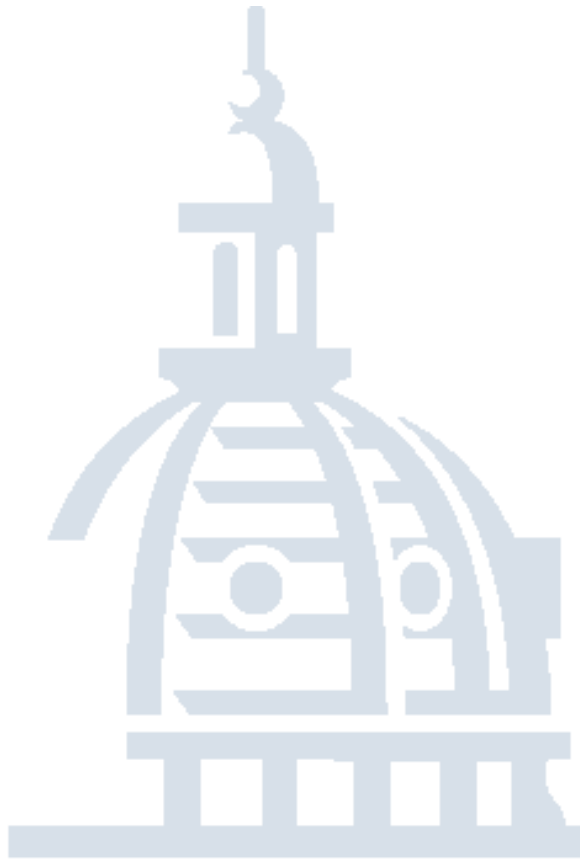

**SUMMARY OF FY 2012 BUDGET
AND
DEPARTMENT REQUESTS**



FISCAL SERVICES DIVISION

DECEMBER 2010



**LEGISLATIVE
SERVICES AGENCY**

Serving the Iowa Legislature

FOREWORD

The purpose of this document is to provide the General Assembly with information concerning FY 2012 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 2012.

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.

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DOCUMENT NOTES

When Reviewing This Document, Please Note The Following:

Iowa Code Section 8.35A(2) 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. The information in this document reflects information received on November 24, 2010.

Other items worth noting when reviewing this document include:

- Revenues and expenditures are estimated for FY 2011 and FY 2012. The statutory expenditure limitation for FY 2012 will be \$6,288.5 million based on the results of the Revenue Estimating Conference meeting on December 6, 2010. Additional detail about expenditure limitation will be provided in the LSA summary of the FY 2012 Governor's recommendations that will be published in January 2011.
- This document has a separate section titled Government Reorganization and Efficiency that summarizes and provides an update of the Department actions related to SF 2088 (Government Reorganization and Efficiency Act).
- The Governor requested that all departments and agencies submit status quo (no increase) budget requests for FY 2012. Most, but not all, adhered to this directive. A summary of the few departments and agencies that actually requested new funding for FY 2012 is included in the Budget Overview section of this document. There are also separate sections for School Aid and Medicaid in this document, as those two budget items will have the most impact on the FY 2012 budget.
- **Appendix A** is an appropriations tracking document showing General Fund and Other Fund appropriations and requests by Subcommittee. The document shows actual FY 2009, estimated net FY 2010, the Department requests for FY 2012, and a comparison column.
- **Appendix B** is a listing of the projected FY 2012 built-in and anticipated increases and decreases.
- **Appendix C** provides a brief summary of the charges of the 2010 Interim Committees.

A similar document analyzing the Governor's budget recommendations for FY 2012 will be published in January of 2011.

2011 SESSION TIMETABLE

**If rules remain unchanged; see HCR 3, SR 8, and HR 8 (2009).*

Available online at: <http://www.legis.iowa.gov/DOCS/Schedules/SessionTimetable.pdf>

JANUARY 10	First day of session. (Iowa Code Sec. 2.1)
FEBRUARY 18 <i>(Friday of 6th week)</i>	Final day for individual Senator and Representative requests for bill drafts to the Legislative Services Agency. (Senate Rule 27 and House Rule 29)
MARCH 11 <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 21 – MARCH 25 (11th week)	Senate considers only Senate bills and unfinished business. House considers only House bills and unfinished business. (Joint Rule 20)
MARCH 28 – APRIL 8 <i>(12th and 13th weeks)</i>	Debate not limited by rule.
APRIL 8 (Friday of the 13th week)**	Final date for Senate bills to be reported out of House committee and House bills out of Senate committees. (Joint Rule 20)
APRIL 11 – April 15 (14th week)	Senate considers only House bills and unfinished business and House considers only Senate bills and unfinished business. (Joint Rule 20)
APRIL 18 <i>(Beginning of 15th week)</i>	Amendments need not be filed on the day preceding floor debate. (House Rule 31.8)
ARIL 18 <i>(Beginning of 15th week)</i>	Only the following bills are eligible for consideration: (Joint Rule 20) <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
APRIL 29	110th calendar day of the Session [per diem expenses end – Iowa Code Sec. 2.10(1)]

****The March 11 and April 8 committee deadlines do not apply to Appropriations bills, Ways and Means bills, Government Oversight Committee bills, bills co-sponsored by Majority and Minority Leaders of one House, companion bills sponsored by the Majority Leaders of both chambers 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 Rules [Iowa Code Sec. 17A.8(9)].**
Updated by the Legislative Information Office on 8/23/2010

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Temporary Assistance for Needy Families (TANF) Block Grant			
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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 2012 budget. The overview includes a discussion of the actual FY 2010 budget, the status of the FY 2011 budget currently in progress, the budget outlook for FY 2012, and a summary of the department requests for FY 2012.

ACTUAL FY 2010

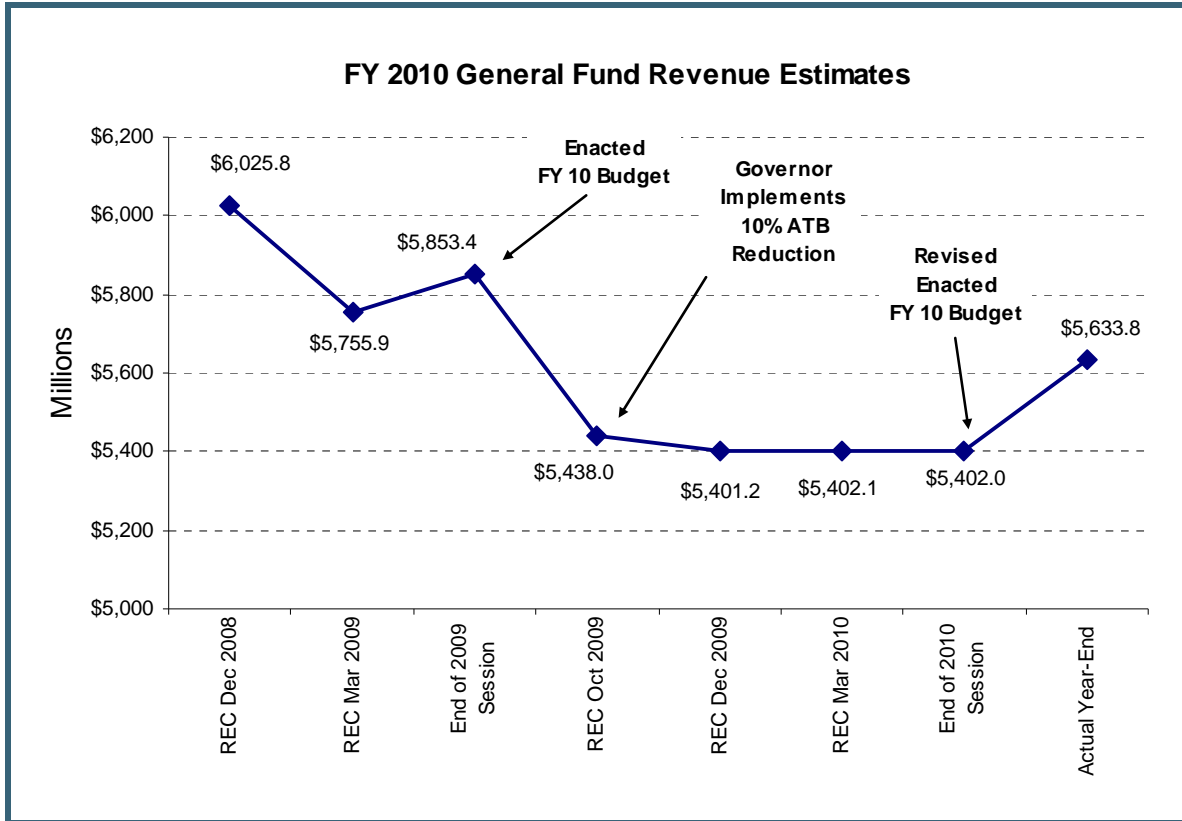
The revenue estimates for FY 2010 fluctuated significantly due to a downturn in the economy that began in the last half of 2008. The initial estimate set by the Revenue Estimating Conference (REC) in December 2008 was \$6.026 billion. By March of 2009, the REC reduced the estimate to \$5.756 billion, a \$269.9 million (4.5%) reduction compared to the December 2008 estimate. The March 2009 estimate was used as the base revenue estimate by the General Assembly for enacting the FY 2010 budget. The General Assembly also enacted \$97.5 million in post-REC revenue adjustments, bringing the estimated revenues for budgeting purposes to \$5.853 billion.

In October 2009, the REC again reduced the FY 2010 General Fund revenue estimate to \$5.438 billion, a \$415.4 million (7.1%) reduction. This action caused a projected shortfall of \$317.8 million to the previously enacted FY 2010 budget. In response, the Governor implemented a 10.0% across-the-board (ATB) reduction, reducing General Fund appropriations by \$564.4 million. Shortly thereafter, the Legislative and Judicial Branches announced reductions to their budgets totaling an additional \$14.7 million. These actions brought the budget into balance with an estimated surplus of \$216.0 million.

As the economy continued to show no signs of improvement, the REC again reduced the FY 2010 estimate at their next two meetings. The March 2010 REC estimate was \$36.0 million (0.7%) lower than the October 2009 revenue estimate. During the FY 2010 Legislative Session the General Assembly enacted \$53.1 million in net supplemental appropriations for FY 2010, causing the estimated year-end surplus to be reduced to \$100.7 million.

General Fund revenue began to show signs of improvement in the last quarter of FY 2010. By the close of the fiscal year, actual year-end General Fund receipts were \$231.8 million (4.3%) higher than the March 2010 REC estimate. After applying the year-end adjustments to standing appropriations and factoring in reversions, FY 2010 ended with a General Fund surplus of \$335.6 million.

See the graph and table on the following page for additional detail regarding FY 2010 General Fund budget changes.



FY 2010 General Fund Budget Changes

(Dollars in Millions)

	Enacted Bdgt 2009 Session	Estimated Oct. 7, 2009	Estimated Oct. 8, 2009	Revised Enacted Bdgt 2010 Session	Actual FY 2010
Funds Available:					
REC Net Revenue Estimate	\$ 5,755.9	\$ 5,438.0	\$ 5,438.0	\$ 5,402.0	\$ 5,633.8
Legislative Session Adjustments	97.5				
Total Funds Available	\$ 5,853.4	\$ 5,438.0	\$ 5,438.0	\$ 5,402.0	\$ 5,633.8
Appropriations and Expenditures:					
Appropriations	5,768.3	5,768.3	5,768.3	5,768.3	5,768.3
Repayment to Econ. Emerg. Fund			45.3	45.3	45.3
10.0% ATB Reduction			- 564.4	- 564.4	- 564.4
Net Supplemental/Deappropriations			- 14.7	53.1	53.1
Standing Adjustments					2.4
Total Appropriations	5,768.3	5,768.3	5,234.5	5,302.3	5,304.7
Reversions	- 12.5	- 12.5	- 12.5	- 1.0	- 6.5
Net Appropriations	5,755.8	5,755.8	5,222.0	5,301.3	5,298.2
Ending Balance - Surplus	\$ 97.6	\$ - 317.8	\$ 216.0	\$ 100.7	\$ 335.6

STATUS OF FY 2011 BUDGET

The FY 2011 budget enacted by the General Assembly was based on a revenue estimate of \$5.460 billion. This included a December 2009 REC estimate of \$5.436 billion and revenue adjustments enacted during the 2010 Legislative Session totaling \$23.5 million. The General Assembly appropriated a total of \$5.279 billion from the General Fund for FY 2011, a decrease of \$25.6 million (0.5%) compared to FY 2010, resulting in a surplus of \$182.6 million. The REC met on December 6, 2010, and increased the FY 2011 net General Fund revenue estimate by \$331.8 million (6.1%) compared to the estimate used to balance the FY 2011 budget. This has resulted in a projected surplus of \$496.5 million for FY 2011.

It is anticipated that the Medicaid and Indigent Defense Programs will require supplemental appropriations in FY 2011 totaling approximately \$21.0 million. The Medicaid Program is currently projected to need an additional \$5.0 million to cover the projected FY 2011 costs. The projected cost of the Public Defender/Indigent Defense Program for FY 2011 is expected to be approximately \$54.6 million. The Program received an appropriation of \$38.6 million for FY 2011 resulting in a projected shortfall of \$16.0 million.

FY 2011 General Fund Budget		
(Dollars in Millions)		
	Enacted 2010 Session	Estimated Dec. 6, 2010
Funds Available:		
REC Net Revenue Estimate	\$ 5,436.3	\$ 5,791.6
Legislative Session Adjustments	23.5	
Total Funds Available	\$ 5,459.8	\$ 5,791.6
Appropriations and Expenditures:		
Appropriations	5,279.2	5,279.1
Est. Supplemental		21.0
Total Appropriations	5,279.2	5,300.1
Reversions	- 2.0	- 5.0
Net Appropriations	5,277.2	5,295.1
Ending Balance - Surplus	\$ 182.6	\$ 496.5

FY 2012 BUDGET PROJECTION

The FY 2012 budget projection is intended to provide a framework for identifying legislative actions that will be needed to balance the FY 2012 General Fund budget. In other words, the projection is a “starting point” for decision making. In order to project the condition of the FY 2012 budget, basic assumptions about the budget are required. Using these assumptions, along with requirements of current law, a projection of the budget can be provided.

Assumptions

- For purposes of arriving at an estimate for FY 2012, the Legislative Services Agency (LSA) uses the most recent REC estimate of net General Fund receipts. For this report, the FY 2012 net revenue estimate of \$6.031 billion from the December 6, 2010, REC meeting is used. The REC estimate is based on tax laws and other revenue policies in place at the time the estimate was made. **It is important to note that any federal tax law changes will have an impact on General Fund revenues for FY 2012. The LSA will continue to monitor any potential federal tax changes to insure the impact of the changes are reflected in the revenue estimate used by the General Assembly in balancing the budget.**
- For estimating expenditures, the total enacted appropriations for FY 2011 is used as the baseline estimate for FY 2012. This estimate is \$5.279 billion.
- Expenditures for FY 2012 are analyzed to account for the automatic increases (built-in expenditures) over and above the baseline estimate of \$5.279 billion that will occur under current law, prior to legislative action. Also examined are the anticipated expenditures that fall into two general categories:
 - Cost increases that a State agency or program will incur in the next budget year, but funds have not been appropriated to cover the increased cost (i.e., costs associated with a collective bargaining contract).
 - The amount of General Fund dollars needed to replace non-General Fund appropriations and maintain State agency budgets at the previous fiscal year level. This occurs when non-General Fund sources are temporarily used to offset recurring costs of programs typically funded from the General Fund.

The built-in and anticipated expenditure increases are estimated at \$1.282 billion for FY 2012.

- Assumes supplemental appropriations totaling \$21.0 million will be funded in FY 2011 and assumes a General Fund surplus of \$496.5 million for FY 2011.
- Reversions are estimated to total \$6.5 million for FY 2012. Reversions are unspent appropriated funds that remain at the end of the fiscal year.
- Based on the December 2010 REC net revenue estimate for FY 2012, the statutory maximum balances in the Cash Reserve Fund and Economic Emergency Fund will be \$452.3 million and \$150.8 million respectively. It is assumed that \$496.5 million will be transferred to the Cash Reserve Fund from the FY 2011 surplus. This transfer is \$327.4 million more than is necessary to fully fund both reserve funds. The \$327.4 million excess will be transferred to the General Fund and is available for appropriation in FY 2012. **It is important to note that the funds transferred from the Economic Emergency Fund are considered one-time funds. For purposes of this projection, the transferred funds are incorporated in the FY 2012 expenditure limitation as provided in current law.**

- The expenditure limitation for FY 2012 is estimated to be \$6.298 billion. This represents 99.0% of the REC net revenue estimate (\$6.031 billion) and 100.0% of the \$327.4 million transferred from the Economic Emergency Fund.

FY 2012 Projected Budget Gap

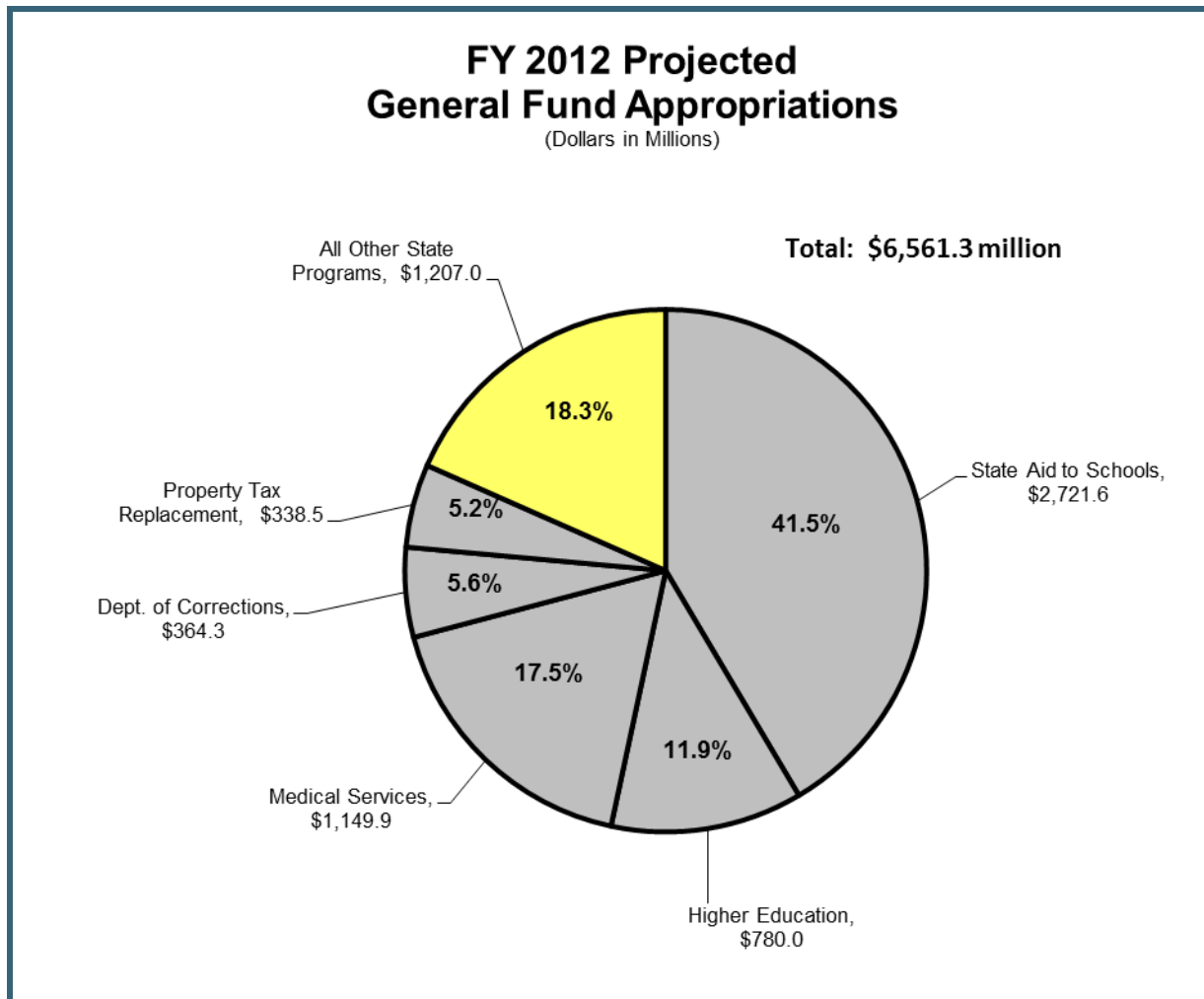
Based on the above assumptions, the FY 2012 appropriations are projected to exceed the expenditure limitation by \$263.0 million. This shortfall, or budget gap, represents 4.1% of projected revenues. The expenditure limitation is estimated at \$6.298 billion and appropriations are estimated to total \$6.561 billion. The following table summarizes the projected condition of the General Fund.

Projected Condition of the General Fund			
(Dollars in Millions)			
	Actual	Estimated	Projected
	FY 2010	FY 2011	FY 2012
<i>Funds Available:</i>			
Estimated Receipts	\$ 5,633.8	\$ 5,791.6	\$ 6,031.3
Economic Emergency Fund Transfer			327.4
Total Funds Available	5,633.8	5,791.6	6,358.7
Expenditure Limitation			6,298.3
<i>Appropriations and Expenditures:</i>			
Appropriations	5,304.7	5,279.1	5,279.1
Est. Supplemental Appropriations		21.0	
Built-in and Anticipated Increases			1,282.2
Total Before Balance Adjustment	5,304.7	5,300.1	6,561.3
Adjustment to Balance Budget			- 263.0
Total Appropriations	5,304.7	5,300.1	6,298.3
Reversions	- 6.5	- 5.0	- 6.5
Net Appropriations	5,298.2	5,295.1	6,291.8
Ending Balance - Surplus	\$ 335.6	\$ 496.5	\$ 66.9

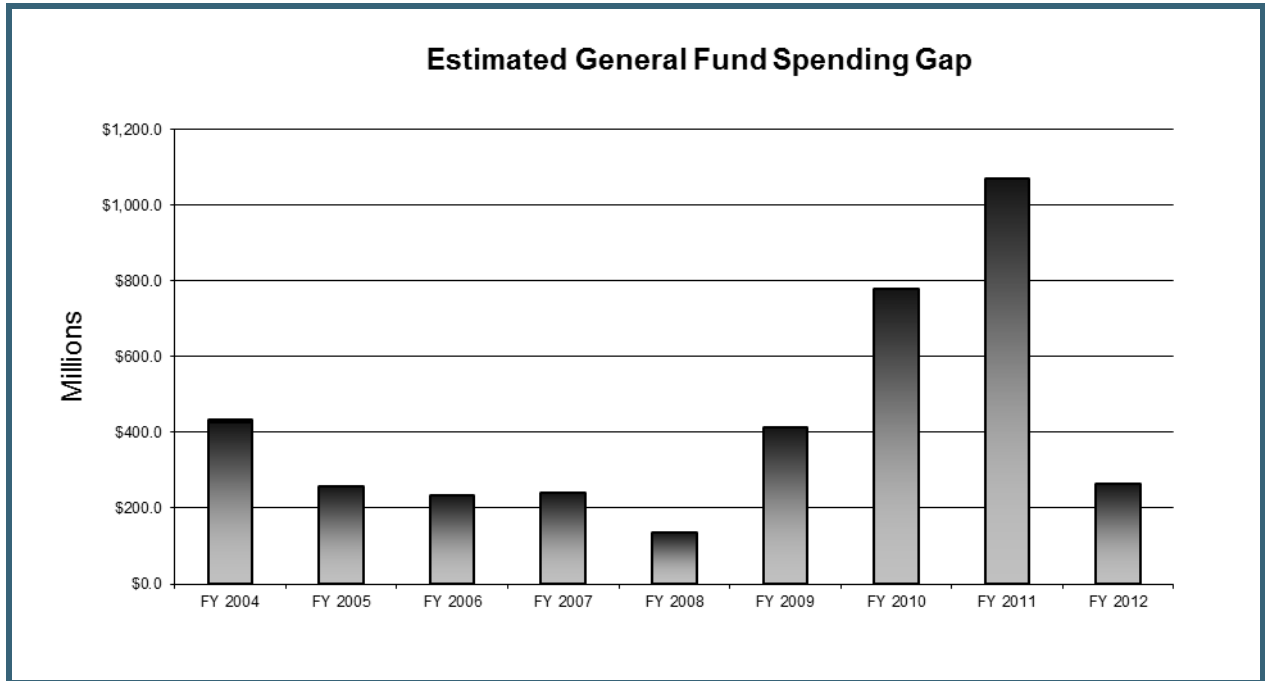
Significant Budget Areas

The majority of State General Fund appropriations are passed through to local governments through school aid and property tax replacement, as well as aid to individuals through Medicaid and the State Children’s Health Insurance Program (hawk-i). Other significant areas of the budget include the Department of Corrections and higher education (i.e., Regents institutions, community colleges, and the College Student Aid Commission).

These five areas of the budget comprise 81.7% of total projected General Fund appropriations. The budgets of all other State agencies and programs make up the remaining 18.3%.



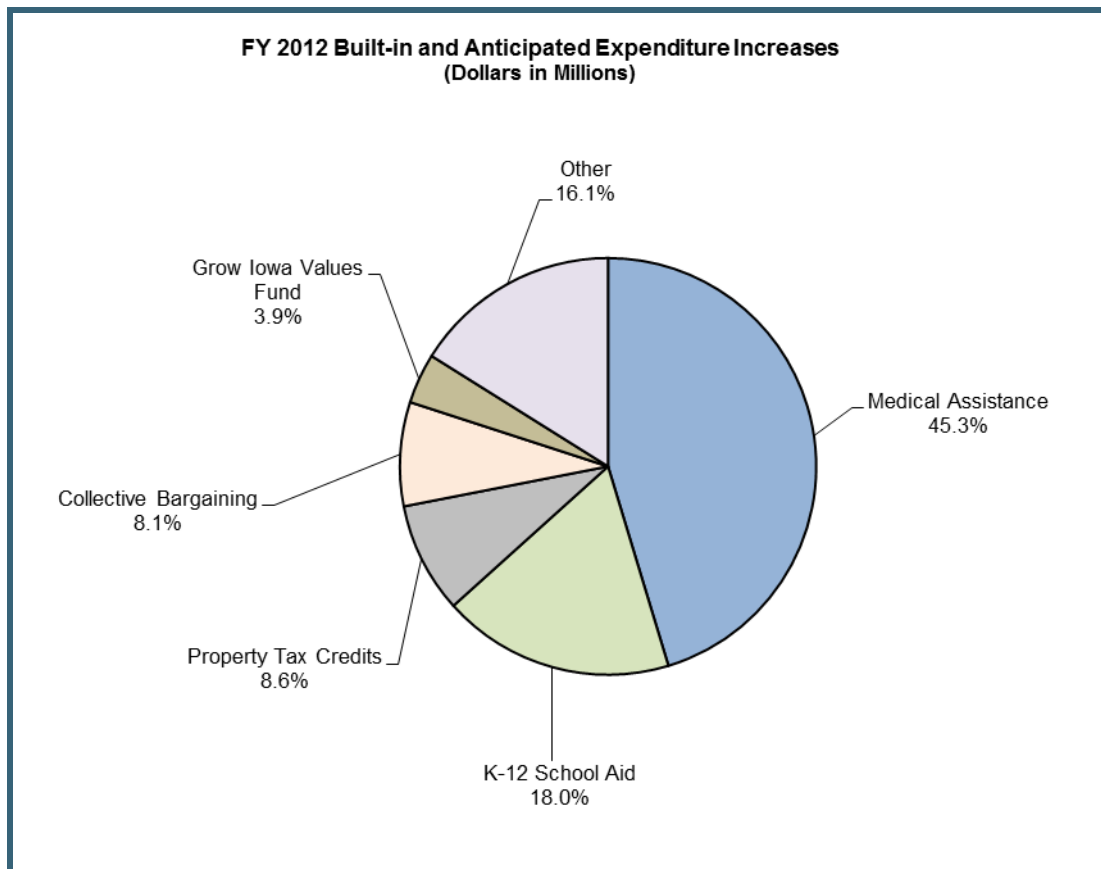
Historically, the General Assembly has faced projected budget gaps prior to the start of legislative sessions. Each year the General Assembly has closed the budget gap and has enacted a balanced budget. Since FY 2004, the projected budget gap has averaged \$424.5 million and ranged from a low of \$137.1 million for FY 2008 to \$1.070 billion for FY 2011. The following chart shows the budget gaps that have been projected by the LSA prior to each legislative session.



Significant FY 2012 Estimated Appropriation Increases

The net built-in and anticipated expenditures for FY 2012 are currently estimated at \$1.282 billion. This represents an increase of 24.3% compared to the FY 2011 appropriation level of \$5.279 billion. Of the total estimated increases, 83.9% are related to five budget areas: State aid for K-12 education, Medicaid, collective bargaining, property tax credits, and the Grow Iowa Values Fund. All other projected increases make up the remaining 16.1%. The following table summarizes the estimated expenditures for FY 2012. **Appendix B** provides a more extensive list and explanations of the built-in and anticipated expenditures.

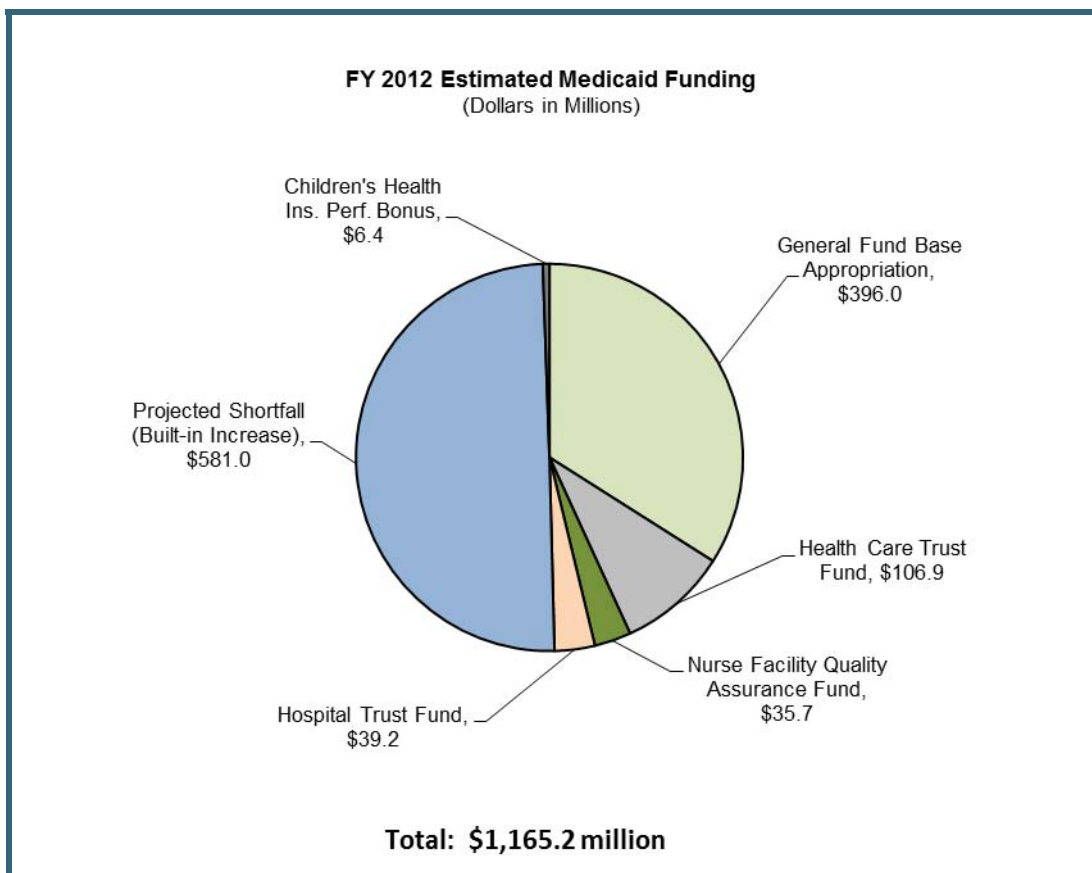
	Total	% of Total
Medical Assistance	\$ 581.0	45.3%
K-12 School Aid	231.1	18.0%
Property Tax Credits	110.1	8.6%
Collective Bargaining	103.5	8.1%
Grow Iowa Values Fund	50.0	3.9%
Other	206.5	16.1%
Total	\$ 1,282.2	100.0%



Medicaid: The General Fund appropriation for Medicaid is estimated to increase \$581.0 million in FY 2012 compared to FY 2011. Several assumptions make up this estimate:

- Assumes an FY 2012 General Fund base appropriation of \$396.0 million.
- Assumes an appropriation of \$106.9 million will be made from the Health Care Trust Fund, the same amount appropriated in FY 2011.
- Assumes funds totaling \$81.3 million will be available from the Nursing Facility Quality Assurance Trust Fund, the Hospital Trust Fund, and the Children’s Health Insurance Performance Bonus.
- Assumes funding will be needed to compensate for the loss of the following funding sources that were available in FY 2011:
 - \$190.7 million from federal stimulus (ARRA) funds.
 - \$172.8 million from the Cash Reserve Fund.
 - \$57.5 million in balance carryforward funds from FY 2010.
 - \$39.1 million from the Senior Living Trust Fund.
 - \$1.5 million for fluctuations in various other funding sources.
- Assumes the overall need for the Medicaid Program will total \$1.165 billion in FY 2012. This is an increase of \$119.4 million (11.6%) compared to FY 2011.

FY 2012 Medicaid Estimate	
(Dollars in millions)	
<u>Available Funds</u>	
FY 2012 General Fund Base Appropriation	\$ 396.0
Health Care Trust Fund	106.9
NF Quality Assurance Fund	35.7
Hospital Trust Fund	39.2
Children's Health Insurance Performance Bonus	6.4
Total Funds Available	<u>\$ 584.2</u>
<u>FY 2012 Built-in Increases</u>	
Backfill loss of Federal ARRA Funds	\$ 190.7
Backfill Cash Reserve Fund	172.8
Increased Need	119.4
Backfill Balance Forward Funds	57.5
Backfill Senior Living Trust Fund	39.1
Other	1.5
Total Built-in Increase	<u>\$ 581.0</u>
Estimated Medicaid Appropriation	<u><u>\$ 1,165.2</u></u>



State Aid for K-12 Education: The cost to fully fund State School Aid is estimated to total \$2.677 billion in FY 2012, an increase of \$231.1 million compared to the FY 2011 General Fund appropriation. The estimate assumes a 0.0% allowable growth rate as well as the restoration of funding due to the discontinuance of non-General Fund sources that were appropriated for State aid in FY 2011. A 1.0% change in the allowable growth rate increases State aid funding by approximately \$30.0 million for regular State school aid.

The projected increase includes the following factors:

- An increase of \$156.2 million to backfill the under funding of school aid in FY 2011. Because reductions to State aid made in FY 2011 did not reduce the State or district cost per pupil, the reduction is restored through the school aid formula for FY 2012.
- An increase of \$47.9 million to restore the loss of federal stimulus (ARRA) funds that were appropriated in FY 2011.
- An increase of \$5.1 million to restore funds appropriated from the Underground Storage Tank Program that were appropriated in FY 2011.
- A decrease of \$9.6 million for regular State school aid as a result of an estimated 0.0% allowable growth rate in combination with changes in enrollment and property tax valuations. The State aid for regular school aid will increase by about \$30.0 million for each one percentage point increase in the allowable growth rate.

- An increase of \$30.9 million for preschool formula funding due to the increase in the number of school districts participating in the program.
- An increase of \$0.6 million for State categorical supplement funding.

FY 2012 School Aid Estimate	
(Dollars in millions)	
FY 2011 General Fund Base Appropriation	\$ 2,446.1
FY 2012 Built-in Increase Components	
Backfill School Aid Shortfall	156.2
Federal ARRA - Backfill	47.9
Underground Storage Tank - Backfill	5.1
Regular School Aid	-9.6
Preschool Aid	30.9
State Categorical Supplements	0.6
Total Built-in Increase	<u>231.1</u>
Total Estimated School Aid Appropriation	<u><u>\$ 2,677.2</u></u>

Property Tax Credits: The Iowa Code requires funding for the Homestead Tax Credit, Agricultural Land and Family Farm Tax Credit, Elderly and Disabled Tax Credit, and the Military Service Tax Credit to be appropriated from the General Fund. For FY 2011, the Code provisions were notwithstanding and the four tax credits were funded at \$146.0 million with the following sources:

- \$91.3 million from the General Fund
- \$54.7 million from the Cash Reserve Fund

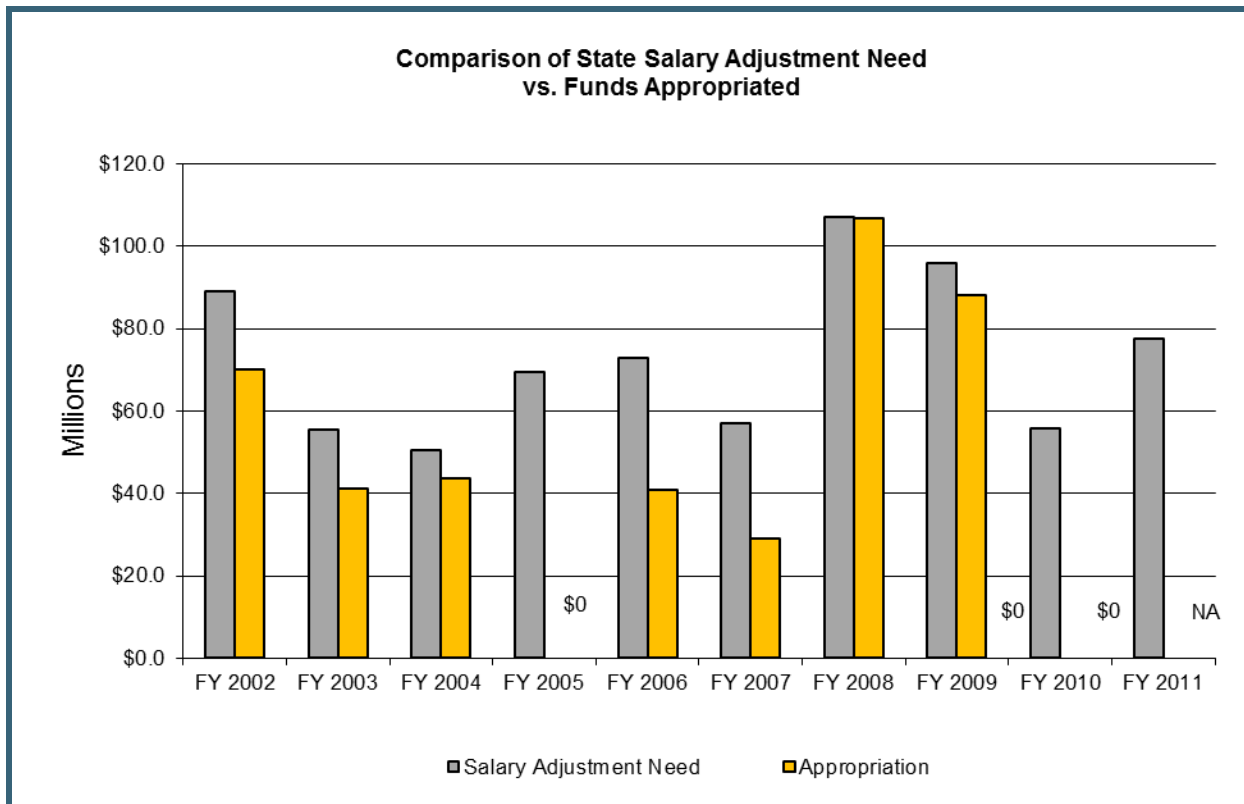
The cost to fully fund the tax credits under current law in FY 2012 is an estimated \$201.4 million. To fund the tax credits at this level would require a built-in General Fund increase of \$110.1 million. If funding is maintained at the FY 2011 level, the FY 2012 increase would be \$54.7 million, a reduction to the built-in estimate of \$55.4 million.

Property Tax Credits						
(Dollars in Millions)						
Appropriation	FY 2011 Appropriation			Estimated FY 2012		
	General Fund	Other Funds	Total	General Fund Base Level	Built-in Increase	Fully Funded
Homestead Prop. Tax Credit	\$ 54.9	\$ 32.9	\$ 87.8	\$ 54.9	\$ 81.6	\$ 136.5
Ag. Land & Family Farm Tax Credit	20.3	12.1	32.4	20.3	18.8	39.1
Elderly & Disabled Tax Credit	14.6	8.8	23.4	14.6	8.8	23.4
Military Service Tax Credit	1.5	0.9	2.4	1.5	0.9	2.4
Total	<u>\$ 91.3</u>	<u>\$ 54.7</u>	<u>\$ 146.0</u>	<u>\$ 91.3</u>	<u>\$ 110.1</u>	<u>\$ 201.4</u>

Collective Bargaining and Salary Increases: The State is currently in the process of negotiating with unions representing State employees for salaries and benefits for FY 2012 and FY 2013. The State has reached an agreement with the American Federation of State, County, and Municipal Employees (AFSCME) union, and the State Police Officers Council (SPOC). The State is still in negotiations with the other bargaining units. For FY 2012, the agreement with AFSCME includes across-the-board increases of 2.0% on July 1, 2011, and 1.0% on January 1, 2012; no change in benefits; and step increases of 4.5% for eligible employees.

The LSA is estimating an increase in General Fund expenditures of \$103.5 million for FY 2012 for collective bargaining costs. This includes \$56.0 million for the Regents institutions and \$47.5 million for all other State agencies. While the collective bargaining agreement is an obligation of State agencies, the General Assembly may or may not appropriate additional funds to cover the increased salary costs. If an appropriation is not made, State agencies will need to find cost savings in their budgets to fund the increases.

The following chart compares the estimated cost associated with the identified salary adjustment need (amount needed to fund the collective bargaining agreement) and the amount that was appropriated for salary adjustment from FY 2002 – FY 2011. The chart shows that the funds appropriated for salary increases are rarely enough to fully fund the salary increases. On average, the appropriations for salary increases over this ten-year period have funded approximately 57.0% of the salary increases that State agencies are required to fund. Over the last two fiscal years, departments have not received an appropriation to fund the increased cost of salaries.



Grow Iowa Values Fund: Iowa Code Section 15G.111 appropriates \$50.0 million annually from the General Fund to the Grow Iowa Values Fund and sunsets at the end FY 2015. The fund provides financial assistance to businesses for the purpose of creating and retaining high quality jobs. Assistance is provided in the form of loans and/or forgivable loans and based in part on job creation, capital investment, compliance with certain wage standards, quality of employment, and economic benefits. Since FY 2009, the General Assembly has notwithstanding the General Fund appropriation and has funded the Program from the Rebuild Iowa Infrastructure Fund (RIIF) in the following amounts:

- FY 2009: \$50.0 million
- FY 2010: \$23.0 million
- FY 2011: \$38.0 million

In FY 2012, the Grow Iowa Values Fund will receive a \$50.0 million appropriation from the General Fund unless legislative action is again taken to alter funding for the program.

GENERAL FUND APPROPRIATION SHIFTS TO NON-GENERAL FUND SOURCES

Over the last several years, non-General Fund sources have routinely been used to help balance the General Fund budget. Many of these sources have relatively stable ongoing revenue streams such as the Cash Reserve Fund and the RIIF. Others have a revenue stream that is “time-limited” in that the revenues are only available for a few years, such as the federal stimulus funds received through the federal American Recovery and Reinvestment Act (ARRA) and the Senior Living Trust Fund.

All of the non-General Fund sources have statutory requirements or specific designated uses specified in the Iowa Code. The General Assembly has the authority to change the designated uses either permanently or temporarily as long as the revenue source is not constitutionally restricted. The benefit of using these non-General Fund sources is that during difficult budget years, they can be used to help balance the budget while maintaining critical government services without requiring a tax increase. The downside is that this practice can cause reliance on non-General Fund sources to fund recurring costs. If the revenues that fund these non-General Fund sources become depleted, difficulties will result in balancing the budget in subsequent years.

In balancing the General Fund budget for FY 2010 and FY 2011, the General Assembly appropriated \$918.8 million and \$817.8 million respectively from non-General Fund sources to fund recurring costs routinely funded from the General Fund. The majority of the non-General Fund appropriations were from federal stimulus (ARRA) funds, including \$634.5 million appropriated in FY 2010 and \$302.6 million in FY 2011. The Cash Reserve Fund was also used significantly over these two fiscal years. In FY 2010, \$80.3 million was appropriated from the Cash Reserve Fund, and \$250.8 million was appropriated for FY 2011.

The following table provides a summary of the appropriation shifts by funding source. For additional information on General Fund appropriation shifts, see the LSA *Issue Review* entitled “[General Fund Revenue Transfers and Appropriation Shifts.](#)”

	FY 2010	FY 2011
Federal Stimulus Funds	\$ 634.5	\$ 302.6
Cash Reserve Fund	80.3	250.8
Rebuild Iowa Infrastructure Fund	65.5	76.0
Senior Living Trust Fund	48.9	47.5
IowaCare Account	27.3	27.3
Commerce Revolving Fund ¹	26.2	27.0
Underground Storage Tank Program	0.0	23.7
Hospital Health Care Access Trust Fund	0.0	18.9
Revenue Bonds Capitals Fund	7.0	13.0
Gaming Enforcement Revolving Fund ¹	0.0	8.9
Environment First Fund	9.5	3.5
Human Services Reinvestment Fund	15.8	0.0
Other	3.8	18.6
Total	\$ 918.8	\$ 817.8

¹ The legislation that shifted the General Fund appropriations to the Commerce Revolving Fund and the Gaming Enforcement Revolving Fund was revenue neutral to the State. The revenues used to fund these programs, that were previously deposited into the General Fund, were directed to the new revolving funds.

RESERVE FUNDS FY 2010 – FY 2012

Assuming the Cash Reserve Fund receives \$496.5 million from the FY 2011 General Fund surplus, the balances in both the Cash Reserve Fund and Economic Emergency Fund will reach their statutory goals of \$452.3 million and \$150.8 million respectively. Based on the previously discussed revenue and appropriation projections, the combined balance of both reserve funds will total an estimated \$603.1 million in FY 2012, resulting in an excess of \$327.4 million that will be transferred to the General Fund. The statutory goal calculations for FY 2012 were based on the December 2010 REC estimate of \$6.031 billion.

The estimated reserve fund balances assume the funds are not used to fund a portion of the budget gap in FY 2012. Statute restricts the use of the reserve funds for nonrecurring, emergency expenditures; however, by notwithstanding these statutory provisions, the reserve funds have been used to help balance previous General Fund budgets. The following table shows the status of the reserves funds for FY 2010 – FY 2012.

State of Iowa Reserve Funds			
(Dollars in Millions)			
	Actual FY 2010	Estimated FY 2011	Estimated FY 2012
Cash Reserve Fund (CRF)			
Balance Brought Forward	\$ 465.2	\$ 319.9	\$ 334.9
Gen. Fund Appropriation from Surplus	0.0	287.4	496.5
Total Funds Available	<u>465.2</u>	<u>607.3</u>	<u>831.4</u>
Appropriations & Transfers			
Transfer to General Fund	-65.0		
Appropriation to Executive Council	-25.6	-10.6	
Property Tax Credit Appropriation	-54.7	-54.7	
Appropriation to Medicaid		-172.8	
Other Appropriations		-34.3	
Total Appropriations & Transfers	<u>-145.3</u>	<u>-272.4</u>	<u>0.0</u>
Excess Transferred to EEF	0.0	0.0	- 379.1
Balance Carried Forward	<u>\$ 319.9</u>	<u>\$ 334.9</u>	<u>\$ 452.3</u>
<i>Maximum 7.5%</i>	\$ 439.2	\$ 407.0	\$ 452.3
	Actual FY 2010	Estimated FY 2011	Estimated FY 2012
Economic Emergency Fund (EEF)			
Balance Brought Forward	\$ 53.8	\$ 99.1	\$ 99.1
General Fund Repayment (Sec. 8.55)	45.3		
Excess from Cash Reserve			379.1
Total Funds Available	<u>99.1</u>	<u>99.1</u>	<u>478.2</u>
Excess Transferred to General Fund			-327.4
Balance Carried Forward	<u>\$ 99.1</u>	<u>\$ 99.1</u>	<u>\$ 150.8</u>
<i>Maximum 2.5%</i>	\$ 146.4	\$ 135.7	\$ 150.8

SUMMARY OF FY 2012 GENERAL FUND DEPARTMENT REQUESTS

The Departments' General Fund budget requests for FY 2012 were submitted to the Department of Management (DOM) by October 1, 2010, as required by statute. The Governor gave departments a directive to submit status quo budgets for FY 2012. 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 2012 budgets. Most agencies submitted status quo budgets for FY 2012. The requests did not include the reductions that are to be applied to departments' operating budgets as required in Section 27 of HF 2531 (FY 2011 Standing Appropriations Act). This provision requires the DOM to apply reductions totaling \$83.8 million to Executive Branch agencies' General Fund operating appropriations for FY 2011. These reductions have not yet been applied to the FY 2011 appropriations.

Departments are requesting a total of \$6.484 billion from the General Fund for FY 2012. This represents an increase of \$ 1.204 billion (22.8%) when compared to estimated FY 2011. The requests include the restoration of the \$83.8 million that has yet to be deducted from the FY 2011 appropriations. The departments also may not have included funding for the built-in and anticipated increases (**Appendix B**) in their requests. The following table provides a summary of the department requests for FY 2012 by appropriation subcommittee.

FY 2012 General Fund Department Requests

(Dollars in Millions)

	<u>Actual</u> <u>FY 2010</u>	<u>Estimated</u> <u>FY 2011</u>	<u>Dept Request</u> <u>FY 2012</u>	<u>Dept Req vs</u> <u>Est FY 2011</u>
Administration and Regulation	\$ 61.5	\$ 66.6	\$ 64.2	\$ -2.4
Agriculture and Natural Resources	36.3	35.9	38.0	2.1
Economic Development	40.6	41.8	43.3	1.5
Education	856.7	844.4	870.5	26.1
Health and Human Services	1,116.5	935.5	1,656.4	720.9
Justice System	633.7	635.7	646.8	11.1
Transportation, Infrastructure, and Capitals	1.4	0.0	0.0	0.0
Unassigned Standings	2,558.0	2,803.0	3,164.3	361.3
Appropriation Reduction*	0.0	-83.8	0.0	83.8
Grand Total	<u>\$ 5,304.7</u>	<u>\$ 5,279.1</u>	<u>\$ 6,483.5</u>	<u>\$ 1,204.4</u>

* HF 2531 requires the Dept. of Management to reduce FY 2011 General Fund operating appropriations by a total of \$83.7 million and determine how the reductions are to be allocated. As of the date of this report, the allocated reductions have not yet been made.

The following is a list of requested General Fund appropriation increases that exceed \$10.0 million compared to estimated FY 2011.

- **Medical Assistance (Medicaid):** The Department of Human Services (DHS) is requesting an increase of \$629.9 million to backfill the loss of one-time funding sources utilized in FY 2011, as well as an increase in the projected need. The request is \$29.9 million more than the estimated built-in increase previously discussed due to different assumptions used in the projection.
- **State Foundation School Aid:** The Department of Education is requesting \$357.1 million for State aid to schools for FY 2012. This estimate assumes a 4.0% allowable growth rate as well as backfilling the loss of one-time funds used for school aid in FY 2011. The Department is also requesting

continuation of funding from the Underground Storage Tank Fund of \$5.1 million for FY 2012. The LSA built-in estimate of \$231.1 million is based on a 0.0% allowable growth rate.

- **Board of Regents:** The Regents are requesting an increase of \$38.7 million for FY 2012. This includes increases to the general university operating budgets of \$15.5 million for the University of Iowa, \$14.8 million for Iowa State University, and \$7.3 million for the University of Northern Iowa.
- **Child Care Assistance:** The DHS is requesting an increase of \$30.1 million to fully fund State Child Care Assistance for FY 2012. The increase includes funding to backfill the loss of one-time funding utilized in FY 2011. The requested increase is \$9.3 million more than the estimated built-in increase previously discussed due to different assumptions used in the projection.
- **DHS Field Offices:** The DHS is requesting an increase of \$10.9 million for operational costs at DHS Field Offices throughout the State. The requested increase is to replace the loss of \$6.6 million in one-time funding and \$4.2 million to maintain caseloads at the FY 2011 level.

SUMMARY OF FY 2012 OTHER FUND DEPARTMENT REQUESTS

The table below summarizes the FY 2012 department requests from other funds by appropriations subcommittee. Additional detail is available in **Appendix A** (Other Funds Tracking).

Departments are requesting a total of \$1.736 billion for FY 2012 from non-General Fund sources, an increase of \$13.3 million (0.8%) compared to estimated FY 2011.

FY 2012 Department Requests from Other Funds

(Dollars in Millions)

	Actual FY 2010	Estimated FY 2011	Dept Request FY 2012	Dept Req vs Est FY 2011
Administration and Regulation	\$ 46.7	\$ 46.0	\$ 45.6	\$ -0.4
Agriculture and Natural Resources	85.2	77.0	86.1	9.1
Economic Development	11.5	18.7	13.0	-5.7
Education	105.9	28.1	14.5	-13.6
Health and Human Services	342.3	550.1	335.0	-215.1
Justice System	18.1	13.2	14.6	1.4
Transportation, Infrastructure, and Capitals	840.9	669.2	943.2	274.0
Unassigned Standings	508.8	320.6	284.2	-36.4
Grand Total	\$ 1,959.4	\$ 1,722.9	\$ 1,736.2	\$ 13.3

Transportation, Infrastructure, and Capitals Subcommittee

Of the \$942.9 million reflected in the requests under the Transportation, Infrastructure, and Capitals Subcommittee, state agencies are requesting a total of \$596.9 million for infrastructure-related projects and programs for FY 2012. This is an increase of \$278.4 million compared to estimated FY 2011.

Infrastructure funding in FY 2011 included the creation of a new fund, the Revenue Bonds Capitals II Fund (RBC2), to receive the \$150.0 million in net proceeds from a revenue bond issuance in October 2010. Senate File 2389 (FY 2011 Infrastructure Appropriations Act) appropriated the entire \$150.0 million from the RBC2. Primary infrastructure-related funding sources anticipated for FY 2012 are the Rebuild Iowa Infrastructure Fund and the Technology Reinvestment Fund. In addition, there is a small amount of funding available in the Revenue Bonds Capitals Fund that has not been appropriated.

REVENUE AND ECONOMIC OUTLOOK

National Economy

National Recession – On December 1, 2008, the Business Cycle Dating Committee of the National Bureau of Economic Research (NBER) announced the U.S. economy entered a recession in December 2007. The Committee announced on September 20, 2010, that the recession had ended in June of 2009, noting that the 18-month recession was the longest since World War II.

The Committee defines a recession as a significant decline in economic activity spread across the economy, lasting more than a few months, normally visible in production, employment, real income, and other indicators. The Committee does not define a recession as simply two consecutive quarters of decline in real Gross Domestic Product.

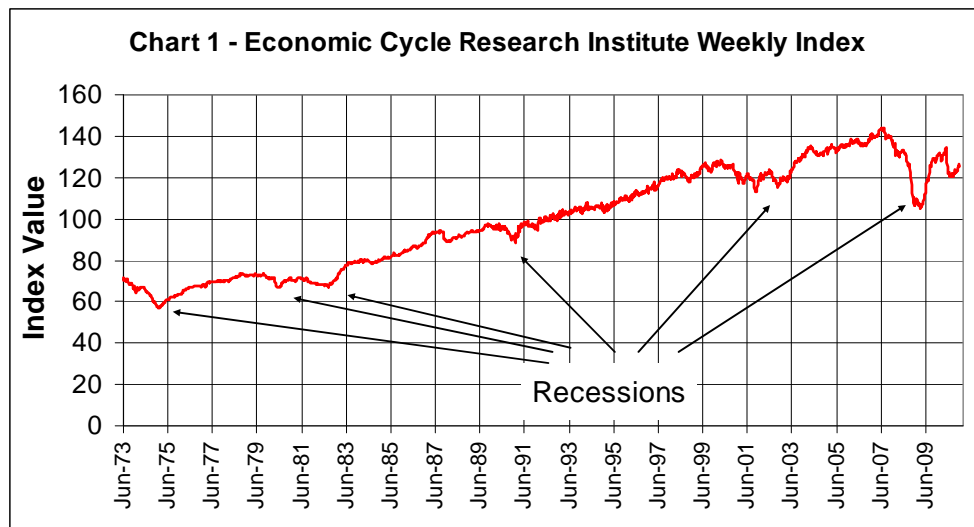
According to the Committee, a recession begins just after the economy reaches a peak of activity and ends as the economy reaches its trough. Between a trough and subsequent peak, the economy is in expansion. Expansion is the normal state of the economy; most recessions are brief. The Committee waits until the data show whether or not a decline is large enough to qualify as a recession before declaring a turning point in the economy is a true peak marking the onset of a recession. Recession determinations by the NBER occur well after the recession starts and often after the recession is later determined to have ended.

The following table shows that over the last 41 years, there were seven recessions lasting a total of 83 months, 16.9% of the total 492-month timeframe.

United States Business Cycle			
Seven most recent recessions			
End of Expansion (Peak)	End of Contraction (Trough)	Length of Expansion in Months	Length of Recession in Months
Dec. 1969	Nov. 1970	106	11
Nov. 1973	Mar. 1975	36	16
Jan. 1980	Jul. 1980	58	6
Jul. 1981	Nov. 1982	12	16
Jul. 1990	Mar. 1991	92	8
Mar. 2001	Nov. 2001	120	8
Dec. 2007	Jun. 2009	73	18
Source: National Bureau of Economic Research			

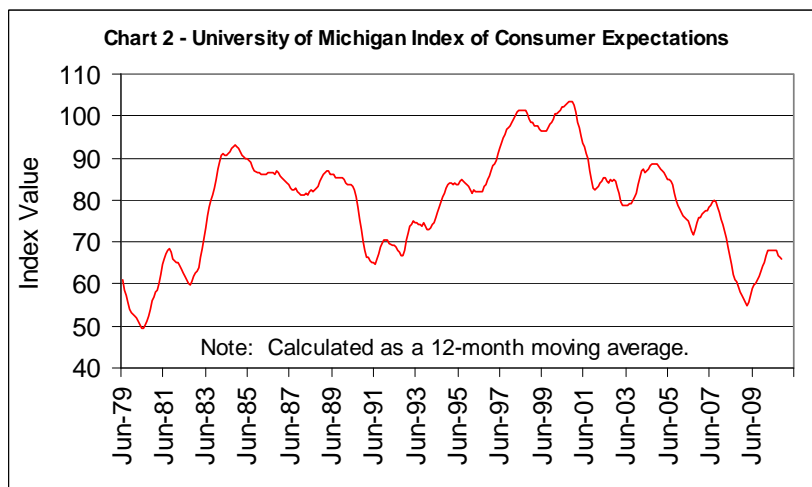
Economic Cycle Research Institute – The Economic Cycle Research Institute (ECRI) is an independent institute whose mission is to advance the tradition of business cycle research established at the NBER and Center for International Business Cycle Research (CIBCR). The ECRI Weekly Leading Index is designed to be clearly cyclical and is constructed as a weighted average of seven key economic data series designed to predict economic conditions in the near term. The Index is designed to turn down before a recession and turn up before an expansion. The Index is presented in **Chart 1**, with arrows indicating the current and five previous recessions. The Index is currently indicating considerable

improvement since spring 2009, but economic activity is still significantly below the prerecession peak and well off its historical growth trend.



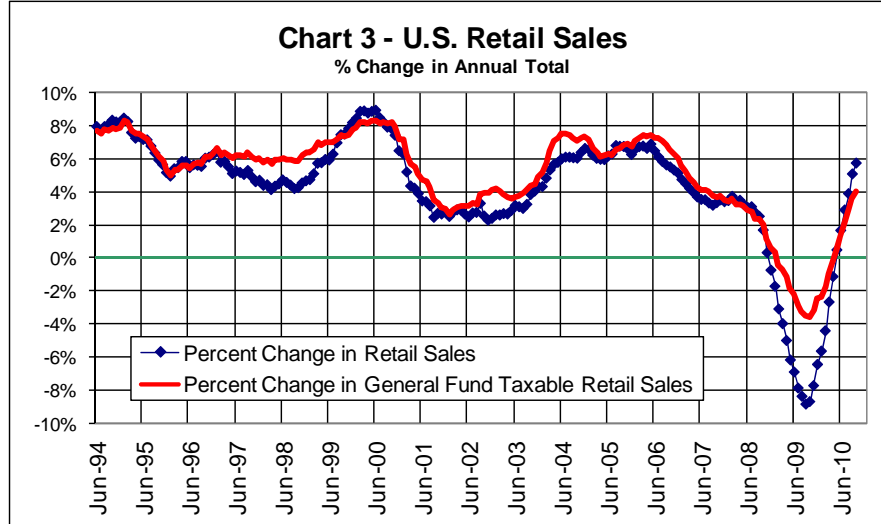
Consumer Confidence – Researchers at the University of Michigan conduct a monthly survey of consumers to gauge their sentiment for the present and future direction of the U.S. economy. One segment of the survey is called the Index of Consumer Expectations. The Index focuses on how consumers view prospects for the general economy over the long term.

Chart 2 presents a 12-month moving average of the Index. The chart shows consumer confidence as reported through the Index reached a peak in the second half of calendar year 2000. Since that peak, the Index declined steadily through March 2009. The Index has improved since then, but the overall level of consumer confidence is still very low.

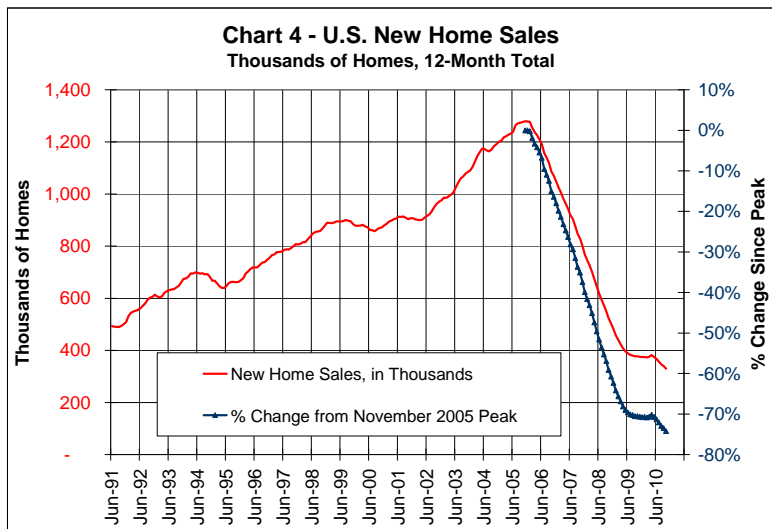


U.S. Retail Sales – The U.S. Census Bureau produces monthly estimates of total national retail sales, with subcategory detail showing a breakdown by type of retail establishment. The 12-month moving retail sales total peaked in July 2008 at \$4.518 trillion. Following that peak, the 12-month total of retail sales fell by 9.2%, bottoming in October 2009. Through October 2010, more than half of the drop has been regained, but annual retail sales remain 4.0% below the July 2008 peak.

Iowa General Fund sales/use tax receipts depend on the retail sale of taxable items. Excluding three categories of retail sales that are not generally subject to General Fund sales/use tax (food stores, gasoline stations, and motor vehicle dealers); total national sales peaked in October 2008 and decreased 2.5% before rebounding beginning December 2009 (red line on **Chart 3**).

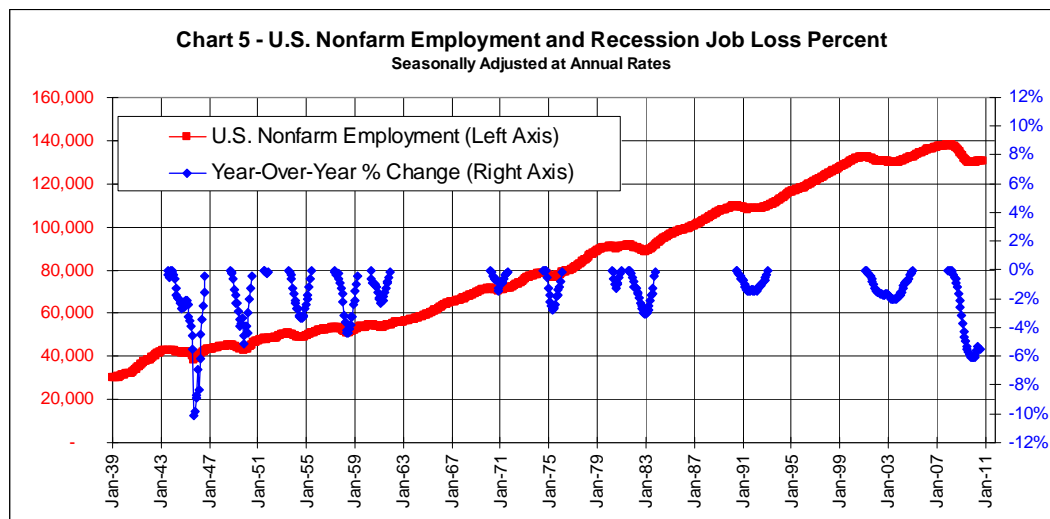


U.S. New Single Family Home Sales – The U.S. Census Bureau produces monthly estimates of U.S. new single family home sales. The 12-month moving average peaked in November 2005 at 1,279,200 annual units (**Chart 4**). Through October 2010, new home sales for the preceding 12 months totaled 330,000, or a drop of 74.2% from the 2005 peak. The top line in the following chart is read from the left axis and provides the annual total of home sales since 1991. The bottom line, read from the right axis, provides the percentage change in the number of annual new home sales, compared to the 2005 peak. The flattening in the decline during the June 2009 to June 2010 can be attributed to federal tax credits to encourage home purchases. The decline resumed after the tax credits expired.



U.S. Employment – Using seasonally adjusted numbers, year-over-year U.S. job growth peaked in March 2006 at 2,870,000 jobs, and U.S. nonfarm employment peaked in December 2007 at 137,951,000 jobs. Annual job growth turned negative in May 2008 and, peak to trough, the seasonally adjusted job series shows job losses totaled 8,363,000 (December 2009). In the ten months since the bottom, the U.S.

has added back 874,000 jobs, 10.5% of the peak-to-trough job loss. The red line on **Chart 5** below depicts total U.S. nonfarm employment since 1939, while the blue line indicates job number declines around recessions. From the standpoint of jobs lost, this past recession was the worst recession since the end of World War II.



Iowa Economy

Iowa Employment – After recovering in the mid-1980s from the lingering effects of the farm crisis, Iowa’s percent of total U.S. employment increased each year for ten years (1987 through 1996). Iowa nonfarm employment continued to grow through 2000, although Iowa’s percent of total U.S. employment began to decline. After the 2000 Iowa employment peak, the Iowa economy lost almost 40,000 nonfarm jobs before rebounding in late 2003. Iowa nonfarm employment peaked again in October 2008, when the annual average reached 1,526,400 jobs. Through October 2010, the annual average has fallen 54,000 jobs from the October 2008 peak.

Iowa’s share of total U.S. nonfarm employment declined throughout the economic downturn of the early 2000s as well as the economic recovery that followed, indicating that employment gains in Iowa were not as strong as those of the entire nation. From the prerecession peak (August 1996) through the start of the U.S. recession (December 2007), the Iowa/U.S. employment ratio fell from 1.16% of all U.S. nonfarm jobs to 1.10%. Essentially this ratio shows that in December 2007, 110 of every 10,000 nonfarm jobs in the U.S. were Iowa jobs, down from 116 in 1996. With the recent downturn in the U.S. economy, the calculation has risen to 113. **Chart 6** shows the 12-month average of Iowa nonfarm employment as well as the ratio of Iowa employment to U.S. employment since 1973.

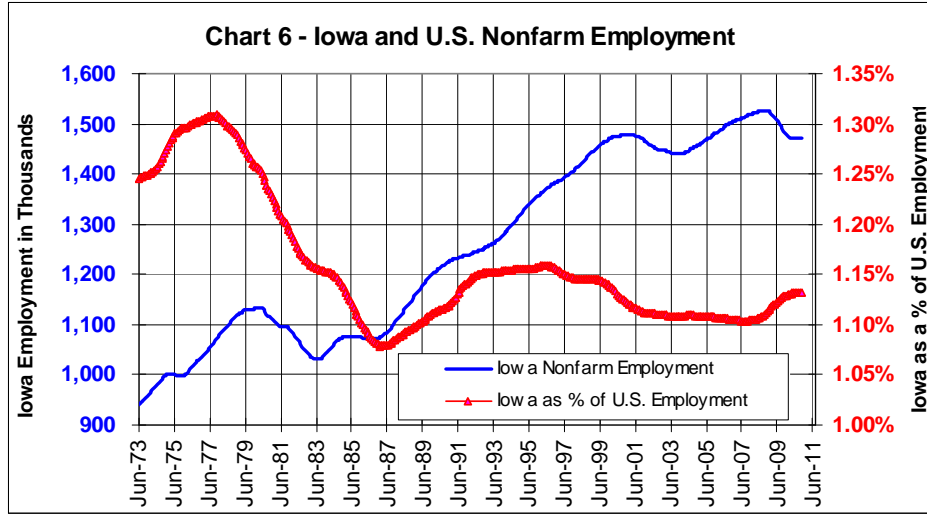
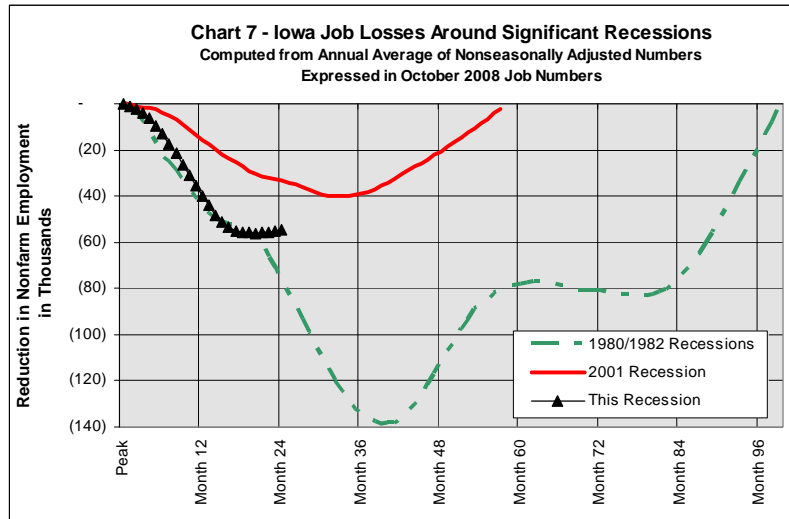


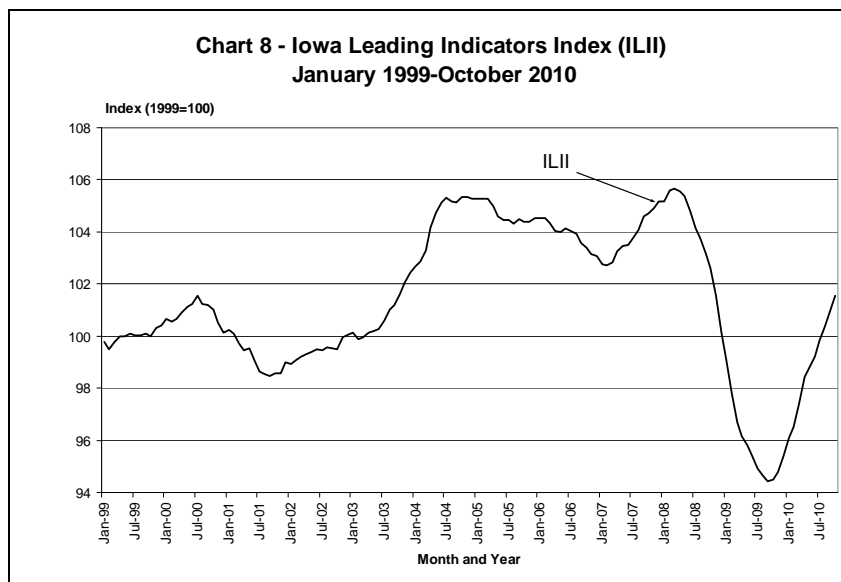
Chart 7 depicts Iowa job losses around the early 1980s, the early 2000s, and the December 2007 recessions. The chart shows the recession of the early 1980s was equivalent to a 140,000 job loss recession today and the recession of the early 2000s was equivalent to a 40,000 job loss recession. The recent recession, at least in terms of Iowa job losses, is only 24 months old and is considerably more severe than the recession of the early 2000s, but less steep after two years than the early 1980s.



Iowa Leading Indicators Index (ILII) – The Iowa Department of Revenue produces a monthly index based on economic indicators. The ILII is derived from seven Iowa-specific economic indicators and one national indicator. The Department designed the ILII to forecast the likely future direction of economic activity in the State of Iowa. The techniques used to build the ILII follow those used by The Conference Board¹ to construct the national leading indicators index. A movement in the ILII for only one month does not produce a clear signal; rather it is necessary to consider the direction of the index over several consecutive months. The Index indicates the Iowa economy reached a peak during March 2008 and then

¹ The Conference Board, Inc. is a nonprofit global business organization supported by business executives that holds conferences, convenes executives, and conducts business management research. For more information see the website: www.conference-board.org/.

declined for the next 18 months, reaching a bottom in September 2009. Since that time the Index has recovered significantly, but remains more than four points below its pre-recession peak.



Iowa General Fund Revenues

Iowa’s income, sales/use, and corporate taxes raise approximately 85.8% of the revenue deposited in the State General Fund each year (FY 2010 data – net fiscal year basis, excluding transfers). The amount of revenue generated by each of these funding sources depends on the level of economic activity in the State during a fiscal year (employment, consumer expenditures, business and government expenditures, etc.). Assuming other tax factors are equal (tax base and tax rates), a growing economy will produce more tax revenues than a static economy.

The previous paragraphs on the recent condition of the national and Iowa economy show the U.S. economy entered recession in December 2007, and Iowa economic activity peaked in the fall of 2008. The U.S. recession was the longest since World War II, ending after 18 months in June 2009. According to current employment data, Iowa has been slowly adding jobs for about six months.

The most recent recession produced a significant drop in Iowa General Fund revenue, but the drop is now showing some signs of reversing. **Chart 9** provides the 12-month moving total of net General Fund revenue, excluding transfers. The chart also provides Revenue Estimating Conference (REC) estimates for FY 2011 and FY 2012 (red dots on the right).

The recession of the early 2000s officially started in March 2001, but Iowa net General Fund revenue reached a peak in October 2000 and did not start to show positive growth again until December 2003, 38 months later and well after the end of the recession. The current recession officially started in December 2007, but Iowa net General Fund revenue did not start to decline until October/November 2008. Modest growth returned in April 2010.

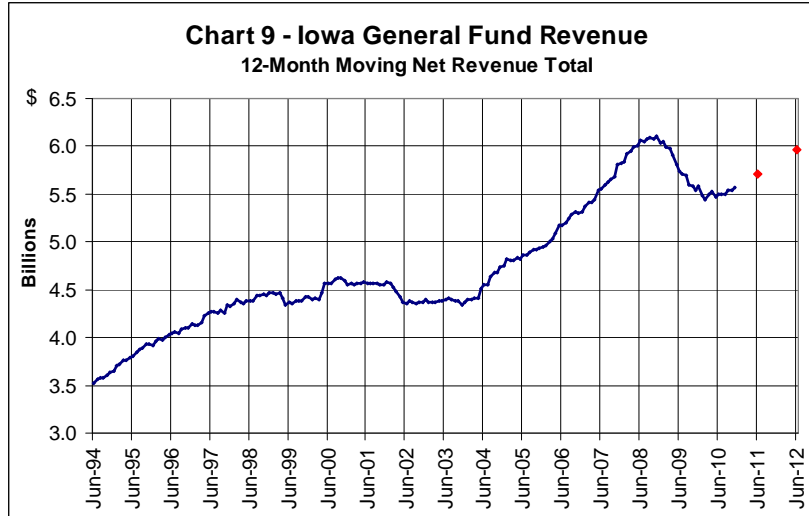


Chart 9 includes the REC estimates for net General Fund revenue, with the FY 2011 and FY 2012 estimates marking the path revenue must travel over the next 19 months to achieve the estimates.

In December 2010, the REC established an FY 2011 net General Fund revenue growth rate of positive 3.9% (excluding transfers).

For FY 2012, the REC estimates growth will be positive 4.5%.

In dollar terms, net revenue is projected to increase \$216.8 million for FY 2011 and increase \$256.4 million for FY 2012.

Including transfer revenue, the FY 2011 projected growth is \$158.0 million (2.8%), while FY 2012 growth is projected at \$239.7 million (4.1%)

It is important to note that as of the December REC meeting, the U.S. Congress had not extended federal tax rates and credits due to expire December 31, 2010. The REC projection was based on State and federal law as it was known on the date the estimate was made. It seems likely that prior to 2011, Congress will significantly reduce tax rates and increase tax credits by extending previous tax cuts into tax year 2011 and beyond. This type of Congressional action will reduce the federal personal income taxes owed by Iowans. Due to the ability of Iowans to deduct federal taxes paid from their personal income taxes, action that reduces federal personal income taxes has the direct effect of increasing Iowa income tax revenue. When and if Congress enacts a package of income tax reductions, revenue in excess of the REC projections for both FY 2011 and FY 2012 will result.

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EARLY RETIREMENT PROGRAM

STATE EARLY RETIREMENT INCENTIVE PROGRAM (SERIP)

BACKGROUND

[Senate File 2062](#) established a State Employee Retirement Incentive Program for eligible employees of the Executive Branch of the State and makes the Program optional for the Legislative and Judicial Branches, and the Board of Regents institutions. Elected officials and employees eligible for an enhanced Sick Leave Conversion Program under Code Section 70A.23(4) (Sworn Peace Officers) are excluded from participating in the Program. The Program is to be administered by the Department of Administrative Services (DAS). The Act permits eligible employees that have completed an application for benefits under the Iowa Public Employees' Retirement System (IPERS) with an intended first month of entitlement no later than July 2010 to separate from service with the State and receive a benefit under the Program. To receive the incentive benefit, eligible employees were required to submit an application to participate in the Program by April 15, 2010, be accepted to participate in the Program by the DAS, separate from State employment by June 24, 2010, and acknowledge the employee's ineligibility to return to employment with the State.

The Act provided two incentives to eligible employees that participate in the Program:

Employees with at least 10 years of State employment, were eligible to receive \$1,000 for each year of State employment up to 25 years. The payments are to be made in five equal installments each year during September beginning in 2010.

Participants in the Program (or the surviving spouse) are to receive a health insurance contribution benefit to pay the premium cost for eligible State group health insurance for five years following termination from State employment. Participants are to receive the health insurance contribution benefit only when no longer eligible for, or they have exhausted, the available remaining value of sick leave used to pay the State share for the participant's continuation of State group health insurance coverage as provided in Code Section 70A.23(3).

The Act prohibits Executive Branch agencies, excluding the Board of Regents, from filling vacancies created by employees participating in the Program unless approved by the Department of Management (DOM). In addition, the Act prohibits early retirement participants under this Program from resuming State employment in any capacity.

The Department of Administrative Services, in collaboration with the DOM, submitted the required interim report in October 2010 summarizing the participation and operation of the Program. The DAS is also required to submit an annual update concerning the program by October 1 of each year for four years, commencing October 1, 2011.

There were 6,092 IPERS employees of participating agencies age 55 or older qualified to participate. Of those employees, 2,151 were eligible for full retirement benefits by meeting at least one of the following:

- Age and years of service equal at least 88.
- At least age 62 with 20 years of service.
- At least 65 years of age.

PRIOR PROGRAMS

The General Assembly has previously enacted at least three early retirement programs, including:

- Senate File 551 (2nd Extraordinary 2001 Session) resulted in 4,289 eligible participants and 594 chose to participate (13.8%). The Act provided for two early termination programs, a Years of Service (YOS) Program and a Sick Leave Program. The YOS Program was optional at the discretion of the State and provided employees with at least 10 years of service the option to receive the lesser of the employee's annual salary or \$250 for each quarter year of service. The Sick Leave Program was offered to employees with a total age plus years of service of at least 75. The Program provided for the payment of the lesser of the employee's regular annual salary or the value of the employee's unused sick leave.
- House File 2625 (2nd Extraordinary 2002 Session) resulted in 4,564 eligible participants and 148 chose to participate (3.2%). The Act provided for the payment of one-fifth of the value of the employee's accumulated unused sick leave and vacation each year for five years. The sick leave portion was limited to one year's salary. Eligible employees were required to have a combined age and years of service of at least 75.
- House File 2497 (2004 Regular Session) resulted in 5,367 eligible participants and 273 chose to participate (5.1%). The Act provided an incentive to sever employment with the State by paying the employee the lesser of 75.0% of the employee's regular annual salary or an amount equal to 75.0% of the value of the employee's accumulated sick leave.

For the three programs listed above, of the 988 participants on Central Payroll, 397 participants (40.2%) were eliminated as of October 31, 2007.

Under current law, qualified employees that terminate are entitled to payment of up to \$2,000 of unused sick leave, contribution toward health insurance under the Sick Leave Incentive Plan (SLIP), and payment of unused vacation.

CURRENT SITUATION

- A total of 2,067 of the 6,092 eligible employees participated in the current Program resulting in a participation rate of 33.9%.
- Approximately 61.4% of the vacancies created by the Program will be refilled based on the positions the Department of Management (DOM) authorized to be refilled and estimates for agencies not reported by the DOM.
- The Board of Regents institutions continue to offer early termination incentives and did not participate in the Program. The Judicial Branch did not participate in the Program.
- Approximately \$87.6 million of savings will occur from all funds, for salary and benefits, during FY 2011 for the 2,067 impacted positions. The total over five years is approximately \$418.8 million. The five-year savings is reduced by the payment of approximately \$142.5 million in incentives provided in the legislation, for a net savings over five years of approximately \$276.3 million for all funds.

BUDGET IMPACT

Table 1 reflects only the incentives added by the Program, including the payment for years of service and the additional contribution for health insurance. **Table 2** reflects all of the payments for the retirees including the Sick Leave Incentive Plan (SLIP) and vacation payout. The Program is expected to result in the following cost savings (reflected as positive numbers):

Table 1 – Cost Savings Net of SERIP Incentives

(Dollars in millions)

	<u>FY 2011</u>	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>	<u>FY 2015</u>	<u>Total</u>
General Fund	\$ 35.7	\$ 30.6	\$ 26.0	\$ 21.7	\$ 18.2	\$ 132.2
Road Use Tax Fund	1.4	1.3	1.2	1.1	1.0	6.0
Primary Road Fund	10.3	9.8	9.2	8.2	7.2	44.7
Federal Funds	11.9	10.6	9.0	7.7	6.6	45.8
Other Funds	11.9	10.6	9.4	8.4	7.3	47.6
Total	\$ 71.2	\$ 62.9	\$ 54.8	\$ 47.1	\$ 40.3	\$ 276.3

Table 2 – Cost Savings Net of SERIP and Other Retirement Costs

(Dollars in millions)

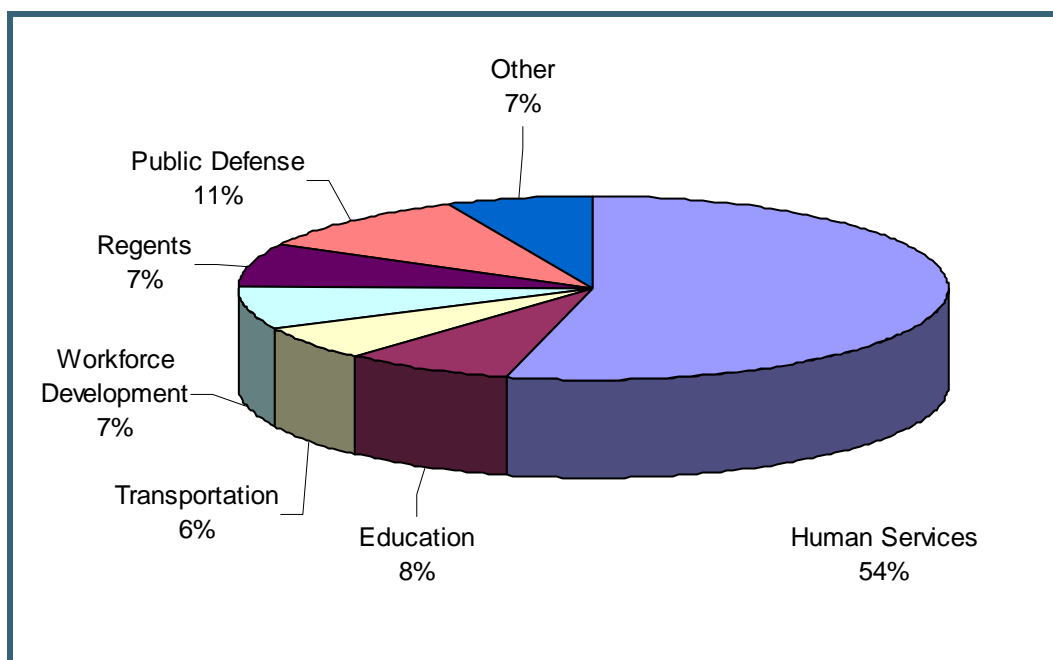
	<u>FY 2011</u>	<u>FY 2012</u>	<u>FY 2013</u>	<u>FY 2014</u>	<u>FY 2015</u>	<u>Total</u>
General Fund	\$ 25.0	\$ 23.4	\$ 21.5	\$ 19.1	\$ 16.3	\$ 105.3
Road Use Tax Fund	1.3	1.2	1.1	1.0	0.9	5.5
Primary Road Fund	8.9	8.4	7.8	7.2	6.6	38.9
Federal Funds	8.4	8.0	7.5	6.8	6.0	36.7
Other Funds	9.1	8.5	7.8	7.1	6.3	38.8
Total	\$ 52.7	\$ 49.5	\$ 45.7	\$ 41.2	\$ 36.1	\$ 225.2

Staff Contact: Ron Robinson (515-281-6256) (ron.robinson@legis.state.ia.us)

FEDERAL FUNDS

Federal funds make up a major portion of State government budgets. In Iowa, federal funding accounts for nearly 50.0% of all expenditures by the State. The greatest percentage of federal funding is received by the Department of Human Services (DHS), and the majority of the DHS federal funds go to the Medicaid Program where the federal government pays for 70.64% of most Medicaid expenditures in FY 2011. It is estimated that Iowa will receive \$6.48 billion in federal funding for FY 2011 through all Departments.

Estimated Federal Funds Received by Iowa – FY 2010 (in millions)



Department	Estimated FY 2011	Percent of Total
Human Services	\$ 3,493.5	53.9%
Education	506.9	7.8%
Transportation	394.1	6.1%
Workforce Development	485.0	7.5%
Regents	479.2	7.4%
Public Defense	694.5	10.7%
Other	424.6	6.6%
Department Total	<u>\$ 6,477.8</u>	<u>100.0%</u>

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

American Recovery and Reinvestment Act (ARRA) Funding

The American Recovery and Reinvestment Act (ARRA) was enacted by the U.S. Congress in February 2009 to provide a response to the economic crisis that had impacted the country. Goals specified by the Act included:

- Create new jobs and save existing ones
- Spur economic activity and invest in long-term growth
- Foster accountability and transparency in government spending

ARRA: Funds Used for State General Fund Purposes

The ARRA funding allocated to Iowa totaled approximately \$386.4 million for Education Fiscal Stabilization and \$86.0 million for Government Services Fiscal Stabilization. Between FY 2009 and FY 2011, \$267.9 million (69.3%) of the ARRA Education Fiscal Stabilization funding was appropriated for School foundation aid. Approximately 73.7% (\$63.4 million) of the Government Services Fiscal Stabilization was appropriated between 26 State agencies for FY 2010 (see table below).

As part of the ARRA, the federal government provided an increased Federal Medical Assistance Percentage (FMAP) match for states for 27 months to help offset increased Medicaid costs. This provision was extended by Congress in August 2010, to cover the final six months of FY 2011, with a scheduled phase down of support. For FY 2011 it is estimated the enhanced FMAP rate will save the Medicaid Program \$214.0 million. In total over the 36 months, it is estimated the increased rate will save the State \$582.2 million. The savings are based on projected expenditures and are subject to change.

In addition to Medicaid, funding for Adoption and Foster Care also receive enhanced FMAP rates through the end of FY 2011, with the same scheduled phase down as Medicaid. It is estimated that with the enhanced FMAP rate, the two programs will receive \$4.3 million in savings for FY 2011 and \$12.1 million over 36 months.

Iowa also receives Emergency Temporary Assistance for Needy Families (TANF) funding as part of the ARRA that will expire at the end of FY 2011. States receive 80.0% federal funding for the costs of increased TANF and maintenance of effort (MOE) spending on basic assistance over the base year. In FY 2011 Iowa is estimated to receive \$17.7 million assistance and \$27.9 million in total over 36 months.

The ARRA provided \$18.1 million for the Iowa allocation for the Child Care Development Block Grant (CCDBG). Funds from the CCDBG are used to assist low-income parents so they may be employed or attend school. ARRA funding is available for use through FY 2011.

See the table at the end of this Section for additional ARRA funding detail.

Funds Received by Iowa

Estimates from the Department of Management (DOM) and the Governor's Office, as reported on the Iowa Recovery website (www.iowa.gov/recovery/), indicate that Iowa has received more than \$3.09 billion in assistance from the ARRA. The majority of funding has been provided in the areas of

education, health care, infrastructure, and unemployment benefits. Funding recipients include State agencies, local governments, and individuals (through direct grants and tax benefits).

The estimate includes funds of three types (data as of November 22, 2010):

- Formula-based – Funding is allocated by an established federal formula to States and localities - \$1.308 billion (42.3% of the total).
- Demand-based funding – Funding responds directly to demand from eligible individuals. The dollar amount Iowa receives will vary according to the number of people that qualify and receive the funding - \$1.618 billion (52.3% of the total).
- Competitive – Funding is allocated through competitive solicitations federally. As the name suggests, any applications for projects submitted by a State agency directly or on behalf of Iowa go through a competitive selection process; therefore, these estimates are not guaranteed until selected - \$166.1 million (5.4% of the total).

Based on preliminary data provided to the DOM required for compliance reports (1512 Reports) to the Government Accounting Office (GAO) and Congress, for the quarter that ended September 30, 2010, Iowa agencies had been awarded \$2,995.1 billion and expended \$2,409.6 million (80.4%) of total ARRA funds. The following table provides a summary of ARRA funds awarded, received, and expended by State agency. Additional detail regarding this information is available from the Legislative Services Agency (LSA) upon request.

**American Recovery and Reinvestment Act Funds:
Awarded, Received, and Expended by State Agency**

State Agency	ARRA Funds Awarded	ARRA Funds Received	ARRA Funds Expended	Percentage of ARRA Funds Expended	Number of Awards
Dept of Correctional Services, CBC 3	\$ 46	\$ 46	\$ 46	100.0%	1
Dept of Correctional Services, CBC 4	2,534	2,534	2,534	100.0%	1
Dept of Correctional Services, CBC 6	2,219	2,219	2,219	100.0%	1
Governor's Office of Drug Control Policy	11,777,401	11,777,401	4,920,846	41.8%	1
Iowa Commission on Volunteer Services	1,482,831	1,329,735	1,329,735	89.7%	2
Iowa Communications Network	16,230,118	-	-	0.0%	1
Iowa Department for the Blind	1,513,083	711,263	710,807	47.0%	3
Iowa Department of Cultural Affairs	303,000	303,000	303,000	100.0%	1
Iowa Department of Economic Development	7,014,352	2,807,668	2,805,686	40.0%	1
Iowa Department of Education	684,118,923	597,150,564	597,235,945	87.3%	11
Iowa Department of Human Rights	91,655,809	39,883,936	39,889,225	43.5%	2
Iowa Department of Human Services	676,037,837	627,615,804	638,707,404	94.5%	12
Iowa Department of Justice	2,842,676	2,003,621	2,067,795	72.7%	3
Iowa Department of Management	869,802	-	-	0.0%	1
Iowa Department of Natural Resources	82,690,800	53,780,303	53,904,109	65.2%	6
Iowa Department of Public Health	16,242,318	943,841	964,473	5.9%	12
Iowa Department of Public Safety	574,077	229,467	230,472	40.1%	1
Iowa Department of Transportation	384,368,232	329,055,291	329,055,291	85.6%	239
Iowa Department on Aging	1,337,965	1,146,733	1,132,873	84.7%	3
Iowa Dept of Administrative Services-Central Payroll	458,726	458,726	458,726	100.0%	1
Iowa Finance Authority	118,122,449	83,234,053	83,234,053	70.5%	4
Iowa National Guard	3,328,000	3,328,000	3,324,388	99.9%	1
Iowa State University	26,059,750	4,989,001	5,931,987	22.8%	35
Iowa Utilities Board	826,530	64,800	55,151	6.7%	1
Iowa Veterans Home	15,568,604	601,020	1,161,300	7.5%	2
Iowa Vocational Rehabilitation Services	4,824,055	1,476,282	1,476,281	30.6%	2
Iowa Workforce Development	723,970,662	609,216,181	609,243,644	84.2%	20
Office of Energy Independence	53,495,993	13,159,323	4,659,323	8.7%	4
University of Iowa	67,757,063	22,399,752	26,031,585	38.4%	142
University of Northern Iowa	1,592,762	626,320	800,195	50.2%	5
Total	\$ 2,995,068,617	\$ 2,408,296,886	\$ 2,409,639,094	80.5%	519

Summary of All Iowa ARRA Funds (Preliminary - through September 30, 2010)

Iowa Accountability and Transparency Board

On April 14, 2009, the Governor created the Iowa Accountability and Transparency Board by Executive Order #12. The Board was created to assist with oversight of ARRA funding and to ensure that the State meets all federal requirements related to the Act. The Board is also responsible for making sure information is reported to Iowans in a transparent manner. The Board is scheduled to meet on a quarterly basis. Their last meeting was held on September 10, 2010.

Federal Funds Tracking: Grants Enterprise Management System

The Grants Enterprise Management System (GEM\$) is operated by the DOM. It is designed to be a resource to State agencies for researching federal grant opportunities, applying for them, and then tracking the award of funding if granted.

The DOM operates a website (www.IowaGrants.gov) and a database to track the grant process. Agencies are required to use the website to report all competitive and noncompetitive grants applied for in the database. The GEM\$ also enables State departments to collaborate on grants when possible.

The DOM is currently piloting a project called The Iowa Grants Network. This is intended to increase the capacity for State departments to use the GEM\$. The departments will be able to track their own internal grant process before they make their application public on the website (www.IowaGrants.gov). Ideally, this will create greater efficiencies within the departments since information and communication about a grant can be centrally located. There are currently five State agencies participating in this pilot project. The goal is to encourage all of the departments to utilize this system on or after June 30, 2012.

When the GEM\$ is fully implemented, information about federal funding coming into the State will be available for public review. Users will also be able to track how the funding is distributed.

The DOM received \$869,000 from the Pooled Technology Fund administered by the Department of Administrative Services to implement the Iowa Grants Network. The DOM also received an appropriation of \$175,000 and 1.00 FTE position in SF 2367 (FY 2011 Administration and Regulation Appropriations Act) to continue funding the GEM\$.

Related Websites

Iowa Recovery website: www.iowa.gov/recovery/

GAO website: www.gao.gov/

Federal Government website: www.recovery.gov/Pages/home.aspx

GEM\$ website: www.iagrants.com

Note: Federal ARRA funds are also discussed in the Budget Overview, School Aid, and Medicaid sections of this document.

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Shawn Snyder (515-281-7799) shawn.snyder@legis.state.ia.us

ARRA (Stimulus) Funding

Sub	Budget Unit	FY 2009				FY 2010					FY 2011				
		ARRA Medicaid	Other HHS	ARRA Educ.	Total	ARRA Medicaid	Other HHS	ARRA Educ.	ARRA Gov't Stb.	Total	ARRA Medicaid	Other HHS	ARRA Educ.	ARRA Gov't Stab.	Total
Ed	School Foundation Aid			\$ 40.0	\$ 40.0			\$ 202.5		\$ 202.5			\$ 25.3	\$ 22.6	\$ 47.9
Ed	Regents Institutions			-	-			80.3		80.3					-
Ed	Community Colleges			-	-			23.1	2.5	25.6					-
Ed	Teacher Prof. Development			-	-			2.0		2.0					-
Ed.	Instructional Support			-	-			13.1		13.1					-
Admin	Dept. of Administrative Services			-	-				0.1	0.1					-
Admin	Dept. of Inspections and Appeals			-	-				0.4	0.4					-
Admin	Dept. of Management			-	-				0.2	0.2					-
Admin	Legislative Services Agency			-	-				0.1	0.1					-
Just	Corr. - Ft. Madison			-	-				4.3	4.3					-
Just	Corr. - Anamosa			-	-				0.9	0.9					-
Just	Corr. - Oakdale			-	-				2.0	2.0					-
Just	Corr. - Newton			-	-				1.0	1.0					-
Just	Corr. - Mt. Pleasant			-	-				0.9	0.9					-
Just	Corr. - Rockwell City			-	-				0.3	0.3					-
Just	Corr. - Clarinda			-	-				2.5	2.5					-
Just	Corr. - Mitchellville			-	-				0.7	0.7					-
Just	Corr. - Ft. Dodge			-	-				1.1	1.1					-
Just	Corr. - General Administration			-	-				0.2	0.2					-
Just	DPD - Military Division			-	-				0.2	0.2					-
Just	DPS - Public Safety			-	-				0.8	0.8					-
HHS	Medicaid	114.0			114.0	223.6			25.9	249.5	190.2				190.2
HHS	Mental Health State Cases								0.3	0.3					-
HHS	Volunteer Health Care								0.0	0.0					-
HHS	Risk Pool Property Tax								10.0	10.0					-
HHS	DHS - Health Insurance Pilot								0.4	0.4					-
HHS	DPH - Elderly Wellness								0.7	0.7					-
HHS	DPH - Community Capacity								0.5	0.5					-
HHS	DPH - Resource Management								1.8	1.8					-
HHS	DHS - IowaCare ARRA	7.2			7.2	11.6				11.6	8.4				8.4
HHS	DHS - State Resource Centers	4.0			4.0	7.8				7.8	7.0				7.0
HHS	DHS - Emergency TANF						10.2			10.2		17.7			17.7
HHS	DHS - Child Care Assistance											18.1			18.1
HHS	DHS - Adoption Enhanced		2.3		2.3		3.3			3.3		3.1			3.1
HHS	DHS - Foster Care Enhanced		1.0		1.0		1.2			1.2		1.2			1.2
HHS	DHS - Hospital Assess. FMAP										5.3				5.3
HHS	Benefit Quality Assur. Trust Fund										3.2				3.2
Trans	Road Funds								5.6	5.6					-
	ARRA Funding Totals	\$ 125.2	\$ 3.4	\$ 40.0	\$ 168.6	\$ 243.0	\$ 14.7	\$ 321.0	\$ 63.4	\$ 642.1	\$ 214.0	\$ 40.1	\$ 25.3	\$ 22.6	\$ 302.1

NOTE: Some of the funding items listed on this table are not appropriated through session law, but are received directly by departments.

GOVERNMENT REORGANIZATION AND EFFICIENCY

SENATE FILE 2088 GOVERNMENT REORGANIZATION AND EFFICIENCY ACT

During the 2010 Legislative Session, the General Assembly enacted SF 2088 (State Government Reorganization and Efficiency Act). This Act was approved in response to studies of government reorganization and efficiency the Executive and Legislative Branches completed during 2009. The General Assembly created a State Government Reorganization Commission that met during the 2009 Interim and the Governor contracted with a private company, Public Works LLC, to provide an efficiency report that was completed in December 2009.

Final action on SF 2088 resulted in the following estimated fiscal impact:

FISCAL IMPACT TO THE GENERAL FUND:

- **APPROPRIATIONS:** The Act appropriated \$1.7 million from the General Fund for FY 2011 and authorized 23.0 new FTE positions. The bulk of these funds were appropriated to the Department of Revenue (\$325,000 and 5.0 FTE positions) to hire additional revenue examiners that would generate income tax collections and to the Office of the State Public Defender (\$1.1 million and 16.0 FTE positions) to expand the Office to handle additional caseload for indigent defendants.
- **REVENUES:** The Act was expected to generate additional General Fund revenue estimated at \$21.9 million for FY 2011 and \$7.8 million for FY 2012.
- **EXPENDITURES:** The Act was expected to impact General Fund expenditures as follows:
 - **FY 2010** – an estimated decrease in expenditures of \$102,000.
 - **FY 2011** – an estimated decrease in expenditures of \$50.3 million.
 - **FY 2012** – an estimated decrease in expenditures of \$27.0 million.

OVERALL IMPACT TO THE GENERAL FUND: The overall appropriations, revenue increases, and expenditure changes when totaled, were expected to result in the following impact to the General Fund:

- **FY 2010** – an estimated savings to the General Fund of \$102,000.
- **FY 2011** – an estimated savings to the General Fund of \$70.5 million.
- **FY 2012** – an estimated savings to the General Fund of \$34.7 million.

OVERALL IMPACT TO OTHER FUNDS: The overall impact to other funds (including local government savings) was estimated as follows:

- **FY 2010** – an estimated savings of \$21,000.
- **FY 2011** – an estimated savings of \$55.7 million.
- **FY 2012** – an estimated savings of \$34.2 million.

NOTE: Other items related to reorganization were included in HF 2531 (FY 2011 Standings Appropriations Act) and SF 2062 (Early Retirement Incentive Act). House File 2531 appropriated \$2.3 million to the Department of Administrative Services (DAS) for technology procurement to result in a portion of the estimated savings in SF 2088. House File 2531 made a \$260,000 Cash Reserve Fund appropriation to replace the initial savings that were decreased from the DAS General Fund appropriation in SF 2367 (FY 2011 Administration and Regulation Appropriations Act).

ADDITIONAL DETAIL: For additional detail regarding SF 2088, see the Final Action NOBA (Notes on Bills and Amendments) at: http://www3.legis.state.ia.us/noba/data/83_SF2088_Graybook.pdf

UPDATE. The following table highlights the provisions of SF 2088 that were expected to result in significant savings or revenue. Actual fiscal results will remain unknown until the close of FY 2011 and FY 2012. The Department of Management (DOM) was required to file a report by December 1, 2010, outlining the application of appropriation reductions totaling \$83.8 million to department and agency budgets.¹ Many of these reductions include the savings for the major items shown in the table below, such as state budgeting and personnel (elimination of vacant FTE positions), span of control, and centralized purchasing. The appropriation reductions also include savings from SF 2062 (Early Retirement Act) and items included in Executive Order #20 issued by Governor Culver. As of December 15, 2010, the DOM has not filed the required report.

Significant Fiscal Impact Provisions – SF 2088

EXPENDITURE CHANGES				
Description	Fiscal Impact - FY 2011		Fiscal Impact - FY 2012	
	General Fund	Other Funds	General Fund	Other Funds
DAS Digital Government	\$ -1,000,000	\$ 0	\$ -1,800,000	\$ 0
State Budgeting and Personnel	-14,500,000	-10,700,000	0	0
Span of Control	-15,500,000	-24,100,000	-1,900,000	-2,900,000
DAS Centralized Purchasing	-7,500,000	-7,500,000	-7,500,000	-7,500,000
Medicaid Chronic Disease Management	-2,700,000	0	-6,500,000	0
Medicaid HCBS Waiver Review	-1,900,000	-2,800,000	-2,200,000	-3,200,000
Corrections - Close Farm 1 and 3	-1,451,000	0	-1,451,000	0
Reduction in Indigent Defense	-3,753,000	0	-3,753,000	0
All Other	-2,014,500	-550,800	-1,861,500	-530,800
Total Expenditure Savings	\$ -50,318,500	\$ -45,650,800	\$ -26,965,500	\$ -14,130,800
REVENUE CHANGES				
Description	Fiscal Impact - FY 2011		Fiscal Impact - FY 2012	
	General Fund	Other Funds	General Fund	Other Funds
DAS Operations - Sale of Real Property	\$ 13,800,000	\$ 0	\$ 0	\$ 0
Lower Threshold for Gambling Setoffs	4,600,000	0	4,600,000	0
Hire Five New Revenue Examiners	2,700,000	0	2,700,000	0
Add an FTE to GEMS	0	10,000,000	0	20,000,000
All Other	778,000	90,500	457,500	90,500
Total Revenues	\$ 21,878,000	\$ 10,090,500	\$ 7,757,500	\$ 20,090,500

The following list outlines updated information that has been received regarding implementation or fiscal results of the significant items.

- **DAS Digital Government.** House File 2531 (FY 2011 Standings Appropriations Act) appropriated \$2.3 million to DAS for technology procurement to result in a portion of estimated savings. The DAS is in the process of consolidating email servers to the Enterprise Email Server in the Executive Branch. The Enterprise Email Server has increased from 22.0% of Executive Branch mailboxes in December of 2009 to 44.0% through October 31, 2010. The DAS estimates that 61.0% of all mailboxes will be

¹ SF 2531 (FY 2011 Standing Appropriations Act), Section 27

migrated by the end of December 2010. All mailboxes are expected to be consolidated by the end of FY 2011. *Staff Contact: Joe Brandstatter (515-281-8223)*

- **State Budgeting and Personnel.** The savings estimate of \$14.5 million is expected to occur through elimination of vacant FTE positions. Additional information is expected once DOM files the report that was due December 1, 2010. *Staff Contact: Dave Reynolds (515-281-6934)*
- **Span of Control.** The reduction of supervisor positions resulting from the span of control requirements in SF 2088 were estimated to reduce personnel costs for FY 2011 by an estimated \$38.1 million compared to FY 2010. This includes \$17.0 million from the General Fund and \$21.1 million from other sources. For FY 2012, as agencies comply with the 1 to 15 span of control requirement, an additional reduction of \$6.3 million is estimated, including \$2.7 million from the General Fund and \$3.6 million from other sources. Additional information is expected once DOM files the report that was due December 1, 2010. *Staff Contact: Dave Reynolds (515-281-6934)*
- **DAS Centralized Purchasing.** This provision requires agencies to purchase goods and services pursuant to a master contract negotiated by the DAS, subject to certain specified exemptions, and was estimated to result in General Fund savings of \$7.5 million in FY 2011 and \$7.5 million in FY 2012. This provision was also estimated to result in other fund savings (Department of Transportation) of \$7.5 million in FY 2011 and \$7.5 million in FY 2012. *Staff Contact: Joe Brandstatter (515-281-8223)*
- **Medicaid Chronic Disease Management.** This provision required the DHS to design and implement a chronic disease management program for children. By implementing a chronic disease management program, Iowa can assure that providers are using best practices to treat patients. A number of other states have implemented similar programs and it has been shown to save significant amounts of money. The savings associated with this change were factored into the calculation of the amount appropriated for Medicaid for FY 2011. The DHS has not provided information regarding how this provision is being implemented. *Staff Contact: Jess Benson (515-281-4611)*
- **Medicaid Home and Community-Based Services (HCBS) Waiver Review.** This provision required the DHS to set a trigger for review of payments for services provided under the HCBS waivers. After the development of the trigger mechanism, the DHS must require advanced approval for services when the payment is projected to exceed the median. Payments for waiver services tend to vary greatly, with the median value of payments for the Intellectual Disability Waiver at \$16,953. By evaluating all of the costs above the median for each waiver, the State should be able to identify unnecessary services. The savings associated with this change were factored into the calculation of the amount appropriated for Medicaid for FY 2011. The DHS has not provided information regarding how this provision is being implemented. *Staff Contact: Jess Benson (515-281-4611)*
- **Department of Corrections (DOC) – Close Farms One and Three.** Senate File 2088 required the closure of Farm One by July 1, 2010, and Farm Three by January 1, 2011. The DOC decreased designed capacity by 180 beds to reflect the closure of Farms One and Three on July 20, 2010. The FY 2011 appropriation to the DOC for the Fort Madison Correctional Facility included a reduction of \$1,451,000 to reflect the closure of these Farms. *Staff Contact: Beth Lenstra (515-281-6301)*
- **Reduction in Indigent Defense.** Senate File 2088 appropriated \$1,140,000 and 16.0 FTE positions to expand local public defender offices. The projected savings in the Indigent Defense appropriation was anticipated to be \$3,753,000. The State Public Defender’s Office filled public defender positions in Iowa City, Cedar Rapids, and Davenport (two per office). The Civil Commitment/Special Defense Unit added two public defenders, a secretary, and an investigator. A new office has been designated to open in Ottumwa and office space lease is being negotiated (expected to be finalized in December 2010). The six positions for the new Ottumwa office include a supervisor, three public defenders, a secretary, and an investigator. As of December 2010, all positions have been filled. Senate File 2366 (FY 2010 Supplemental Appropriations Act) provided a \$10,900,000 General Fund appropriation to

Indigent Defense, with a provision that the ending balance could carry forward to FY 2011. The balance brought forward to FY 2011 was \$145,346. The FY 2011 General Fund appropriations for the State Public Defender's Office and the Indigent Defense Fund are \$13.5 million below the amount actually expended in FY 2010. The FY 2011 estimate for a supplemental appropriation is approximately \$16.0 million. The FY 2012 appropriation increase is anticipated to be an additional \$3.2 million. *Staff Contact: Beth Lenstra (515-281-6301)*

- **DAS Operations – Sale of Real Property.** The DAS was required by SF 2088 to conduct a survey of State-owned land and leases and provide a report to the General Assembly by January 15, 2011. The DAS is in the process of completing the land inventory. The DHS identified two small parcels of less than five acres each that could be sold. These parcels are at Independence (old sewer plant) and Glenwood (approximately two acres). Easements would be required on at least one of the parcels. The DOC indicated it has no farm land available for sale. For additional information, see the LSA *Issue Review* titled [“Proposed Sale of State Farm Ground.”](#)
Staff Contact: Beth Lenstra (515-281-6301)
- **Lower Threshold for Gambling Setoffs.** Through October 2010, \$935,000 has been collected for FY 2011. In comparison, during the same period for FY 2010, \$65,000 was collected. During the FY 2011 period, 40,400 wins were examined for collection and 986 matches were found. During the same FY 2010 period, 577 wins were examined and 20 matches were found. The \$935,000 collected through October 2010 is obligated to multiple sources including the General Fund, Judicial Branch, local governments, and the Road Use Tax Fund. *Staff Contact: Joe Brandstatter (515-281-8223)*
- **Hire Five New Revenue Examiners.** The addition of five revenue examiners was estimated to result in \$2.7 million of new revenue for FY 2011 and subsequent fiscal years. The Department of Revenue hired the new positions in September and October of 2010. All have been placed, trained, and are working. The examiners have collected \$500,000 through November 2010 and are expected to meet the initial estimate of \$2.7 million in new revenue for FY 2011.
Staff Contact: Joe Brandstatter (515-281-8223)
- **Add an FTE to GEM\$.** Adding an FTE position to the Office of Grants Enterprise Management (GEM\$) was expected to generate \$10.0 million in FY 2011 and \$20.0 million for FY 2012 of other funds revenue in the form of federal and other grants. The FTE position has not been added to the GEM\$ office and this may significantly reduce the expected revenue impact.
Staff Contact: Joe Brandstatter (515-281-8223)

Early Retirement

Additional information regarding the State Early Retirement Incentive Program (SERIP) is provided in a separate section of this document.

Continued Updates

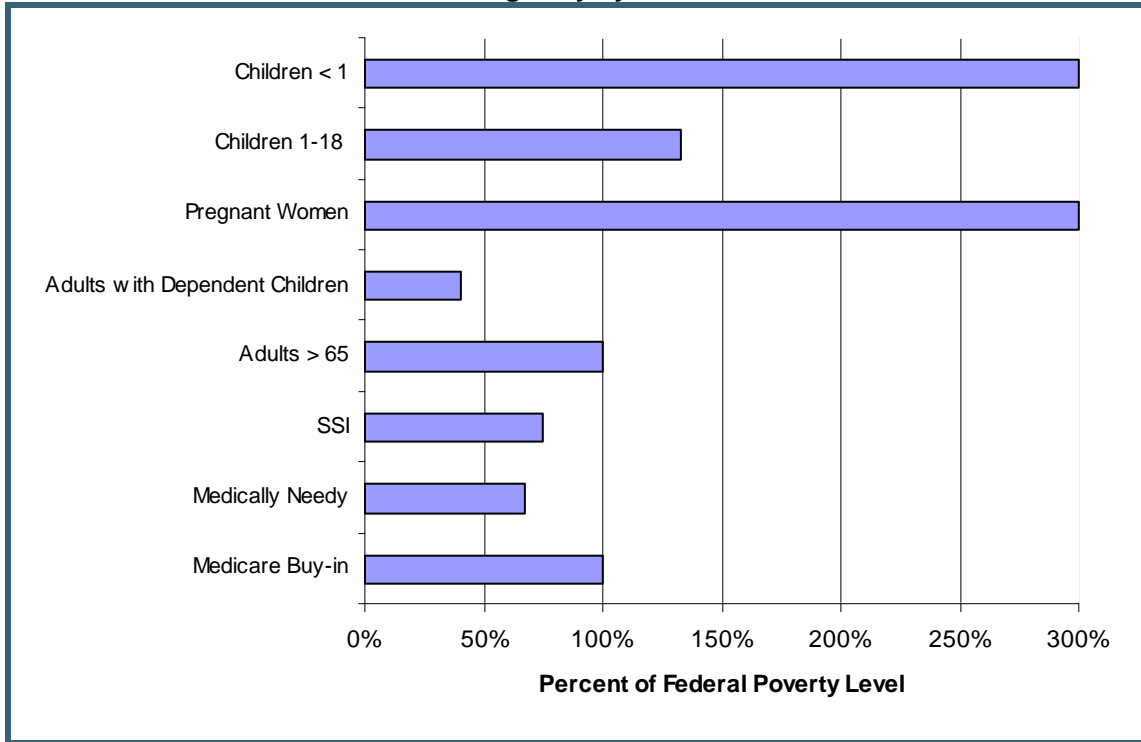
The Fiscal Services Division has provided periodic updates related to SF 2088 in the monthly *Fiscal Update* newsletter and will continue to monitor and provide updated information as it becomes available.

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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, under age 21, or members of families with dependent children. For State Fiscal Year 2011 the federal share of the Medicaid Program is 70.64%.

**Table 1
Medicaid Eligibility by Income Level**



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 vary by the size of the household. The FPL for a family of four is \$22,050 for 2010.

In October 2009, 377,382 Iowans were enrolled in Medicaid. Of this amount, 57.0% were children, 15.9% were adults with dependent children, 19.1% were disabled, and 8.0% were over age 65. Fiscal year 2010 State expenditures totaled \$719.2 million. Of the total expenditures, 18.0% was for children, 16.0% was for adults with dependent children, 48.0% was for the disabled, and 18.0% was for adults over age 65. While children account for approximately half of the enrollment, they consume less than 18.0% of Medicaid expenditures. Adults over age 65 and disabled individuals account for 27.1% of enrollment but utilize 66.0% of expenditures.

American Recovery and Reinvestment Act (ARRA)

On February 17, 2009, the President signed the American Recovery and Reinvestment Act of 2009. The Act provides a 6.2% increase in the Federal Medical Assistance Percentage (FMAP) match over 27 months, with nine of the months falling in State FY 2009. The Act also provided for additional FMAP

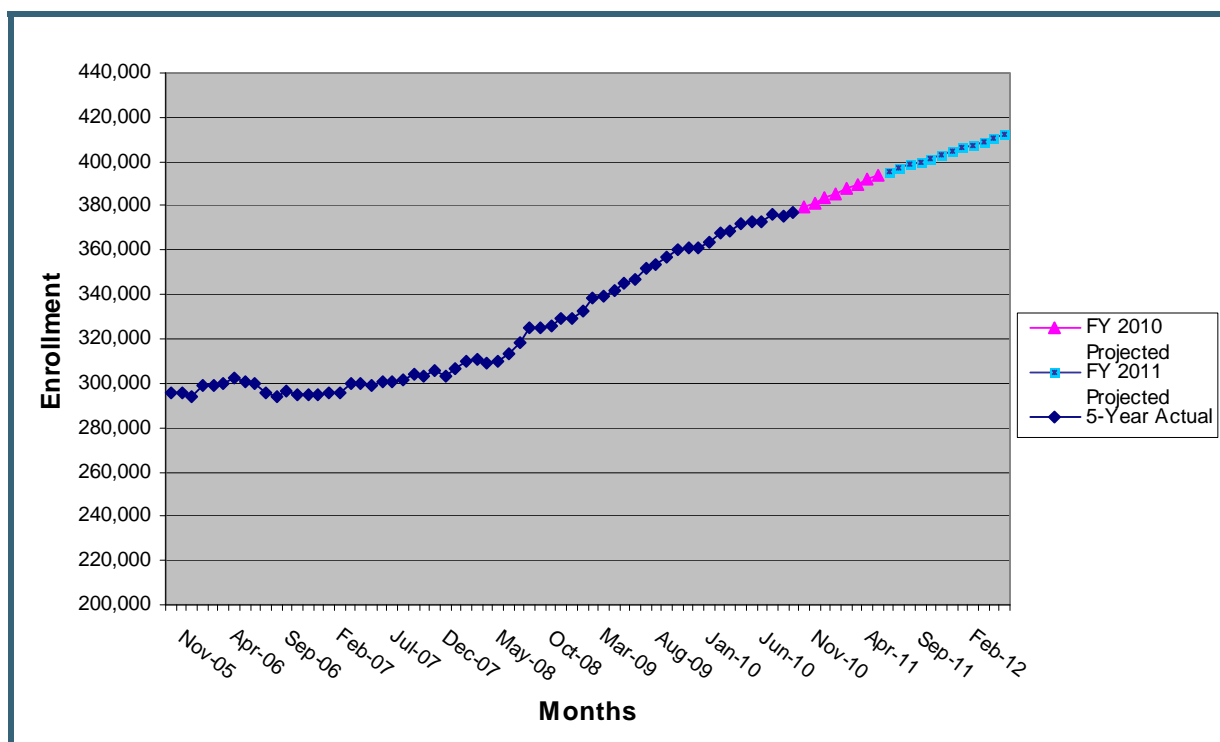
Medical Assistance Program (Medicaid)

increases based on state unemployment rates. An increase in the FMAP formula offsets State dollars needed to fund the Medicaid Program. In August 2010, the United States Congress approved, and the President signed, legislation to extend the ARRA FMAP by six months, through the end of FY 2011. The extension reduces the enhanced FMAP rate from 6.2% to 3.1% for the period of January through March of 2011, with another reduction to 1.2% for the period of April through June of 2011. The FMAP extension is estimated to save the Medicaid budget \$86.0 million over the second half of FY 2011 for a total savings of \$190.2 million in FY 2011.

Enrollment

Table 2 shows the enrollment growth in Iowa over the past five years. Average enrollment increased by 3.4% in FY 2006. There was negligible growth in FY 2007 as a result of additional citizenship requirements at the federal level. In FY 2008 the Program increased by 2.9%. In FY 2009 and FY 2010 with the poor economy, the Program grew by 8.2% and 9.4%, respectively.

Table 2
Medicaid Enrollment



With slow economic recovery, enrollment is projected to continue to increase steadily in FY 2011 and FY 2012, but at a slower rate than during the recession. The Fiscal Services Division of the Legislative Services Agency (LSA) estimates Medicaid enrollment will increase by 6.5% in FY 2011 and 4.5% in FY 2012. The Program added a total of 27,164 individuals in FY 2010, including 19,286 children. In the first four months of FY 2010, the Program added an additional 4,826 individuals for total enrollment of 377,382.

Expenditures

Table 3 shows actual expenditures for FY 2009 and FY 2010 compared to year-to-date FY 2011 expenditures.

Table 3
State Expenditures for FY 2009 and FY 2010 including FMAP Savings

	Actual FY 2009	Actual FY 2010	Year-to-Date FY 2011
July	\$ 17,089,004	\$ 22,583,274	\$ 41,491,691
August	55,816,607	49,352,971	50,427,388
September	82,001,324	64,305,702	52,403,813
October	56,230,349	69,543,809	56,856,974
November	63,205,736	58,988,009	-
December	69,457,065	53,057,942	-
January	55,068,190	74,576,612	-
February	63,691,919	70,864,003	-
March	77,900,524	35,696,849	-
April	60,891,296	70,781,117	-
May	62,762,013	49,626,437	-
June	68,235,913	50,595,575	-
June +60	61,411,462	49,257,720	-
Total Expenditures	\$ 793,761,403	\$ 719,230,020	\$ 201,179,867

Table 4 shows actual State expenditures for Medicaid for FY 2007 through FY 2010 and the projected need for FY 2011 and FY 2012. The appropriation for FY 2011 is \$850.0 million. This is \$15.0 million less than the projected need in **Table 4**.

Table 4
State Medicaid Expenditures – All State Funds
(Dollars in Millions)

	State Actual	FMAP Savings	Adjusted State Total
FY 2008 Actual	\$ 849.0	-	\$ 849.0
FY 2009 Actual	907.7	-114.0	793.7
FY 2010 Actual	942.8	-223.6	719.2
FY 2011 Projected Need	1,055.2	-190.2	865.0
FY 2012 Projected Need	1,184.2	0.0	1184.2

FY 2011 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 2011 and FY 2012 expenditures. The forecasting group last met on December 3, 2010. For FY 2011, the forecasting group agreed Medicaid will have a surplus of \$15.0 million to a supplemental need of \$25.0 million, with a midpoint of a \$5.0 million supplemental need. The range includes the 6.2% FMAP increase, including tier two of the FMAP unemployment increase through the first six months of FY 2011 and the phased out FMAP extension estimated at \$86.4 million, recently approved by Congress and signed by the President. In addition, the range takes into account a reduction of \$18.8 million for a lower State contribution for the Medicare Part D clawback payment to the federal government. The range also includes a \$15.0 million cash flow

Medical Assistance Program (Medicaid)

transfer from the Cash Reserve appropriation to Medicaid for the newly created Iowans Helping Iowans Program. It is assumed that legislative action will be required to restore the transferred funds.

FY 2012 Estimate

For FY 2012, the forecasting group agreed Medicaid will have a need of \$548.0 million to \$614.0 million, with a midpoint of a \$581.0 million need. The range assumes the elimination of all one-time funding sources including the Cash Reserve Fund, Senior Living Trust Fund, and ARRA funds. The range also assumes the statutory rebase of nursing facilities of \$13.7 million and increased Medicare related costs of \$14.1 million.

Patient Protection and Affordable Care Act

The federal Patient Protection and Affordable Care Act of 2010 includes a number of provisions that will affect the Medicaid Program. The most notable change eliminates categorical eligibility and makes Medicaid available for everyone up to 133.0% of the federal poverty level. This provision goes into effect January 1, 2014. Legislators will have many decisions to make regarding the expansion, including the design of the Medicaid benefit for the new group, what to do with existing coverage groups over 133.0%, and building systems to meet the demand and new federal requirements. For more information on the Act please visit: <http://www.ncsl.org/Default.aspx?TabID=160&tabs=831,139,1156#1156>.

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PUBLIC RETIREMENT SYSTEMS

Retirement Systems

The public retirement systems in Iowa include:

- **Iowa Public Employees Retirement System – IPERS:** The membership includes approximately 325,000 members, including 93,000 retired employees, of State, county, and city governments; other political subdivisions or agencies; and school districts and Area Education Agencies (AEAs). Over 8,600 active members are in Special Service groups within IPERS. These 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 371 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 662 active and 538 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 411:** The membership includes 3,895 active and 3,721 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. With the exception of IPERS regular members and PORS, the contributions by employers and employees are adjusted based on actuarial valuations so funds will be available to pay retirees’ benefits. The General Assembly sets the rates for IPERS regular members and POR in statute through FY 2012 and FY 2017, respectively.

Earnings covered by the IPERS and Judicial Retirement systems are qualified earnings under Social Security. Earnings covered by the PORS and MFPRSI systems are not. The Old-Age, Survivors, and Disability Insurance (OASDI), commonly referred to as Social Security, is funded through dedicated payroll taxes referred to as the Federal Insurance Contributions Act (FICA). The Social Security tax rate for wages paid in 2010 is set by federal statute at 6.20% of gross compensation for both the employees and employers up to a limit of \$106,800. The Medicare portion of FICA is 1.45% of wages for both employee and employer with no limit. The total Social Security tax is 12.40% and the total Medicare tax is 2.90% of wages.

- **Teachers’ Insurance and Annuity Association - College Retirement Equities Fund - TIAA-CREF:** The membership includes approximately 27,000 active members that are university, Board of

Public Retirement Systems

Regents, and some community college employees. The TIAA-CREF is a “defined contribution plan,” 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 defined contribution 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 dollar for dollar match on the first \$75 of monthly 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 2012 Contribution Rates

	<u>Employee Share</u>	<u>Employer Share</u>	<u>Total</u>
IPERS			
Regular	5.38%	8.07%	13.45%
Sheriffs and Deputies	9.83%	9.83%	19.66%
Protection Occupations	6.65%	9.97%	16.62%
Judicial Retirement	9.35%	30.60%	39.95%
PORS	9.85%	25.00%	34.85%
MFPRSI/411s	9.40%	24.76%	34.16%

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. Iowa Code Section 97D.4(3) 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 the 2010 Legislative Session – HF 2518 (Public Retirement Systems Act)

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

- Increased the employee contribution rate by 0.5% each year for four years beginning July 1, 2011 (FY 2012).
- Increased the employer contribution rate by 2.0% each year for five additional years ending July 1, 2017, (FY 2018) to a total employer contribution rate of 35.0%.
- Allowed members of PORS to purchase permissive service credit for eligible qualified service based on the actuarial cost of the service minus a credit for contributions made to the 411 System when the person was a member of that System. A report must be filed by July 1, 2011.
- Beginning July 1, 2012 (FY 2013), a General Fund appropriation of \$5.0 million per year is made until the PORS Fund reaches an 85.0% funded ratio.

- Changed the escalation amount for PORS members from compounding each year to a set escalation amount in five-year increments.
- Required a comprehensive examination report of the System on or before October 15, 2011.

Iowa Public Employees' Retirement System (IPERS)

For Regular Membership:

- Beginning July 1, 2011 (FY 2012), increased the total contribution rate from 11.45% to 13.45% and, effective July 1, 2012, allows the System to adjust the rate up or down by no more than one percentage point per year based on the actuarially determined rate.
- Effective July 1, 2012, increased the vesting requirement from four years to seven years, or upon reaching age 65 while in covered employment, whichever comes first.
- Effective July 1, 2012, retirement benefits will be calculated using a member's highest five years of salary instead of the current three years.
- Effective July 1, 2012, for those members retiring prior to normal retirement age, the amount lifetime monthly benefits are reduced for early retirement increases to 6.0% times the number of years the member receives benefits before age 65.

Note: The legislation included transitional provisions to protect benefits earned by vested members before June 30, 2010.

For Special Service groups:

- Added a cancer and infectious disease presumption for members of the IPERS special services groups for in-service disability benefits.

For Licensed Health Care Professionals:

- Extended a one-month bona fide retirement exception for two years.

For National Guard Members:

- Created a bona fide retirement exception for members called to State active duty with a retroactive effective date of May 25, 2008.

For All IPERS Members:

- Extended the current wage purchase credit rules relative to furloughs for IPERS members for an additional year and allows the rules to apply to union bumping rights with a retroactive effective date of January 1, 2009.

Municipal Fire and Police Retirement System of Iowa (411)

- Phased out the State's contribution to the 411 System.
- Required a comprehensive examination report of the System on or before January 10, 2011.

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SCHOOL AID – FY 2011, FY 2012, AND FY 2013

STATE SCHOOL AID

Funding for FY 2011

FY 2011 - Brief Background

During the 2009 Legislative Session, the General Assembly established the FY 2011 allowable growth rate at 2.0% and increased the State cost per pupil by \$115 to \$5,883. Additionally, the General Assembly established the FY 2011 allowable growth rate at 2.0% for each of the State Categorical Supplements. Per pupil allowable growth increases for each of the Programs were:

- The teacher salary supplement cost per pupil increased \$9.94 for school districts and \$0.52 for Area Education Agencies (AEAs).
- The professional development supplement cost per pupil increased \$1.13 for school districts and \$0.06 for AEAs.
- The early intervention supplement cost per pupil increased \$1.23.

Total school aid funding for FY 2011 totaled \$2.499 billion. Of that amount, the regular school aid portion totaled \$2.292 billion, the State categorical supplements totaled \$314.9 million, and preschool formula funding totaled \$48.3 million. Additionally, funding adjustments were made to the FY 2011 State aid amount. These adjustments included:

- Allocating \$47.9 million of American Recovery and Reinvestment Act (ARRA) Education Fiscal Stabilization and Government Fiscal Stabilization funding to be used in lieu of State aid to school districts for FY 2011.
- Allocating \$5.1 million of Underground Storage Tank (UST) funds to be used in lieu of State aid to school districts for FY 2011.
- Capping the FY 2011 State school aid appropriation at \$2.499 billion which resulted in a State aid shortfall of \$156.1 million.

The school foundation property tax amount (total of the uniform levy and additional levy) totaled \$1,249.5 million and included an additional reduction of \$25.3 million due to remaining sales/use tax allocated to eligible school districts for property tax relief (funded from the Property Tax Equity and Relief Fund).

The table on the following page provides a breakdown of the FY 2011 school aid totals.

Funding for FY 2012

FY 2012 – Current Law Estimates

NOTE: Estimates for FY 2012 are preliminary (based on available data and assumptions as of November, 2010) and are subject to change. Variables that are currently estimated include taxable valuations, property tax equity and relief (PTER) funding, budget enrollments, and pupil weightings. Any variations

School Aid

in assumptions used to calculate these variables will impact the information provided below. The Legislative Services Agency (LSA) anticipates that estimates will be updated in late December, 2010.

During the 2010 Legislative Session, the General Assembly enacted SF 2045 (FY 2012 Regular School Aid Allowable Growth Rate Act) and SF 2046 (FY 2012 State Categorical Supplement Allowable Growth Rate Act) that postponed the establishment of the FY 2012 regular school aid and State categorical supplement allowable rates until the 2011 Legislative Session. The following table has school aid funding information for FY 2011 and FY 2012 at different allowable growth rates. State aid estimates for FY 2012 include:

- At a 0.0% allowable growth rate for both regular school aid and the State categorical supplements, the total State aid amount is \$2.677 billion, an increase of \$231.1 million compared to the estimated FY 2011 General Fund amount for school aid.
- At a 2.0% allowable growth rate for both regular school aid and the State categorical supplements, the total State aid amount is \$2.742 billion, an increase of \$296.2 million compared to the estimated FY 2011 General Fund amount for school aid.
- At a 4.0% allowable growth rate for both regular school aid and the State categorical supplements, the total State aid amount is \$2.808 billion, an increase of \$362.2 million compared to the estimated FY 2011 General Fund amount for school aid.

State School Aid Funding: Est. FY 2011 vs Est. FY 2012							
Note: The allowable growth rate has not been set for FY 2012							
(Dollars in Millions)							
	FY 2011 - Final Action	FY 2012 - 0% Allowable Growth	Change from Est. FY 2011	FY 2012 - 2% Allowable Growth	Change from Est. FY 2011	FY 2012 - 4% Allowable Growth	Change from Est. FY 2011
Total Regular School Aid	\$ 2,292.1	\$ 2,282.5	\$ -9.6	\$ 2,341.7	\$ 49.5	\$ 2,400.3	\$ 108.1
PTER Funding (Prop. Tax Relief)	\$ 25.4	\$ 25.4		\$ 25.4		\$ 25.4	
Preschool Aid	\$ 48.3	\$ 79.1	\$ 30.9	\$ 80.7	\$ 32.5	\$ 82.3	\$ 34.1
Teacher Salary Supplement	256.0	256.5	0.5	260.1	4.1	264.8	8.8
Professional Development Supplement	29.0	29.1	0.1	29.5	0.5	30.0	1.0
Early Intervention Supplement	29.8	29.9	0.1	30.3	0.5	30.9	1.0
Total State Categorical Supplement	\$ 314.9	\$ 315.5	\$ 0.6	\$ 319.9	\$ 5.0	\$ 325.7	\$ 10.8
Total School Aid Prior to Adjustments**	\$ 2,680.7	\$ 2,702.6	\$ 21.9	\$ 2,767.7	\$ 87.0	\$ 2,833.7	\$ 153.0
State Aid Shortfall	-156.1	0.0	156.1	0.0	156.1	0.0	156.1
State Aid Change for ARRA Funding	-47.9	0.0	47.9	0.0	47.9	0.0	47.9
Underground Storage Tank (UST) Funding	-5.1	0.0	5.1	0.0	5.1	0.0	5.1
PTER Funding	-25.4	-25.4		-25.4		-25.4	
Total State Aid Adjustments	\$ -234.6	\$ -25.4	\$ 209.2	\$ -25.4	\$ 209.2	\$ -25.4	\$ 209.2
Total State Aid from State General Fund	\$ 2,446.1	\$ 2,677.2	\$ 231.1	\$ 2,742.3	\$ 296.2	\$ 2,808.3	\$ 362.2
ARRA Education Stimulus	\$ 47.9	\$ 0.0	\$ -47.9	\$ 0.0	\$ -47.9	\$ 0.0	\$ -47.9
UST Funding	\$ 5.1						
PTER Funding	\$ 25.4	\$ 25.4		\$ 25.4		\$ 25.4	
Total School Aid - All Sources	\$ 2,524.5	\$ 2,702.6	\$ 178.0	\$ 2,767.7	\$ 243.2	\$ 2,833.7	\$ 309.1
Unfunded State School Aid	\$ 156.1	\$ 0.0	\$ -156.1	\$ 0.0	\$ -156.1	\$ 0.0	\$ -156.1
Total Unadjusted Foundation Property Tax	\$ 1,298.9	\$ 1,343.0		\$ 1,327.8		\$ 1,334.7	
Property Tax Adjustment Aid (from GF)	-24.0	-24.0		-24.0		-24.0	
Property Tax Adjustment Aid (from PTER)	-25.4	-25.4		-25.4		-25.4	
Total Foundation Property Tax	\$ 1,249.5	\$ 1,293.6	\$ 44.1	\$ 1,278.4	\$ 28.9	\$ 1,285.3	\$ 35.8
Combined District Cost	\$ 3,881.8	\$ 3,917.0	\$ 35.2	\$ 3,965.4	\$ 83.6	\$ 4,036.7	\$ 154.9

NOTE: Some totals in this chart may not add due to rounding.

The increase in General Fund dollars to fund State school aid in FY 2012 is a result of actions that impacted FY 2011 State school aid funding totaling \$209.1 million. This included:

- Backfilling \$156.1 million due to capping the FY 2011 appropriation for State school aid.
- Replacing \$47.9 million of the ARRA Education Fiscal Stabilization and Government Services Fiscal Stabilization funds used in lieu of General Fund dollars.
- Replacing \$5.1 million of UST funds used in lieu of General Fund dollars.

Establishing the allowable growth rate for FY 2012 will also impact local property taxes and the overall school district budgets (represented by the combined district cost in the preceding table). Current FY 2012 estimates for school aid property taxes and combined district costs include:

- At a 0.0% allowable growth rate, foundation level property taxes are estimated to increase \$44.1 million compared to FY 2011. The regular program budget adjustment accounts for \$15.1 million of the overall increase and is estimated to total \$41.0 million. The combined district cost is estimated to increase \$35.2 million compared to FY 2011.
- At a 2.0% allowable growth rate, foundation level property taxes are estimated to increase \$28.9 million compared to FY 2011. The regular program budget adjustment is estimated to total \$11.8 million, a decrease of \$13.3 million compared to FY 2011. The combined district cost is estimated to increase \$83.6 million compared to FY 2011.
- At a 4.0% allowable growth rate, foundation level property taxes are estimated to increase \$35.8 million compared to FY 2011. The regular program budget adjustment is estimated to total \$4.2 million, a decrease of \$20.9 million compared to FY 2011. The combined district cost is estimated to increase \$154.9 million compared to FY 2011.

Funding for FY 2013

During the 2011 Legislative Session, the General Assembly will be required to set the allowable growth rates for the FY 2013 regular school aid and the State categorical supplements. The allowed growth in the per pupil funding for FY 2013 will be impacted by the legislative action setting the allowable growth rates for FY 2012. The following table provides FY 2013 school aid estimates at various allowable growth rates for both FY 2012 and FY 2013. For example, the estimate for FY 2013 State school aid based on a 4.0% allowable growth rate for both FY 2012 and FY 2013 totals \$2.962 billion and is an increase of \$154.0 million compared to FY 2012 State school aid.

School Aid

Legislative Services Agency: FY 2013 School Aid Estimates Matrix - Estimates at Various Allowable Growth Rates (Dollars in Millions)

FY 2013 Regular School Aid Allowable Growth Rate	FY 2012 Allowable Growth Rates*	4.0%		2.0%		1.0%		0.0%	
		Total	Change from Est. FY 2012	Total	Change from Est. FY 2012	Total	Change from Est. FY 2012	Total	Change from Est. FY 2012
4.0%	Regular State School Aid	\$ 2,530.6	\$ 130.3	\$ 2,466.0	\$ 124.3	\$ 2,434.3	\$ 122.4	\$ 2,401.4	\$ 118.9
	Preschool Formula State Aid	92.0	9.7	90.3	9.5	89.4	9.4	88.5	9.3
	State Categorical Supplement	339.7	14.0	333.2	13.3	329.9	12.5	326.6	11.1
	Total State School Aid	\$ 2,962.3	\$ 154.0	\$ 2,889.4	\$ 147.1	\$ 2,853.5	\$ 144.4	\$ 2,816.5	\$ 139.3
	School Aid Property Tax	1,327.5	42.2	1,320.0	41.6	1,315.7	32.6	1,311.8	18.2
	Budget Guarantee	1.9		2.1		2.2		2.3	
	State Categorical Budget Guarantee	0.1		0.1		0.1		0.1	
3.0%	Regular State School Aid	\$ 2,500.5	\$ 100.2	\$ 2,436.4	\$ 94.8	\$ 2,404.7	\$ 92.9	\$ 2,373.0	\$ 90.4
	Preschool Formula State Aid	91.1	8.8	89.4	8.7	88.5	8.6	87.6	8.5
	State Categorical Supplement	339.7	14.0	330.0	10.1	326.8	9.5	323.6	8.1
	Total State School Aid	\$ 2,931.3	\$ 123.0	\$ 2,855.9	\$ 113.6	\$ 2,820.0	\$ 110.9	\$ 2,784.2	\$ 107.0
	School Aid Property Tax	1,321.3	36.1	1,313.4	35.0	1,309.1	26.0	1,304.6	11.0
	Budget Guarantee	3.7		3.7		3.9		4.0	
	State Categorical Budget Guarantee	0.1		0.1		0.2		0.2	
2.0%	Regular State School Aid	\$ 2,470.3	\$ 70.1	\$ 2,407.4	\$ 65.8	\$ 2,375.7	\$ 63.9	\$ 2,344.5	\$ 62.0
	Preschool Formula State Aid	90.2	7.9	88.5	7.8	87.7	7.7	86.8	7.6
	State Categorical Supplement	339.7	14.0	327.0	7.1	323.8	6.5	320.6	5.1
	Total State School Aid	\$ 2,900.3	\$ 92.0	\$ 2,823.0	\$ 80.7	\$ 2,787.2	\$ 78.1	\$ 2,751.9	\$ 74.7
	School Aid Property Tax	1,317.4	32.1	1,308.5	30.0	1,304.5	21.4	1,299.9	6.3
	Budget Guarantee	7.7		7.6		7.6		7.6	
	State Categorical Budget Guarantee	0.1		0.4		0.4		0.4	
1.0%	Regular State School Aid	\$ 2,440.8	\$ 40.5	\$ 2,377.9	\$ 36.2	\$ 2,346.7	\$ 34.9	\$ 2,315.5	\$ 33.0
	Preschool Formula State Aid	89.4	7.1	87.7	6.9	86.8	6.8	85.9	6.8
	State Categorical Supplement	339.7	14.0	324.3	4.4	321.1	3.7	317.9	2.4
	Total State School Aid	\$ 2,869.9	\$ 61.6	\$ 2,789.8	\$ 47.5	\$ 2,754.6	\$ 45.5	\$ 2,719.4	\$ 42.2
	School Aid Property Tax	1,317.0	31.7	1,308.0	29.5	1,303.1	20.0	1,298.8	5.2
	Budget Guarantee	15.1		14.9		14.8		14.6	
	State Categorical Budget Guarantee	0.1		0.8		0.8		0.8	
0.0%	Regular State School Aid	\$ 2,410.7	\$ 10.4	\$ 2,348.9	\$ 7.2	\$ 2,317.7	\$ 5.9	\$ 2,287.1	\$ 4.5
	Preschool Formula State Aid	88.5	6.2	87.7	6.9	85.9	6.0	85.1	5.9
	State Categorical Supplement	339.7	14.0	321.9	2.0	318.7	1.4	315.6	0.0
	Total State School Aid	\$ 2,838.9	\$ 30.6	\$ 2,758.4	\$ 16.1	\$ 2,722.4	\$ 13.2	\$ 2,687.7	\$ 10.5
	School Aid Property Tax	1,326.5	41.2	1,316.5	38.1	1,311.6	28.5	1,306.3	12.7
	Budget Guarantee	31.7		31.1		30.9		30.6	
	State Categorical Budget Guarantee	0.1		1.6		1.6		1.6	
-1.0%	Regular State School Aid	\$ 2,381.1	\$ -19.1	\$ 2,319.3	\$ -22.4	\$ 2,289.3	\$ -22.6	\$ 2,258.1	\$ -24.5
	Preschool Formula State Aid	87.6	5.3	85.9	5.2	85.1	5.1	84.2	5.1
	State Categorical Supplement	339.7	14.0	320.5	0.6	317.4	0.0	314.2	-1.3
	Total State School Aid	\$ 2,808.4	\$ 0.1	\$ 2,725.7	\$ -16.6	\$ 2,691.7	\$ -17.4	\$ 2,656.5	\$ -20.7
	School Aid Property Tax	1,341.5	56.2	1,331.7	53.2	1,325.7	42.7	1,320.8	27.2
	Budget Guarantee	54.3		53.3		52.7		52.4	
	State Categorical Budget Guarantee	0.1		3.5		3.4		3.4	
-2.0%	Regular State School Aid	\$ 2,351.6	\$ -48.7	\$ 2,290.3	\$ -51.4	\$ 2,259.7	\$ -52.1	\$ 2,229.1	\$ -53.5
	Preschool Formula State Aid	86.7	4.4	85.1	4.3	84.2	4.3	83.4	4.2
	State Categorical Supplement	339.7	14.0	319.8	-0.1	316.7	-0.7	313.5	-2.0
	Total State School Aid	\$ 2,778.0	\$ -30.3	\$ 2,695.2	\$ -47.1	\$ 2,660.6	\$ -48.5	\$ 2,626.0	\$ -51.2
	School Aid Property Tax	1,359.9	74.6	1,349.7	71.3	1,344.3	61.3	1,339.0	45.4
	Budget Guarantee	80.3		78.9		78.2		77.5	
	State Categorical Budget Guarantee	0.1		6.0		5.9		5.9	

Notes:

*All FY 2013 estimates are based on FY 2012 estimates. The allowable growth rate noted for FY 2012 assumes the same allowable growth rate for regular school aid and the State categorical supplements.

FY 2012 and FY 2013 estimates based on other assumptions that are subject to change and are as of December 2010.

Program used: Schlaid_V2.3_FY11

Data as of 11/9/2010

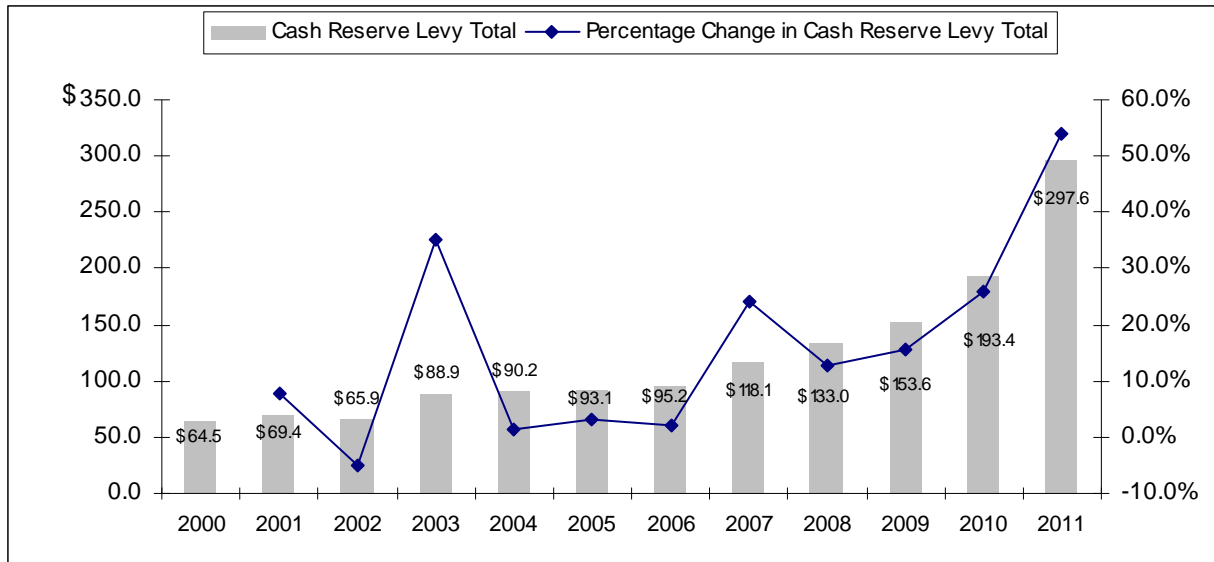
Other K-12 Funding Issues

Other K-12 funding issues may be addressed during the 2011 Legislative Session. Some of these issues include:

- State funding for the Instructional Support Program. Based on current law, the State funding for the Program for FY 2012 totals \$14.8 million. However, State funding for the Program in FY 2010 and FY 2011 was provided from other funds (\$13.1 million from ARRA Education Fiscal Stabilization funds in FY 2010 and \$7.5 million from school infrastructure funds in FY 2011).

- Iowa received one-time funds from the Federal Education Jobs Program for FY 2011. An allocation of approximately \$96.3 million was provided to Iowa school districts to be used to supplement the school building staffing levels for the 2010-2011 school year. The funding provided may be a one-time allocation (depending on whether Congress reauthorizes) and without additional funding for the 2011-2012 school year (FY 2012), school district staffing levels may be impacted.
- Reductions in State aid due to across-the-board reductions and capping the State school aid appropriation without adjustments to school district spending authority between FY 2009 and FY 2011 has likely led to an increase in the overall cash reserves levied by school districts in FY 2010 and FY 2011. The following chart provides the school district cash reserve levy totals for FY 2000 through FY 2011. In FY 2011, the cash reserve levy increased to \$297.6 million, an increase of \$104.2 million (53.9%) compared to the FY 2010 amount. More information in the LSA *Issue Review* titled "[School District Cash Reserve Levy.](#)"

School District Cash Reserve Levy Amounts: FY 2000 – FY 2010
(Dollars in Millions)



Additional information regarding K-12 funding is available on the LSA website at: http://staffweb.legis.state.ia.us/lfb/docs/k-12_ed/k-12_ed.htm

Staff Contact: Shawn Snyder (515-281-7799) (shawn.snyder@legis.state.ia.us)

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 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
Administration and Regulation	\$ 61,479,242	\$ 66,549,490	\$ 64,162,000	\$ -2,387,490
Agriculture and Natural Resources	36,258,092	35,917,312	37,972,319	2,055,007
Economic Development	40,616,635	41,754,957	43,295,928	1,540,971
Education	856,729,678	844,371,902	870,517,711	26,145,809
Health and Human Services	1,116,486,384	935,477,757	1,656,436,949	720,959,192
Justice System	633,749,023	635,701,393	646,805,181	11,103,788
Transportation, Infrastructure, and Capitals	1,350,000	0	0	0
Unassigned Standings	<u>2,557,998,167</u>	<u>2,719,310,866</u>	<u>3,164,348,677</u>	<u>445,037,811</u>
Grand Total	<u>\$ 5,304,667,221</u>	<u>\$ 5,279,083,677</u>	<u>\$ 6,483,538,765</u>	<u>\$ 1,204,455,088</u>

Administration and Regulation General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Administrative Services, Dept. of</u>				
Administrative Services				
Administrative Services, Dept.	\$ 4,814,309	\$ 4,814,309	\$ 4,814,308	\$ -1
Utilities	3,127,085	3,127,085	3,127,085	0
Terrace Hill Operations	0	0	440,712	440,712
Technology Procurement	0	2,300,000	0	-2,300,000
Total Administrative Services, Dept. of	\$ 7,941,394	\$ 10,241,394	\$ 8,382,105	\$ -1,859,289
<u>Auditor of State</u>				
Auditor Of State				
Auditor of State - General Office	\$ 814,921	\$ 905,468	\$ 905,468	\$ 0
Total Auditor of State	\$ 814,921	\$ 905,468	\$ 905,468	\$ 0
<u>Ethics and Campaign Disclosure</u>				
Campaign Finance Disclosure				
Ethics & Campaign Disclosure Board	\$ 470,700	\$ 537,256	\$ 537,256	\$ 0
Total Ethics and Campaign Disclosure	\$ 470,700	\$ 537,256	\$ 537,256	\$ 0
<u>Commerce, Dept. of</u>				
Alcoholic Beverages				
Alcoholic Beverages Operations	\$ 1,806,444	\$ 1,786,444	\$ 1,786,444	\$ 0
Insurance Division				
Senior Health Insurance Information Program	\$ 47,028	\$ 0	\$ 0	\$ 0
Professional Licensing and Reg.				
Professional Licensing Bureau	\$ 810,498	\$ 810,498	\$ 810,498	\$ 0
Total Commerce, Dept. of	\$ 2,663,970	\$ 2,596,942	\$ 2,596,942	\$ 0

Administration and Regulation

General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Governor</u>				
Governor's Office				
Governor/Lt. Governor's Office	\$ 2,064,471	\$ 2,064,471	\$ 2,064,471	\$ 0
Administrative Rules Coordinator	127,167	127,167	127,167	0
Terrace Hill Quarters	394,291	130,962	130,962	0
National Governor's Association	70,783	70,783	70,783	0
State-Federal Relations	41,958	41,958	41,958	0
Total Governor's Office	\$ 2,698,670	\$ 2,435,341	\$ 2,435,341	\$ 0
Governor Elect Expenses				
Governor Elect Expenses	\$ 0	\$ 10,000	\$ 0	\$ -10,000
Total Governor	\$ 2,698,670	\$ 2,445,341	\$ 2,435,341	\$ -10,000
<u>Governor's Office of Drug Control Policy</u>				
Office of Drug Control Policy				
Drug Policy Coordinator	\$ 313,531	\$ 357,866	\$ 357,866	\$ 0
Total Governor's Office of Drug Control Policy	\$ 313,531	\$ 357,866	\$ 357,866	\$ 0
<u>Human Rights, Dept. of</u>				
Human Rights, Department of				
Human Rights Administration	\$ 274,773	\$ 274,773	\$ 274,773	\$ 0
Community Advocacy and Services	0	1,247,926	1,247,926	0
Asian and Pacific Islanders	120,087	0	0	0
Deaf Services	340,913	0	0	0
Persons with Disabilities	187,408	0	0	0
Latino Affairs	160,290	0	0	0
Status of Women	284,295	0	0	0
Status of African Americans	150,116	0	0	0
Criminal & Juvenile Justice	1,284,725	1,284,725	1,284,725	0
Status of Native Americans	4,817	0	0	0
Total Human Rights, Dept. of	\$ 2,807,424	\$ 2,807,424	\$ 2,807,424	\$ 0

Administration and Regulation General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Inspections & Appeals, Dept. of</u>				
Inspections and Appeals, Dept. of				
Child Advocacy Board	\$ 2,628,330	\$ 2,920,367	\$ 2,920,367	\$ 0
Employment Appeal Board	46,318	46,318	46,318	0
Administration Division	1,804,510	1,984,510	1,984,510	0
Administrative Hearings Division	609,585	609,585	609,585	0
Investigations Division	1,307,666	1,365,570	1,365,570	0
Health Facilities Division	2,011,845	4,030,108	4,030,108	0
Total Inspections and Appeals, Dept. of	\$ 8,408,254	\$ 10,956,458	\$ 10,956,458	\$ 0
Racing Commission				
Pari-Mutuel Regulation	\$ 2,637,614	\$ 2,637,614	\$ 2,637,614	\$ 0
Riverboat Regulation	3,034,862	3,200,978	3,200,978	0
Total Racing Commission	\$ 5,672,476	\$ 5,838,592	\$ 5,838,592	\$ 0
Total Inspections & Appeals, Dept. of	\$ 14,080,730	\$ 16,795,050	\$ 16,795,050	\$ 0
<u>Management, Dept. of</u>				
Management, Dept. of				
Department Operations	\$ 2,730,360	\$ 2,236,642	\$ 2,236,642	\$ 0
Grants Enterprise Management	0	175,000	175,000	0
Total Management, Dept. of	\$ 2,730,360	\$ 2,411,642	\$ 2,411,642	\$ 0
<u>Rebuild Iowa Office</u>				
Rebuild Iowa Office				
Rebuild Iowa Office	\$ 178,449	\$ 647,014	\$ 0	\$ -647,014
Total Rebuild Iowa Office	\$ 178,449	\$ 647,014	\$ 0	\$ -647,014
<u>Revenue, Dept. of</u>				
Revenue, Dept. of				
Revenue, Department of	\$ 22,729,219	\$ 22,729,219	\$ 22,729,219	\$ 0
Revenue Examiners	0	325,000	325,000	0
State Debt Coordinator	300,000	0	0	0
Total Revenue, Dept. of	\$ 23,029,219	\$ 23,054,219	\$ 23,054,219	\$ 0

Administration and Regulation

General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Secretary of State</u>				
Secretary of State				
Secretary of State - Operations	\$ 2,895,585	\$ 2,895,585	\$ 2,949,398	\$ 53,813
Redistricting	0	0	75,000	75,000
Total Secretary of State	<u>\$ 2,895,585</u>	<u>\$ 2,895,585</u>	<u>\$ 3,024,398</u>	<u>\$ 128,813</u>
<u>Treasurer of State</u>				
Treasurer of State				
Treasurer - General Office	\$ 854,289	\$ 854,289	\$ 854,289	\$ 0
Total Treasurer of State	<u>\$ 854,289</u>	<u>\$ 854,289</u>	<u>\$ 854,289</u>	<u>\$ 0</u>
Total Administration and Regulation	<u>\$ 61,479,242</u>	<u>\$ 66,549,490</u>	<u>\$ 64,162,000</u>	<u>\$ -2,387,490</u>

Agriculture and Natural Resources

General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Agriculture and Land Stewardship</u>				
Agriculture and Land Stewardship				
Administrative Division	\$ 16,872,308	\$ 16,872,308	\$ 18,371,609	\$ 1,499,301
Avian Influenza	-18,077	0	0	0
Total Agriculture and Land Stewardship	\$ 16,854,231	\$ 16,872,308	\$ 18,371,609	\$ 1,499,301
<u>Natural Resources, Dept. of</u>				
Natural Resources				
Natural Resources Operations	\$ 15,968,410	\$ 15,600,710	\$ 15,600,710	\$ 0
Redemption Center	-8,843	0	0	0
Total Natural Resources, Dept. of	\$ 15,959,567	\$ 15,600,710	\$ 15,600,710	\$ 0
<u>Regents, Board of</u>				
Regents, Board of				
ISU - Veterinary Diagnostic Laboratory	\$ 3,444,294	\$ 3,444,294	\$ 4,000,000	\$ 555,706
Total Regents, Board of	\$ 3,444,294	\$ 3,444,294	\$ 4,000,000	\$ 555,706
Total Agriculture and Natural Resources	\$ 36,258,092	\$ 35,917,312	\$ 37,972,319	\$ 2,055,007

Economic Development General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Cultural Affairs, Dept. of</u>				
Cultural Affairs, Dept. of				
Administration Division	\$ 212,069	\$ 212,069	\$ 212,069	\$ 0
Community Cultural Grants	273,500	273,500	273,500	0
Historical Division	3,195,107	3,195,107	3,195,107	0
Historic Sites	493,060	493,060	493,060	0
Arts Division	1,023,712	1,023,712	1,023,712	0
Great Places	214,869	214,869	214,869	0
Archiving Former Governor's Papers	70,142	70,142	70,142	0
Records Center Rent	199,816	227,243	227,243	0
Total Cultural Affairs, Dept. of	\$ 5,682,275	\$ 5,709,702	\$ 5,709,702	\$ 0
<u>Economic Development, Dept. of</u>				
Economic Development, Dept. of				
Economic Dev. Administration	\$ 1,826,046	\$ 1,976,046	\$ 1,976,046	\$ 0
Business Development	5,346,536	5,346,536	5,346,536	0
Community Development Division	5,063,917	5,063,917	5,063,917	0
World Food Prize	750,000	650,000	650,000	0
Historic Preservation Challenge Grants	165,775	165,775	165,775	0
Iowa Comm. Volunteer Ser.-Promise	112,500	112,500	112,500	0
TSB Marketing and Compliance	-9,457	0	0	0
TSB Process Improvement & Admin.	-20,358	0	0	0
TSB Advocacy Centers	-79,308	0	0	0
Total Economic Development, Dept. of	\$ 13,155,651	\$ 13,314,774	\$ 13,314,774	\$ 0
<u>Regents, Board of</u>				
Regents, Board of				
ISU - Economic Development	\$ 2,475,983	\$ 2,575,983	\$ 3,778,177	\$ 1,202,194
SUI - Economic Development	222,372	222,372	326,152	103,780
UNI - Economic Development	485,674	610,674	895,671	284,997
Total Regents, Board of	\$ 3,184,029	\$ 3,409,029	\$ 5,000,000	\$ 1,590,971

Economic Development General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Iowa Workforce Development</u>				
Iowa Workforce Development				
IWD - Labor Services Division	\$ 3,395,440	\$ 3,495,440	\$ 3,495,440	\$ 0
IWD - Workers' Comp Division	2,595,768	2,595,768	2,595,768	0
IWD Operations - Field Offices	10,795,474	11,293,047	11,293,047	0
Offender Reentry Program	322,261	322,261	322,261	0
Security Employee Training Program	13,033	13,033	13,033	0
Employee Misclassification	450,000	500,000	450,000	-50,000
Statewide Standard Skills Assessment	-33,699	0	0	0
Total Iowa Workforce Development	\$ 17,538,277	\$ 18,219,549	\$ 18,169,549	\$ -50,000
<u>Public Employment Relations Board</u>				
Public Employment Relations				
PER Board - General Office	\$ 1,051,903	\$ 1,101,903	\$ 1,101,903	\$ 0
Total Public Employment Relations Board	\$ 1,051,903	\$ 1,101,903	\$ 1,101,903	\$ 0
<u>Iowa Finance Authority</u>				
Iowa Finance Authority				
Council on Homelessness	\$ 4,500	\$ 0	\$ 0	\$ 0
Total Iowa Finance Authority	\$ 4,500	\$ 0	\$ 0	\$ 0
Total Economic Development	\$ 40,616,635	\$ 41,754,957	\$ 43,295,928	\$ 1,540,971

Education General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Blind, Dept. of the</u>				
Blind, Dept. for the Department for the Blind	\$ 2,032,265	\$ 1,952,203	\$ 1,952,203	\$ 0
Total Blind, Dept. of the	\$ 2,032,265	\$ 1,952,203	\$ 1,952,203	\$ 0
<u>College Aid Commission</u>				
College Student Aid Comm.				
College Aid Commission	\$ 314,443	\$ 310,843	\$ 310,843	\$ 0
Iowa Grants	981,743	848,761	848,761	0
DSM University - Osteopathic Loans	91,668	79,251	79,251	0
DSM University - Physician Recruit.	281,539	270,448	270,448	0
National Guard Benefits Program	3,075,783	3,186,233	3,186,233	0
Teacher Shortage Forgivable Loan	394,454	421,016	421,016	0
All Iowa Opportunity Foster Care Grant Program	618,759	594,383	594,383	0
All Iowa Opportunity Scholarships	2,252,283	2,403,949	2,403,949	0
Nurse & Nurse Educator Loan Program	81,264	86,736	86,736	0
Barber & Cosmetology Tuition Grant Program	45,834	39,626	39,626	0
Tuition Grant Program - Standing	42,491,762	44,013,448	44,013,448	0
Tuition Grant - For-Profit	4,489,705	4,650,487	4,650,487	0
Vocational Technical Tuition Grant	2,261,662	2,413,959	2,413,959	0
Total College Aid Commission	\$ 57,380,899	\$ 59,319,140	\$ 59,319,140	\$ 0

Education General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
Education, Dept. of				
Education, Dept. of				
Administration	\$ 7,266,578	\$ 7,096,482	\$ 7,906,880	\$ 810,398
Vocational Education Administration	524,479	559,797	582,755	22,958
Vocational Education Secondary	2,427,229	2,590,675	2,630,134	39,459
Food Service	2,039,462	2,176,797	2,176,797	0
State Library	1,573,650	1,511,656	1,511,656	0
State Library - Enrich Iowa	1,796,081	1,796,081	1,796,081	0
State Library - Library Service Areas	1,405,989	1,105,989	1,105,989	0
Empowerment Board - School Ready	6,729,907	5,729,907	5,729,907	0
Family Support and Parent Education	13,693,096	13,153,653	13,153,653	0
Empowerment Preschool Tuition Assistance	8,772,150	7,583,912	7,583,912	0
Empowerment - Early Care, Health, Ed	-54,595	0	0	0
Special Ed. Services Birth to 3	1,398,874	1,721,400	1,721,400	0
Statewide Voluntary Preschool	11,538,863	12,242,230	0	-12,242,230
Nonpublic Textbook Services	625,634	600,987	600,987	0
Administrator Mentoring	203,160	195,157	195,157	0
Model Core Curriculum	1,979,540	1,901,556	3,000,000	1,098,444
Student Achievement/Teacher Quality	7,614,750	7,314,765	6,128,525	-1,186,240
Jobs For America's Grads	540,000	0	0	0
Educational Expenses for American Indians	90,000	0	0	0
K-12 Management Information System	230,000	0	0	0
Senior Year Plus	-10	0	0	0
Comm College - Northeast Iowa (I)	0	7,883,981	7,883,981	0
Comm College - North Iowa Area (II)	0	8,436,896	8,436,896	0
Comm College - Iowa Lakes (III)	0	7,768,728	7,768,728	0
Comm College - Northwest (IV)	0	3,815,063	3,815,063	0
Comm College - Iowa Central (V)	0	8,716,704	8,716,704	0
Comm College - Iowa Valley (VI)	0	7,429,793	7,429,793	0
Comm College - Hawkeye (VII)	0	11,063,319	11,063,319	0
Comm College - Eastern Iowa (IX)	0	13,761,226	13,761,226	0
Comm College - Kirkwood (X)	0	24,208,455	24,208,455	0
Comm College - Des Moines Area (XI)	0	24,375,295	24,375,295	0
Comm College - Western Iowa Tech (XII)	0	9,034,857	9,034,857	0
Comm College - Iowa Western (XIII)	0	9,285,726	9,285,726	0
Comm College - Southwestern (XIV)	0	3,872,747	3,872,747	0
Comm College - Indian Hills (XV)	0	12,139,931	12,139,931	0
Comm College - Southeastern (XVI)	0	6,961,511	6,961,511	0
Community Colleges General Aid	148,754,232	0	0	0
Community College Salaries - Past Years	825,012	825,012	825,012	0
Comm College Interpreters for Deaf	180,000	0	0	0
Adult Basic Education	0	0	1,000,000	1,000,000
Total Education, Dept. of	\$ 220,154,081	\$ 226,860,288	\$ 216,403,077	\$ -10,457,211

Education General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
Vocational Rehabilitation				
Vocational Rehabilitation	\$ 4,639,957	\$ 5,139,957	\$ 5,139,957	\$ 0
Independent Living	45,967	44,156	44,156	0
Farmers with Disabilities	97,200	0	0	0
Entrepreneurs with Disabilities Program	162,531	156,128	156,128	0
Independent Living Center Grant	45,000	43,227	43,227	0
Total Vocational Rehabilitation	<u>\$ 4,990,655</u>	<u>\$ 5,383,468</u>	<u>\$ 5,383,468</u>	<u>\$ 0</u>
Iowa Public Television				
Regional Telecom. Councils	\$ 1,108,864	\$ 1,065,180	\$ 1,065,180	\$ 0
Iowa Public Television	8,074,514	7,756,417	7,756,417	0
Total Iowa Public Television	<u>\$ 9,183,378</u>	<u>\$ 8,821,597</u>	<u>\$ 8,821,597</u>	<u>\$ 0</u>
Total Education, Dept. of	<u>\$ 234,328,114</u>	<u>\$ 241,065,353</u>	<u>\$ 230,608,142</u>	<u>\$ -10,457,211</u>

Education General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
Regents, Board of				
Regents, Board of				
Regent Board Office	\$ 1,105,123	\$ 1,105,123	\$ 1,105,123	\$ 0
GRA - SW Iowa Regents Resource Ctr	90,766	90,766	90,766	0
GRA - Tri State Graduate Center	69,110	69,110	69,110	0
GRA - Quad Cities Graduate Center	134,665	134,665	134,665	0
IPR - Iowa Public Radio	406,318	406,318	414,445	8,127
University of Iowa - General	226,306,403	217,638,034	230,124,526	12,486,492
SUI - Oakdale Campus	2,268,925	2,268,925	2,268,925	0
SUI - Hygienic Laboratory	3,669,943	3,669,943	4,525,943	856,000
SUI - Family Practice Program	1,855,628	1,855,628	1,855,628	0
SUI - Specialized Children Health Services	684,297	684,297	684,297	0
SUI - Iowa Cancer Registry	154,666	154,666	154,666	0
SUI - Substance Abuse Consortium	57,621	57,621	57,621	0
SUI - Biocatalysis	750,990	750,990	750,990	0
SUI - Primary Health Care	673,375	673,375	673,375	0
SUI - Iowa Birth Defects Registry	39,730	39,730	39,730	0
SUI - Iowa Nonprofit Resource Center	168,662	168,662	168,662	0
SUI - IA Online Advanced Placement Acad.	0	0	525,000	525,000
SUI - Iowa Flood Center	0	0	1,500,000	1,500,000
Iowa State University - General	177,328,346	170,536,017	181,038,096	10,502,079
ISU - Agricultural Experiment Station	29,170,840	29,170,840	30,670,840	1,500,000
ISU - Cooperative Extension	18,612,391	18,612,391	19,612,391	1,000,000
ISU - Leopold Center	412,388	412,388	412,388	0
ISU - Livestock Disease Research	179,356	179,356	179,356	0
University of Northern Iowa - General	80,638,563	77,549,809	82,405,927	4,856,118
UNI - Recycling and Reuse Center	181,858	181,858	181,858	0
UNI - Math and Science Collaborative	3,250,549	1,800,000	4,000,000	2,200,000
UNI - Real Estate Education Program	130,022	130,022	130,022	0
UNI - Research Dev. School Infra. Study	31,500	0	0	0
Iowa School for the Deaf	9,263,866	8,679,964	9,423,143	743,179
Iowa Braille and Sight Saving School	5,255,153	4,917,362	5,343,387	426,025
ISD/IBS - Tuition and Transportation	12,206	12,206	12,206	0
ISD/IBS - Licensed Classroom Teachers	85,140	85,140	85,140	0
Total Regents, Board of	\$ 562,988,400	\$ 542,035,206	\$ 578,638,226	\$ 36,603,020
Total Education	\$ 856,729,678	\$ 844,371,902	\$ 870,517,711	\$ 26,145,809

Health and Human Services General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Aging, Dept. on</u>				
Aging, Dept. on				
Aging Programs	\$ 4,462,407	\$ 4,662,988	\$ 4,662,988	\$ 0
Total Aging, Dept. on	\$ 4,462,407	\$ 4,662,988	\$ 4,662,988	\$ 0
<u>Public Health, Dept. of</u>				
Public Health, Dept. of				
Addictive Disorders	\$ 28,414,782	\$ 28,974,840	\$ 28,974,840	\$ 0
Healthy Children and Families	2,353,517	2,735,062	2,735,062	0
Chronic Conditions	2,802,255	3,597,313	3,597,313	0
Community Capacity	3,728,162	5,503,037	5,503,037	0
Elderly Wellness	8,345,779	8,045,779	8,045,779	0
Environmental Hazards	965,950	900,352	900,352	0
Infectious Diseases	1,605,967	1,475,095	1,475,095	0
Public Protection	3,236,235	3,287,987	3,287,987	0
Resource Management	956,265	956,265	956,265	0
Total Public Health, Dept. of	\$ 52,408,912	\$ 55,475,730	\$ 55,475,730	\$ 0
<u>Human Services, Dept. of</u>				
General Administration				
General Administration	\$ 13,727,271	\$ 16,602,271	\$ 16,902,157	\$ 299,886
Developing Medical Professional Capacity	0	0	1,000,000	1,000,000
Total General Administration	\$ 13,727,271	\$ 16,602,271	\$ 17,902,157	\$ 1,299,886
Field Operations				
Field Operations	\$ 57,410,144	\$ 56,207,624	\$ 67,081,138	\$ 10,873,514
Child Support Recoveries	12,078,414	11,877,414	13,903,851	2,026,437
Total Field Operations	\$ 69,488,558	\$ 68,085,038	\$ 80,984,989	\$ 12,899,951
Toledo Juvenile Home				
Toledo Juvenile Home	\$ 6,079,283	\$ 7,777,599	\$ 8,048,714	\$ 271,115
Licensed Classroom Teachers	103,950	103,950	103,950	0
Total Toledo Juvenile Home	\$ 6,183,233	\$ 7,881,549	\$ 8,152,664	\$ 271,115
Eldora Training School				
Eldora Training School	\$ 9,646,008	\$ 11,001,062	\$ 11,504,932	\$ 503,870

Health and Human Services General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
Cherokee CCUSO				
Civil Commitment Unit for Sexual Offenders	\$ 6,174,184	\$ 6,632,660	\$ 7,479,029	\$ 846,369
Cherokee				
Cherokee MHI	\$ 4,892,468	\$ 5,221,979	\$ 5,431,730	\$ 209,751
Clarinda				
Clarinda MHI	\$ 5,604,601	\$ 6,139,698	\$ 6,287,955	\$ 148,257
Independence				
Independence MHI	\$ 8,553,210	\$ 9,590,653	\$ 9,989,881	\$ 399,228
Mt Pleasant				
Mt Pleasant MHI	\$ 1,614,663	\$ 1,613,175	\$ 1,720,992	\$ 107,817
Glenwood				
Glenwood Resource Center	\$ 15,808,438	\$ 14,982,839	\$ 19,969,651	\$ 4,986,812
Woodward				
Woodward Resource Center	\$ 9,786,280	\$ 9,312,271	\$ 13,723,291	\$ 4,411,020

Health and Human Services General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
Assistance				
Family Investment Program/JOBS	\$ 31,133,430	\$ 31,735,539	\$ 49,942,871	\$ 18,207,332
State Supplementary Assistance	16,457,833	18,259,235	16,259,235	-2,000,000
Medical Assistance	590,459,096	393,683,227	1,023,568,022	629,884,795
State Children's Health Insurance	13,166,847	23,637,040	25,466,246	1,829,206
Health Insurance Premium Payment	457,210	457,210	0	-457,210
Medical Contracts	12,286,353	9,683,668	14,644,330	4,960,662
MH/DD Growth Factor	48,697,893	48,697,893	48,697,893	0
MH/DD Community Services	14,211,100	14,211,100	14,211,100	0
Family Support Subsidy	1,522,998	1,167,998	1,167,998	0
Conners Training	33,622	33,622	33,622	0
Volunteers	84,660	84,660	84,660	0
Medical Assistance, Hawk-i, Hawk-i Expansion	10,049,532	10,049,532	10,049,532	0
Family Planning	-45,654	0	0	0
Pregnancy Counseling	71,688	0	0	0
Child Care Assistance	32,547,464	32,325,964	62,412,893	30,086,929
MI/MR/DD State Cases	10,108,581	11,295,207	13,169,482	1,874,275
State Mental Health Systems	0	0	2,115,189	2,115,189
Adoption Subsidy	31,395,307	31,856,896	37,487,161	5,630,265
Child and Family Services	84,032,306	79,593,023	82,336,696	2,743,673
Total Assistance	<u>\$ 896,670,266</u>	<u>\$ 706,771,814</u>	<u>\$ 1,401,646,930</u>	<u>\$ 694,875,116</u>
Total Human Services, Dept. of	<u>\$ 1,048,149,180</u>	<u>\$ 863,835,009</u>	<u>\$ 1,584,794,201</u>	<u>\$ 720,959,192</u>
<u>Veterans Affairs, Dept. of</u>				
Veterans Affairs, Department of				
General Administration	\$ 960,453	\$ 960,453	\$ 960,453	\$ 0
War Orphans Educational Assistance	12,731	12,731	12,731	0
Injured Veterans Grant Program	-128,145	0	0	0
Veterans County Grants	990,000	900,000	900,000	0
Total Veterans Affairs, Department of	<u>\$ 1,835,039</u>	<u>\$ 1,873,184</u>	<u>\$ 1,873,184</u>	<u>\$ 0</u>
Veterans Affairs, Dept. of				
Iowa Veterans Home	\$ 9,630,846	\$ 9,630,846	\$ 9,630,846	\$ 0
Total Veterans Affairs, Dept. of	<u>\$ 11,465,885</u>	<u>\$ 11,504,030</u>	<u>\$ 11,504,030</u>	<u>\$ 0</u>
Total Health and Human Services	<u>\$ 1,116,486,384</u>	<u>\$ 935,477,757</u>	<u>\$ 1,656,436,949</u>	<u>\$ 720,959,192</u>

Justice System General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Justice, Department of</u>				
Justice, Dept. of				
General Office A.G.	\$ 7,732,930	\$ 7,792,930	\$ 7,942,930	\$ 150,000
Victim Assistance Grants	3,060,000	3,060,000	3,060,000	0
Legal Services Poverty Grants	1,759,171	1,930,671	1,930,671	0
Total Justice, Department of	\$ 12,552,101	\$ 12,783,601	\$ 12,933,601	\$ 150,000
<u>Civil Rights Commission</u>				
Civil Rights Commission				
Civil Rights Commission	\$ 1,379,861	\$ 1,379,861	\$ 1,379,861	\$ 0
Total Civil Rights Commission	\$ 1,379,861	\$ 1,379,861	\$ 1,379,861	\$ 0
<u>Corrections, Dept. of</u>				
CBC District 1				
CBC District I	\$ 12,028,965	\$ 12,453,082	\$ 12,453,082	\$ 0
CBC District 2				
CBC District II	\$ 10,294,859	\$ 10,770,616	\$ 10,770,616	\$ 0
CBC District 3				
CBC District III	\$ 5,363,652	\$ 5,715,578	\$ 5,715,578	\$ 0
CBC District 4				
CBC District IV	\$ 5,255,617	\$ 5,522,416	\$ 5,522,416	\$ 0
CBC District 5				
CBC District V	\$ 18,140,442	\$ 18,938,081	\$ 18,938,081	\$ 0
CBC District 6				
CBC District VI	\$ 12,711,127	\$ 13,030,356	\$ 13,030,356	\$ 0
CBC District 7				
CBC District VII	\$ 6,461,918	\$ 6,846,560	\$ 6,846,560	\$ 0
CBC District 8				
CBC District VIII	\$ 6,792,677	\$ 6,935,622	\$ 6,935,622	\$ 0

Justice System General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
Central Office				
Corrections Administration	\$ 4,329,043	\$ 4,254,068	\$ 4,134,069	\$ -119,999
Iowa Corrections Offender Network	381,928	424,364	424,364	0
County Confinement	775,092	775,092	775,092	0
Federal Prisoners/Contractual	215,470	239,411	239,411	0
Corrections Education	1,363,707	1,558,109	1,558,109	0
Hepatitis Treatment And Education	167,881	167,881	167,881	0
Mental Health/Substance Abuse	22,319	22,319	22,319	0
Total Central Office	<u>\$ 7,255,440</u>	<u>\$ 7,441,244</u>	<u>\$ 7,321,245</u>	<u>\$ -119,999</u>
Fort Madison				
Ft. Madison Institution	\$ 37,767,271	\$ 39,991,374	\$ 39,991,374	\$ 0
Anamosa				
Anamosa Institution	\$ 28,815,684	\$ 30,416,461	\$ 30,416,461	\$ 0
Oakdale				
Oakdale Institution	\$ 55,432,247	\$ 55,755,246	\$ 55,875,245	\$ 119,999
Newton				
Newton Institution	\$ 25,756,235	\$ 26,452,257	\$ 26,452,257	\$ 0
Mt Pleasant				
Mt. Pleasant Inst.	\$ 24,910,544	\$ 26,265,257	\$ 26,265,257	\$ 0
Rockwell City				
Rockwell City Institution	\$ 8,561,800	\$ 9,324,565	\$ 9,324,565	\$ 0
Clarinda				
Clarinda Institution	\$ 21,530,698	\$ 23,645,033	\$ 23,645,033	\$ 0
Mitchellville				
Mitchellville Institution	\$ 14,422,531	\$ 15,486,586	\$ 15,486,586	\$ 0
Fort Dodge				
Ft. Dodge Institution	\$ 27,199,132	\$ 29,020,235	\$ 29,020,235	\$ 0
Total Corrections, Dept. of	<u>\$ 328,700,839</u>	<u>\$ 344,010,569</u>	<u>\$ 344,010,569</u>	<u>\$ 0</u>

Justice System General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Inspections & Appeals, Dept. of</u>				
Public Defender				
Indigent Defense Appropriation	\$ 32,508,247	\$ 15,680,929	\$ 15,680,929	\$ 0
Public Defender	19,568,864	22,883,182	22,883,182	0
Total Inspections & Appeals, Dept. of	\$ 52,077,111	\$ 38,564,111	\$ 38,564,111	\$ 0
<u>Judicial Branch</u>				
Judicial Branch				
Judicial Branch	\$ 148,811,822	\$ 148,811,822	\$ 157,700,609	\$ 8,888,787
Jury & Witness (GF) to Revolving Fund (0043)	0	1,500,000	3,700,000	2,200,000
Total Judicial Branch	\$ 148,811,822	\$ 150,311,822	\$ 161,400,609	\$ 11,088,787
<u>Law Enforcement Academy</u>				
Law Enforcement Academy				
Law Enforcement Academy	\$ 1,049,430	\$ 1,049,430	\$ 1,049,430	\$ 0
Total Law Enforcement Academy	\$ 1,049,430	\$ 1,049,430	\$ 1,049,430	\$ 0
<u>Parole, Board of</u>				
Parole Board				
Parole Board	\$ 1,045,259	\$ 1,045,259	\$ 1,045,259	\$ 0
Total Parole, Board of	\$ 1,045,259	\$ 1,045,259	\$ 1,045,259	\$ 0
<u>Public Defense, Dept. of</u>				
Public Defense, Dept. of				
Public Defense, Department of	\$ 6,150,483	\$ 6,249,201	\$ 6,249,201	\$ 0
Emergency Management Division				
Homeland Security & Emer. Mgmt.	\$ 1,895,921	\$ 2,038,119	\$ 2,038,119	\$ 0
Total Public Defense, Dept. of	\$ 8,046,404	\$ 8,287,320	\$ 8,287,320	\$ 0

Justice System General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Public Safety, Department of</u>				
Public Safety, Dept. of				
POR Permissive Service Credit	\$ 0	\$ 135,000	\$ 0	\$ -135,000
Public Safety - Department Wide Duties	1,419,288	0	0	0
Public Safety Administration	3,952,071	4,134,461	4,134,461	0
Public Safety DCI	19,012,743	12,861,710	12,861,710	0
DCI - Crime Lab Equipment/Training	302,345	302,345	302,345	0
Public Safety Undercover Funds	109,042	109,042	109,042	0
Narcotics Enforcement	5,747,647	6,507,048	6,507,048	0
DPS Fire Marshal	3,590,003	4,343,896	4,343,896	0
Iowa State Patrol	45,061,285	48,984,146	48,984,147	1
DPS/SPOC Sick Leave Payout	279,517	279,517	279,517	0
Fire Fighter Training	612,255	612,255	612,255	0
Total Public Safety, Department of	\$ 80,086,196	\$ 78,269,420	\$ 78,134,421	\$ -134,999
Total Justice System	\$ 633,749,023	\$ 635,701,393	\$ 646,805,181	\$ 11,103,788

Transportation, Infrastructure, and Capitals General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Transportation, Dept. of</u>				
Transportation, Dept. of				
Commercial Service Airports	\$ 1,350,000	\$ 0	\$ 0	\$ 0
Total Transportation, Dept. of	\$ 1,350,000	\$ 0	\$ 0	\$ 0
Total Transportation, Infrastructure, and Capitals	\$ 1,350,000	\$ 0	\$ 0	\$ 0

Unassigned Standings

General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Administrative Services, Dept. of</u>				
Administrative Services				
Volunteer EMS Provider Death Benefit	\$ 100,000	\$ 0	\$ 0	\$ 0
State Accounting Trust Accounts				
Federal Cash Management - Standing	\$ 15,725	\$ 356,587	\$ 356,587	\$ 0
Unemployment Compensation - Standing	1,886,595	440,371	440,371	0
Municipal Fire & Police Retirement	2,253,158	1,500,000	1,500,000	0
Total State Accounting Trust Accounts	<u>\$ 4,155,479</u>	<u>\$ 2,296,958</u>	<u>\$ 2,296,958</u>	<u>\$ 0</u>
Total Administrative Services, Dept. of	<u>\$ 4,255,479</u>	<u>\$ 2,296,958</u>	<u>\$ 2,296,958</u>	<u>\$ 0</u>
<u>Corrections, Dept. of</u>				
Central Office				
State Cases Court Costs	\$ 0	\$ 59,733	\$ 59,733	\$ 0
Total Corrections, Dept. of	<u>\$ 0</u>	<u>\$ 59,733</u>	<u>\$ 59,733</u>	<u>\$ 0</u>
<u>Cultural Affairs, Dept. of</u>				
Cultural Affairs, Dept. of				
County Endowment Funding - DCA Grants	\$ 443,300	\$ 443,300	\$ 443,300	\$ 0
Total Cultural Affairs, Dept. of	<u>\$ 443,300</u>	<u>\$ 443,300</u>	<u>\$ 443,300</u>	<u>\$ 0</u>
<u>Economic Development, Dept. of</u>				
Economic Development, Dept. of				
Tourism marketing - Adjusted Gross Receipts	\$ 862,028	\$ 862,028	\$ 862,028	\$ 0
Total Economic Development, Dept. of	<u>\$ 862,028</u>	<u>\$ 862,028</u>	<u>\$ 862,028</u>	<u>\$ 0</u>
<u>Education, Dept. of</u>				
Education, Dept. of				
Child Development	\$ 11,493,891	\$ 11,493,891	\$ 11,493,891	\$ 0
State Foundation School Aid	2,143,149,162	2,446,109,988	2,803,177,299	357,067,311
Transportation Of Nonpublic Pupils	7,060,931	7,060,931	7,060,931	0
Total Education, Dept. of	<u>\$ 2,161,703,984</u>	<u>\$ 2,464,664,810</u>	<u>\$ 2,821,732,121</u>	<u>\$ 357,067,311</u>

Unassigned Standings

General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Energy Independence</u>				
Office of Energy Independence				
Iowa Power Fund	\$ 21,600,000	\$ 19,600,000	\$ 23,820,000	\$ 4,220,000
Total Energy Independence	\$ 21,600,000	\$ 19,600,000	\$ 23,820,000	\$ 4,220,000
<u>Executive Council</u>				
Executive Council				
Court Costs	\$ 82,212	\$ 59,772	\$ 59,772	\$ 0
Public Improvements	35,756	39,848	39,848	0
Performance Of Duty	-182,771	1,800,000	1,800,000	0
Drainage Assessment	65,867	20,227	20,227	0
Total Executive Council	\$ 1,064	\$ 1,919,847	\$ 1,919,847	\$ 0
<u>Legislative Branch</u>				
Legislative Services Agency				
International Relations Account	\$ 0	\$ 10,000	\$ 0	\$ -10,000
Legislative Branch	31,508,677	30,070,037 *	30,070,037 *	0
Total Legislative Branch	\$ 31,508,677	\$ 30,080,037 *	\$ 30,070,037 *	\$ -10,000
<u>Governor</u>				
Governor's Office				
Interstate Extradition	\$ 0	\$ 3,032	\$ 3,032	\$ 0
Total Governor	\$ 0	\$ 3,032	\$ 3,032	\$ 0
<u>Public Health, Dept. of</u>				
Public Health, Dept. of				
Iowa Registry for Congenital & Inherited Disorders	\$ 182,044	\$ 182,044	\$ 182,044	\$ 0
Total Public Health, Dept. of	\$ 182,044	\$ 182,044	\$ 182,044	\$ 0

*The numbers for the Legislative Branch will change. The final numbers will be available in January.

Unassigned Standings

General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Human Services, Dept. of</u>				
General Administration				
Commission of Inquiry	\$ 1,394	\$ 1,394	\$ 1,394	\$ 0
Nonresident Transfers	67	67	67	0
Nonresident Commitment Mental Illness	142,802	142,802	142,802	0
Total General Administration	\$ 144,263	\$ 144,263	\$ 144,263	\$ 0
Assistance				
MH Property Tax Relief	\$ 83,879,911	\$ 81,199,911	\$ 81,199,911	\$ 0
Child Abuse Prevention	174,076	217,772	217,772	0
Total Assistance	\$ 84,053,987	\$ 81,417,683	\$ 81,417,683	\$ 0
Total Human Services, Dept. of	\$ 84,198,250	\$ 81,561,946	\$ 81,561,946	\$ 0
<u>Management, Dept. of</u>				
Management, Dept. of				
Special Olympics Fund	\$ 50,000	\$ 50,000	\$ 50,000	\$ 0
Appeal Board Claims	8,713,944	3,586,307	3,586,307	0
Economic Emergency Fund Appropriation	45,327,400	0	0	0
FY 2011 Budget Reductions	0	-83,760,500	0	83,760,500
Property Tax Credit Fund	91,256,037	91,256,037	91,256,037	0
Total Management, Dept. of	\$ 145,347,381	\$ 11,131,844	\$ 94,892,344	\$ 83,760,500
<u>Public Defense, Dept. of</u>				
Public Defense, Dept. of				
Compensation and Expense	\$ 326,441	\$ 344,644	\$ 344,644	\$ 0
Total Public Defense, Dept. of	\$ 326,441	\$ 344,644	\$ 344,644	\$ 0

Unassigned Standings

General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Revenue, Dept. of</u>				
Revenue, Dept. of				
Printing Cigarette Stamps	\$ 107,529	\$ 124,652	\$ 124,652	\$ 0
Tobacco Reporting Requirements	19,591	19,591	19,591	0
Elderly and Disabled Tax Credit	<u>1,426,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Revenue, Dept. of	<u>\$ 1,553,120</u>	<u>\$ 144,243</u>	<u>\$ 144,243</u>	<u>\$ 0</u>
<u>Treasurer of State</u>				
Treasurer of State				
Health Care Trust Fund Transfer	\$ 106,016,400	\$ 106,016,400	\$ 106,016,400	\$ 0
Total Treasurer of State	<u>\$ 106,016,400</u>	<u>\$ 106,016,400</u>	<u>\$ 106,016,400</u>	<u>\$ 0</u>
Total Unassigned Standings	<u><u>\$ 2,557,998,167</u></u>	<u><u>\$ 2,719,310,866</u></u>	<u><u>\$ 3,164,348,677</u></u>	<u><u>\$ 445,037,811</u></u>

Summary Data

Other Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
Administration and Regulation	\$ 46,710,679	\$ 45,965,577	\$ 45,619,542	\$ -346,035
Agriculture and Natural Resources	85,154,502	77,004,502	86,054,502	9,050,000
Economic Development	11,545,000	18,696,000	12,971,000	-5,725,000
Education	105,880,000	28,097,000	14,540,000	-13,557,000
Health and Human Services	342,308,992	550,110,205	335,011,384	-215,098,821
Justice System	18,068,888	13,172,650	14,632,475	1,459,825
Transportation, Infrastructure, and Capitals	840,927,488	669,197,311	943,152,137	273,954,826
Unassigned Standings	<u>508,803,992</u>	<u>320,644,040</u>	<u>284,196,153</u>	<u>-36,447,887</u>
Grand Total	<u>\$ 1,959,399,541</u>	<u>\$ 1,722,887,285</u>	<u>\$ 1,736,177,193</u>	<u>\$ 13,289,908</u>

Administration and Regulation

Other Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Administrative Services, Dept. of</u>				
Administrative Services				
DAS Operations - FRRF	\$ 100,000	\$ 0	\$ 0	\$ 0
Terrace Hill Operations - CRF	0	168,494	0	-168,494
Autism Coverage - UST	0	140,000	0	-140,000
Medication Therapy Management - UST	0	543,000	543,000	0
Total Administrative Services, Dept. of	\$ 100,000	\$ 851,494	\$ 543,000	\$ -308,494
<u>Commerce, Dept. of</u>				
Banking Division				
Banking Division - CMRF	\$ 8,662,670	\$ 8,851,670	\$ 9,601,670	\$ 750,000
Credit Union Division				
Credit Union Division - CMRF	\$ 1,727,995	\$ 1,727,995	\$ 1,727,995	\$ 0
Insurance Division				
Insurance Division Operations - CMRF	\$ 0	\$ 55,000	\$ 0	\$ -55,000
Insurance Division - CMRF	4,881,216	4,928,244	4,983,244	55,000
Insurance Information Exchange - UST	0	150,000	0	-150,000
Total Insurance Division	\$ 4,881,216	\$ 5,133,244	\$ 4,983,244	\$ -150,000
Professional Licensing and Reg.				
Housing Improvement Fund Field Auditor	\$ 62,317	\$ 62,317	\$ 62,317	\$ 0
Utilities Division				
Utilities Division - CMRF	\$ 8,256,654	\$ 8,173,069	\$ 7,795,528	\$ -377,541
Total Commerce, Dept. of	\$ 23,590,852	\$ 23,948,295	\$ 24,170,754	\$ 222,459
<u>Human Rights, Dept. of</u>				
Human Rights, Department of				
Public Safety Advisory Board - UST	\$ 0	\$ 140,000	\$ 140,000	\$ 0
Total Human Rights, Dept. of	\$ 0	\$ 140,000	\$ 140,000	\$ 0

Administration and Regulation

Other Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Inspections & Appeals, Dept. of</u>				
Inspections and Appeals, Dept. of				
DIA Health Facility - FRRF	\$ 400,000	\$ 0	\$ 0	\$ 0
DIA - RUTF	1,623,897	1,623,897	1,623,897	0
DIA Asst Living/Adult Day Care - SLTF	<u>1,339,527</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Inspections & Appeals, Dept. of	<u>\$ 3,363,424</u>	<u>\$ 1,623,897</u>	<u>\$ 1,623,897</u>	<u>\$ 0</u>
<u>Management, Dept. of</u>				
Management, Dept. of				
DOM Operations - RUTF	\$ 56,000	\$ 56,000	\$ 56,000	\$ 0
DOM Operations - FRRF	200,000	0	0	0
DOM Operations - CRF	<u>0</u>	<u>260,000</u>	<u>0</u>	<u>-260,000</u>
Total Management, Dept. of	<u>\$ 256,000</u>	<u>\$ 316,000</u>	<u>\$ 56,000</u>	<u>\$ -260,000</u>
<u>IPERS Administration</u>				
IPERS Administration				
IPERS Administration	\$ 18,001,480	\$ 17,686,968	\$ 17,686,968	\$ 0
Total IPERS Administration	<u>\$ 18,001,480</u>	<u>\$ 17,686,968</u>	<u>\$ 17,686,968</u>	<u>\$ 0</u>
<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	<u>\$ 1,305,775</u>	<u>\$ 1,305,775</u>	<u>\$ 1,305,775</u>	<u>\$ 0</u>
<u>Treasurer of State</u>				
Treasurer of State				
I-3 Expenses - RUTF	\$ 93,148	\$ 93,148	\$ 93,148	\$ 0
Total Treasurer of State	<u>\$ 93,148</u>	<u>\$ 93,148</u>	<u>\$ 93,148</u>	<u>\$ 0</u>
Total Administration and Regulation	<u>\$ 46,710,679</u>	<u>\$ 45,965,577</u>	<u>\$ 45,619,542</u>	<u>\$ -346,035</u>

Agriculture and Natural Resources

Other Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Agriculture and Land Stewardship</u>				
Agriculture and Land Stewardship				
So. Iowa Conservation & Dev - EFF	\$ 300,000	\$ 250,000	\$ 250,000	\$ 0
Agricultural Drainage Wells - EFF	1,500,000	1,250,000	1,250,000	0
Watershed Protection Fund - EFF	2,550,000	1,500,000	1,800,000	300,000
Farm Management Demo - EFF	800,000	750,000	750,000	0
Cost Share - EFF	7,000,000	1,050,000	7,000,000	5,950,000
Conservation Reserve Prog - EFF	1,500,000	1,300,000	2,000,000	700,000
Conservation Reserve Enhance - EFF	1,500,000	1,500,000	3,000,000	1,500,000
Soil & Water Conservation - EFF	0	1,751,600	1,751,600	0
Fuel Inspection - UST	0	250,000	250,000	0
Native Horse and Dog Program	305,516	305,516	305,516	0
Motor Fuel Inspection - RFIF	300,000	300,000	300,000	0
Total Agriculture and Land Stewardship	\$ 15,755,516	\$ 10,207,116	\$ 18,657,116	\$ 8,450,000
Loess Hills Dev. and Conservation				
Loess Hills - EFF	\$ 600,000	\$ 500,000	\$ 500,000	\$ 0
Total Agriculture and Land Stewardship	\$ 16,355,516	\$ 10,707,116	\$ 19,157,116	\$ 8,450,000
<u>Economic Development, Dept. of</u>				
Economic Development, Dept. of				
DED Brownfields - EFF	\$ 500,000	\$ 0	\$ 0	\$ 0
Total Economic Development, Dept. of	\$ 500,000	\$ 0	\$ 0	\$ 0

Agriculture and Natural Resources

Other Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Natural Resources, Dept. of</u>				
Natural Resources				
GWF - Storage Tanks Study	\$ 100,303	\$ 100,303	\$ 100,303	\$ 0
GWF - Household Hazardous Waste	447,324	447,324	447,324	0
GWF - Well Testing Admin 2%	62,461	62,461	62,461	0
GWF - Groundwater Monitoring	1,686,751	1,686,751	1,686,751	0
GWF - Landfill Alternatives	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
Fish & Game- DNR Admin Expenses	38,793,154	38,793,154	39,493,154	700,000
Snowmobile Registration Fees	100,000	100,000	100,000	0
Administration Match - UST	200,000	200,000	200,000	0
Database Modification - UST	0	100,000	0	-100,000
Technical Tank Review - UST	0	200,000	200,000	0
DNR Facility Rent-CRF	0	300,000	300,000	0
State Parks Volunteer Activities - EFF	0	250,000	250,000	0
Total Natural Resources, Dept. of	\$ 42,548,986	\$ 43,398,986	\$ 43,998,986	\$ 600,000
<u>Natural Resources Capital</u>				
Natural Resources Capital				
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
Volunteers and Keepers of Land - EFF	100,000	100,000	100,000	0
Animal Feeding Operations - EFF	360,000	608,400	608,400	0
Air Quality Monitoring - EFF	425,000	425,000	425,000	0
Water Quality Protection - EFF	500,000	500,000	500,000	0
REAP - EFF	18,000,000	15,000,000	15,000,000	0
Water Quantity - EFF	495,000	495,000	495,000	0
Resource Conservation and Dev - EFF	250,000	150,000	0	-150,000
Park Operations & Maintenance - EFF	2,470,000	2,470,000	2,620,000	150,000
Total Natural Resources Capital	\$ 25,750,000	\$ 22,898,400	\$ 22,898,400	\$ 0
Total Agriculture and Natural Resources	\$ 85,154,502	\$ 77,004,502	\$ 86,054,502	\$ 9,050,000

Economic Development Other Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Economic Development, Dept. of</u>				
Economic Development, Dept. of				
Workforce Development Fund	\$ 4,000,000	\$ 4,000,000	\$ 4,000,000	\$ 0
Taiwan Trade Office - UST	0	100,000	0	-100,000
Site Development Consultations - SIF	0	175,000	0	-175,000
Small Bus Assistance Website - SIF	0	20,000	0	-20,000
Save Our Small Businesses Fund - SIF	0	5,000,000	0	-5,000,000
Endow Iowa Admin - County Endw Fund	70,000	70,000	0	-70,000
Council of Governments - FES	144,000	0	0	0
Total Economic Development, Dept. of	\$ 4,214,000	\$ 9,365,000	\$ 4,000,000	\$ -5,365,000
<u>Iowa Workforce Development</u>				
Iowa Workforce Development				
P & I Workforce Development Field Offices	\$ 360,000	\$ 360,000	\$ 0	\$ -360,000
Workers' Comp Div - Spec Cont Fund	471,000	471,000	471,000	0
IWD Field Offices (UI Reserve Interest)	6,500,000	6,500,000	6,500,000	0
Total Iowa Workforce Development	\$ 7,331,000	\$ 7,331,000	\$ 6,971,000	\$ -360,000
<u>Energy Independence</u>				
Office of Energy Independence				
Iowa Power Fund - CRF	\$ 0	\$ 2,000,000	\$ 2,000,000	\$ 0
Total Energy Independence	\$ 0	\$ 2,000,000	\$ 2,000,000	\$ 0
Total Economic Development	\$ 11,545,000	\$ 18,696,000	\$ 12,971,000	\$ -5,725,000

Education Other Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Education, Dept. of</u>				
Education, Dept. of				
Community Colleges - FRRF	\$ 25,600,000	\$ 0	\$ 0	\$ 0
Preschool Program - CRF	0	4,000,000	0	-4,000,000
Jobs for Americas Grads - CRF	0	540,000	540,000	0
Sac and Fox Education - UST	0	90,000	0	-90,000
Total Education, Dept. of	\$ 25,600,000	\$ 4,630,000	\$ 540,000	\$ -4,090,000
Vocational Rehabilitation				
Farmers with Disabilities - UST	\$ 0	\$ 97,000	\$ 0	\$ -97,000
Total Education, Dept. of	\$ 25,600,000	\$ 4,727,000	\$ 540,000	\$ -4,187,000
<u>Regents, Board of</u>				
Regents, Board of				
BOR ARRA - FRRF	\$ 80,280,000	\$ 0	\$ 0	\$ 0
SUI - UIHC IowaCares Physicians - ICA	0	14,000,000	14,000,000	0
University of Iowa - UST	0	4,086,492	0	-4,086,492
Iowa State University - UST	0	3,202,079	0	-3,202,079
University of Northern Iowa - UST	0	1,456,118	0	-1,456,118
Iowa Braille and Sight Saving School - UST	0	229,331	0	-229,331
Iowa School for the Deaf - UST	0	395,980	0	-395,980
Total Regents, Board of	\$ 80,280,000	\$ 23,370,000	\$ 14,000,000	\$ -9,370,000
Total Education	\$ 105,880,000	\$ 28,097,000	\$ 14,540,000	\$ -13,557,000

Health and Human Services

Other Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Public Health, Dept. of</u>				
Public Health, Dept. of				
Public Health - UST	\$ 0	\$ 785,000	\$ 515,000	\$ -270,000
Total Public Health, Dept. of	\$ 0	\$ 785,000	\$ 515,000	\$ -270,000
<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
<u>Aging, Dept. on</u>				
Aging, Dept. on				
Elder Affairs Operations - SLTF	\$ 8,486,698	\$ 8,486,698	\$ 8,486,698	\$ 0
Seamless Computer System - HCTA	200,000	0	0	0
Total Aging, Dept. on	\$ 8,686,698	\$ 8,486,698	\$ 8,486,698	\$ 0
<u>Public Health, Dept. of</u>				
Public Health, Dept. of				
Community Capacity-FRRF	\$ 500,000	\$ 0	\$ 0	\$ 0
Healthy Aging-FRRF	700,000	0	0	0
Resource Management-FRRF	1,800,000	0	0	0
Addictive Disorders - HCTF	2,473,823	0	0	0
Healthy Children and Families - HCTF	444,217	0	0	0
Chronic Conditions - HCTF	899,297	0	0	0
Community Capacity - HCTF	2,448,456	0	0	0
Total Public Health, Dept. of	\$ 9,265,793	\$ 0	\$ 0	\$ 0
<u>Human Services, Dept. of</u>				
General Administration				
General Administration - DHSRF	\$ 1,500,000	\$ 0	\$ 0	\$ 0
Field Operations				
Field Operations - DHSRF	\$ 8,386,761	\$ 0	\$ 0	\$ 0

Health and Human Services

Other Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
Toledo Juvenile Home				
Toledo - DHSRF	\$ 836,515	\$ 0	\$ 0	\$ 0
Eldora Training School				
Eldora - DHSRF	\$ 1,327,300	\$ 0	\$ 0	\$ 0
Cherokee CCUSO				
CCUSO - DHSRF	\$ 503,554	\$ 0	\$ 0	\$ 0
Cherokee				
Cherokee MHI - DHSRF	\$ 673,209	\$ 0	\$ 0	\$ 0
Clarinda				
Clarinda MHI - DHSRF	\$ 804,256	\$ 0	\$ 0	\$ 0
Independence				
Independence MHI - DHSRF	\$ 1,177,799	\$ 0	\$ 0	\$ 0
Mt Pleasant				
Mt Pleasant MHI - DHSRF	\$ 222,694	\$ 0	\$ 0	\$ 0
Assistance				
Broadlawns Hospital - ICA	\$ 46,000,000	\$ 51,000,000	\$ 51,000,000	\$ 0
Broadlawns Hospital Supp - ICA	2,500,000	0	0	0
Regional Provider Network - ICA	0	6,000,000	6,000,000	0
Medical Examinations-Expansion Population - HCTA	556,800	556,800	556,800	0
Medical Information Hotline - HCTA	100,000	100,000	100,000	0
Health Partnership Activities - HCTA	600,000	600,000	600,000	0
Audits, Performance Evaluations, Studies - HCTA	125,000	125,000	125,000	0
IowaCare Administrative Costs - HCTA	1,132,412	1,132,412	1,132,412	0
Dental Home for Children - HCTA	1,000,000	1,000,000	1,000,000	0
MH/DD Workforce Development - HCTA	50,000	50,000	50,000	0
Broadlawns Admin-HCTA	290,000	290,000	290,000	0
Medical Contracts-HCTA	1,300,000	1,300,000	1,300,000	0
Medical Contracts Supplement - PSA	1,323,833	4,027,613	2,181,760	-1,845,853
Medical Assistance Supplemental-QATF	2,300,000	13,900,000	35,662,467	21,762,467
Medical Assistance Supplemental-Hospital Care Access Trust	0	39,406,000	39,231,000	-175,000
Nonparticipating Provider Reimbursement Fund	0	594,000	769,000	175,000
Medical Assistance - HCTF	100,650,740	106,916,532	106,916,532	0
Nonparticipating Providers - NPPR	0	2,000,000	2,000,000	0
Medical Supplemental - SLTF	39,084,483	39,080,435	0	-39,080,435
Medical Assistance - FRRF	25,874,211	0	0	0
MH Risk Pool-FRRF	10,000,000	0	0	0

Health and Human Services

Other Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
Volunteer Health Care - FRRF	20,000	0	0	0
Health Insurance Pilot-FRRF	400,000	0	0	0
MH/DD State Cases - FRRF	286,789	0	0	0
MH/MR State Cases - DHSRF	325,430	0	0	0
Medical Assistance - CRF	0	187,800,000	0	-187,800,000
CFS - Shelter Care - CRF	0	500,000	0	-500,000
Child and Family Services - UST	0	925,000	0	-925,000
CFS - Restore Rate Reduction - UST	0	1,000,000	0	-1,000,000
Family Support Subsidy - UST	0	100,000	0	-100,000
Child Support Recovery - UST	0	250,000	0	-250,000
Juvenile Institutions - UST	0	600,000	0	-600,000
Mental Health Institutes - UST	0	350,000	0	-350,000
MI/MR/DD State Cases - UST	0	1,000,000	0	-1,000,000
Sexually Violent Predators - UST	0	800,000	0	-800,000
Field Operations - UST	0	2,340,000	0	-2,340,000
Total Assistance	<u>\$ 233,919,698</u>	<u>\$ 463,743,792</u>	<u>\$ 248,914,971</u>	<u>\$ -214,828,821</u>
Total Human Services, Dept. of	<u>\$ 249,351,786</u>	<u>\$ 463,743,792</u>	<u>\$ 248,914,971</u>	<u>\$ -214,828,821</u>
<u>Regents, Board of</u>				
Regents, Board of				
SUI - UIHC IowaCares Program - ICA	\$ 27,284,584	\$ 27,284,584	\$ 27,284,584	\$ 0
SUI - UIHC Expansion Population - ICA	47,020,131	49,020,131	49,020,131	0
Total Regents, Board of	<u>\$ 74,304,715</u>	<u>\$ 76,304,715</u>	<u>\$ 76,304,715</u>	<u>\$ 0</u>
<u>Veterans Affairs, Dept. of</u>				
Veterans Affairs, Department of				
County Veterans Grant Assist - MMBF	\$ 0	\$ 90,000	\$ 90,000	\$ 0
Total Veterans Affairs, Dept. of	<u>\$ 0</u>	<u>\$ 90,000</u>	<u>\$ 90,000</u>	<u>\$ 0</u>
Total Health and Human Services	<u>\$ 342,308,992</u>	<u>\$ 550,110,205</u>	<u>\$ 335,011,384</u>	<u>\$ -215,098,821</u>

Justice System Other Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Justice, Department of</u>				
Consumer Advocate				
Consumer Advocate - CMRF	\$ 3,138,888	\$ 3,336,344	\$ 3,336,344	\$ 0
Total Justice, Department of	\$ 3,138,888	\$ 3,336,344	\$ 3,336,344	\$ 0
<u>Corrections, Dept. of</u>				
Central Office				
DOC Central Office - FRRF	\$ 210,000	\$ 0	\$ 0	\$ 0
Fort Madison				
DOC Fort Madison - FRRF	\$ 4,347,000	\$ 0	\$ 0	\$ 0
Anamosa				
DOC Anamosa - FRRF	\$ 931,000	\$ 0	\$ 0	\$ 0
Oakdale				
DOC Oakdale - FRRF	\$ 2,030,000	\$ 0	\$ 0	\$ 0
Newton				
DOC Newton - FRRF	\$ 1,029,000	\$ 0	\$ 0	\$ 0
Mt Pleasant				
DOC Mt. Pleasant - FRRF	\$ 903,000	\$ 0	\$ 0	\$ 0
Rockwell City				
DOC Rockwell City - FRRF	\$ 301,000	\$ 0	\$ 0	\$ 0
Clarinda				
DOC Clarinda - FRRF	\$ 2,506,000	\$ 0	\$ 0	\$ 0
Mitchellville				
DOC Mitchellville - FRRF	\$ 679,000	\$ 0	\$ 0	\$ 0
Fort Dodge				
DOC Fort Dodge - FRRF	\$ 1,064,000	\$ 0	\$ 0	\$ 0
Total Corrections, Dept. of	\$ 14,000,000	\$ 0	\$ 0	\$ 0

Justice System Other Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Public Defense, Dept. of</u>				
Public Defense, Dept. of DPD - FRRF	\$ 180,000	\$ 0	\$ 0	\$ 0
Total Public Defense, Dept. of	\$ 180,000	\$ 0	\$ 0	\$ 0
<u>Public Safety, Department of</u>				
Public Safety, Dept. of DPS Department Wide - FRRF	\$ 750,000	\$ 0	\$ 0	\$ 0
DPS Gaming Enforcement	0	9,836,306	11,296,131	1,459,825
Total Public Safety, Department of	\$ 750,000	\$ 9,836,306	\$ 11,296,131	\$ 1,459,825
Total Justice System	\$ 18,068,888	\$ 13,172,650	\$ 14,632,475	\$ 1,459,825

Transportation, Infrastructure, and Capitals

Other Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Administrative Services, Dept. of</u>				
Administrative Services				
Capitol Shuttle - RIIF	\$ 200,000	\$ 200,000	\$ 200,000	\$ 0
I/3 RFP for Human Resources Module - RIIF	-200,000	0	0	0
Mercy Capital Hospital Operations - RIIF	500,000	1,083,175	1,059,766	-23,409
DAS Distribution Account - RIIF	3,700,000	3,700,000	3,700,000	0
Human Resources/Payroll - RIIF	0	0	250,000	250,000
Total Administrative Services, Dept. of	\$ 4,200,000	\$ 4,983,175	\$ 5,209,766	\$ 226,591
<u>Administrative Services - Capitals</u>				
Administrative Services - Capitals				
Capitol Interior/Exterior - RIIF	\$ 5,000,000	\$ 0	\$ 0	\$ 0
Wallace Building - RIIF	1,500,000	0	0	0
Cap Comp Elect Dist Upgrade - RIIF	850,000	0	0	0
Terrace Hill Maintenance - RIIF	769,543	0	0	0
Major Maintenance - RCF	195,484	0	0	0
ITE Pooled Technology - TRF	2,037,184	3,793,654	6,286,491	2,492,837
Capitol Building/Grounds Restoration - RIIF	0	0	2,100,000	2,100,000
Building and Grounds Renewal Prog - RIIF	0	0	1,800,000	1,800,000
Major Maintenance - RBC	0	3,000,000	0	-3,000,000
Cap Complex Court Ave Bridge Replace - RIIF	0	0	900,000	900,000
Cap Complex Alt Energy System - RIIF	0	0	250,000	250,000
Fire Protect. Facilities Mgmt Ctr/Central Energy - RIIF	0	0	300,000	300,000
Historical Building Exterior Repairs - RIIF	0	0	1,187,500	1,187,500
Major Maintenance - RIIF	0	0	40,000,000	40,000,000
Miller Building Stone Restoration - RIIF	0	0	150,000	150,000
Complex Pedestrian/Utility Tunnel Repairs - RIIF	0	0	1,900,000	1,900,000
Cap Complex Property Acquisition/Related Serv - RIIF	0	0	1,000,000	1,000,000
Cap Complex Parking Lot Improvement - RIIF	0	0	3,865,000	3,865,000
Central Energy Plant/Facilities Mgmt - RIIF	623,000	0	0	0
Hoover Building HVAC Improve - RIIF	1,500,000	0	0	0
Routine Maintenance - RIIF	3,000,000	0	20,000,000	20,000,000
Cap Complex Relocation and Leasing - RIIF	0	0	1,800,000	1,800,000
Relocation of Fleet Fueling Station - RIIF	0	0	600,000	600,000
Buildings Repair v Replace Assess - RIIF	0	0	750,000	750,000
West Capitol Terrace Restoration - RIIF	0	0	1,250,000	1,250,000
Monument/Artwork Repair Restoration - RIIF	0	0	250,000	250,000
Total Administrative Services - Capitals	\$ 15,475,211	\$ 6,793,654	\$ 84,388,991	\$ 77,595,337

Transportation, Infrastructure, and Capitals

Other Fund

	Actual FY 2010 (1)	Estimated FY 2011 (2)	Dept Request FY 2012 (3)	Dept Req vs Est FY 2011 (4)
<u>Agriculture and Land Stewardship</u>				
Agriculture and Land Stewardship				
Soil Conservation Cost Share - RBC	\$ 11,500,000	\$ 1,000,000	\$ 0	\$ -1,000,000
WIRB Administration - RIF	0	50,000	50,000	0
Soil Conservation Cost Share - RBC2	0	5,950,000	0	-5,950,000
Cons Reserve Enhancement Prog - RBC2	0	2,500,000	0	-2,500,000
Total Agriculture and Land Stewardship	\$ 11,500,000	\$ 9,500,000	\$ 50,000	\$ -9,450,000
<u>Blind Capitals, Dept. for the</u>				
Dept. for the Blind Capitals				
Replace Air Handlers - RIF	\$ 0	\$ 0	\$ 1,065,674	\$ 1,065,674
Newsline Service - RIF	0	20,000	0	-20,000
Total Blind Capitals, Dept. for the	\$ 0	\$ 20,000	\$ 1,065,674	\$ 1,045,674
<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
<u>Corrections Capital</u>				
Corrections Capital				
CBC 1st Dist Reentry Center - RIF	\$ 0	\$ 0	\$ 6,400,000	\$ 6,400,000
CBC 2nd Dist 40 Bed Expansion - RIF	0	0	9,250,000	9,250,000
CBC 8th District 25 Bed Expansion - RIF	0	0	7,280,000	7,280,000
CBC 5 Security Barrier Perimeter- RBC	0	1,000,000	0	-1,000,000
Project Management Costs - ISP - PBF	0	322,500	0	-322,500
Digital/700Mhz Communications Conversion - RIF	0	0	1,800,000	1,800,000
Fort Madison Initial One Time Costs - RIF	0	0	6,155,077	6,155,077
Mitchellville Initial One Time Costs - RIF	0	0	4,661,556	4,661,556
ISP Electrical Lease - RIF	-27,764	0	0	0
Major Maintenance - RIF	0	0	32,830,000	32,830,000
ICIW Mitchellville Expansion - RIF	0	0	29,453,555	29,453,555
CBC Des Moines Expansion - RIF	-103,346	0	20,200,000	20,200,000
Construction Project Management - RIF	1,750,000	0	4,500,000	4,500,000
CBC 5 Des Moines Expansion - RBC	-13,100,000	0	0	0
Construction Project Management - RBC	0	2,200,000	0	-2,200,000
CBCs - Opening Costs Equipment - RBC	0	1,519,048	0	-1,519,048
Total Corrections Capital	\$ -11,481,110	\$ 5,041,548	\$ 122,530,188	\$ 117,488,640

Transportation, Infrastructure, and Capitals

Other Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Cultural Affairs, Dept. of</u>				
Cultural Affairs, Dept. of				
Grout Museum District Oral History Exhibit - TRF	\$ 486,250	\$ 0	\$ 0	\$ 0
Historic Preservation - RIIF	1,000,000	0	0	0
Kimball Organ Restoration - RIIF	-25,000	0	0	0
Great Places Capitals - RIIF	1,900,000	0	0	0
Battle Flags - RIIF	0	60,000	60,000	0
Civil War Sesquicentennial - RIIF	350,000	0	0	0
Community Cultural Grants - RIIF	200,000	0	0	0
Historic Site Maintenance - RIIF	0	40,000	40,000	0
Total Cultural Affairs, Dept. of	\$ 3,911,250	\$ 100,000	\$ 100,000	\$ 0
<u>Cultural Affairs Capital</u>				
Cultural Affairs Capital				
Great Places Grants - RBC	\$ 0	\$ 2,000,000	\$ 2,000,000	\$ 0
Total Cultural Affairs Capital	\$ 0	\$ 2,000,000	\$ 2,000,000	\$ 0
<u>Economic Development, Dept. of</u>				
Economic Development, Dept. of				
Workforce Training and Economic Dev - RIIF	\$ 2,000,000	\$ 2,000,000	\$ 2,000,000	\$ 0
Regional Sports Authorities - RIIF	500,000	500,000	500,000	0
City of Seymour Asbestos Demolition Assist - RIIF	50,000	0	0	0
AAU Jr. Olympics Summer 2009 - RIIF	200,000	0	0	0
Warren Co Econ Dev Bldg - RIIF	100,000	0	0	0
City of Muscatine Fire Station - RIIF	200,000	0	0	0
City of Stratford Community Center - RIIF	10,000	0	0	0
Main Street Iowa Program - RBC	5,550,000	0	0	0
Grow Iowa Values Fund - RIIF	23,000,000	38,000,000	38,000,000	0
6th Avenue Corridor-Main Streets - RIIF	0	100,000	0	-100,000
Port Authority-Economic Dev SE Iowa - RIIF	0	50,000	0	-50,000
World Food Prize Borlaug/Ruan Scholar Prog - RIIF	0	100,000	0	-100,000
Cedar Rapids Small Business Center - RBC2	0	1,200,000	0	-1,200,000
Mason City Small Business Center - RBC2	0	1,500,000	0	-1,500,000
Main Street Projects - RBC2	0	8,450,000	0	-8,450,000
Blank Park Zoo Expansion - RIIF	0	500,000	0	-500,000
Community Attraction and Tourism - RBC2	0	12,000,000	12,000,000	0
River Enhancement CAT - RBC2	0	4,000,000	4,000,000	0
ACE Vertical Infrastructure - RBC2	0	5,500,000	5,500,000	0
Total Economic Development, Dept. of	\$ 31,610,000	\$ 73,900,000	\$ 62,000,000	\$ -11,900,000

Transportation, Infrastructure, and Capitals

Other Fund

	Actual FY 2010 (1)	Estimated FY 2011 (2)	Dept Request FY 2012 (3)	Dept Req vs Est FY 2011 (4)
<u>Economic Development Capitals</u>				
Economic Development Capitals				
Regional Transit Hub Construction - RBC	\$ 0	\$ 4,000,000	\$ 4,000,000	\$ 0
Total Economic Development Capitals	\$ 0	\$ 4,000,000	\$ 4,000,000	\$ 0
<u>Education, Dept. of</u>				
Education, Dept. of				
Statewide Education Data Warehouse	\$ 600,000	\$ 600,000	\$ 1,000,000	\$ 400,000
ICN Part III Leases & Maintenance Network	2,727,000	2,727,000	4,652,800	1,925,800
Enrich Iowa	1,000,000	500,000	500,000	0
Community Colleges Infrastructure - RBC2	0	2,000,000	0	-2,000,000
Total Education, Dept. of	\$ 4,327,000	\$ 5,827,000	\$ 6,152,800	\$ 325,800
Iowa Public Television				
Dubuque Translator Facility	\$ 0	\$ 0	\$ 800,000	\$ 800,000
IPTV Building Purchase	0	0	1,255,550	1,255,550
Total Iowa Public Television	\$ 0	\$ 0	\$ 2,055,550	\$ 2,055,550
Total Education, Dept. of	\$ 4,327,000	\$ 5,827,000	\$ 8,208,350	\$ 2,381,350
<u>Education Capital</u>				
Education Capital				
Community College Infrastructure-RIIF	\$ 0	\$ 0	\$ 2,000,000	\$ 2,000,000
Total Education Capital	\$ 0	\$ 0	\$ 2,000,000	\$ 2,000,000
<u>Ethics and Campaign Disclosure</u>				
Campaign Finance Disclosure				
Electronic Filing-TRF	\$ 15,000	\$ 0	\$ 0	\$ 0
Total Ethics and Campaign Disclosure	\$ 15,000	\$ 0	\$ 0	\$ 0
<u>Human Rights, Dept. of</u>				
Human Rights, Department of				
Integrating Justice Data Systems - TRF	\$ 361,072	\$ 0	\$ 2,389,307	\$ 2,389,307
Total Human Rights, Dept. of	\$ 361,072	\$ 0	\$ 2,389,307	\$ 2,389,307

Transportation, Infrastructure, and Capitals

Other Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Human Services, Dept. of</u>				
Assistance				
Nursing Facility Renovation and Constr.-RIIF	\$ -600,000	\$ 0	\$ 0	\$ 0
Child Dev Homes Health Ins Access Study-RIIF	-50,000	0	0	0
Total Human Services, Dept. of	\$ -650,000	\$ 0	\$ 0	\$ 0
<u>Human Services Capital</u>				
Human Services - Capital				
Independence MH Sys Comm Dev Bldg-RIIF	\$ 200,000	\$ 0	\$ 0	\$ 0
Health/Safety/Loss-RIIF	0	0	3,018,060	3,018,060
Maintenance-RIIF	0	0	2,050,000	2,050,000
Major Projects-RIIF	0	0	2,912,080	2,912,080
Nursing Facility Financial Assist.-RIIF	-800,000	0	0	0
Total Human Services Capital	\$ -600,000	\$ 0	\$ 7,980,140	\$ 7,980,140
<u>Iowa Tele. & Tech. Commission</u>				
Iowa Communications Network				
ICN Equipment Replacement - TRF	\$ 2,211,863	\$ 2,244,956	\$ 2,248,653	\$ 3,697
Generator Replacement - TRF	2,755,246	0	0	0
ICN Fiber Redundancy - TRF	2,320,000	0	0	0
Total Iowa Tele. & Tech. Commission	\$ 7,287,109	\$ 2,244,956	\$ 2,248,653	\$ 3,697

Transportation, Infrastructure, and Capitals

Other Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Iowa Finance Authority</u>				
Iowa Finance Authority				
State Housing Trust Fund-RIIF	\$ 3,000,000	\$ 1,000,000	\$ 3,000,000	\$ 2,000,000
I-JOBS Administration-RIIF	200,000	200,000	200,000	0
Public Shelter Grant Fund-RBC	10,000,000	0	0	0
Disaster Housing Assist Grant Fund - RBC	5,000,000	0	0	0
Affordable Housing Assist Grant Fund-RBC	20,000,000	0	0	0
Sewer Infrastructure-RBC	55,000,000	0	0	0
Housing Trust Fund-RBC	0	2,000,000	0	-2,000,000
Facilities Multiple-Handicapped-Polk Co-RIIF	0	250,000	0	-250,000
Disaster Prevention Local Infra Grant Prog-RBC2	0	30,000,000	0	-30,000,000
Floodwall Cedar Rapids Former Fed. Courthouse-RBC2	0	2,000,000	0	-2,000,000
Linn County Administrative Office Building-RBC2	0	4,400,000	0	-4,400,000
Cedar Rapids City Hall-RBC2	0	4,400,000	0	-4,400,000
DSM Fire Dept Training and Logistics Facility-RBC2	0	3,000,000	0	-3,000,000
Des Moines Riverpoint Service Area-RBC2	0	1,250,000	0	-1,250,000
Des Moines Court Ave Sewer-RBC2	0	3,050,000	0	-3,050,000
DSM Flood Control-Tonawanda Ravine-RBC2	0	700,000	0	-700,000
DSM Wastewater Reclamation Basins-RBC2	0	500,000	0	-500,000
Des Moines-Broadlawns-RBC2	0	1,000,000	0	-1,000,000
Flood Mit. Davenport-Woodman Pk Flood - RBC2	0	1,050,000	0	-1,050,000
Waterloo Public Works Building - RBC2	0	5,000,000	0	-5,000,000
Iowa City Wastewater Treat Plant - RBC2	0	2,000,000	0	-2,000,000
West Union Green Pilot Project - RBC2	0	1,175,000	0	-1,175,000
Jessup City Hall - RBC2	0	475,000	0	-475,000
Belmond Storm Sewer Flood Protection - RBC2	0	600,000	0	-600,000
Norwalk Orchard Ridge Drainage Projects - RBC2	0	300,000	0	-300,000
Cedar Rapids Flood Mitigation	0	2,100,000	0	-2,100,000
Linn County Public Service Center - CRF	0	4,500,000	0	-4,500,000
Total Iowa Finance Authority	\$ 93,200,000	\$ 70,950,000	\$ 3,200,000	\$ -67,750,000
<u>Law Enforcement Academy</u>				
Law Enforcement Academy				
ILEA Technology Projects - TRF - 0943	\$ 185,000	\$ 0	\$ 0	\$ 0
Total Law Enforcement Academy	\$ 185,000	\$ 0	\$ 0	\$ 0

Transportation, Infrastructure, and Capitals

Other Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Natural Resources, Dept. of</u>				
Natural Resources				
Plasma Arc Technology	\$ -15,000	\$ 0	\$ 0	\$ 0
Floodplain Management & Dam Safety - RIIF	2,000,000	2,000,000	2,000,000	0
Lake Restoration and Dredging	2,800,000	0	0	0
Water Trails/ Low Head Dam Prog - RIIF	800,000	0	0	0
Hungry Canyons Alliance - RIIF	100,000	0	0	0
Honey Creek Asset Manager - RIIF	0	100,000	100,000	0
Watershed Rebuilding-Water Quality - RBC	13,500,000	0	0	0
Total Natural Resources, Dept. of	\$ 19,185,000	\$ 2,100,000	\$ 2,100,000	\$ 0
<u>Natural Resources Capital</u>				
Natural Resources Capital				
State Park Infrastructure-RIIF	\$ 0	\$ 0	\$ 5,000,000	\$ 5,000,000
Lakes Restoration & Water Quality-RIIF	0	0	8,600,000	8,600,000
Lake Restoration & Dredging-RBC	0	7,000,000	0	-7,000,000
Lake Restoration & Dredging-RBC2	0	3,000,000	0	-3,000,000
Rock Creek Permanent Shelter-RIIF	0	40,000	0	-40,000
State Parks Infrastructure-RBC2	0	5,000,000	0	-5,000,000
Total Natural Resources Capital	\$ 0	\$ 15,040,000	\$ 13,600,000	\$ -1,440,000
<u>Public Defense, Dept. of</u>				
Emergency Management Division				
2-1-1 Call System	\$ 250,000	\$ 0	\$ 0	\$ 0
Total Public Defense, Dept. of	\$ 250,000	\$ 0	\$ 0	\$ 0

Transportation, Infrastructure, and Capitals

Other Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Public Defense Capital</u>				
Public Defense Capital				
Facility/Armory Maintenance-RIIF	\$ 1,500,000	\$ 1,500,000	\$ 2,000,000	\$ 500,000
Gold Star Museum-RIIF	1,000,000	0	0	0
Mount Pleasant Readiness Center-RIIF	1,000,000	0	0	0
Muscatine Readiness Center-RIIF	0	0	100,000	100,000
Statewide Modernization Readiness Ctrs-RIIF	1,800,000	1,800,000	1,800,000	0
Davenport Readiness Center-RIIF	2,000,000	0	0	0
Camp Dodge Infrastructure Upgrades-RIIF	0	0	1,000,000	1,000,000
Middletown AF Readiness Center-RIIF	0	100,000	0	-100,000
Iowa Falls Readiness Center-RIIF	0	500,000	0	-500,000
Cedar Rapids Armed Forces Readiness Center-RIIF	0	200,000	0	-200,000
Joint Forces Headquarters Renovation-RIIF	0	0	1,000,000	1,000,000
Storm Shelter-Camp Dodge-RIIF	0	0	1,500,000	1,500,000
Total Public Defense Capital	\$ 7,300,000	\$ 4,100,000	\$ 7,400,000	\$ 3,300,000
<u>Public Health, Dept. of</u>				
Public Health, Dept. of				
Community MH Center-TRF	\$ 0	\$ 250,000	\$ 0	\$ -250,000
Vision Screening-RIIF	130,000	100,000	0	-100,000
Total Public Health, Dept. of	\$ 130,000	\$ 350,000	\$ 0	\$ -350,000
<u>Public Safety Capital</u>				
Public Safety Capital				
DPS-ISP Post 9 & 10 Consolidation-RIIF	\$ 0	\$ 0	\$ 9,000,000	\$ 9,000,000
DPS Radio Conversion - RIIF	0	0	8,000,000	8,000,000
AFIS Lease Purchase-TRF	350,000	0	0	0
DPS Technology Projects-TRF	0	0	1,300,000	1,300,000
Total Public Safety Capital	\$ 350,000	\$ 0	\$ 18,300,000	\$ 18,300,000

Transportation, Infrastructure, and Capitals

Other Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Regents, Board of</u>				
Regents, Board of				
SUI - Iowa Flood Center	\$ 1,300,000	\$ 1,300,000	\$ 0	\$ -1,300,000
Iowa Energy Center - RBC2	0	5,000,000	5,000,000	0
Regents Tuition Replacement-RIIF	24,305,412	24,305,412	24,305,412	0
ISU - Iowa Energy Center - RBC	5,000,000	0	0	0
Total Regents, Board of	\$ 30,605,412	\$ 30,605,412	\$ 29,305,412	\$ -1,300,000
<u>Regents Capital</u>				
Regents Capital				
ISU - Agricultural and Biosystems Engineering-RIIF	\$ 0	\$ 0	\$ 40,000,000	\$ 40,000,000
UNI - Bartlett Hall Renov/Baker Hall Demolition-RIIF	0	0	21,000,000	21,000,000
SUI - Seashore Hall Area-RIIF	0	0	12,000,000	12,000,000
SUI - Dental Science Building Renovation-RIIF	0	0	29,000,000	29,000,000
ISU - Elect. & Computer Eng. Bldg-RIIF	0	0	500,000	500,000
ISU - Renewable Fuels Building-RIIF	11,597,000	0	0	0
SUI - Pharmacy Building Renovation-RIIF	0	0	1,000,000	1,000,000
ISU - Veterinary Facility Phase II-RBC	0	13,000,000	0	-13,000,000
ISU - Vet Equip-Modernize Blank Park Zoo-RIIF	0	400,000	0	-400,000
ISU - Biorenewables Building-RBC2	0	10,000,000	0	-10,000,000
Fire Safety and Deferred Maint All Institut - RIIF	0	0	35,000,000	35,000,000
Total Regents Capital	\$ 11,597,000	\$ 23,400,000	\$ 138,500,000	\$ 115,100,000
<u>Revenue, Dept. of</u>				
Revenue, Dept. of				
SAVE Appropriation	\$ 10,000,000	\$ 0	\$ 10,000,000	\$ 10,000,000
Total Revenue, Dept. of	\$ 10,000,000	\$ 0	\$ 10,000,000	\$ 10,000,000
<u>State Fair Authority Capital</u>				
State Fair Authority Capital				
Agri. Exhibition Center-RIIF	\$ 5,500,000	\$ 0	\$ 0	\$ 0
Agricultural Exhibition Center-RBC	0	2,500,000	2,500,000	0
Total State Fair Authority Capital	\$ 5,500,000	\$ 2,500,000	\$ 2,500,000	\$ 0

Transportation, Infrastructure, and Capitals

Other Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Transportation, Dept. of</u>				
Transportation, Dept. of				
Public Transit Infrastructure-RIIF	\$ 1,250,000	\$ 0	\$ 2,000,000	\$ 2,000,000
PRF-Garage Fuel & Waste Mgmt.	800,000	800,000	800,000	0
Commercial Air Service-RIIF	0	0	1,500,000	1,500,000
General Aviation Grants-RIIF	750,000	750,000	750,000	0
Recreational Trails-RIIF	3,500,000	0	2,000,000	2,000,000
Rail Revolving Loan & Grant Fund-RIIF	1,500,000	2,000,000	2,000,000	0
PRF-Field Facility Deferred Maint.	1,000,000	1,000,000	1,000,000	0
PRF-Transportation Maps	242,000	242,000	242,000	0
PRF-Operations	40,876,274	40,951,274	40,356,529	-594,745
PRF-Planning & Programming	9,610,960	9,610,960	8,697,095	-913,865
PRF-Highway	236,262,726	237,565,726	230,913,992	-6,651,734
PRF-Motor Vehicle	1,555,005	1,555,005	1,413,540	-141,465
PRF-DOT Unemployment	138,000	138,000	138,000	0
PRF-DOT Workers' Compensation	3,406,000	3,278,000	2,846,000	-432,000
PRF-Indirect Cost Recoveries	572,000	572,000	572,000	0
PRF-Inventory & Equip.	2,250,000	2,250,000	5,366,000	3,116,000
PRF-DAS	1,382,000	1,382,000	1,388,000	6,000
PRF-Auditor Reimbursement	415,181	415,181	415,181	0
Passenger Rail-RIIF	3,000,000	0	6,500,000	6,500,000
RUTF-Operations	6,654,962	6,654,962	6,570,000	-84,962
RUTF-Planning & Programming	506,127	506,127	458,000	-48,127
RUTF-Motor Vehicle	36,752,012	35,604,012	33,921,000	-1,683,012
RUTF-Unemployment Compensation	7,000	7,000	7,000	0
RUTF-Workers' Compensation	142,000	137,000	119,000	-18,000
RUTF-Drivers' Licenses	3,714,000	3,876,000	3,876,000	0
RUTF-Mississippi River Park. Comm.	40,000	40,000	40,000	0
RUTF-Indirect Cost Recoveries	78,000	78,000	78,000	0
RUTF-Auditor Reimbursement	67,319	67,319	67,319	0
RUTF-County Treasurers Support	1,394,000	1,406,000	1,406,000	0
RUTF-DAS	225,000	225,000	225,000	0
RUTF-N. America Super Corridor Coalition	50,000	50,000	50,000	0
RUTF-Road/Weather Conditions Info	100,000	100,000	100,000	0
RUTF-Muscataine Reimbursement	1,072	0	0	0
RUTF-Cedar Falls Assessment	317,906	0	0	0
Local Roads 50/50 Split-RIIF	14,750,000	24,700,000	0	-24,700,000
Bridge Safety Fund-RBC	40,000,000	0	0	0
Counties/Cities- FRRF	5,550,000	0	0	0
Commercial Aviation Infrastructure-RBC2	0	1,500,000	0	-1,500,000
Public Transit Grants-RBC2	0	2,000,000	0	-2,000,000
Passenger Rail Service - UST	0	2,000,000	0	-2,000,000
Bridge Safety Program-RBC2	0	10,000,000	0	-10,000,000
Rail Ports Improvement Program-RBC2	0	7,500,000	0	-7,500,000
Total Transportation, Dept. of	\$ 418,859,544	\$ 398,961,566	\$ 355,815,656	\$ -43,145,910

Transportation, Infrastructure, and Capitals

Other Fund

	Actual FY 2010 (1)	Estimated FY 2011 (2)	Dept Request FY 2012 (3)	Dept Req vs Est FY 2011 (4)
<u>Transportation Capitals</u>				
Transportation Capital				
PRF-Garage Roofing Projects	\$ 200,000	\$ 200,000	\$ 200,000	\$ 0
RUTF-Scale/MVD Facilities Maint.	200,000	200,000	200,000	0
PRF-Rockwell City Garage	3,000,000	0	0	0
PRF-Swea City Garage	0	0	2,100,000	2,100,000
PRF-Waste Water Treatment	0	1,000,000	1,000,000	0
PRF-Utility Improvements	400,000	400,000	400,000	0
PRF-HVAC Improvements	100,000	200,000	400,000	200,000
PRF-ADA Improvements	120,000	120,000	0	-120,000
PRF-Ames Elevator Upgrade	100,000	100,000	100,000	0
RUTF-Scale Replacement	0	0	550,000	550,000
Total Transportation Capitals	\$ 4,120,000	\$ 2,220,000	\$ 4,950,000	\$ 2,730,000
<u>Treasurer of State</u>				
Treasurer of State				
Watershed Improvement Fund-RIIF	\$ 5,000,000	\$ 0	\$ 0	\$ 0
County Fair Improvements-RIIF	1,590,000	1,060,000	1,060,000	0
Revenue Bonds Capitals Appropriation-RBC	165,000,000	0	50,000,000	50,000,000
Watershed Improvement Fund - RBC2	0	2,000,000	0	-2,000,000
Total Treasurer of State	\$ 171,590,000	\$ 3,060,000	\$ 51,060,000	\$ 48,000,000
<u>Veterans Affairs, Dept. of</u>				
Veterans Affairs, Department of				
Veterans Home Ownership Assistance - RIIF	\$ 1,600,000	\$ 1,000,000	\$ 1,000,000	\$ 0
Total Veterans Affairs, Dept. of	\$ 1,600,000	\$ 1,000,000	\$ 1,000,000	\$ 0
<u>Veterans Affairs Capitals</u>				
Veterans Affairs Capital				
IVH Capitals Request - RIIF	\$ 0	\$ 0	\$ 750,000	\$ 750,000
Total Veterans Affairs Capitals	\$ 0	\$ 0	\$ 750,000	\$ 750,000
Total Transportation, Infrastructure, and Capitals	\$ 840,927,488	\$ 669,197,311	\$ 943,152,137	\$ 273,954,826

Unassigned Standings

Other Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Education, Dept. of</u>				
Education, Dept. of				
State Foundation Aid - FRRF	\$ 202,546,705	\$ 47,947,887	\$ 0	\$ -47,947,887
Teacher Professional Development - FRRF	2,000,000	0	0	0
Instructional Support - FRRF	13,103,950	0	0	0
Instructional Support - SIF	0	7,500,000	7,500,000	0
School Foundation Aid - UST	0	5,100,000	5,100,000	0
Total Education, Dept. of	\$ 217,650,655	\$ 60,547,887	\$ 12,600,000	\$ -47,947,887
<u>Executive Council</u>				
Executive Council				
Performance of Duty - CRF	\$ 25,600,000	\$ 10,583,628	\$ 10,583,628	\$ 0
Total Executive Council	\$ 25,600,000	\$ 10,583,628	\$ 10,583,628	\$ 0
<u>Legislative Branch</u>				
Legislative Services Agency				
Health Care Coverage Comm - DHSRF	\$ 315,000	\$ 0	\$ 0	\$ 0
LSA - Operations - FRRF	100,000	0	0	0
Total Legislative Branch	\$ 415,000	\$ 0	\$ 0	\$ 0
<u>Human Services, Dept. of</u>				
Assistance				
MH Costs for Children-PTRF	\$ 3,271,911	\$ 0	\$ 0	\$ 0
Total Human Services, Dept. of	\$ 3,271,911	\$ 0	\$ 0	\$ 0
<u>Management, Dept. of</u>				
Management, Dept. of				
Technology Reinvestment Fund - RIIF	\$ 14,525,000	\$ 10,000,000	\$ 17,500,000	\$ 7,500,000
Environment First Fund - RIIF	42,000,000	33,000,000	42,000,000	9,000,000
Property Tax Credit Fund - CRF	54,684,481	54,684,481	54,684,481	0
Appropriation Contingencies - CRF	0	5,000,000	0	-5,000,000
Total Management, Dept. of	\$ 111,209,481	\$ 102,684,481	\$ 114,184,481	\$ 11,500,000

Unassigned Standings

Other Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Dept Request FY 2012 <u>(3)</u>	Dept Req vs Est FY 2011 <u>(4)</u>
<u>Revenue, Dept. of</u>				
Revenue, Dept. of				
Homestead Property Tax Credit - PTCF	\$ 94,236,619	\$ 87,757,913	\$ 87,757,913	\$ 0
Ag Land & Family Farm Tax Credits - PTCF	32,395,131	32,395,131	32,395,131	0
Military Service Tax Credit - PTCF	2,370,995	2,400,000	2,400,000	0
Elderly and Disabled Tax Credit - PTCF	20,779,200	23,400,000	23,400,000	0
Total Revenue, Dept. of	\$ 149,781,945	\$ 145,953,044	\$ 145,953,044	\$ 0
<u>Transportation, Dept. of</u>				
Transportation, Dept. of				
RUTF-Personal Delivery of Services	\$ 225,000	\$ 225,000	\$ 225,000	\$ 0
RUTF-County Treasurer Equipment	650,000	650,000	650,000	0
Total Transportation, Dept. of	\$ 875,000	\$ 875,000	\$ 875,000	\$ 0
Total Unassigned Standings	\$ 508,803,992	\$ 320,644,040	\$ 284,196,153	\$ -36,447,887

PROJECTED FY 2012 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 budget projection is intended provide a starting point for the General Assembly to begin 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 expenditures.

Built-in Expenditures

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 set by statute. Legislative action is required to change or notwithstanding the standing appropriation provisions of the Iowa Code. For example, Iowa Code Section 15G.110 appropriates \$50.0 million annually from the General Fund to the Grow Iowa Values Fund (GIVF). For FY 2011, the General Assembly notwithstanding the statute for one year and appropriated \$38.0 million from the Rebuild Iowa Infrastructure Fund in lieu of the \$50.0 million General Fund appropriation. Unless legislative action is taken during the 2011 Legislative Session to limit the appropriation in FY 2012, Iowa Code Section 15G.110 will automatically appropriate \$50.0 million to the Grow Iowa Values Fund for FY 2012. The built-in expenditure increase becomes the \$50.0 million needed to restore the appropriation to the current law.

Anticipated Expenditures

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 received appropriated funds to cover the increased cost. An anticipated expenditure can also include funds that are needed to replace one-time or time-limited appropriations used in the prior fiscal year to fund a recurring program cost to maintain funding at the prior year level. The federal stimulus funds received during FY 2011 are considered time-limited funds and will have a sizable impact on the anticipated expenditure estimates.

Legislative action is required 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. For example, under the State's collective bargaining agreement, agencies are contractually obligated to fund the pay increases in accordance with the agreement. However, the General Assembly is not obligated to appropriate the additional funds to cover the costs of the contract. If funds are not appropriated for the agreement, agencies will be required to fund the increased costs with existing resources, likely resulting in budget reductions for programs and services.

FY 2012 Built-in and Anticipated Expenditure Estimates

For FY 2012, the Legislative Services Agency (LSA) is projecting \$1.282 billion in total built-in and anticipated expenditure increases. The FY 2012 projection includes: \$1.041 million in General Fund built-in increases and \$241.1 million in anticipated expenditure increases. The following tables provide an itemized list of the FY 2012 estimates. Additional detail for each of the estimates is also provided.

FY 2012 Built-in and Anticipated Expenditure Estimates

(Dollars in Millions)

<u>Built-in Expenditures</u>	<u>LSA Estimate</u>	<u>Percent of Total</u>
1. Human Services - Medical Assistance	\$ 581.0	45.3%
2. Education - K-12 School Foundation Aid	231.1	18.0%
3. Revenue - Homestead Tax Credit	81.6	6.4%
4. Economic Development - Grow Iowa Values Fund	50.0	3.9%
5. Executive Council - Performance of Duty	36.4	2.8%
6. Revenue - Agricultural Land Tax Credit	18.8	1.5%
7. Management - Technology Reinvestment Fund	17.5	1.4%
8. Education - Instructional Support	14.8	1.2%
9. Revenue - Elderly and Disabled Credit	8.8	0.7%
10. Human Services - Mental Health Property Tax Replacement	7.2	0.6%
11. Economic Development - Community Attraction and Tourism	7.0	0.5%
12. Human Services - Dental Home	5.5	0.4%
13. Management - State Appeal Board Claims	5.1	0.4%
14. College Aid - Work Study Program	2.8	0.2%
15. Education - Non-Public School Transportation	2.6	0.2%
16. Education - Child Development (At-Risk)	1.1	0.1%
17. Revenue - Military Service Tax Credit	0.9	0.1%
18. Economic Development - World Food Prize	0.4	0.0%
19. Economic Development - Tourism and Marketing	0.2	0.0%
20. Cultural Affairs - Community Cultural Grants	0.1	0.0%
21. Education - Voluntary Preschool	-12.2	-1.0%
22. Office of Energy Independence - Iowa Power Fund	-19.6	-1.5%
Subtotal	<u>\$1,041.1</u>	<u>81.2%</u>

FY 2012 Built-in and Anticipated Expenditure Estimates - continued

(Dollars in Millions)

<u>Anticipated Expenditure</u>	<u>LSA Estimate</u>	<u>Percent of Total</u>
23. Collective Bargaining Salary Costs	\$ 103.5	8.1%
24. Human Services - Child Care Assistance	27.0	2.1%
25. State Public Defender/Indigent Defense	19.2	1.5%
26. Human Services - Family Investment Program - TANF Expiration	18.2	1.4%
27. Regents Institutional Operations - Replace UST Funds	9.4	0.7%
28. Public Safety Enforcement Fund	9.3	0.7%
29. Human Services - State Resource Center - Replace ARRA Funds	8.6	0.7%
30. Department on Aging - Replace SLTF	8.5	0.7%
31. Public Safety and Corrections Radio Requirements	7.4	0.6%
32. Health and Human Services Programs - Replace UST Funds	7.0	0.5%
33. Corrections - Opening New CBC Beds	6.3	0.5%
34. Human Services - Adoption Subsidy - USDA Maintenance Rate	3.3	0.3%
35. Human Services - Adoption Subsidy - Replace ARRA Funds	3.2	0.2%
36. Human Services - IowaCare - Replace ARRA Funds	2.0	0.2%
37. Human Services - Pharmaceutical Settlement Account	1.8	0.1%
38. Human Services - Foster Care Replace ARRA Funds	1.2	0.1%
39. Judicial Branch - Jury Witness Fee Revolving Fund	1.2	0.1%
40. Human Services - Foster Care - USDA Maintenance Rate	1.0	0.1%
41. Human Services - Field Operations - Vets Home Transfer	1.0	0.1%
42. Finance Authority - Rent Subsidy - Replace SLTF	0.7	0.1%
43. Education - Jobs for American Grads - Replace Cash Reserve Fund	0.5	0.0%
44. Human Services - SAMSHA Match - Replace ARRA Funds	0.3	0.0%
45. Natural Resources - Office Lease - Replace Cash Reserve Fund	0.3	0.0%
46. Management Operations - Replace Cash Reserve Fund	0.3	0.0%
47. Workforce Development - Field Offices - Replace P & I Funds	0.3	0.0%
48. Administrative Services - Terrace Hill - Replace Cash Reserve Fund	0.2	0.0%
49. Economic Development - Site Development	0.2	0.0%
50. Public Safety Advisory Board - CJJPD/DHR	0.1	0.0%
51. Veterans Affairs - County Grant Program	0.1	0.0%
52. Education - Teacher Quality National Board Certification	-0.2	0.0%
53. Municipal Police & Fire Retirement Subsidy	-0.8	-0.1%
Subtotal	<u>\$ 241.1</u>	<u>18.8%</u>
TOTAL PROJECTED EXPENDITURE CHANGES	<u><u>\$1,282.2</u></u>	<u><u>100.0%</u></u>

FY 2012 ESTIMATED GENERAL FUND EXPENDITURES

Built-in Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 12 vs. FY 11 (4)	Options for Reductions (5)	Savings (6)
1. Human Services – Medical Assistance <i>Appropriation</i>	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.	The increase includes the following: <ul style="list-style-type: none"> • \$190.7 million to replace ARRA funding. • \$172.8 million to replace Cash Reserve funding. • \$55.3 million for various increases including general enrollment and utilization. • \$57.5 million carryforward from FY 2010 to FY 2011. • \$39.1 million to replace funding from the Senior Living Trust Fund. • \$26.2 million due to a decline in the FMAP rate. • \$14.1 million due to increased payments to Medicare. • \$13.7 million for the statutory requirement to rebase nursing facilities. • \$6.1 million due to increased HCBS waiver expenditures. • \$5.5 million to replace various one-time funds. 	\$581.0	<ul style="list-style-type: none"> • Eliminate various optional services. The cost savings will vary depending on the optional services that are eliminated. • Reduce provider rates. An estimated \$6.0 million would be saved for every 1.0% reduction in the provider rates. • Use methodology that is cost neutral to rebase nursing facilities. • Due to federal requirements no changes can be enacted that would restrict Medicaid enrollment. By doing so the State would forfeit the federal funding for the Program of approximately \$2.4 billion. 	\$13.7

Built-in Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 12 vs. FY 11 (4)	Options for Reductions (5)	Savings (6)
2. Education – K-12 School Foundation Aid <i>Standing Unlimited Appropriation</i>	<p>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.</p> <p>Funding school aid includes the following:</p> <ul style="list-style-type: none"> • Regular school aid is estimated to total \$2,282.5 million in FY 2012. • State categorical supplements are estimated to total \$315.5 million in FY 2012. These include the teacher salary supplement, professional development supplement, and the early intervention supplement. • Preschool formula funding is estimated at \$79.1 million in FY 2012. <p>NOTE: Enrollment data for FY 2012 is not currently available. The State aid estimate will be revised as updated information is received.</p>	<p>Assumes the following:</p> <ul style="list-style-type: none"> • 0.0% allowable growth rate for regular school aid and the State categorical supplements. • Restoration of the statutory reduction of \$7.5 million to the Area Education Agencies. • An additional Preschool Program weighting for new programs totaling \$30.9 million in FY 2012. This Program is funded entirely through State aid. • Statewide taxable valuation growth of 3.7% in FY 2012. • Department of Education enrollment projections for FY 2012. • Replace the following school aid adjustments made in FY 2011: <ul style="list-style-type: none"> • \$47.9 million of ARRA Education Stabilization and State Government Stabilization funds. • \$5.1 million of Under Storage Tank (UST) funds used in place of State General Fund dollars. • \$156.1 million for the FY 2010 State aid appropriation cap. 	\$231.1	<ul style="list-style-type: none"> • Cap State school aid appropriation at \$2,446.1 million. Capping State school aid will not reduce school district spending authority. • Establish the FY 2012 allowable growth rate for regular school aid at negative 4.0%. This would also result in an increase in the budget guarantee estimate of \$100.6 million. • Reduce the preschool formula weighting from 0.6 to 0.3. 	<p>\$231.1</p> <p>\$121.4</p> <p>\$39.6</p>

Built-in Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 12 vs. FY 11 (4)	Options for Reductions (5)	Savings (6)
<p>3. Revenue – Homestead Tax Credit <i>Standing Unlimited Appropriation</i></p>	<p>Provides a property tax credit for residential homeowners.</p> <p>NOTE: The Property Tax Credit Fund (PTCF) received appropriations totaling \$146.0 million in FY 2011. This includes \$91.3 million from the General Fund and \$54.7 million from the Cash Reserve Fund.</p> <p>The funds in the PTCF were appropriated for the following tax credits:</p> <ul style="list-style-type: none"> • Homestead Property Tax Credit • Agricultural and Family Farm Tax Credit • Elderly and Disabled Tax Credit • Military Service Tax Credit 	<ul style="list-style-type: none"> • The Homestead Tax Credit was funded from the PTCF at \$87.8 million in FY 2011. Of this, \$54.9 million was associated with the General Fund. • The estimated cost to fully fund the Homestead Tax Credit in FY 2012 is \$136.5 million. This will require an increase of \$81.6 million in the General Fund appropriation. • Assumes the PTCF will be funded entirely from the General Fund in FY 2012. 	<p>\$81.6</p>	<ul style="list-style-type: none"> • Reduce or eliminate the appropriation. • Fund the Homestead Tax Credit at the same level as FY 2011 (\$87.8 million). 	<p>Up to \$136.5</p> <p>\$48.7</p>
<p>4. Economic Development – Grow Iowa Values Fund <i>Standing Limited Appropriation</i></p>	<p>Iowa Code Section 15G.110 provides an annual appropriation of \$50.0 million to the Grow Iowa Values Fund. This Section allocates the funding and establishes the purpose of the funding. The appropriation sunsets at the end of FY 2015.</p>	<ul style="list-style-type: none"> • For FY 2011, the General Fund appropriation to the Grow Iowa Values Fund was notwithstanding and the Fund received an appropriation of \$38.0 million from the Rebuild Iowa Infrastructure Fund (RIIF). • Under current law, a General Fund appropriation of \$50.0 million is provided for FY 2012. 	<p>\$50.0</p>	<ul style="list-style-type: none"> • Eliminate the appropriation or fund at a lower amount. 	<p>Up to \$50.0</p>

Built-in Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 12 vs. FY 11 (4)	Options for Reductions (5)	Savings (6)
<p>5. Executive Council – Performance of Duty <i>Standing Unlimited Appropriation</i></p>	<p>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 Federal Emergency Management Administration (FEMA) grants.</p>	<ul style="list-style-type: none"> • There is currently \$1.8 million included in the FY 2011 General Fund budget to cover nondisaster expenses through the Performance of Duty appropriation. • The Homeland Security and Emergency Management Division estimates approximately \$36.4 million in expenditures will be incurred for disaster-related expenses in FY 2012. 	<p>\$36.4</p>	<ul style="list-style-type: none"> • No options identified. 	
<p>6. Revenue – Agricultural Land Tax Credit <i>Standing Limited Appropriation</i></p>	<p>Provides a property tax credit to individuals for qualified lands used for agricultural purposes. Includes the Family Farm Tax Credit.</p> <p>NOTE: The Property Tax Credit Fund (PTCF) received appropriations totaling \$146.0 million in FY 2011. This includes \$91.3 million from the General Fund and \$54.7 million from the Cash Reserve Fund.</p> <p>The funds in the PTCF were appropriated for the following tax credits:</p> <ul style="list-style-type: none"> • Homestead Property Tax Credit • Agricultural and Family Farm Tax Credit • Elderly and Disabled Tax Credit • Military Service Tax Credit 	<ul style="list-style-type: none"> • The standing limited appropriation for the Agricultural Land Tax Credit is \$39.1 million. This tax credit was funded from the PTCF at \$32.4 million in FY 2011. Of this, \$20.3 million was associated with the General Fund appropriation. • To fully fund the Agricultural Land Tax Credit in FY 2012 will require an increase of \$18.8 million in the General Fund appropriation. • Assumes the PTCF will be funded entirely from the General Fund in FY 2012. 	<p>\$18.8</p>	<ul style="list-style-type: none"> • Reduce or eliminate the appropriation. • Fund the Agricultural Land Tax Credit at the same as FY 2011 (\$32.4 million). 	<p>Up to \$39.1</p> <p>\$6.7</p>

Built-in Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 12 vs. FY 11 (4)	Options for Reductions (5)	Savings (6)
7. Management – Technology Reinvestment Fund <i>Standing Limited Appropriation</i>	Iowa Code Section 8.57C annually appropriates \$17.5 million from the General Fund to the Technology Reinvestment Fund. The Fund is used to provide funding to State agencies for computers, software, and other technology and equipment.	<ul style="list-style-type: none"> For FY 2011, the Technology Reinvestment Fund received an appropriation of \$10.0 million from the RIIF. Under current law, a General Fund appropriation of \$17.5 million is provided for FY 2012. 	\$17.5	<ul style="list-style-type: none"> Reduce the appropriation to \$10.0 million, the same amount provided in FY 2011 from the RIIF. 	\$7.5
8. Education – 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. No General Fund dollars were appropriated for the Program in FY 2011. However, \$7.5 million of School Infrastructure Funds were used in lieu of State aid. 	\$14.8	<ul style="list-style-type: none"> Fund the Program at the net FY 2011 level. Eliminate the standing appropriation. 	\$7.5 \$14.8
9. 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 \$146.0 million in FY 2011. This includes \$91.3 million from the General Fund and \$54.7 million from the Cash Reserve Fund. The funds in the PTCF were appropriated for the following tax credits: <ul style="list-style-type: none"> Homestead Property Tax Credit Agricultural and Family Farm Tax Credit Elderly and Disabled Tax Credit Military Service Tax Credit 	<ul style="list-style-type: none"> The Elderly and Disabled Tax Credit was funded from the PTCF at \$23.4 million in FY 2011. Of this, \$14.6 million was associated with the General Fund appropriation. The estimated cost to fully fund the Elderly and Disabled Tax Credit in FY 2012 is \$23.4 million. This will require an increase of \$8.8 million in the General Fund appropriation. Assumes the PTCF will be funded entirely from the General Fund in FY 2012. 	\$8.8	<ul style="list-style-type: none"> Reduce or eliminate the appropriation. 	Up to \$23.4

Built-in Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 12 vs. FY 11 (4)	Options for Reductions (5)	Savings (6)
10. Human Services – Mental Health Property Tax Replacement <i>Standing Limited Appropriation</i>	Iowa Code Section 426B.1 provides a standing appropriation of \$88.4 million annually for Mental Health Property Tax Relief.	<ul style="list-style-type: none"> The General Fund appropriation was reduced by \$7.2 million for FY 2011. Under current law the \$7.2 million is restored to the statutory level. 	\$7.2	<ul style="list-style-type: none"> Cap the appropriation at the FY 2011 level of \$81.2 million. The reduction will impact local property taxes. 	\$7.2
11. Economic Development – Community Attraction and Tourism <i>Standing Limited Appropriation</i>	The Community Attraction and Tourism Program is established in Iowa Code Section 15F.202 and appropriates \$7.0 million annually from the General Fund and \$5.0 million from the RIF through FY 2013. The Program is designed to assist communities in the development, creation, and regional marketing of multiple-purpose attraction or tourism facilities.	<ul style="list-style-type: none"> For FY 2011, the Program was entirely funded from the Revenue Bonds Capitals II Fund (RBC2) at \$12.0 million. Under current law, the \$7.0 million will be appropriated from the General Fund in FY 2012. 	\$7.0	<ul style="list-style-type: none"> Eliminate the appropriation or fund at a lower amount. 	Up to \$7.0
12. Human Services – Dental Home <i>Standing Unlimited Appropriation</i>	Iowa Code Section 249J.14(7) implements a Dental Home for Children Program beginning December 31, 2011. The Dental Home Program provides dental screenings, preventive services, diagnostic services, treatment services, and emergency services.	<ul style="list-style-type: none"> It is estimated that \$5.5 million will be needed to fund the Program for the six-month period it will be operational in FY 2012. 	\$5.5	<ul style="list-style-type: none"> Eliminate the Program. 	\$5.5

Built-in Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 12 vs. FY 11 (4)	Options for Reductions (5)	Savings (6)
<p>13. Management – State Appeal Board Claims <i>Standing Unlimited Appropriation</i></p>	<p>The State Appeal Board is comprised of the State Auditor, State Treasurer, and the Director of the Department of Management. (Iowa Code Section 73A.1). The Board authorizes claims under:</p> <ul style="list-style-type: none"> • Iowa Code Chapter 25 for the payment of bills, fees, refunds, and credits. • Iowa Code Chapter 669 for State tort claims. <p>Payments 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 standing appropriation.</p>	<ul style="list-style-type: none"> • Assumes the total need for FY 2012 will be similar to the amount expended in FY 2010 through the Appeal Board appropriation (\$8.7 million). This is \$5.1 million higher than the amount budgeted for FY 2011. 	<p>\$5.1</p>	<ul style="list-style-type: none"> • No options identified. 	
<p>14. College Student Aid – Work Study Program <i>Standing Limited Appropriation</i></p>	<p>Iowa Code Section 261.85 provides a standing appropriation of \$2.8 million for the College Work Study Program. The Program provides funding to colleges and universities to supplement federal work-study funds. The State funding does not serve as a match for the federal funds.</p>	<ul style="list-style-type: none"> • This Program was not funded in FY 2011. • The estimate returns the appropriation to the statutory level of \$2.8 million 	<p>\$2.8</p>	<ul style="list-style-type: none"> • Eliminate the Program or notwithstanding the appropriation for FY 2012. 	<p>\$2.8</p>
<p>15. Education – Nonpublic School Transportation <i>Standing Limited Appropriation</i></p>	<p>Provides for the payment of approved claims of public school districts for transportation services to nonpublic school pupils.</p>	<ul style="list-style-type: none"> • Estimated amount of claims submitted in FY 2012 is \$9.7 million. • The FY 2011 appropriation is capped at \$7.1 million. 	<p>\$2.6</p>	<ul style="list-style-type: none"> • Fund at 50.0% of required level. • Eliminate funding for Program. 	<p>\$4.9 \$9.7</p>

Built-in Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 12 vs. FY 11 (4)	Options for Reductions (5)	Savings (6)
<p>16. Education – Child Development (At-Risk) <i>Standing Limited Appropriation</i></p>	<p>Provides child development services to at-risk three-year-old and four-year-old children. Program specifications are provided in Iowa Code Chapter 256A. The appropriation is provided in Section 279.51.</p>	<ul style="list-style-type: none"> • Standing appropriation for FY 2012 totals \$12.6 million. • The FY 2011 appropriation is capped at \$11.5 million. • The estimated increase of \$1.1 million returns the appropriation to the statutory level. 	<p>\$1.1</p>	<ul style="list-style-type: none"> • Fund FY 2012 at 50.0% of required level. • Eliminate funding for FY 2012. 	<p>\$6.3 \$12.6</p>
<p>17. Revenue – Military Service Tax Credit <i>Standing Unlimited Appropriation</i></p>	<p>Provides a property tax credit to replace all or a portion of the tax on property eligible for a Military Service Tax Exemption. Iowa Code Section 426A.1A appropriates an amount necessary to fund the credits.</p> <p>NOTE: The Property Tax Credit Fund (PTCF) received appropriations totaling \$146.0 million in FY 2011. This includes \$91.3 million from the General Fund and \$54.7 million from the Cash Reserve Fund.</p> <p>The funds in the PTCF were appropriated for the following tax credits:</p> <ul style="list-style-type: none"> • Homestead Property Tax Credit • Agricultural and Family Farm Tax Credit • Elderly and Disabled Tax Credit • Military Service Tax Credit 	<ul style="list-style-type: none"> • The Military Service Tax Credit was funded from the PTCF at \$2.4 million in FY 2011. Of this, \$1.5 million was associated with the General Fund appropriation. • The estimated cost to fully fund the Military Service Tax Credit in FY 2012 is \$2.4 million. This will require an increase of \$0.9 million in the General Fund appropriation. • Assumes the PTCF will be funded entirely from the General Fund in FY 2011. 	<p>\$0.9</p>	<ul style="list-style-type: none"> • Reduce or eliminate the appropriation. 	<p>Up to \$2.4</p>

Built-in Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 12 vs. FY 11 (4)	Options for Reductions (5)	Savings (6)
18. Economic Development – World Food Prize <i>Standing Limited Appropriation</i>	Iowa Code Section 15.368(1) provides a \$1.0 million General Fund standing appropriation to support the World Food Prize.	<ul style="list-style-type: none"> For FY 2011, the Prize received an appropriation of \$0.6 million from the General Fund and \$0.1 million from RIIF. The increase of \$0.4 million restores the appropriation to the statutory level of \$1.0 million for FY 2012. 	\$0.4	<ul style="list-style-type: none"> Maintain funding at the FY 2011 level. 	\$0.4
19. Economic Development – Tourism and Marketing <i>Standing Unlimited Appropriation</i>	Iowa Code Section 99F.11(3)(e) appropriates a portion of the State Wagering Tax receipts that are deposited into the General Fund to the Department of Economic Development for regional tourism marketing.	<ul style="list-style-type: none"> The estimated annual appropriation for regional tourism marketing is \$1.1 million. The FY 2011 appropriation was reduced to \$0.9 million. Under current law, the \$0.2 million will be restored from the General Fund for FY 2012. 	\$0.2	<ul style="list-style-type: none"> Maintain funding at the FY 2011 level. 	\$0.2
20. Cultural Affairs – Community Cultural Grants <i>Standing Limited Appropriation</i>	Iowa Code Section 99F.11(3)(e) appropriates \$0.5 million from a portion of the State Wagering Tax receipts that are deposited into the General Fund. This is a grant program for cities and nonprofit, tax-exempt community organizations for the development of community programs that provide local jobs for Iowa residents and to promote Iowa's historic, ethnic, and cultural heritages.	<ul style="list-style-type: none"> The FY 2011 appropriation of \$0.5 million was reduced to \$0.4 million. Under current law, the \$0.1 million will be restored for FY 2012. 	\$0.1	<ul style="list-style-type: none"> Maintain funding at the FY 2011 level. 	\$0.1

Built-in Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 12 vs. FY 11 (4)	Options for Reductions (5)	Savings (6)
<p>21. Education – Voluntary Preschool <i>Standing Limited Appropriation</i></p>	<p>Appropriation for local school district four-year-old preschool programs approved by the Department of Education (as specified in Iowa Code Chapter 256C). The appropriation is for programs in the initial year. Programs are funded through the preschool formula (included in the State school aid formula) after the initial year.</p>	<ul style="list-style-type: none"> • The standing appropriation for FY 2011 totaled \$16.2 million. Of that amount, \$12.2 million was funded from the General Fund and \$4.0 million was funded from the Cash Reserve Fund. • The appropriation for start-up programs will sunset at the end of FY 2011 and result in a savings to the General Fund of \$12.2 million. 	<p>\$ -12.2</p>	<ul style="list-style-type: none"> • Funding for Voluntary Preschool Program sunsets at the end of FY 2011, resulting in a \$12.2 million savings. 	<p>\$12.2</p>
<p>22. Office of Energy Independence – Iowa Power Fund <i>Standing Limited Appropriation</i></p>	<p>Iowa Code Section 469.10 provides an annual General Fund appropriation of \$25.0 million beginning July 1, 2008, and ending June 30, 2011, to the Iowa Power Fund. The Fund is used to further the goals of increasing the research, development, production, and use of biofuels and other sources of renewable energy, improving energy efficiency, and reducing greenhouse gas emissions.</p>	<ul style="list-style-type: none"> • The FY 2011 standing appropriation was reduced to \$19.6 million. • The sunset of this appropriation will result in a savings of \$25.0 million for FY 2012. 	<p>\$ -19.6</p>	<ul style="list-style-type: none"> • Current law savings due to the sunset of the standing appropriation. 	<p>\$25.0</p>

FY 2012 ESTIMATED GENERAL FUND EXPENDITURES

Anticipated Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 12 vs. FY 11 (4)	Options for Reductions (5)	Savings (6)
<p>23. Collective Bargaining Salary Costs <i>Appropriation</i></p>	<p>Estimated State employee salary increases resulting from negotiated collective bargaining agreements.</p> <p>The State is currently in the process of negotiations with unions representing State employees for salaries and benefits for FY 2012 and FY 2013.</p> <p>The State has an agreement with the AFSCME that includes across-the-board increases of 2.0% on July 1, 2011, and 1.0% on January 1, 2012.</p>	<ul style="list-style-type: none"> • The estimate assumes across-the-board increases of 2.0% on July 1, 2011, and 1.0% on January 1, 2012, for all bargaining units. • The estimate includes \$54.0 million for Regents institutions and \$49.5 million for all other State agencies. 	<p>\$103.5</p>	<ul style="list-style-type: none"> • Do not fully fund the estimated salary adjustment for FY 2012. This will require State agencies to adjust their FY 2012 budgets to fund the salary increases in accordance with the negotiated collective bargaining agreements. 	<p>Up to \$103.5</p>
<p>24. Human Services – Child Care Assistance <i>Appropriation</i></p>	<p>Child Care Assistance (CCA) is an eligibility-based benefit that provides payment to an eligible child care provider selected by the parent. The benefit is provided to low-income families to improve family stability, self-sufficiency, and enable parents to be employed or in school.</p> <p>The CCA is not an entitlement program. Waiting lists and disenrollment of participants are allowable.</p>	<ul style="list-style-type: none"> • An increase of \$1.6 million attributed to various factors including, costs for infant versus toddler-aged children, payment tiers of providers that are selected by parents, and continued enrollment growth. • An increase of \$15.8 million to replace federal stimulus funds (ARRA) received in FY 2011 through the federal Child Care Development Fund Block Grant . • An increase of \$9.6 million to replace one-time carryforward funds from FY 2010 that was used in FY 2011. These funds will not be available in FY 2012. 	<p>\$27.0</p>	<ul style="list-style-type: none"> • Do not fund this increase or partially fund it. 	<p>Up to \$27.0</p>

Anticipated Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 12 vs. FY 11 (4)	Options for Reductions (5)	Savings (6)
25. State Public Defender /Indigent Defense <i>Appropriation</i>	The State Public Defender and Indigent Defense Fund provide legal counsel to indigent adult and juvenile clients to ensure their constitutional right to effective legal counsel.	<ul style="list-style-type: none"> The FY 2012 estimate is based on FY 2010 actual expenditures. Assumes current authorized FTE positions in the State Public Defender's Office will be filled, thereby lowering the overall increase in funding. The estimate includes \$1.2 million for the State Public Defender Office and \$18.0 million for Indigent Defense. 	\$19.2	<ul style="list-style-type: none"> Transfer funds from other State agencies. Lower reimbursement rates to private attorneys. 	Estimates could vary.
26. Human Services – Family Investment Program – TANF Expiration <i>Appropriation</i>	The Family Investment Program (FIP) provides monthly cash payments to low-income lowans based on their income. There is a five-year lifetime limit for receiving FIP benefits, with exceptions in hardship cases. The Program is not an entitlement program. Recipients must show they are working toward self-sufficiency.	<ul style="list-style-type: none"> The FIP Program received \$18.2 million in federal stimulus funds in FY 2011 to offset reductions to the General Fund appropriation. The estimated increase replaces the federal funds for FY 2012 to maintain funding at the FY 2011 level. 	\$18.2	<ul style="list-style-type: none"> Reduce the benefit level for families. The savings would vary depending on the amount the benefits were reduced. 	Estimates could vary.
27. Regents Institutional Operations - Replace UST Funds <i>Appropriation</i>	Funding for the general education operations at the three universities and two special schools from the Underground Storage Tank (UST) Fund was used to offset reductions in General Fund appropriations in FY 2011.	<ul style="list-style-type: none"> Funding from the UST Fund is not expected to be available for FY 2012. This estimate replaces the \$9.4 million received in FY 2011 with General Fund dollars in FY 2012. 	\$9.4	<ul style="list-style-type: none"> Do not replace the UST funds with General Fund appropriations. 	\$9.4

Anticipated Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 12 vs. FY 11 (4)	Options for Reductions (5)	Savings (6)
28. Public Safety Enforcement Fund <i>Appropriation</i>	The Public Safety Enforcement Fund (PSEF) was created in SF 2378 (FY 2011 Justice System Appropriations Act) for the purpose of collecting court receipts for appropriation to various departments for operational purposes. The Fund is repealed at the close of FY 2011. The Act increased traffic fines and is expected to generate an additional \$9.1 million in court receipts, \$1.0 million for local governments, and \$0.4 million for the Crime Victim Compensation Fund.	Appropriations include: <ul style="list-style-type: none"> • Attorney General's Office - \$0.1 million. • Civil Rights Commission - \$0.1 million. • Department of Corrections - \$3.3 million. • Department of Public Safety - \$0.5 million. • Judicial Branch - \$5.3 million. 	\$9.3	• No options identified.	
29. Human Services - State Resource Center - Replace ARRA Funds <i>Appropriation</i>	The State Resource Centers are 24-hour care facilities for individuals with intellectual or other developmental disabilities.	<ul style="list-style-type: none"> • Because the State Resource Centers receive Medicaid their funding increases and decreases with changes in the FMAP rate. The State share increases for FY 2012 with the elimination of federal stimulus funds and the decreased federal FMAP rate. 	\$8.6	• No options identified.	
30. Department on Aging - Replace SLTF <i>Appropriation</i>	The Department on Aging funds the Home and Community-Based Services Programs administered by the Area Agencies on Aging. From FY 2001 to FY 2011, the Department was entirely funded from the Senior Living Trust Fund (SLTF). The SLTF sunsets at the close of FY 2011.	<ul style="list-style-type: none"> • Funding from the SLTF will not be available in FY 2012. • A General Fund appropriation of \$8.5 million will be necessary for FY 2012 to continue the Program at the FY 2011 level. 	\$8.5	• Reduce Home and Community-Based Services for the Elderly.	Estimates could vary.
31. Public Safety and Corrections Radio Requirements <i>Appropriation</i>	The federal government mandated that all nonfederal public safety license holders on frequencies ranging from 150-512 MHz reduce their operating bandwidth from 25 kHz to 12.5 kHz narrowband channels and update their operating licenses by January 1, 2013. Failure to do so will result in the loss of communication capabilities and fines.	<ul style="list-style-type: none"> • Funding will be needed to replace old equipment that cannot be reprogrammed. 	\$7.4	• No options identified.	

Anticipated Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 12 vs. FY 11 (4)	Options for Reductions (5)	Savings (6)
36. Human Services – IowaCare – Replace ARRA Funds <i>Appropriation</i>	IowaCare is a limited health insurance benefit for single adults and childless couples with income below 200.0% of the federal poverty level.	<ul style="list-style-type: none"> • Additional federal stimulus funds were provided in FY 2011 as part of the Federal Medical Assistance Percentage (FMAP) increase. • Funding is not projected to be available in FY 2012 to cover the loss of federal funds. 	\$2.0	<ul style="list-style-type: none"> • No options identified. 	
37. Human Services – Pharmaceutical Settlement Account <i>Appropriation</i>	The Pharmaceutical Settlement Account provides ongoing technology funding for the Iowa Medicaid enterprise through the Medical Contract appropriation.	<ul style="list-style-type: none"> • Additional funds were available in FY 2011 due to increased settlements with drug manufacturers. • An increase of \$1.8 million will be needed in FY 2012 to maintain funding at the FY 2011 level. 	\$1.8	<ul style="list-style-type: none"> • Fund Medical Contracts at a lower level. 	\$1.8
38. Human Services – Foster Care Replace ARRA Funds <i>Appropriation</i>	Foster care includes voluntary or court-ordered placement of a child in family foster care, shelter care, group care, or independent living. It is one strategy for caring for children that have been or at-risk of being abuse or neglected, children that are determined to be a child in need of assistance (CINA), and youth at risk of being or have been adjudicated delinquent.	<ul style="list-style-type: none"> • The federal percentage of assistance was increased by the ARRA. This increased support will not continue after FY 2011. • An increase of \$1.2 million will be needed in FY 2012 to maintain funding at the FY 2011 level. 	\$1.2	<ul style="list-style-type: none"> • Do not fund the increase or partially fund it. 	Up to \$1.2
39. Judicial Branch – Jury Witness Fee Revolving Fund <i>Appropriation</i>	The Fund is used to reimburse jurors and witnesses \$30 per day for jury duty. Two-year-old court debt is no longer deposited in the Jury Witness Fee Revolving Fund.	<ul style="list-style-type: none"> • Expenditures from the Fund are approximately \$3.0 to \$3.5 million annually. • Current revenue projections for the Fund are not sufficient to fully fund the projected costs. 	\$1.2	<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 12 vs. FY 11 (4)	Options for Reductions (5)	Savings (6)
40. Human Services - Foster Care - USDA Maintenance Rate <i>Appropriation</i>	Iowa Code Section 234.38 requires that the DHS base foster care payment rates on 65.0% of what the USDA cost estimate to raise a child in the Midwest.	<ul style="list-style-type: none"> This language has been nullified in legislation for at least the past three fiscal years. 	\$1.0	<ul style="list-style-type: none"> Continue to notwithstanding this Code section. Fund a partial increase. 	Up to \$1.0
41. Human Services – Field Operations – Vets Home Transfer <i>Appropriation</i>	Field Operations provides staff support for all of the various DHS programs.	<ul style="list-style-type: none"> Excess funds were transferred from the Veteran’s Home in FY 2011 to help support field operations. An increase of \$1.0 million will be needed in FY 2012 to maintain funding at the FY 2011 level. 	\$1.0	<ul style="list-style-type: none"> Fund field operations at a lower level. 	\$1.0
42. Finance Authority – Rent Subsidy – Replace SLTF <i>Appropriation</i>	Provides a rent subsidy for individuals on the Medicaid Elderly Waiver at risk for a nursing facility placement. From FY 2001 to FY 2011, the Subsidy was entirely funded from the Senior Living Trust Fund (SLTF). The SLTF sunsets at the close of FY 2011.	<ul style="list-style-type: none"> Funding from the SLTF will not be available in FY 2012. A General Fund appropriation of \$0.7 million will be needed for FY 2012 to continue the Program at the FY 2011 level. 	\$0.7	<ul style="list-style-type: none"> Eliminate or reduce the funding for the program. 	Up to \$0.7
43. Education – Jobs for American Grads – Replace Cash Reserve Fund <i>Appropriation</i>	Annual State funding for the IJAG Program that operates 27 programs at 24 sites to help high school students graduate and prepare for post-secondary education.	<ul style="list-style-type: none"> The Program received an appropriation of \$0.5 million from the Cash Reserve Fund in FY 2011 to offset a reduction to the General Fund appropriation. This increase replaces the Cash Reserve Fund appropriation. 	\$0.5	<ul style="list-style-type: none"> Discontinue funding of the program. 	\$0.5
44. Human Services - SAMSHA Match - Replace ARRA Funds <i>Appropriation</i>	The Substance Abuse and Mental Health Services Administration (SAMSHA) Community Circles of Care Grant is building a system of care for youth with emotional and behavioral challenges.	<ul style="list-style-type: none"> As part of the grant, the state match increases annually. The increased match for FY 2012 is \$0.3 million. 	\$0.3	<ul style="list-style-type: none"> No options identified. 	\$0.3

Anticipated Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 12 vs. FY 11 (4)	Options for Reductions (5)	Savings (6)
45. Natural Resources – Office Lease – Replace Cash Reserve Fund <i>Appropriation</i>	Executive Order #20 signed by the Governor on December 16, 2009, instructed the DNR to consolidate office space. House File 2525 (FY 2011 Agriculture and Natural Resources Appropriations Subcommittee Act) decreased the General Fund appropriation to the DNR by \$300,000. House File 2531 (FY 2011 Standings Appropriations Act) appropriated \$300,000 to the DNR from the Cash Reserve Fund.	<ul style="list-style-type: none"> The estimated increase of \$0.3 million replaces a Cash Reserve Fund appropriation provided in FY 2011 to fund a reduction to the General Fund appropriation. 	\$0.3	<ul style="list-style-type: none"> No options identified. 	
46. Management Operations – Replace Cash Reserve Fund <i>Appropriation</i>	The Department of Management serves as the lead Executive Branch agency for State budget development.	<ul style="list-style-type: none"> An additional \$0.3 million from the Cash Reserve Fund was appropriated in FY 2011 for Department operations to replace a reduction to the General Fund appropriation. The \$0.3 million increase restores funding to the FY 2011 level. 	\$0.3	<ul style="list-style-type: none"> Reduce salary and staff costs for the Department. 	Estimates could vary.
47. Workforce Development – Field Offices – Replace Penalty and Interest (P & I) Funds <i>Appropriation</i>	Workforce Development Field Offices provide unemployment and job services to Iowans in need.	<ul style="list-style-type: none"> The Department received an appropriation of \$0.3 million from the Special Employment Security Contingency Fund (P & I Fund) in FY 2011 to replace a General Fund reduction. Funding from the P & I Fund is not expected to be available in FY 2012. The increase restores funding to the FY 2011 level. 	\$0.3	<ul style="list-style-type: none"> Continue with the P & I Fund appropriation. 	\$0.3

Anticipated Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 12 vs. FY 11 (4)	Options for Reductions (5)	Savings (6)
48. Administrative Services – Terrace Hill - Replace Cash Reserve Fund <i>Appropriation</i>	Prior to FY 2011, Terrace Hill maintenance operations were funded by an appropriation to the Governor's Office. Beginning in FY 2011, the Department of Administrative Services assumed the responsibility of providing routine grounds care to Terrace Hill.	<ul style="list-style-type: none"> The estimated increase of \$0.2 million restores funding to the FY 2011 level. 	\$0.2	<ul style="list-style-type: none"> No options identified. 	
49. Economic Development – Site Development <i>Appropriation</i>	Iowa Code Section 15E.18 requires the DED to consult with local governments and local economic development officials regarding site development techniques.	<ul style="list-style-type: none"> The Department received an appropriation of \$0.2 million from the School Infrastructure Fund (SIF) and authority for 1.0 FTE position for FY 2011. Funding from the SIF is not expected to be available in FY 2012. The estimate restores funding to the FY 2011 level. 	\$0.2	<ul style="list-style-type: none"> Amend the Code and discontinue the Program. 	\$0.2
50. Public Safety Advisory Board – CJJPD/DHR <i>Appropriation</i>	The Public Safety Advisory Board was created in HF 2531 (FY 2011 Standing Appropriations Act). The duties of the Board involve reviewing and making recommendations relating to current sentencing provisions. The Department received an FY 2011 appropriation of \$0.1 million and 2.0 FTE positions from the Underground Storage Tank (UST) Fund to implement the responsibilities of the Board.	<ul style="list-style-type: none"> Assumes funding from the UST Fund will not be available in FY 2012. The estimate restores funding to the FY 2011 level from the General Fund in FY 2012. 	\$0.1	<ul style="list-style-type: none"> Repeal the Board. 	\$0.1
51. Veterans Affairs – County Grant Program <i>Appropriation</i>	The County Grant Program provides \$10,000 to each county for local veteran affairs commissions.	<ul style="list-style-type: none"> This is replacing one-time money used in FY 2011. 	\$0.1	<ul style="list-style-type: none"> Reduce the county grant by \$1,000 per county. 	\$0.1
52. Education – Teacher Quality National Board Certification <i>Appropriation</i>	Discontinued awards to teachers that have achieved National Board Certification.	<ul style="list-style-type: none"> New awards are no longer funded. The State's obligation to past awardees continues to decline annually. 	\$ -0.2	<ul style="list-style-type: none"> No options identified. 	\$0.2

Anticipated Increases and Decreases

(Dollars in Millions)

Programs/Appropriation (1)	Description of Programs (2)	Factors (3)	FY 12 vs. FY 11 (4)	Options for Reductions (5)	Savings (6)
53. Municipal Police & Fire Retirement Subsidy <i>Appropriation</i>	House File 2518 (Public Retirement Systems Act) phases out the State's contribution to the 411 System by FY 2013. The General Fund appropriation for FY 2011 was \$1.5 million. For FY 2012, the appropriation will be \$0.7 million.	<ul style="list-style-type: none"> For FY 2012, the appropriation will be \$0.7 million, which is \$0.8 million less than the amount appropriated for FY 2011. 	\$ -0.8	<ul style="list-style-type: none"> No options identified. 	\$0.8

INTERIM COMMITTEE SUMMARY

COMMITTEE NAME	CHARGE	LSA STAFF	SUBCOMMITTEE
Legislative Health Care Coverage Commission	<p>CHARGE: The Commission is required, by 2009 Iowa Acts, SF 389, §1, to develop an Iowa health care reform strategic plan, addressing various aspects listed in the legislation. The Commission is created under the authority of the Legislative Council, with administrative support to be provided by the Legislative Services Agency (LSA). The Legislative Council is required to appoint a Chairperson and Vice Chairperson from the voting membership.</p> <p>For the 2010 Interim, the Commission shall complete its deliberations no later than December 31, 2010, and file a final report with the General Assembly no later than January 31, 2011.</p>	<p>Legal: Ann Ver Heul, Patty Funaro, and John Pollak</p> <p>Fiscal: Deborah Helsen, Jess Benson, and Joe Brandstatter</p>	Health and Human Services
Legislative Tax Expenditure Committee	<p>CHARGE: The Committee is created as a permanent body under the Legislative Council. Duties include approving annual estimates of the cost of tax expenditures by December 15 each year, and performing a scheduled review of specified tax credits so that each credit is reviewed at least every five years. The first scheduled meeting is in 2011. The Committee is authorized to hold an initial organizational meeting following the November 2010 election to plan for the first scheduled review and other activities. (2010 Iowa Acts, SF 2380, Division II)</p>	<p>Legal: TBA</p> <p>Fiscal: TBA</p>	Created as a permanent body under the Legislative Council.
Levee and Drainage District Law Study Committee	<p>CHARGE: Review Iowa law on levee and drainage districts and make recommendations for addressing recent court rulings interpreting the law.</p>	<p>Legal: Doug Adkisson</p> <p>Fiscal: Deb Kozel</p>	Agriculture and Natural Resources

SALARIES AND COLLECTIVE BARGAINING

The State is currently in the process of negotiations with unions representing State employees for salaries and benefits for FY 2012 and FY 2013. Iowa Code Chapter 20 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 2012

Not all bargaining units have reached an agreement. The estimates below are based on all bargaining units agreeing to continued steps for all eligible employees and across-the-board adjustments of 2.00% effective July 1, 2011, and 1.00% effective January 1, 2012.

- It is estimated that General Fund salary expenses will increase by \$103.5 million in FY 2012. This includes \$29.3 million for partial year increases that occur during FY 2011 (salary annualization) and \$74.2 million for increased salaries and benefit costs.
- It is estimated that total salary expenses for all funding sources will increase by \$206.6 million in FY 2012. This includes \$54.8 million for partial year increases that occur during FY 2011 (salary annualization) and \$151.8 million for increased salaries and benefit costs.

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 2012 Legislative Session. The FSD will provide an update when the agreements become final.

FY 2012 AND FY 2013 COLLECTIVE BARGAINING UNIT NEGOTIATIONS

Bargaining Unit	FY 2012		FY 2013	
	Wages	Benefits	Wages	Benefits
American Federation of State, County, and Municipal Employees (AFSCME) – General Government and Community Based Corrections (CBC)	2.00% across-the-board pay increase on July 1, 2011.	No Change	2.00% across-the-board pay increase on July 1, 2012.	Same as FY 2012.
	1.00% across-the-board pay increase on January 1, 2012.		1.00% across-the-board pay increase on January 1, 2013.	
	Step increases of 4.50% for eligible employees during FY 2012.		Step increases of 4.50% for eligible employees during FY 2013.	
State Response	2.00% across-the-board pay increase on July 1, 2011.	No Change	2.00% across-the-board pay increase on July 1, 2012.	Same as FY 2012.
	1.00% across-the-board pay increase on January 1, 2012.		1.00% across-the-board pay increase on January 1, 2013.	
	Step increases of 4.50% for eligible employees during FY 2012.		Step increases of 4.50% for eligible employees during FY 2013.	
Agreement	2.00% across-the-board pay increase on July 1, 2011.	No Change	2.00% across-the-board pay increase on July 1, 2012.	Same as FY 2012.
	1.00% across-the-board pay increase on January 1, 2012.		1.00% across-the-board pay increase on January 1, 2013.	
	Step increases of 4.50% for eligible employees during FY 2012.		Step increases of 4.50% for eligible employees during FY 2013.	

Bargaining Unit	FY 2012		FY 2013	
	Wages	Benefits	Wages	Benefits
Iowa United Professionals (IUP) and United Electrical Workers (UE) , Science Unit and Professional Social Services Unit	2.00% across-the-board pay increase on July 1, 2011. 1.00% across-the-board pay increase on January 1, 2012. Step increases of 4.50% for eligible employees during FY 2012.	No Change	2.00% across-the-board pay increase on July 1, 2012. 1.00% across-the-board pay increase on January 1, 2013. Step increases of 4.50% for eligible employees during FY 2013.	Same as FY 2012
State Response	Response is not currently available.			
Agreement	An agreement is not currently available.			
State Police Officers Council (SPOC)	A fair and equitable increase to base pay, yet to be determined. Step increases of 4.50% for eligible employees during FY 2012 Replace Differential Pay with 4.00% Premium Pay	Change language pertaining to: <ul style="list-style-type: none"> • Layoffs • Bumping Rights • Work Schedules • Compensatory Time • Overtime Pay • On Call Pay 	A fair and equitable increase to base pay, yet to be determined. Step increases of 4.50% for eligible employees during FY 2013	Same as FY 2012.
State Response	2.00% across-the-board pay increase on July 1, 2011. 1.00% across-the-board pay increase on January 1, 2012. Step increases of 3.50% for eligible employees during FY 2012.	No Change	2.00% across-the-board pay increase on July 1, 2012. 1.00% across-the-board pay increase on January 1, 2013. Step increases of 3.50% for eligible employees during FY 2013.	Same as FY 2012.

Appendix D – Salaries and Collective Bargaining

Bargaining Unit	FY 2012		FY 2013	
	Wages	Benefits	Wages	Benefits
SPOC Agreement	<p>2.00% across-the-board pay increase on July 1, 2011.</p> <p>1.00% across-the-board pay increase on January 1, 2012.</p> <p>Step increases of 3.50% for eligible employees during FY 2012.</p>	<p>No Change</p>	<p>2.00% across-the-board pay increase on July 1, 2012.</p> <p>1.00% across-the-board pay increase on January 1, 2013.</p> <p>Step increases of 3.50% for eligible employees during FY 2013.</p>	<p>Same as FY 2012.</p>
Judicial AFSCME	<p>2.00% across-the-board pay increase on July 1, 2011.</p> <p>1.00% across-the-board pay increase on January 1, 2012.</p> <p>Step increases of 4.50% for eligible employees.</p>	<p>Increase paid leave for purposes of contact negotiation from 56 hours to 136 hours for employees involved in negotiating a new bargaining agreement.</p> <p>Change language pertaining to:</p> <ul style="list-style-type: none"> • Seniority • Layoffs • Transfers • Bumping • Office Closings 	<p>2.00% across-the-board pay increase on July 1, 2012.</p> <p>1.00% across-the-board pay increase on January 1, 2013</p> <p>4.50% step increases for eligible employees.</p>	<p>Same as FY 2012.</p>
State Response	<p>1.00% across-the-board pay increase on July 1, 2011.</p> <p>No step increases of 4.50% for eligible employees.</p>	<p>Reduce the State contribution for Health Insurance Premiums and makes changes to double-spouse requirements.</p>	<p>1.00% across-the-board pay increase on July 1, 2012.</p> <p>No step increases of 4.50% for eligible employees.</p>	<p>Same as FY 2012.</p>

Bargaining Unit	FY 2012		FY 2013	
	Wages	Benefits	Wages	Benefits
Judicial AFSCME State Response (Continued)		Requested changes to language pertaining to: <ul style="list-style-type: none"> • Layoffs • Bumping • Reinstatement • Recall • Transfers 		
Agreement	An agreement is not currently available.			
Judicial Public Professional and Maintenance Employees (PPME)	4.00% across-the-board pay increase on July 1, 2011. Step increases of 2.50% for eligible employees.	Severance pay for a permanent reduction in force of \$1,000 for each year of service Change language pertaining to: <ul style="list-style-type: none"> • Layoffs • Bumping • Transfers and vacancies 	4.00% across-the-board pay increase on July 1, 2012. Step increases of 2.50% for eligible employees.	Same as FY 2012.
State Response	1.00% across-the-board pay increase on July 1, 2011. No step increases.	Reduce the State contribution for Health Insurance Premiums and change double-spouse requirements. Change language pertaining to: <ul style="list-style-type: none"> • Probationary employment • Layoffs, recall, and bumping • Reinstatement • Transfers 	1.00% across-the-board pay increase on July 1, 2012. No step increases.	Same as FY 2012.
PPME Agreement	An agreement is not currently available.			

Appendix D – Salaries and Collective Bargaining

Bargaining Unit	FY 2012		FY 2013	
	Wages	Benefits	Wages	Benefits
University of Northern Iowa (UNI)– United Faculty	<p>7.00% increase for salaries. This includes a 2.80% increase to base pay, a fixed increase of 3.50% of the average salary, and 0.70% merit increase.</p> <p>Additional increase for employment market conditions.</p> <p>Increase the amount provided at promotion between 66.67% and 106.38%.</p>	<p>Change language pertaining to:</p> <ul style="list-style-type: none"> • Information provided employees • Parking and fees • Educational benefits • Wellness Center usage and fees • Evaluation procedures and personnel files • Staff reductions • Summer employment • Leaves and travel expense • Part-time employment • Distance education <p>Reduce the State’s premium payment for Health Insurance from 100.00% for a single plan to 90.00%, reduces the contribution for a family plan, and changes coverage.</p> <p>Reduces the State’s contribution towards Dental Insurance and changes coverage.</p>	<p>5.00% increase for salaries. This includes a 2.00% increase to base pay, a fixed increase of 2.50% of the average salary, and 0.50% merit increase.</p> <p>Additional increase for employment market conditions.</p> <p>Increase the amount provided at promotion between 66.67% and 110.00%.</p>	<p>Same as FY 2012.</p>
Agreement	<p>An agreement is not currently available.</p>			

Bargaining Unit	FY 2012		FY 2013	
	Wages	Benefits	Wages	Benefits
Committee to Organize Graduate Students – University of Iowa (COGS – SUI)	<p>Establish the minimum FY 2012 salary for a 50.00% academic year appointment at \$17,238 instead of \$16,575, and \$21,069 instead of \$20,258 for a 50.00% fiscal year appointment.</p> <p>Provide returning employees a \$663 increase for academic year 50.00% appointments and \$811 for fiscal year 50.00% appointments.</p> <p>Supplemental pay of \$25.00 per hour worked above contractual obligation.</p>	<p>Payment of 100.00% of tuition and fees for appointments of 25.00% or more.</p> <p>Increase dependent health coverage State premium payments from 70.00% to 90.00%.</p> <p>Change health insurance co-payment requirements and increase covered dependents from age 25 to 26.</p> <p>Increase dependent dental insurance premium payments from 70.00% to 85.00%.</p> <p>Add a vision plan.</p>	<p>Establish the minimum FY 2013 salary for a 50.00% academic year appointment at \$17,928 instead of \$16,575, and \$21,912 instead of \$20,258 for a 50.00% fiscal year appointment.</p> <p>Provide returning employees a \$690 increase for academic year 50.00% appointments and \$843 for fiscal year 50.00% appointments.</p>	<p>Same as FY 2012.</p>
	<p>Change language pertaining to:</p> <ul style="list-style-type: none"> • Release of information • Printed copies of the agreement • Intellectual property • Academic freedom • Letters of appointment • Hours of work • Salary distribution • Paid leaves • Coverage responsibilities • Parental accommodation 			

Appendix D – Salaries and Collective Bargaining

Bargaining Unit	FY 2012		FY 2013	
	Wages	Benefits	Wages	Benefits
COGS – SUI State Response (continued)	0.00% across-the-board increase.	Change language pertaining to: <ul style="list-style-type: none"> • Posting of information • Employee orientation • Grievance procedures • Dental coverage Restrict appointments to eight academic years of doctoral program study. Increase employee health benefits co-payments, co-insurance, and out-of-pocket maximum. Increase tuition scholarship amounts.	0.00% across-the-board.	Same as FY 2012.
Agreement	An agreement is not currently available.			
Service Employees International Union (SEIU) – University of Iowa and University Of Iowa Hospital and Clinic (SUI/UIHC)	6.00% across-the-board increase. Increase shift differential pay from \$10.00 to \$20.00 per hour. Increase hourly pay when minimum staffing guidelines are not followed. Add a \$20.00 per hour weekend extra shift premium differential pay. Increase Standby pay from 10.00% increase per hour to 25.00%.	Increase the State contribution for health, dental, life, and disability insurance. Accelerates vacation accrual rate. Increases adoption leave from five days to 15. Permits the use of Sick Leave prior to using Family and Medical Leave Act (FMLA) Leave. Increases the payment to employees for professional license or certification fees.	6.00% across-the-board increase.	Same as FY 2012.

Bargaining Unit	FY 2012		FY 2013	
	Wages	Benefits	Wages	Benefits
SEIU - SUI/UIHC (continued)	<p>Increase Charge Assignment pay from \$1.00 per hour to \$3.00.</p> <p>Add air travel hazard pay of \$10.00 per hour.</p> <p>Increase specified shift differential pay by \$0.25 per hour.</p>	<p>Change language pertaining to:</p> <ul style="list-style-type: none"> • Grievance process • Scheduling • Layoffs • Transfer procedures • Safety procedures • Performance improvement program • Hours worked • Overtime pay • Scheduling • Holiday pay • New employee orientation 		
SEIU - SUI/UIHC State Response	0.00% across-the-board increase.	<p>Authorizes bonus pay</p> <p>Change the State’s contribution to health, dental, life, and long-term disability Insurance.</p> <p>Change language pertaining to:</p> <ul style="list-style-type: none"> • Arbitration • Premium pay • Transfers 	0.00% across-the-board increase.	Same as FY 2012.
Agreement	An agreement is not currently available.			

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