 2006 and amended in 2007, appropriated this funding for FY 2007, FY 2008, and FY 2009.</p>	<ul style="list-style-type: none"> Under current law, funds are not appropriated for this program for FY 2010. 	<p>\$ -10.0</p>	<ul style="list-style-type: none"> Allow the appropriation to expire. 	
<p>6. Education – Parent Support and Parent Education <i>Multi-Year Appropriation</i></p>	<p>Provides additional funding for Community Empowerment School Ready Grants. The funding was specifically targeted to family support and parent education programs that included home visitation for families with children ages 0-3. House File 2769, enacted in 2006 and amended in 2007, appropriated this funding for FY 2007, FY 2008, and FY 2009.</p>	<ul style="list-style-type: none"> Under current law, funds are not appropriated for this program for FY 2010. 	<p>\$ -5.0</p>	<ul style="list-style-type: none"> Allow the appropriation to expire. 	

Built-In Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 10 vs. FY 09 (4)	Options for Reductions (5)	Savings (6)
7. Instructional Support <i>Standing Limited Appropriation</i>	Provides additional funding of up to 10.0% of the regular program district cost to be used for general operations. Funding comes from property taxes or a combination of property taxes and income surtax, and from State aid. The State aid has been capped at \$14.8 million.	<ul style="list-style-type: none"> Assumes the appropriation will return to the statutory level. 	\$ 0.4	<ul style="list-style-type: none"> Require the Program to be locally funded. Maintain the FY 2009 funding level. 	\$ 14.8 \$ 0.4

Built-In Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 10 vs. FY 09 (4)	Options for Reductions (5)	Savings (6)
<p>8. Human Services – Medical Assistance <i>Appropriation</i></p>	<p>Medical Assistance is a state/federal entitlement program that provides medical services to eligible low-income recipients. To qualify for federal funding, the State must reimburse providers for certain mandatory services. The State has the option to provide coverage of additional services and can elect to expand coverage to optional eligibility groups. Iowa is currently covering most of the optional services and optional eligibility groups that qualify for federal matching funds. The State also has the ability to set the rates it uses to reimburse service providers, within federal guidelines.</p>	<p>The increase includes the following:</p> <ul style="list-style-type: none"> • \$47.6 million due to increases in cost and utilization. • \$32.5 million to backfill the FY 2009 supplemental need. • \$2.8 million to replace one-time Magellan money used in FY 2009 for Medicaid Waivers. • \$3.3 million to replace one-time funding from the Property Tax Relief Fund. • \$1.8 million to annualize the hospital rebase in FY 2010. • \$74.6 million for a projected revenue shortfall from the Senior Living Trust Fund for FY 2010. • \$10.0 million to rebase nursing facilities in FY 2010. • A decrease of \$17.6 million as a result of changes to the FMAP rate and one time audits paid out in FY 2009. • \$9.0 million associated with a loss of federal matching funds deposited in the IowaCare Account for use by the four mental health institutes. 	<p>\$ 164.0</p>	<ul style="list-style-type: none"> • Reduce or eliminate optional Medicaid coverage groups. The savings depends on the options eliminated. • Reduce or freeze current provider rates. The savings depends on the provider rates that are adjusted. • Eliminate both the nursing facility rebase and the hospital rebase. • Eliminate optional services. The savings depends on the options eliminated. • Reduce anesthesiologists to 100.0% of Medicare rates. • Move behavioral drugs to the preferred drug lists. • Recalculate the State Maximum Allowable Cost (SMAC) payment to pharmacies. 	

Built-In Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 10 vs. FY 09 (4)	Options for Reductions (5)	Savings (6)
9. Human Services – Health Care Reform <i>Multi-Year Appropriation</i>	House File 2539 (FY 2008 Health Care Reform Act) created a hawk-i Expansion Program to cover children up to 300% of federal poverty level regardless of federal participation.	<ul style="list-style-type: none"> Current law increases the appropriation to implement the second year of a three-year phase-in plan with an increase of \$10.0 million for FY 2010. House File 2539 appropriated an additional \$10.0 million increase for FY 2011. 	\$ 10.0	<ul style="list-style-type: none"> Only implement the program up to 300% of federal poverty level with federal participation. 	\$6.0
10. Human Services – hawk-i <i>Appropriation</i>	Hawk-i is a state/federal program that provides medical services to children with family incomes less than 200% of the federal poverty level but have resources that exceed requirements necessary to be eligible for the Medicaid program.	<ul style="list-style-type: none"> For FY 2008, \$9.0 million in one-time carry-forward funds were used for FY 2009. In order to maintain funding at the FY 2009 level, an additional \$9.0 million will need to be appropriated for FY 2010. 	\$ 9.0	<ul style="list-style-type: none"> No options identified. 	
11. Human Services – Mental Health Growth Factor <i>Appropriation</i>	The Mental Health Growth Factor provides an increase for inflation applied to the sum of the county base expenditures for Mental Health/Mental Retardation/Developmental Disabilities Services and the previously allowed growth appropriation.	<ul style="list-style-type: none"> The FY 2010 Growth Factor was established in HF 2700 (FY 2009 Standing Appropriations Act). This is an increase of \$8.3 million compared to the estimated FY 2009 appropriation. Assumes continuation of the appropriation from the Health Care Trust Fund for FY 2010 at the FY 2009 level. 	\$ 8.3	<ul style="list-style-type: none"> Eliminate the FY 2010 increase enacted in HF 2700. 	\$ 8.3

Built-In Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 10 vs. FY 09 (4)	Options for Reductions (5)	Savings (6)
12. Revenue – Homestead Tax Credit	Provides a property tax credit for residential homeowners.	<ul style="list-style-type: none"> The Homestead Tax Credit was funded from the PTCF at \$99.3 million in FY 2009. Of the \$44.4 million General Fund appropriation to the PTCF, \$27.6 million was proportionally allocated for the Homestead Tax Credit. 	\$ 71.7	<ul style="list-style-type: none"> Fund an amount equal to the FY 2009 General Fund allocation of \$27.6 million. 	\$ 71.7
<i>Standing Unlimited Appropriation</i>	<p>NOTE: The Property Tax Credit Fund (PTCF) received appropriations totaling \$159.9 million to fund four tax credits. This includes \$44.4 million from the General Fund and a \$99.8 million from the FY 2008 General Fund surplus, and \$13.7 million of unused funds appropriated for FY 2008 salary adjustment.</p>	<ul style="list-style-type: none"> Section 5.4, HF 2700 (FY 2009 Standing Appropriations Act) limits the FY 2010 tax credit to the same amount appropriated in FY 2009 (\$99.3 million). Assumes the Property Tax Credit Fund (PTCF) will be funded entirely from the General Fund in FY 2010. The FY 2010 increase is to replace funding the PTCF received from other sources. 		<ul style="list-style-type: none"> Eliminate the tax credit. 	\$ 99.3

Built-In Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 10 vs. FY 09 (4)	Options for Reductions (5)	Savings (6)
13. Revenue – Agricultural Land Tax Credit <i>Standing Limited Appropriation</i>	Provides a property tax credit to individuals for qualified lands used for agricultural purposes. Includes the Family Farm Tax Credit. NOTE: The Property Tax Credit Fund (PTCF) received appropriations totaling \$159.9 million to fund four tax credits. This includes \$44.4 million from the General Fund and a \$99.8 million from the FY 2008 General Fund surplus, and \$13.7 million of unused funds appropriated for FY 2008 salary adjustment	<ul style="list-style-type: none"> • The Agricultural Land Tax Credit was funded from the Property Tax Credit Fund in FY 2009. Of the \$44.4 million General Fund appropriation to the PTCF, \$9.6 million was proportionally allocated for the Agricultural Land Tax Credit. • Section 5.4, HF 2700 (FY 2009 Standing Appropriations Act) limits the FY 2010 Tax Credit to the same amount appropriated in FY 2009. • Assumes the Property Tax Credit Fund (PTCF) will be funded entirely from the General Fund in FY 2010. • The FY 2010 increase is to replace funding the PTCF received from other sources. 	\$ 25.0	<ul style="list-style-type: none"> • Fund an amount equal to the FY 2009 General Fund allocation of \$9.6 million. • Eliminate the tax credit. 	\$ 25.0 \$ 34.6

Built-In Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 10 vs. FY 09 (4)	Options for Reductions (5)	Savings (6)
14. Revenue – Elderly and Disabled Tax Credit <i>Standing Unlimited Appropriation</i>	Provides a property tax credit for low-income elderly or disabled taxpayers. NOTE: The Property Tax Credit Fund (PTCF) received appropriations totaling \$159.9 million to fund four tax credits. This includes \$44.4 million from the General Fund and a \$99.8 million from the FY 2008 General Fund surplus, and \$13.7 million of unused funds appropriated for FY 2008 salary adjustment.	<ul style="list-style-type: none"> • This appropriation was funded from the Property Tax Credit Fund in FY 2009. Of the \$44.4 million General Fund appropriation to the PTCF, \$6.4 million was proportionally allocated for the Elderly and Disabled Tax Credit. • Section 5.4, HF 2700 (FY 2009 Standing Appropriations Act) limits the FY 2010 tax credit to the same amount appropriated in FY 2009. • Assumes the Property Tax Credit Fund (PTCF) will be funded entirely from the General Fund in FY 2010. • The FY 2010 increase is to replace funding the PTCF received from other sources. 	\$ 16.8	<ul style="list-style-type: none"> • Eliminate the tax credit. • Fund an amount equal to the FY 2009 General Fund allocation of \$6.4 million. 	\$ 23.2 \$ 16.8

Built-In Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 10 vs. FY 09 (4)	Options for Reductions (5)	Savings (6)
15. Revenue – Military Service Tax Credit <i>Standing Unlimited Appropriation</i>	Provides a property tax credit to replace all or a portion of the tax on property eligible for a Military Service Tax Exemption. Section 426.1A, <u>Code of Iowa</u> , appropriates an amount necessary to fund the credits. NOTE: The Property Tax Credit Fund (PTCF) received appropriations totaling \$159.9 million to fund four tax credits. This includes \$44.4 million from the General Fund and a \$99.8 million from the FY 2008 General Fund surplus, and \$13.7 million of unused funds appropriated for FY 2008 salary adjustment	<ul style="list-style-type: none"> • The Military Service Tax Credit was funded from the Property Tax Credit Fund in FY 2009. Of the \$44.4 million General Fund appropriation to the PTCF, \$0.8 million was proportionally allocated for the Military Service Tax Credit. • Section 5.4, HF 2700 (FY 2009 Standing Appropriations Act) limits the FY 2010 tax credit to the same amount appropriated in FY 2009. • Assumes the Property Tax Credit Fund (PTCF) will be funded entirely from the General Fund in FY 2010. • The FY 2010 increase is to replace funding the PTCF received from other sources. 	\$ 2.0	<ul style="list-style-type: none"> • Eliminate the tax credit. • Fund an amount equal to the FY 2009 General Fund allocation of \$0.8 million. 	\$ 2.8 \$ 2.0
16. College Aid – College Student Aid Work Study Program <i>Standing Limited Appropriation</i>	This is a standing limited appropriation of \$2.8 million established in Section 261.85, <u>Code of Iowa</u> . The appropriation provides funding to colleges and universities to supplement federal work-study funds of approximately \$13.0 million annually. The State funding does not serve as a match for the federal funds.	<ul style="list-style-type: none"> • This Program received a General Fund appropriation of \$995,000 for FY 2009. • The estimate returns the appropriation to the statutory level of \$2.8 million. 	\$ 1.8	<ul style="list-style-type: none"> • Eliminate funding for the Program for FY 2010. • Fund at the FY 2009 level. 	\$ 2.8 \$ 1.8

Built-In Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 10 vs. FY 09 (4)	Options for Reductions (5)	Savings (6)
17. Executive Council – Performance of Duty <i>Standing Unlimited Appropriation</i>	The Executive Council approves expenditures from the Performance of Duty appropriation to provide funding for emergency repairs to State property if sufficient funds are not available in a State agency’s budget. The majority of the approved funds are for State expenditures associated with natural disasters, including State matching funds for FEMA grants.	<ul style="list-style-type: none"> • There is currently \$2.1 million included in the FY 2009 budget to cover estimated expenses through the Performance of Duty appropriation. • It is estimated that the Department of Homeland Security and Emergency Management Division will need approximately \$37.6 million in FY 2010 for disaster-related funding. This is \$35.5 million more than the current base appropriation. 	\$ 35.5	• No options identified.	
18. Management – State Appeal Board Claims <i>Standing Unlimited Appropriation</i>	The Board is composed of the State Auditor, State Treasurer, and the Director of the Department of Management. (Section 73A.1, <u>Code of Iowa</u>) The Board authorizes claims under: <ul style="list-style-type: none"> • Chapter 25, <u>Code of Iowa</u>, for the payment of bills, fees, refunds, and credits. • Chapter 669, <u>Code of Iowa</u>, State Tort claims. Payment for the above claims are made from the appropriation or fund of original certification of the claim. If money is not available in the appropriation or fund, then the payment is made from the State Appeal Board appropriation.	<ul style="list-style-type: none"> • The increase is based on historical claims paid through the Appeal Board. • The average annual payment for Appeal Board claims from FY 2000 through FY 2008 was \$12.3 million. • For FY 2009, \$4.4 million is budgeted for claims. This is less than the level of historical claims. • The FY 2009 claims are estimated to be \$7.9 million more than the amount currently budgeted. 	\$ 7.9	• No options identified.	

Built-In Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 10 vs. FY 09 (4)	Options for Reductions (5)	Savings (6)
19. Public Health – Substance Abuse <i>Standing Limited Appropriation</i>	Section 123.53(3), <u>Code of Iowa</u> , appropriates \$2.0 million from liquor sales revenue to the Department of Public Health for the Substance Abuse Prevention and Treatment Program.	<ul style="list-style-type: none"> • Senate File 2425 (FY 2009 Health and Human Services Appropriations Act) specified that the appropriations for Addictive Disorders contained in the Act from the General Fund and the Health Care Trust Fund satisfied the statutory requirement of a \$2.0 million appropriation for substance abuse treatment from the General Fund. • Under current law, the \$2.0 million will be appropriated from the General Fund in FY 2010. 	\$ 2.0	<ul style="list-style-type: none"> • Eliminate or notwithstanding the FY 2010 appropriation. 	\$ 2.0
20. Veterans Affairs – County Grant Program <i>Standing Limited Appropriation</i>	Section 35A.16 appropriates \$1.0 million in new funding for the County Grant Program for FY 2010. The Program provides \$10,000 to each county for costs related to support of veterans and county office costs.	<ul style="list-style-type: none"> • This is a new appropriation for FY 2010. 	\$ 1.0	<ul style="list-style-type: none"> • Eliminate the standing appropriation. 	\$ 0.4

FY 2010 ESTIMATED GENERAL FUND EXPENDITURES

Anticipated Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 10 vs. FY 09 (4)	Options for Reductions (5)	Savings (6)
21. Collective Bargaining Salary Packages <i>Appropriation</i>	<p>Estimated State employee salary increases resulting from a negotiated collective bargaining agreement.</p> <p>The State is currently in the process of negotiations with unions representing State employees for salaries and benefits for FY 2010 and FY 2011.</p>	<ul style="list-style-type: none"> The estimate for FY 2010 is based on the actual salary adjustment allocation in FY 2009. 	\$ 92.9	<ul style="list-style-type: none"> Do not fully fund the estimated salary adjustment for FY 2010. This will require State agencies to reduce their FY 2010 budgets to fund the salary increases in accordance with the negotiated collective bargaining agreement. 	
22. Healthy Iowans Tobacco Trust Fund (HITT) Programs <i>Appropriation</i>	<p>The HITT Fund was established in FY 2002 and received an initial appropriation of \$55.0 million from the Endowment for Iowa's Health Account. The statute increased the appropriation 1.5% annually.</p> <p>Due to declining revenues in the Endowment, the General Assembly sunset the HITT Fund at the end of FY 2009. In FY 2009, the Fund was appropriated \$36.4 million for various ongoing health-related programs. Any revenues remaining in the HITT Fund at the close of FY 2009 will be transferred to the General Fund.</p>	<ul style="list-style-type: none"> In FY 2009, a total of \$36.4 million was appropriated from the HITT Fund. Assumes the General Assembly will fund all HITT programs in FY 2010 at the FY 2009 level. 	\$ 36.4	<ul style="list-style-type: none"> Eliminate or reduce funding for programs traditionally funded from the HITT Fund. 	
23. Health Care Trust Fund Programs <i>Appropriation</i>	<p>The Health Care Trust Fund was created in FY 2008 to receive the first \$127.6 million funds from the increase of the cigarette tax. The proceeds are used to fund health care in the State.</p>	<ul style="list-style-type: none"> For FY 2009, \$500,000 of FY 2008 carry forward funds were used for ongoing programs. These funds will not be available in FY 2010. Assumes the programs will be funded at the FY 2009 level in FY 2010. 	\$ 0.5	<ul style="list-style-type: none"> Eliminate programs from the Health Care Trust Fund. 	

Anticipated Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 10 vs. FY 09 (4)	Options for Reductions (5)	Savings (6)
24. Corrections – Increased Operating Costs <i>Appropriation</i>	Costs associated with operating the State prison and Community-Based Corrections (CBC) system.	<ul style="list-style-type: none"> Increased costs for supervising more offenders, and rate increases for food, fuel, and pharmacy. 	\$ 4.1	<ul style="list-style-type: none"> Maintain funding at the FY 2008 level. 	\$ 4.1
25. Corrections – Operating Costs for Additional Beds <i>Appropriation</i>	<p>Operational costs associated with opening Community-Based Correction facilities in Cedar Rapids and Davenport.</p> <p>Facilities are under construction in Cedar Rapids and Davenport. Annual operating costs will increase when the facilities open. The estimate is \$1.8 million for Cedar Rapids and \$920,000 for Davenport.</p>	<ul style="list-style-type: none"> Construction of the Cedar Rapids facility is complete. This CBC District currently has \$1.6 million in its General Fund appropriation for operation of this facility. It is estimated that an additional \$1.8 million will be needed in FY 2010. The Davenport facility is currently under construction. An estimated \$920,000 will be needed in FY 2010 to open and operate the new facility. This includes \$698,000 in one-time costs and \$222,000 for three months of operations. Additional funds will also be needed in FY 2011 to annualize the operating costs. 	\$ 2.7	<ul style="list-style-type: none"> Maintain current funding level for the Cedar Rapids facility. Fund one-time costs for Davenport from an alternative source. Do not provide operating funds for Davenport until the facility is constructed. Freeze spending at the current level. This would require the Cedar Rapids CBC to revise the proposed mental health treatment programming. 	\$ 2.7 \$ 0.6
26. Corrections – Sex Offender Supervision and Treatment <i>Appropriation</i>	Costs associated with the treatment and supervision of sex offenders.	<ul style="list-style-type: none"> The estimate reflects the increased cost of supervising sex offenders over an extended period. 	\$ 2.5	<ul style="list-style-type: none"> Amend current law to modify certain supervision and treatment requirements. 	\$ 2.5
27. Corrections – Federal Funds Replacement <i>Appropriation</i>	The DOC received federal funds re-entry programs. That will expire in FY 2010.	<ul style="list-style-type: none"> The estimate reflects the amount of federal funds that the Department will not receive in FY 2010. Assumes the DOC will retain the re-entry programs. 	\$ 0.5	<ul style="list-style-type: none"> Do not provide funding to replace the federal grants. 	\$ 0.5

Anticipated Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 10 vs. FY 09 (4)	Options for Reductions (5)	Savings (6)
28. Corrections – Administrative Services Reimbursement <i>Appropriation</i>	The DOC reimburses the DAS for certain services.	<ul style="list-style-type: none"> The estimate reflects the rate increase for support DAS services. 	\$ 0.4	<ul style="list-style-type: none"> Do not permit DAS to increase rates. 	\$ 0.4
29. Department of Justice – Victim Assistance Grants <i>Appropriation</i>	Reimbursable grants are awarded to local domestic abuse and sexual assault programs. Funding for FY 2009 includes a General Fund appropriation of \$150,000, that is combined with \$850,000 in forfeited property receipts and \$3.2 million from the Victim Compensation Fund.	<ul style="list-style-type: none"> Forfeited property receipts and moneys from the Victim Compensation Fund will not be available in FY 2010. Assumes the Program will be continued in FY 2010. 	\$ 4.1	<ul style="list-style-type: none"> Increase receipts to the Victim Compensation Fund. Use alternative sources for Victim Assistance Grants. Decrease the amount of compensation paid to victims. 	\$ 4.1
30. Education – Teacher Quality/Student Achievement (SATQ) Program <i>Appropriation</i>	Includes a variety of programs related to teacher quality, including the National Board Certification Awards Program. In FY 2008 and FY 2009, funding was included for pay-for-performance and career ladder pilots.	<ul style="list-style-type: none"> Beginning in FY 2008, no new awards for National Board Certification have been funded. The funding required to fulfill existing obligations declines annually. The pay-for-performance and career ladder pilots will be completed in FY 2009. 	\$ -0.8	<ul style="list-style-type: none"> No options identified. 	
31. Human Services – Child and Family Services <i>Appropriation</i>	Provides for foster care; safety and permanency; and other support services for children.	<ul style="list-style-type: none"> For FY 2009, the Child and Family Services budget was partially funded with carry forward funds from FY 2008. An estimated \$3.6 million will be needed in FY 2010 to continue funding the Program at the FY 2009 level. 	\$ 3.6	<ul style="list-style-type: none"> Decrease the support services for children. 	\$ 3.6

Anticipated Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 10 vs. FY 09 (4)	Options for Reductions (5)	Savings (6)
32. Department of Human Services – Emergency Mental Health System <i>Appropriation</i>	The Emergency Mental Health System was created to provide a variety of emergency services to reduce the escalation of mental health crisis situations.	<ul style="list-style-type: none"> For FY 2009, this program was funded for half a year with \$1.5 million of one-time money. To fund the Program entirely from the General Fund for a full year will require \$3.0 million for FY 2010. 	\$ 3.0	<ul style="list-style-type: none"> Eliminate the Emergency Mental Health Program. 	\$ 3.0
33. Human Services – IowaCare Growth <i>Appropriation</i>	IowaCare is a limited health care program. This program provides some inpatient and outpatient services, doctor, and advanced registered nurse practitioner services, dental services, limited prescription drug benefits, and transportation at the University of Iowa Hospitals and Clinics and Broadlawns Medical Center in Des Moines.	<ul style="list-style-type: none"> An increased of \$2.0 million is estimated due to increased utilization of the IowaCare Program at the University of Iowa Hospitals and Clinics. See the Medicaid built-in for other cost increases associated with the IowaCare Program. 	\$ 2.0	<ul style="list-style-type: none"> Cap the Program at a certain dollar amount. 	
34. Human Services – Field Operations <i>Appropriation</i>	Provides the staff in 99 counties for operations of the DHS programs and services.	<ul style="list-style-type: none"> For FY 2009, the Department was authorized to use \$1.2 million of FY 2008 carryforward funds for FY 2009. Assumes similar carryforward funds will not be available at the end of FY 2009 for use in FY 2010. 	\$ 1.2	<ul style="list-style-type: none"> Reduce staff for the Field Offices operations of the DHS. 	\$ 1.2
35. Department of Human Services – Children’s Mental Health System <i>Appropriation</i>	The Children’s Mental Health System was created to provide a variety of children’s mental health services to prevent or reduce utilization of more costly, restrictive care and to keep children in their homes.	<ul style="list-style-type: none"> This program was funded for half a year with \$0.5 million of one-time money. To fund the Program for a full year at current funding levels would require an additional \$1.0 million for FY 2010. 	\$ 1.0	<ul style="list-style-type: none"> Eliminate the Children’s Mental Health Program. 	\$ 1.0

Anticipated Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 10 vs. FY 09 (4)	Options for Reductions (5)	Savings (6)
36. Human Services – Mental Health Risk Pool <i>Appropriation</i>	Provides an emergency funding source to counties that have depleted their State mental health funds.	<ul style="list-style-type: none"> Estimated cost to replace one-time funding used in FY 2009 for the Mental Health Risk Pool. 	\$ 1.0	<ul style="list-style-type: none"> Eliminate funding to the Risk Pool. 	\$ 1.0
37. Human Services – Direct Care Worker Health Insurance <i>Appropriation</i>	House File 2539 (Health Care Reform Act) created a demonstration project dependent on funding to provide health insurance for direct care workers.	<ul style="list-style-type: none"> An estimated \$750,000 will be needed to implement and provide insurance for direct care workers. 	\$ 0.8	<ul style="list-style-type: none"> Do not appropriate funding to begin the program. 	\$ 0.8
38. Human Services – Civil Commitment Unit for Sex Offenders <i>Appropriation</i>	Provides the security and mental health treatment components of former inmates that are civilly committed to the Program prior to release from prison.	<ul style="list-style-type: none"> The growth in the number of clients within the Program require the utilization of additional space and staff within the facility. 	\$ 0.7	<ul style="list-style-type: none"> Eliminate the Program. Fund the Program at the FY 2009 level. 	\$ 6.9 \$ 0.7
39. Human Services – General Administration <i>Appropriation</i>	Provides the centralized administration, human resources, policy development, information technology, and financial staff for the Department	<ul style="list-style-type: none"> For FY 2009, the Department was authorized to use \$100,000 in carryforward funds from FY 2008 for administrative costs. 	\$ 0.1	<ul style="list-style-type: none"> Reduce administrative staff for the Department and fund the Program at the FY 2009 level. 	\$ 0.1
40. Human Services – State Resource Centers <i>Appropriation</i>	Provides the living and services arrangements for persons with disabilities residing at these two facilities.	<ul style="list-style-type: none"> Reflects the estimated savings for FY 2010 from State salary funds provided in FY 2009. The savings result from the two State Resource Centers being net budgeted institutions and increases for continuation of placements outside the Centers. 	\$ -3.7	<ul style="list-style-type: none"> No options identified. 	

Anticipated Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 10 vs. FY 09 (4)	Options for Reductions (5)	Savings (6)
<p>41. Judicial Branch – Retirement Fund Contribution <i>Appropriation</i></p>	<p>The Judicial Retirement System provides retirement benefits to judges. Pursuant to Section 602.9104(4), <u>Code of Iowa</u>, the employer’s contribution rate is 30.6% of all covered salaries.</p>	<ul style="list-style-type: none"> • House File 2647 (FY 2009 Judicial Branch Appropriations Act) appropriated \$3.5 million from the General Fund and \$4.2 million from other sources for a total of \$7.6 million for the employer’s contribution rate of 30.6%. • The employee (judges) contribution rate is set by statute and was changed during the 2008 Legislative Session from 6.0% of covered pay to 7.7% in FY 2009, 8.7% in FY 2010, and 9.7% in FY 2011 to continue until the Fund reaches a 100.0% funded ratio. • This estimate assumes the employer share is funded from General Fund dollars. • According to the July 1, 2008, actuarial report, the Judicial Retirement Fund is 62.0% funded with an unfunded actuarial accrued liability of \$53.2 million. 	<p>\$ 4.8</p>	<ul style="list-style-type: none"> • No options identified. 	
<p>42. Public Health – Chronic Conditions <i>Appropriation</i></p>	<p>Provides financial assistance to families with children that have phenylketonuria (PKU), a metabolic disorder usually controllable by diet.</p>	<ul style="list-style-type: none"> • For FY 2009 the Department was authorized to carry forward \$100,000 from the FY 2008 General Fund appropriation to FY 2009 for the PKU funding. 	<p>\$ 0.1</p>	<ul style="list-style-type: none"> • Fund the Program at the FY 2009 level. 	<p>\$ 0.1</p>

Anticipated Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 10 vs. FY 09 (4)	Options for Reductions (5)	Savings (6)
43. Public Health – Substance Abuse <i>Appropriation</i>	Provides treatment and support services for those persons eligible for substance abuse treatment funding	<ul style="list-style-type: none"> Assumes continuation of the Program that was funded in FY 2009 by one-time carry forward from FY 2008. 	\$ 1.3	<ul style="list-style-type: none"> Reduce the amount of treatment and support services and fund the Program at the FY 2009 level. 	\$ 1.3
44. Veterans Affairs – Veterans Home Net Budgeting <i>Appropriation</i>	Provides services and residence for certain veterans and veterans spouses.	<ul style="list-style-type: none"> Reflects the estimated savings for FY 2010 from State salary funds provided in FY 2009. The savings result from the Veterans Home being a net budgeted institution. 	\$ -1.0	<ul style="list-style-type: none"> Eliminate the carry forward of funds. 	\$ 1.0

INTERIM COMMITTEE SUMMARY

For a summary of the activities for each of the committees listed below, see the analysis of FY 2010 budget requests for the indicated subcommittee.

COMMITTEE NAME	CHARGE	LSA STAFF	SUBCOMMITTEE
Criminal Code Reorganization Study Committee (Carryover from 2007)	<p>CHARGE: Meet during the 2007 and 2008 Legislative Interims to consider proposals for Criminal Code revisions, reorganization, and updates. Subcommittees include:</p> <ul style="list-style-type: none"> • Foundational Provision • Reorganization • Sentencing • Specific Crimes 	<p>Legal: Joe McEniry, Rachele Hjelmaas, and Ed Cook Fiscal: Beth Lenstra and Jennifer Acton</p>	Justice
Effects of Flooding on Livestock Industry Study Committee	<p>CHARGE: Consider the effects of the 2008 flooding on the Iowa livestock industry, including commodity prices, differential effects on small and large producers, financing issues, and effects on businesses associated with the livestock industry. The Study Committee shall consult with experts who can provide options to address the challenges being confronted.</p>	<p>Legal: Doug Adkisson, Tim Whipple, and Tim McDermott Fiscal: Deb Kozel and Deborah Helsen</p>	Agriculture and Natural Resources
Energy Efficiency Plans and Programs Study Committee	<p>CHARGE: Examine the existence and effectiveness of energy efficiency plans and programs implemented by gas and electric public utilities, with an emphasis on results achieved by current plans and programs from the demand, or customer, perspective, and make recommendations for additional requirements applicable to energy efficiency plans and programs that would improve such results. In conducting the study and developing recommendations, the Study Committee shall consider testimony from the Iowa Utilities Board, rate-regulated and nonrate-regulated gas and electric utilities, the Consumer Advocate, state agencies involved with energy efficiency program administration, environmental groups and associations, and consumers.</p>	<p>Legal: Rick Nelson, Tim McDermott, and Tim Whipple Fiscal: Deborah Helsen and Dave Reynolds</p>	Administration and Regulation

Appendix C – Interim Committee Summary

COMMITTEE NAME	CHARGE	LSA STAFF	SUBCOMMITTEE
Identity Theft Prevention Study Committee	CHARGE: Assess and review the extent to which personal, identifying information of a resident of this state is in the possession of government or government-affiliated organizations, and which, if disclosed, could render the resident vulnerable to identity theft. Also assess the extent to which public officials, government organizations, and affiliated organizations make available, are in possession of, have access to, or are disclosing or selling such information for compensation. Based upon this assessment and review, the Committee shall develop recommendations relating to these practices.	Legal: Ed Cook, Michael Duster, and Amanda Knief Fiscal: Marcia Tannian and Mary Beth Mellick	Transportation, Infrastructure, and Capitals
Iowa Law Enforcement Academy Facility Analysis	CHARGE: Issue a request for proposals to contract for an independent entity to analyze and make recommendations for an optimal site and facilities for the Iowa Law Enforcement Academy. The analysis shall address the considerations necessary for relocating the academy. The cost of the analysis shall not exceed \$150,000.	Legal: Rachele Hjelmaas, Nicole Hoffman, and Ed Cook Fiscal: Jennifer Acton and Beth Lenstra	Justice
Legislative Property Tax Study Committee (Carryover from 2007)	CHARGE: The Legislative Property Tax Study Committee is established for the 2007 and 2008 Legislative Interims to perform a comprehensive review of the property tax system. The Study Committee may contract for analysis or other services. The cost for such contracting shall not exceed \$150,000.	Legal: Susan Crowley, Michael Duster, and Amanda Knief Fiscal: Shawn Snyder and Jeff Robinson	Unassigned Standing Appropriations

COMMITTEE NAME	CHARGE	LSA STAFF	SUBCOMMITTEE
Mass Transit Study Committee	CHARGE: Study the ways in which mass transit might be employed to provide public transportation services among Iowa communities. Consider the ways mass transit availability affects various populations in rural and urban communities, particularly those who are unable to drive or cannot afford to own a motor vehicle; determine any impact mass transit within communities can have on population levels, quality of life, and economic development in urban job centers, small and satellite communities, and rural towns; identify the effect of mass transit on greenhouse gases and on overall air quality; determine the level of public need for mass transit, including any specific areas in immediate need; investigate the feasibility of expanding mass transit services and the types and combination of services that might comprise a state mass transit system; identify potential costs and funding mechanisms for developing and maintaining specific mass transit services; and assess the attitudes and habits of Iowans concerning personal transportation and ways to educate the public about the economic, social, and environmental advantages of mass transit. Consult with the interests listed in 2008 Iowa Acts, S.F. 2425, § 146, in conducting the study.	Legal: Tim McDermott, Amanda Knief, and Diane Ackerman Fiscal: Mary Beth Mellick and Marcia Tannian	Transportation, Infrastructure, and Capitals
Medicaid Elderly Waiver Program Study Committee	CHARGE: Review the services, costs, and requirements under the Medicaid Home and Community-based Services Elderly Waiver Program. Consult with the Department of Human Services and persons interested in the program. Make recommendations for appropriate changes to the program.	Legal: Patty Funaro, Amanda Knief, and John Pollak Fiscal: Jess Benson and Sue Lerdal	Health and Human Services
Medicaid Program Drug Product Selection Study Committee	CHARGE: Convene public and private stakeholders to review current law for drug product selection under the Medicaid Program.	Legal: Patty Funaro, Ann Ver Heul, and John Pollak Fiscal: Jess Benson and Sue Lerdal	Health and Human Services

Appendix C – Interim Committee Summary

COMMITTEE NAME	CHARGE	LSA STAFF	SUBCOMMITTEE
<p>Postsecondary Education Rigor Analysis</p>	<p>CHARGE: Issue a request for proposals to contract for an independent entity to analyze and compare the rigor of the first two years of study at community colleges and institutions of higher education governed by the State Board of Regents. Make the report of the analysis publicly available by July 1, 2009. (required by 2008 Iowa Acts, H.F. 2679, § 7)</p>	<p>Legal: Kathy Hanlon, Amanda Knief, and Susan Crowley Fiscal: Dwayne Ferguson and Robin Madison</p>	<p>Education</p>

SALARIES AND COLLECTIVE BARGAINING

The State is currently in the process of negotiations with unions representing State employees for salaries and benefits for FY 2010 and FY 2011. Chapter 20, Code of Iowa, establishes the framework and timeline for the bargaining process. The basic deadlines are:

- August through September – Unions request bargaining.
- November through December – Unions and the State present initial proposals.
- January through March – Negotiation sessions occur. This may result in the appointment of a mediator, fact finding, and binding arbitration.
- March 15 – Deadline for impasse procedure and filing of neutrals award if required.

ESTIMATED SALARY EXPENDITURES FOR FY 2010

- The Departments' FY 2010 recommendation does not include a recommendation for a salary adjustment appropriation.
- It is estimated that total salary expenses for all funding sources will increase by \$102.2 million in FY 2010. This includes an estimated increase of \$37.6 million for partial year increases that occur during FY 2009 (salary annualization) and \$64.6 million for increased salaries and benefit costs. Some of the salary and benefit changes include step increases for qualified employees, no across-the-board adjustment, and having all employees in Wellmark health plans.
- It is estimated that General Fund salary expenses will increase by \$55.8 million in FY 2010. This includes an estimated increase of \$21.0 million for partial year increases that occur during FY 2009 (salary annualization) and \$34.8 million for increased salaries and benefit costs. Some of the salary and benefit changes include step increases for qualified employees, no across-the-board adjustment, and having all employees in Wellmark health plans.
- It is estimated that a 1.0% across-the-board-adjustment will increase the cost for all funds by \$32.2 million, including \$17.4 million from the General Fund.

The following is a summary of the unions opening offers and the State's response. The table contains only a summary of the major points. Copies of the opening offers and the State's response are available from the Fiscal Services Division (FSD) of the Legislative Services Agency (LSA) upon request. Since collective bargaining agreements cover two years, there will be no collective bargaining negotiations during the 2010 Legislative Session. The FSD will provide an update when the agreements become final.

FY 2010 AND FY 2011 COLLECTIVE BARGAINING UNIT NEGOTIATIONS

Bargaining Unit	FY 2010		FY 2011	
	Wages	Benefits	Wages	Benefits
American Federation of State, County, and Municipal Employees (AFSCME) – General Government and Community Based Corrections (CBC)	<p>5.00% across-the-board pay increase on June 26, 2009.</p> <p>Step increases of 4.50% for eligible employees during FY 2010.</p> <p>Provides overtime time pay at the rate of two times the regular rate of pay.</p> <p>Increases shift differential pay.</p> <p>Changes call-back pay.</p> <p>Changes compensation for employees receiving workers’ compensation benefits.</p>	<p>Increases the coverage amounts for life insurance, accidental death and dismemberment insurance, and disability insurance.</p> <p>Changes sick leave accrual, and conversion and payment upon retirement or death.</p> <p>Changes paid annual leave of absence and holiday provisions.</p> <p>Changes family and medical, and educational leaves.</p> <p>Changes the employee’s rights upon the elimination of a position.</p> <p>Makes other changes.</p>	<p>5.0% across-the-board increase on June 25, 2010.</p> <p>4.50% step increases for eligible employees.</p>	<p>Same as FY 2010.</p>
State Response	<p>0.00% across-the-board increase effective June 26, 2009.</p> <p>Eliminates the ability of some employees to qualify for overtime, compensatory time, standby pay, and call-back pay.</p>	<p>Makes changes to streamline grievance procedures.</p> <p>Provides that all time as a State employee is to count toward seniority.</p> <p>Reduces length of time to complete a layoff.</p> <p>Streamlines the bumping procedures.</p> <p>Increases the time before an employee can transfer.</p> <p>Makes changes to health and dental benefits.</p>	<p>0.00% across-the-board pay increase on June 25, 2010.</p>	<p>Same as FY 2010.</p>

Bargaining Unit	FY 2010		FY 2011	
	Wages	Benefits	Wages	Benefits
AFSCME, continued State Response		<p>Limits life insurance to full-time employees.</p> <p>Requires employees to use other options before using leave of absence without pay because of weather-related absences.</p> <p>Makes changes to meetings between labor and management.</p> <p>Makes changes to organizational units for the purpose of layoffs and transfers.</p> <p>Limits and restricts relocation expenses.</p>		
Iowa United Professionals (IUP) and United Electrical Workers (UE) , Science Unit and Professional Social Services Unit	<p>5.00% across-the-board pay increase on June 26, 2009.</p> <p>Step increases of 4.50% for eligible employees during FY 2010.</p>	<p>Specifies returning laid off workers return to no lower than their prior pay grade and step.</p> <p>Specifies that all paid time is to be included in the calculation of hours worked for overtime pay.</p> <p>Increase the State contribution for the Iowa Select Family Health Plan from 80.00% to 85.00%.</p> <p>Increase the State contribution for dental benefits to 100.00% of the Family Plan.</p> <p>Increases sick leave, sick leave conversion to vacation, and vacation accrual rates.</p>	<p>5.00% across-the-board pay increase on June 25, 2010.</p> <p>Step increases of 4.50% for eligible employees during FY 2011.</p>	<p>Increase the State contribution for the Iowa Select Family Health to 100.00%.</p>

Appendix D – Salaries and Collective Bargaining

Bargaining Unit	FY 2010		FY 2011	
	Wages	Benefits	Wages	Benefits
IUP and UE, Science Unit and Professional Social Services Unit, continued		Adds Christmas Eve as a paid holiday.		
		Increase the State contribution under the Deferred Compensation Program from \$75 per month to \$100 per month (\$1,200 per year) effective July 1, 2009.		
		The State is to contribute 100.00% for family vision benefits.		
		Increases the permitted carry-forward of vacation by 40 hours to 80 hours.		
		Makes changes to employee evaluations.		
State Response		Increases the maximum dental and orthodontic payments from \$1,500 to \$1,800.		
	0.00% across-the-board increase effective June 26, 2009.	Makes changes to layoff procedures.	0.00% across-the-board increase effective June 25, 2010.	
	Step increases of 4.50% for eligible employees during FY 2010.	Makes changes to health and dental benefits and premium contributions.	Step increases of 4.50% for eligible employees during FY 2011.	
		Limits life insurance to full-time employees.		
State Police Officers Council (SPOC)		Limits and restricts relocation expenses.		
	5.00% across-the-board pay increase on June 26, 2009, or the change in the Consumer Price Index (CPI) plus 1.00%, whichever is higher.	Prohibits the changing of schedules to avoid the payment of overtime.	5.00% across-the-board pay increase on June 25, 2010, or the change in the Consumer Price Index (CPI) plus 1.00%, whichever is higher.	Same as FY 2010.
	Step increases of 4.50% for	Establishes new work hours, makes changes to the accumulation of compensatory, sick, and vacation time.	Step increases of 4.50% for	
		Makes changes to the health and dental benefits and the State's		

Bargaining Unit	FY 2010		FY 2011	
	Wages	Benefits	Wages	Benefits
SPOC, continued	<p>eligible employees during FY 2010.</p> <p>Increase the maximum biweekly salary for all pay grades to \$2,996.</p> <p>Increases shift differential pay by \$1.10 per hour to \$2.00 per hour.</p>	<p>premium contributions.</p> <p>Adds Presidents’ Day and Columbus Day to the list of paid holidays.</p> <p>Increases Per Diem by \$2.00 per day to \$10.00 per day.</p> <p>Increases the clothing maintenance allowance.</p> <p>Increase the State contribution under the Deferred Compensation Program from \$75 per month to \$100 per month (\$1,200 per year) effective July 1, 2009, and changes the State match from \$1 for every \$2 dollar contributed to \$1 for each \$1 contributed.</p>	<p>eligible employees during FY 2011.</p>	
State Response	<p>2.00% across-the-board increase effective June 26, 2009.</p> <p>Step increases of 3.50% for eligible employees during FY 2010.</p>	<p>Makes changes to the rules pertaining to the deduction of dues.</p> <p>Makes changes to grievance procedures.</p> <p>Makes changes to layoff and transfer procedures.</p> <p>Limits life insurance to full-time employees.</p>	<p>0.00% across-the-board pay increase on June 25, 2010.</p> <p>Step increases of 3.50% for eligible employees during FY 2011.</p>	<p>Same as FY 2010.</p>
Judicial Public Professional and Maintenance Employees (PPME)	<p>10.00% across-the-board pay increase on June 26, 2009.</p> <p>Step increases of 4.50% for eligible employees during FY 2010.</p>	<p>Increase paid leave for purposes of contact negotiation from 24 hours to 56 hours for employees involved in negotiating a new bargaining agreement.</p> <p>The employer is required to use a layoff procedure and not a reduction</p>	<p>10.00% across-the-board pay increase on June 25, 2009.</p> <p>4.50% step increases for eligible employees.</p>	<p>Same as FY 2010.</p>

Appendix D – Salaries and Collective Bargaining

Bargaining Unit	FY 2010		FY 2011	
	Wages	Benefits	Wages	Benefits
PPME, continued		<p>in hours through unpaid furloughs.</p> <p>Increase the State match under the Deferred Compensation Program from \$50 per month to \$100 per month (\$1,200 per year) effective July 1, 2009.</p> <p>Increase the State contribution for the Iowa Select Family Health Plan from 80.00% to 90.00%.</p> <p>Increase the coverage amounts for life insurance, accidental death and dismemberment insurance, and disability insurance.</p> <p>Add three more holidays.</p> <p>Reimburse up to \$50 per month for parking.</p>		
State Response	2.00% across-the-board increase effective June 26, 2009.	<p>Increase the State contribution under the Deferred Compensation Program from \$50 per month to \$75 per month (\$900 per year) effective July 1, 2009.</p> <p>Change the State contribution for health insurance from the current 80.00% of the Iowa Select Family Health Plan to 85.00% of the Blue Select Family Health Plan. Cost containment provisions are changed on all plans.</p> <p>Increase the coverage amounts for life insurance, accidental death and dismemberment insurance, and</p>	No change from FY 2010.	Same as FY 2010.

Bargaining Unit	FY 2010		FY 2011	
	Wages	Benefits	Wages	Benefits
University of Northern Iowa (UNI)– United Faculty	<p>4.55% across-the-board pay increase, plus an increase equal to 1.40% of the average appointment year salary of all full-time members, on June 26, 2009.</p> <p>Discretionary merit increases to be distributed equal to 2.55% of full-time faculty member salaries.</p> <p>Permits additional increases based on market conditions.</p> <p>Provides for promotional increases.</p> <p>Provides for overload compensation.</p>	<p>disability insurance.</p> <p>Employer to provide information on insurance plan expenditures and Professional Activities Committee (PAC) procedures.</p> <p>Specifies tuition waiver procedures.</p> <p>Specifies parking privileges.</p> <p>Specifies evaluation procedures for faculty.</p> <p>Specifies continuing education compensation and professional development assignments.</p> <p>Establishes a sick leave bank for all faculty members to draw from if the employee has exhausted their own sick leave.</p> <p>Provides professional development reimbursement of up to \$750 for FY 2010 and \$850 for FY 2011.</p> <p>Specifies increases in summer research fellowships of 20.58% and stipends of 23.17% for FY 2010, and fellowships by 22.21% and stipends by 26.90% for FY 2011.</p>	<p>4.68% across-the-board pay increase, plus an increase equal to 1.45% of the average appointment year salary of all full-time members, on June 25, 2010.</p> <p>Discretionary merit increases to be distributed equal to 2.63% of full-time faculty member salaries.</p> <p>Permits additional increases based on market conditions.</p> <p>Provides for promotional increases.</p> <p>Provides for overload compensation.</p>	<p>Same as FY 2010.</p>
State Response	<p>0.00% increase.</p> <p>Provides for promotional increases.</p> <p>Establishes clinical faculty</p>	<p>Specifies increases in summer research fellowships of 4.00% and stipends of 3.99% for FY 2010.</p> <p>Faculty travel is limited to \$352,287</p>	<p>0.00% increase.</p> <p>Provides for promotional increases.</p>	<p>Same as FY 2010.</p>

Appendix D – Salaries and Collective Bargaining

Bargaining Unit	FY 2010		FY 2011	
	Wages	Benefits	Wages	Benefits
UNI United Faculty, continued State Response	appointments.	each year for FY 2010 and FY 2011. The employer will pay 100.00% of single coverage or 75.00% of dependant coverage health plans, with coverage provided for domestic partners. The employer will pay 100.00% of single coverage and a similar amount for dependant coverage dental plans, with coverage provided for domestic partners.		
Committee to Organize Graduate Students – University of Iowa (COGS – SUI)	Establishes the minimum FY 2010 salary for a 50.00% academic year appointment at \$17,486.63 and provides returning employees a \$911.63 increase. Establishes the minimum FY 2010 salary for a 50.00% fiscal year appointment at \$21,372.19 and provides returning employees a \$1,114.19 increase.	Makes changes to the posting of positions and the release of information. Provides academic year appointments the option of being paid in 12 equal installments. The employer will pay 95.00% of single coverage or 85.00% of dependant coverage health plans, with coverage provided for domestic partners. The employer will pay 85.00% of single coverage or 70.00% of dependant coverage dental plans, with coverage provided for domestic partners. The employer will provide an equal match for the employee contribution	Establishes the minimum FY 2011 salary for a 50.00% academic year appointment at \$18,448.39 and provides returning employees a \$961.76 increase. Establishes the minimum FY 2011 salary for a 50.00% fiscal year appointment at \$22,547.66 and provides returning employees a \$1,114.19 increase.	Same as FY 2010.

Bargaining Unit	FY 2010		FY 2011	
	Wages	Benefits	Wages	Benefits
COGS, continued		of up to \$500 per year for qualified healthcare and dependent care expenses.		
State Response	0.00% across-the-board increase effective June 26, 2009.	Specifies employer provided training. Makes changes to the posting of positions and the release of information. Makes changes to grievance procedures. Increases employee health benefits co-payments, co-insurance, and out-of-pocket maximum. Increases tuition scholarship amounts.	0.00% across-the-board increase effective June 25, 2010.	Same as FY 2010.
Service Employees International Union (SEIU) – University of Iowa and University Of Iowa Hospital and Clinic (SUI/UIHC)	6.00% across-the-board increase effective June 26, 2009. Step increases of 3.50% for eligible employees during FY 2010. Increases pay for the extension of shifts to 1.75% of the hourly wage. Increases incentive, standby, charge nurse, and hours differential pay	Adds ten paid negotiations leave release hours for employees involved in negotiating a new bargaining agreement. Requires the State to release information to the Union about the members. Requires the non-union members to make payments to the union. Implements an insurance and flexible benefits plan. Makes changes to disciplinary procedures. Makes other changes.	6.00% across-the-board increase effective June 25, 2010. Step increases of 3.50% for eligible employees during FY 2011.	Same as FY 2010.

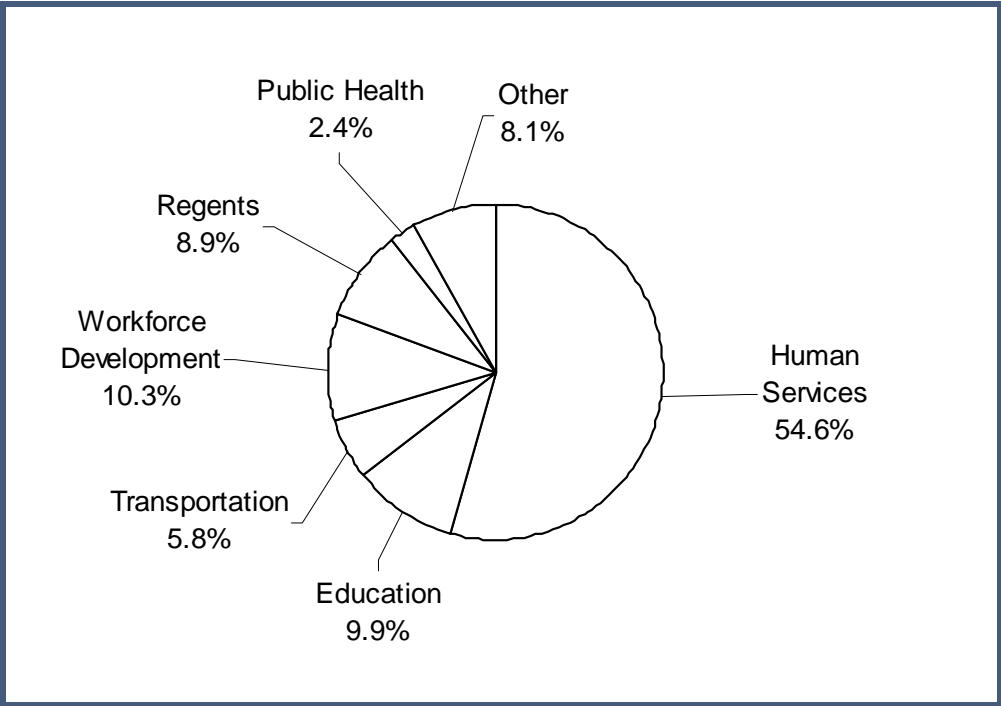
Appendix D – Salaries and Collective Bargaining

Bargaining Unit	FY 2010		FY 2011	
	Wages	Benefits	Wages	Benefits
State Response	0.00% across-the-board increase effective June 26, 2009. Step increases of 0.00% for eligible employees during FY 2010.	Makes changes to grievance procedures. Increases the State’s flexible benefit contributions. Provides that the State can require the use of compensatory time. Makes changes to transfer procedures.	0.00% across-the-board increase effective June 25, 2010. Step increases of 0.00% for eligible employees during FY 2011.	

Staff Contact: Ron Robinson (281-6256) ron.robinson@legis.state.ia.us

FEDERAL FUNDS

**Federal Funds Received by Iowa - Estimated FY 2008
(in millions)**



Human Services	\$	2,433.9
Education		442.0
Transportation		259.3
Workforce Development		457.0
Regents		399.7
Public Health		106.7
Other		361.5
	\$	<u>4,460.1</u>

Note:
"Other" includes all State agencies reporting federal funds that are not individually identified above.

Staff Contact: Doug Wulf (281-3250) douglas.wulf@legis.state.ia.us

PUBLIC RETIREMENT SYSTEMS

Retirement Systems

The public retirement systems in Iowa include:

- **Iowa Public Employees Retirement System – IPERS:** The membership includes approximately 320,000 members, including 87,000 retired employees, of State, county, and city governments; other political subdivisions or agencies; and school districts. Special groups within the System include:
 - Sheriffs and Deputy Sheriffs.
 - Protection Occupations - airport safety officers; conservation peace officers; city marshals, fire fighters, police officers and fire prevention inspectors not under the Municipal Fire and Police Retirement System of Iowa (MFPRSI); correctional officers; Department of Transportation (DOT) peace officers, county jailers, military installation officers, emergency medical care providers, and county attorney special investigators.
- **Judicial Retirement System:** There are approximately 362 covered members in this group. Membership includes active Judges, Senior Judges, retired Senior Judges, retired Judges, beneficiaries of deceased Judges, and inactive Judges with contributions remaining in the System.
- **Department of Public Safety Peace Officers’ Retirement, Accident, and Disability System – PORS:** The membership includes 631 active and 512 retired peace officers of the Department of Public Safety including uniformed sworn officers of the State Patrol, Division of Criminal Investigation (DCI) officers, drug enforcement officers, arson investigators, and fire prevention inspectors.
- **Municipal Fire and Police Retirement System of Iowa - MFPRSI or 411s:** The membership includes 3,818 active and 3,585 retired police officers and firefighters in cities with a population of 8,000 or more in 1980, and other cities that voluntarily established a civil service commission.

Types of Plans

- The IPERS, Judicial Retirement, PORS, and MFPRSI are “defined benefit plans,” meaning the person’s retirement benefit is based on a benefit formula prescribed by contract or statute. The contributions by employers and employees are adjusted based on actuarial evaluations so funds will be available to pay retirees’ benefits. The IPERS and Judicial Retirement System retirees receive Social Security benefits. The PORS and MFPRSI retirees do not.
- **Teachers’ Insurance and Annuity Association - College Retirement Equities Fund - TIAA-CREF:** The membership includes 27,128 active members that are University, Board of Regents, and some community college employees. The TIAA-CREF is a “defined contribution plan,”

Appendix F – Public Retirement Systems

meaning moneys are contributed to an individual account for each participant and the moneys contributed, plus any investment earnings, determine the retirement benefit made available to the participant upon retirement. Retirees of TIAA-CREF receive social security benefits.

- **Deferred Compensation Program (457/401a)** – This is a voluntary retirement savings program for employees of the State of Iowa and other participating government employers. The program is designed to supplement pension and social security benefits at retirement. State of Iowa employees receive a match on a portion of their contributions. Contributions are made pretax through payroll deductions and investment earnings are tax-deferred.
- **Tax Sheltered Annuity (403b)** – This is a voluntary retirement savings program for employees of educational and education-related institutions. This savings program is designed to supplement pension and social security benefits at retirement. Contributions are made pretax through salary reductions and investment earnings are tax-deferred.

FY 2010 Contribution Rates

	<u>Employee Share</u>	<u>Employer Share</u>	<u>Total</u>
IPERS			
Regular	4.30%	6.65%	10.95%
Sheriffs and Deputies	7.62%	7.62%	15.24%
Protection Occupations	6.14%	9.20%	15.34%
Judicial Retirement	8.70%	30.60%	39.30%
PORS (1)	9.35%	21.00%	30.35%
MFPRSI/411s	9.35%	17.00%	26.35%
(1) The State also contributed \$2.7 million in FY 2009.			

Public Retirement Systems Committee

The Public Retirement Systems Committee is a 10-member statutory legislative committee required to examine and make recommendations to the Iowa General Assembly concerning public retirement systems in Iowa. Section 97D.4(3), Code of Iowa, establishes the duties of the committee. The General Assembly addresses retirement system issues during the second year of each biennium and as needed. Interested parties make recommendations for the General Assembly to consider.

Highlights from SF 2424 (FY 2009 Public Retirement Systems Act)

Peace Officers' Retirement, Accident, and Disability System (PORS)

- Increases the employer contribution rate from 17.0% to 19.0%, with continued increases of 2.0% per year to 27.0%.

- Allows the Board of Trustees to adopt actuarial methodology and requires the System to report to the General Assembly using the “Entry Age Normal” actuarial method.
- Requires a disability retirement allowance to cease until age 55 if a recipient member under age 55 becomes employed in a public safety occupation.

Iowa Public Employees’ Retirement System (IPERS)

Highlights include:

- Eliminated bonuses and allowances from the definition of IPERS-covered wages.
- Allowed service credits to the accounts of members that leave IPERS-covered employment for military service and die as a result of that service.
- Increased the minimum fee assessed for late contributions for employer requirements from \$10 to \$20 and requires all employers to pay contributions monthly.
- Allowed IPERS to adjust contribution rates for regular members based on an annual actuarial valuation and limited contribution rate changes for all membership groups to no more than 0.5 percentage points each year, beginning in FY 2012.
- Eliminated the 40 basis point cap on investment management services.
- Clarified that after the initial qualification, a regular member receiving disability benefits must continue to meet the eligibility requirements.
- Allowed beneficiaries that are not spouses, as well as spouses, to roll over their death benefits into traditional and ROTH IRA accounts.
- Allows members to buy up to five years of service credit that is not tied to specific employment.
- Allows members with mixed service to convert regular service credit to Special Service credit by paying the actuarial cost.
- Moves four groups to protection occupation: County Jailers, Emergency Medical Service Providers, County Attorney Investigators, and National Guard Installation Security Officers.

For a complete list of changes in SF 2424 please contact Jennifer Acton at 281-7846 or refer to the IPERS web page at www.ipers.org/publications/misc/pdf/legis/200805SF2424iperschanges.pdf

Municipal Fire and Police Retirement System of Iowa (411)

- Allows the Board of Trustees to adopt actuarial methodology and requires the System to report to the General Assembly using the “Entry Age Normal” actuarial method.
- Permits members to purchase service credit for military service by making contributions to the System in an amount equal to the actuarial cost of the service credit purchase.

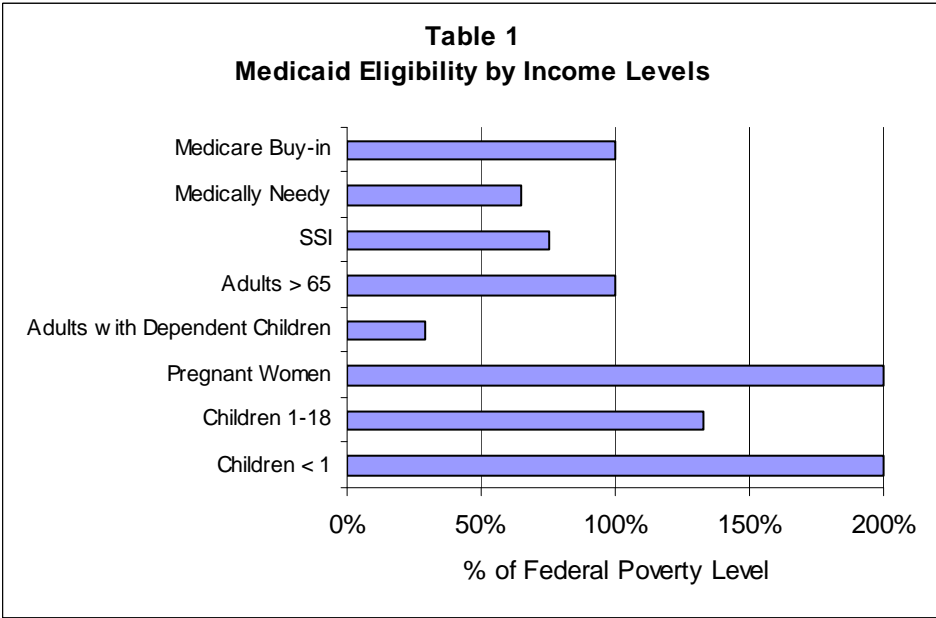
Judicial Retirement System

- Increased the contribution rates for Judges' as follows: FY 2009, 7.7% of covered wages; FY 2010, 8.7% of covered wages; and beginning in FY 2011 and until the System attains fully-funded status, the Judges' contribution rate will be 9.35% of covered wages.
- Beginning July 1, 2008, until the Fund attains fully-funded status, the State's required contribution rate will be 30.6%. Fully-funded status means that the most recent actuarial valuation that reflects the funded status of the System is at least 100.0% of the benefits provided for the Judges through the Judicial Retirement System as of July 1, 2006. When the Fund reaches fully-funded status, the State's share will be 60.0% of the required contribution rate and the employees' share will be 40.0% of the actuarially-required contribution rate.
- Eliminated the currently required actuarial method of "projected unit credit" and required the State Court Administrator to adopt a specific methodology. The Judicial Retirement System is required to report to the General Assembly using the "Entry Age Normal" actuarial method.

Staff Contact: Jennifer Acton (281-7846) jennifer.acton@legis.state.ia.us

MEDICAL ASSISTANCE PROGRAM (MEDICAID)

Medicaid is funded jointly by State and federal funds to provide health care services to low-income persons that are elderly, blind, disabled, pregnant, children under age 21, or members of families with dependent children. For Federal Fiscal Year (FFY) 2008, the federal matching rate for Iowa is 61.73%. The estimated match rate for FFY 2009 is 62.62%.



The Iowa Medicaid Program covers individuals at various levels of income as allowed under federal law. **Table 1** shows the maximum income level for children, pregnant women, adults with dependent children, recipients of Supplemental Security Income (SSI), the Medicare Buy-in Program, and the Medically Needy Program. The income levels are based on the percentage of the Federal Poverty Level (FPL) calculated annually by the federal government and varies by the size of the household. The FPL for a family of four is \$21,200 for 2008.

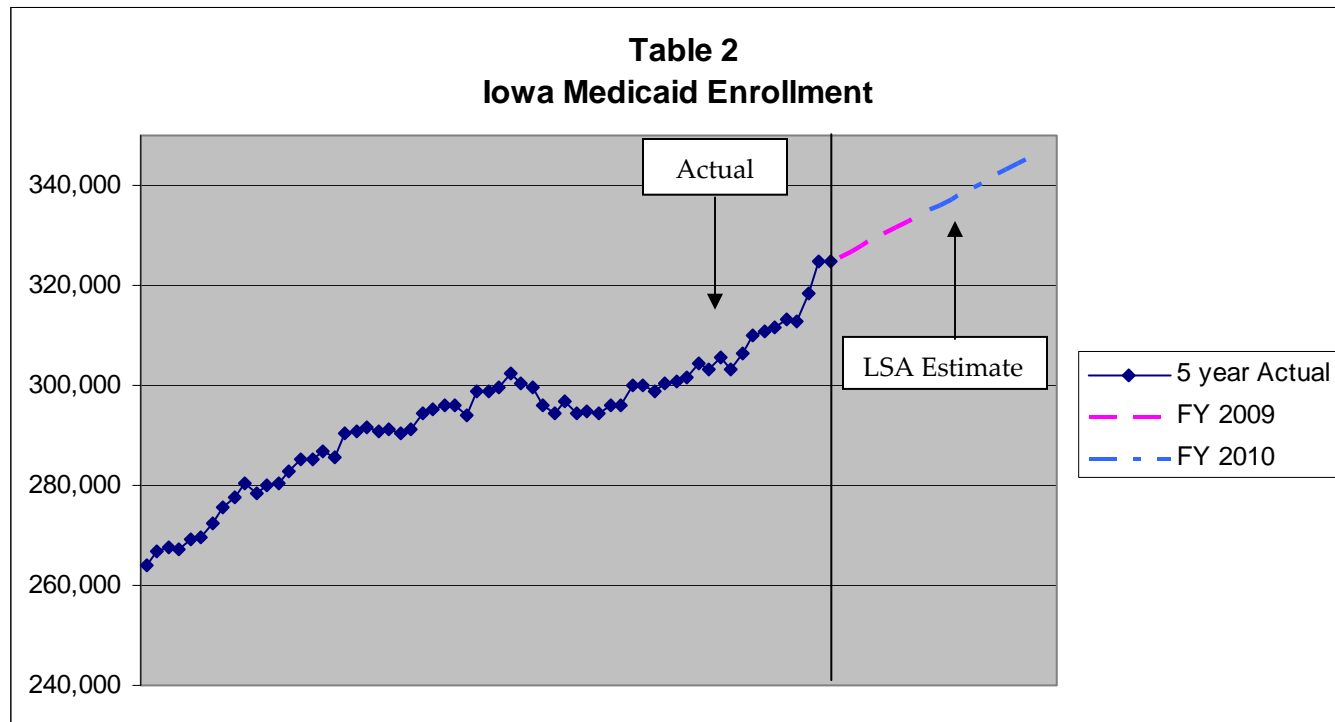
In October 2008, 324,654 Iowans were enrolled in Medicaid. Of this amount, 54.4% were children, 16.0% were adults with dependent children, 20.0% were disabled, and 9.3% were over age 65. Fiscal Year 2008 State expenditures totaled \$849.0 million. This was matched by approximately \$2.0 billion in federal funds, for a total of approximately \$2.8 billion in expenditures. Of the total expenditures, 16.9% was for children, 11.4% was for adults with dependent children, 50.9% was for the disabled, and 20.8% was for adults over age 65. While children account

Appendix G – Medical Assistance Program (Medicaid)

for approximately half of the enrollment, they consume less than 17.0% of Medicaid expenditures. Adults over age 65 and the disabled account for 29.6% of enrollment but utilize 71.7% of expenditures.

State Medicaid Enrollment

Table 2 shows the enrollment growth in Iowa over the past five years. Average enrollment increased by 5.8% in FY 2005 and 3.4% in FY 2006. In FY 2007 there was negligible growth as a result of additional citizenship requirements at the federal level and in FY 2008 the Program increased by 3.0%.



With weakening economic conditions, enrollment is projected to continue to increase steadily in FY 2009 and FY 2010. The Fiscal Services Division of the Legislative Services Agency (LSA) estimates Medicaid enrollment will increase by 6.3% in FY 2009 and 4.3% in FY 2010.

State Medicaid Expenditures

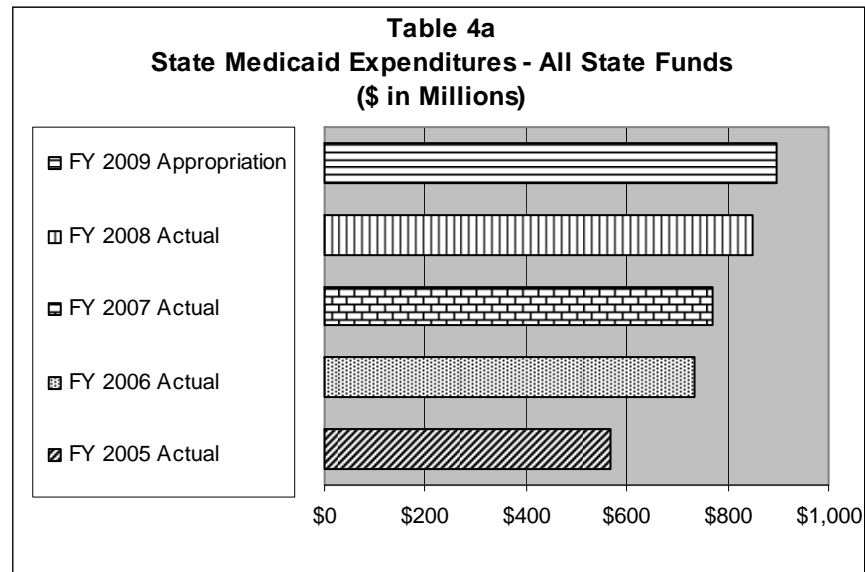
Table 3 shows current year-to-date expenditures for FY 2009 compared to actual FY 2008 expenditures.

**Table 3
State Expenditures for FY 2008 and FY 2009**

	Actual FY 2008	Year-to-Date FY 2009
July	\$ 16,379,832	\$ 17,089,044
August	48,508,909	55,816,607
September	63,394,006	82,001,324
October	73,328,600	65,394,815
November	65,468,081	74,136,268
December	79,000,079	-
January	64,311,641	-
February	71,990,610	-
March	78,370,087	-
April	68,738,401	-
May	69,120,021	-
June	80,228,369	-
June +60	70,201,726	-
Total State Expenditures	\$ 849,040,362	\$ 294,438,058

Tables 4 and 4a show actual State expenditures for Medicaid for FY 2005 through FY 2008 and the appropriation for FY 2009.

	<u>State Expenditures</u>
FY 2005 Actual	\$ 568.8
FY 2006 Actual	732.6
FY 2007 Actual	771.7
FY 2008 Actual	849.0
FY 2009 Appropriation	895.0



FY 2008 Estimate

A forecasting group consisting of staff from the Department of Management, the DHS, and the Fiscal Services Division of the LSA meet monthly to discuss current enrollment and expenditure data in the Medicaid Program and set a range for projected FY 2008 and FY 2009 expenditures. At the December 2, 2008, meeting, the group agreed to an FY 2009 estimate ranging from a supplemental need of \$20.0 million to a supplemental need of \$45.0 million, with a midpoint supplemental need of \$32.5 million.

FY 2009 Estimate

The forecasting group also agreed the increased need for Medical Assistance for FY 2010 will fall in a range between \$52.0 and \$100.0 million, with a midpoint of \$76.0 million. This increase is compared to the FY 2009 appropriation including the midpoint of a \$32.5 million supplemental. The estimate includes \$9.0 million for the Mental Health Institutes (MHIs) resulting from the phase-out of federal funds negotiated with the IowaCare agreement.

Other Issues

Medical Assistance Projections and Assessment Council – The FY 2006 IowaCare Medicaid Reform Act established the Medical Assistance Projections and Assessment Council (MAPAC) to oversee the implementation of the Act. The Council members include:

- Chairpersons and Ranking Members of the Health and Human Services Appropriations Subcommittee.
- Chairpersons and Ranking Members or a Committee member appointed by the Chairpersons of the Human Resources Standing Committees of the House and Senate.
- Chairpersons and Ranking Members or a Committee member appointed by the Chairpersons of the Appropriations Committees of the House and Senate.

The Council meets at least annually and is charged with:

- Reviewing quarterly reports on design, development, and implementation of the IowaCare Medicaid Reform Act and making annual recommendations for reform.
- Reviewing the providers' audited financial statements related to the expansion population on an annual basis.
- Reviewing financial performance of the Iowa Medicaid Enterprise (IME) on an annual basis.
- Ensuring that the expansion population is managed within funding limitations.
- With assistance of the DHS, the Department of Management (DOM), and the LSA, agree to a projection of Medical Assistance expenditures each fiscal year.

Appendix G – Medical Assistance Program (Medicaid)

Iowa Medicaid Enterprise – The DHS formerly contracted with a private entity for the majority of the administrative functions within the Medicaid Program (known as the “fiscal agent”). Historically, this was one contract. Beginning in FY 2006, a new contracting strategy was implemented with eight separate contracts. This new administrative structure is called the “Iowa Medicaid Enterprise” (IME). A few key points include:

- All of the contractors and the DHS staff are now in one physical location.
- The new contracts require additional services to members, providers, and the DHS, and the contracts have significantly more performance requirements.

For additional information, please see the *Fiscal Topic* titled [Medicaid](#).

Staff Contact: Jess Benson (281-4611) (jess.benson@legis.state.ia.us)

DISASTER RECOVERY

Rebuild Iowa Office and Rebuild Iowa Advisory Commission

In response to the severe weather, tornadoes, and flooding that impacted the majority of the State during the summer months of 2008, Governor Chet Culver and Lt. Governor Patty Judge published Executive Order Seven. The Order authorized the creation of the Rebuild Iowa Office (RIO) and the Rebuild Iowa Advisory Commission (RIAC). The purpose of the RIO is to serve as the coordinator of State recovery and rebuilding activities. Other duties of the RIO include establishing and realizing short-term priorities for recovery and long-term plans for redevelopment, establishing a legislative agenda at the federal and State level, and providing technical assistance to State and local governments for recovery efforts. The Office is funded with federal grants and initially, was staffed using other State agency employees that were “borrowed” for their expertise. As of September, most of these employees had returned to their respective State agencies and new employees were hired using federal grant money. The RIO is established indefinitely and has been moved from Urbandale to the Wallace Building on the Capitol Complex.

The purpose of the RIAC is to provide the RIO with one short-term report and one long-term report that include recommendations for recovery. The first task was to create subject area task forces that would assist the Commission in creating an Immediate Needs report for the Governor, Lt. Governor, the General Assembly, and the RIO. The RIAC 45-Day Report was published on September 2, 2008, 45 days after the Commission first met. The report contained seven Immediate Recommendations and subsequent Action Steps. Six Commission meetings and 11 Task Force meetings were held in the 45-day period. In addition to the 45-Day Report, the Commission completed a subsequent 120-Day Report that summarizes the long-term recovery recommendations. The 120-Day Report can be accessed on the RIO website at: http://www.rio.iowa.gov/assets/RIO_120_DAY_REPORT.pdf

The Jumpstart Iowa Recovery Initiative

The Jumpstart Iowa Recovery Initiative is a housing and economic development program developed to address the financial needs of Iowans affected by the 2008 storms, flooding, and tornadoes. The Initiative contains two programs: one to address housing needs in storm-impacted communities and one to help small businesses damaged by the severe weather. Initially, the State redirected \$40.0 million in funds for this effort. Additional federal grant money that has been approved by the US Housing and Urban Development (HUD) agency is expected to be directed to these programs as it is released to the State.

The Jumpstart Iowa Housing Assistance Program is administered through the Iowa Finance Authority and the Iowa Department of Economic Development. This program will help homeowners make a down payment on a new house, repair their current home, or maintain their mortgages while waiting for a potential buyout from the Federal Emergency Management Agency (FEMA). The maximum award is a \$50,000 loan, up to \$12,000 for interim-mortgage assistance, plus an additional \$10,000 for energy-efficient appliances, all of which will be forgiven if the homeowner stays in the house for 10 years.

Administered through the Iowa Department of Economic Development, the Jumpstart Iowa Small Business Assistance Program will provide forgivable loans to small businesses. The funds will help pay down Small Business Association (SBA) loans from the federal government, and will provide funding to promote sustainable rebuilding efforts. The maximum award is a \$50,000 loan, plus an additional \$5,000 for energy-efficient appliances. The loans will be forgiven if the business opens its doors within 12 months of receiving the funds.

90/10 State to Federal Funding Percentages

On September 8, 2008, Governor Culver announced that President George Bush had granted his request to cover 90.00% of Iowa’s eligible disaster-related expenses in all categories of Public Assistance program work. This includes debris removal, emergency protective services, and “hard” infrastructure rebuilding projects like roads, bridges, and other infrastructure. This is effective for the entire incident, from May 25 through August 13, 2008. The remaining 10.00% will be covered by the State so there will be no local match for the Public Assistance program.

More Information

For more information about the Floods of 2008 and disaster recovery in Iowa visit: <http://www.rio.iowa.gov/>

Staff Contact: Deborah Helsen (281-6764) (deborah.helsen@legis.state.ia.us)

INDEX OF FY 2010 BUDGET REQUESTS BY DEPARTMENT

	Pages
Administrative Services, Department of	20
Agriculture and Land Stewardship, Department of.....	32
Auditor of State.....	21
Blind, Department for the.....	50
Civil Rights Commission.....	84
College Student Aid Commission.....	51
Commerce, Department of.....	21
Corrections, Department of.....	85
Cultural Affairs, Department of.....	42
Drug Control Policy, Governor’s Office of.....	24
Economic Development, Department of.....	37, 43
Education, Department of.....	52
Elder Affairs, Department of.....	64
Ethics and Campaign Disclosure Board.....	22
Governor and Lieutenant Governor, Office of.....	24
Human Rights, Department of.....	25
Human Services, Department of.....	68
Infrastructure and Capitals Requests – All Departments.....	102
Inspections and Appeals, Department of.....	23, 77, 89
Iowa Finance Authority.....	78
Iowa Public Employees Retirement System (IPERS).....	29
Iowa Workforce Development.....	46
Judicial Branch.....	90
Justice, Department of.....	82
Law Enforcement Academy.....	92
Management, Department of.....	26
Natural Resources, Department of.....	35
Parole, Board of.....	93

Index of FY 2010 Budget Requests by Department

Public Defender – Department of Inspections and Appeals.....	89
Public Defense, Department of	93
Public Employment Relations Board	47
Public Health, Department of	65
Public Safety, Department of	94
Rebuild Iowa Office.....	34, 36, 229
Regents, Board of.....	37, 45, 57, 77
Revenue, Department of.....	27
Secretary of State.....	27
Transportation, Department of.....	98
Treasurer of State.....	28
Veterans Affairs, Department of.....	76