

Tax Changes and Supplemental Appropriations Bill Senate File 209

Last Action:
**Senate Appropriations
Committee**
February 15, 2011

An Act relating to public funding and regulatory matters by making appropriations, providing for updated Code references to the Internal Revenue Code, increasing the state earned income tax credit, and including effective date and retroactive applicability provisions.

**Fiscal Services Division
Legislative Services Agency**

NOTES ON BILLS AND AMENDMENTS (NOBA)

Available on line at <http://www.legis.iowa.gov/LSAReports/noba.aspx>
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SIGNIFICANT CODE CHANGES

- Division I conforms (couples) Iowa tax law to incorporate federal changes enacted between January 1, 2008, and January 1, 2011. Page 1, Line 3

FISCAL IMPACT: These conformity provisions are estimated to decrease Iowa net General Fund revenue as follows:

- FY 2011 = \$46.7 million
- FY 2012 = \$137.4 million
- FY 2013 = \$43.4 million

- Division II updates Iowa Code references relating to the State Research Activities Tax Credit to incorporate recent changes to the federal research tax credit. Page 2, Line 19
- Division III updates Iowa's tax law to incorporate enhanced business depreciation schedules allowed under federal law, beginning tax year 2011. Page 7, Line 6
- Division IV increases Iowa's Earned Income Tax Credit from the current level of 7.0% of the federal credit, to 10.0% of the federal credit. Page 11, Line 16

FISCAL IMPACT: This change is projected to decrease net General Fund revenue by the following amounts:

- FY 2011 = \$ 0.1 million
- FY 2012 = \$14.7 million
- FY 2013 = \$13.7 million
- FY 2014 = \$11.5 million
- FY 2015 = \$11.6 million

SUPPLEMENTAL APPROPRIATIONS

- Department of Education: Provides supplemental General Fund appropriations totaling \$5.9 million to the community colleges to restore the mid-year reduction. Includes reductions or additions to correct an error in the application of the allocation formula, established in Code Section 260C.18C, to the original FY 2011 General Fund appropriations. The corrections do not change the total appropriated to community colleges from the General Fund in FY 2011. Page 11, Line 28
- Department of Corrections: Provides a General Fund supplemental appropriation of \$14.2 million for the Page 15, Line 6

Institutions, Community-Based Corrections District Departments, and Central Office.

- Department of Inspections and Appeals, Office of the State Public Defender: Provides a General Fund supplemental appropriation of \$18.6 million for the Office of State Public Defender and the Indigent Defense Fund. Page 17, Line 23
- Department of Public Safety: Provides a General Fund supplemental appropriation totaling \$2,955,000 to five divisions as follows: Page 18, Line 4
 - Administration - \$275,00
 - Division of Criminal Investigation - \$325,00
 - Division of Narcotics Enforcement - \$225,00
 - State Fire Marshal's Office - \$130,00
 - Iowa State Patrol - \$2,000,000

1 1 DIVISION I

1 2 Internal Revenue Code References

1 3 Section 1. Section 422.3, subsection 5, Code 2011, is
1 4 amended to read as follows:

1 5 5. "Internal Revenue Code" means the Internal Revenue Code
1 6 of 1954, prior to the date of its redesignation as the Internal
1 7 Revenue Code of 1986 by the Tax Reform Act of 1986, or means
1 8 the Internal Revenue Code of 1986 as amended to and including
1 9 January 1, ~~2008~~2011.

CODE: Conforms (couples) Iowa tax law to incorporate federal changes enacted between January 1, 2008, and January 1, 2011. Section 6 of this Bill makes the change retroactive to January 1, 2010.

FISCAL IMPACT: The conformity provisions in this Bill, excluding the Earned Income Tax Credit provision (estimated separately), are projected to decrease Iowa net General Fund revenue by the following amounts:

- FY 2011 = \$ 46.7 million
- FY 2012 = \$137.4 million
- FY 2013 = \$ 43.4 million

On a net basis, the changes are projected to increase State revenue in fiscal years 2014 through 2020 and beyond, as depreciation claimed earlier in an depreciable asset's life is not available as a deduction in later years.

1 10 Sec. 2. Section 422.7, subsection 29A, Code 2011, is amended
1 11 by striking the subsection.

CODE: Eliminates Code language that refers to the tax status of health insurance premiums for a nonqualified individual. This language became obsolete with the passage of recent federal health care legislation.

1 12 Sec. 3. Section 422.9, subsection 2, paragraph i, Code 2011,
1 13 is amended to read as follows:

1 14 i. The deduction for state sales and use taxes is allowable
1 15 only if the taxpayer elected to deduct the state sales and use
1 16 taxes in lieu of state income taxes under section 164 of the
1 17 Internal Revenue Code. A deduction for state sales and use
1 18 taxes is not allowed if the taxpayer has taken the deduction
1 19 for state income taxes or claimed the standard deduction under
1 20 section 63 of the Internal Revenue Code. This paragraph
1 21 applies to taxable years beginning after December 31, 2003, and
1 22 before January 1, ~~2006~~2008, and to taxable years beginning
1 23 after December 31, 2009, and before January 1, 2012.

CODE: Extends sales and use tax deduction provisions to include tax years 2006, 2007, and tax years 2010 and 2011.

1 24 Sec. 4. Section 422.32, subsection 7, Code 2011, is amended
1 25 to read as follows:

1 26 7. "Internal Revenue Code" means the Internal Revenue Code
1 27 of 1954, prior to the date of its redesignation as the Internal
1 28 Revenue Code of 1986 by the Tax Reform Act of 1986, or means
1 29 the Internal Revenue Code of 1986 as amended to and including

CODE: Updates (couples) Iowa tax law to incorporate federal changes enacted between January 1, 2008, and January 1, 2011. Section 6 of this Bill makes the change effective retroactive to January 1, 2011.

1 30 January 1, ~~2008~~2011.

1 31 Sec. 5. EFFECTIVE UPON ENACTMENT. This division of this
1 32 Act, being deemed of immediate importance, takes effect upon
1 33 enactment.

Division I is effective on enactment.

1 34 Sec. 6. RETROACTIVE APPLICABILITY. The following provision
1 35 or provisions of this division of this Act apply retroactively
2 1 to January 1, 2010, for tax years beginning on or after that
2 2 date:
2 3 1. The section of this Act amending section 422.3.
2 4 2. The section of this Act amending section 422.32.

Sections 1 and 4, updating Iowa tax law to incorporate recent federal tax law changes, are retroactive to January 1, 2010.

2 5 Sec. 7. RETROACTIVE APPLICABILITY. The following provision
2 6 or provisions of this division of this Act apply retroactively
2 7 to January 1, 2011, for tax years beginning on or after that
2 8 date:
2 9 1. The section of this Act amending section 422.7,
2 10 subsection 29A.

Section 2, deleting obsolete health premium deduction language, is retroactive to January 1, 2011.

2 11 Sec. 8. RETROACTIVE APPLICABILITY. The following provision
2 12 or provisions of this division of this Act apply retroactively
2 13 to tax years beginning on or after January 1, 2006, but before
2 14 January 1, 2008, and to tax years beginning on or after January
2 15 1, 2010, but before January 1, 2012:
2 16 1. The section of this Act amending section 422.9.
2 17 DIVISION II
2 18 Research Activities Credit

Section 3, relating to the deduction of sales and use taxes paid, is retroactive to include tax years 2006, 2007, 2010, and 2011.

2 19 Sec. 9. Section 15.335, subsection 4, Code 2011, is amended
2 20 to read as follows:
2 21 4. a. In lieu of the credit amount computed in subsection
2 22 2, an eligible business may elect to compute the credit amount
2 23 for qualified research expenses incurred in this state in a
2 24 manner consistent with the alternative ~~incremental~~ simplified
2 25 credit described in section ~~41(e)(4)~~ 41(c)(5) of the Internal
2 26 Revenue Code. The taxpayer may make this election regardless
2 27 of the method used for the taxpayer's federal income tax. The
2 28 election made under this paragraph is for the tax year and the
2 29 taxpayer may use another or the same method for any subsequent
2 30 year.
2 31 b. For purposes of the alternate credit computation
2 32 method in paragraph "a", the credit percentages applicable to
2 33 qualified research expenses described in ~~clauses (i), (ii),~~

DIVISION II:

CODE: Updates Iowa Code references relating to the State Research Activities Tax Credit to incorporate recent changes to the federal research tax credit.

Removes references to the alternative incremental research activities credit and replaces them with references to the alternative simplified research credit. The incremental tax credit was repealed for federal tax purposes and is no longer available.

Alters calculations for the additional research activities tax credit in instances where the eligible business has \$20.0 million or more in gross sales.

Division II is effective on enactment.

2 34 ~~and (iii) of section 41(c)(4)(A)~~41(c)(5)(A) and clause (ii)
 2 35 of section 41(c)(5)(B) of the Internal Revenue Code are as
 3 1 follows:

3 2 (1) In the case of an eligible business whose gross revenues
 3 3 do not exceed twenty million dollars per year, the credit
 3 4 percentages are ~~two and fifty-four hundredths percent, three~~
 3 5 ~~and thirty-eight hundredths percent, and four and twenty-three~~
 3 6 ~~hundredths seven percent and three percent, respectively.~~

3 7 (2) In the case of an eligible business whose gross revenues
 3 8 exceed twenty million dollars per year, the credit percentages
 3 9 are ~~seventy-six hundredths percent, one and two hundredths~~
 3 10 ~~percent, and one and twenty-seven hundredths~~two and one-tenth
 3 11 percent and nine-tenths percent, respectively.

3 12 Sec. 10. Section 15.335, subsection 7, Code 2011, is amended
 3 13 to read as follows:

3 14 7. a. For purposes of this section, “base amount”, “basic
 3 15 research payment”, and “qualified research expense” mean the
 3 16 same as defined for the federal credit for increasing research
 3 17 activities under section 41 of the Internal Revenue Code,
 3 18 except that for the alternative ~~incremental~~simplified credit
 3 19 such amounts are for research conducted within this state.

3 20 b. For purposes of this section, “Internal Revenue Code”
 3 21 means the Internal Revenue Code in effect on January 1, ~~2009~~
 3 22 2011.

3 23 Sec. 11. Section 15A.9, subsection 8, paragraphs b, c, and
 3 24 e, Code 2011, are amended to read as follows:

3 25 b. In lieu of the credit amount computed in paragraph “a”,
 3 26 subparagraph (1), subparagraph division (a), a business may
 3 27 elect to compute the credit amount for qualified research
 3 28 expenses incurred in this state within the zone in a manner
 3 29 consistent with the alternative ~~incremental~~simplified credit
 3 30 described in section ~~41(c)(4)~~41(c)(5) of the Internal Revenue
 3 31 Code. The taxpayer may make this election regardless of
 3 32 the method used for the taxpayer’s federal income tax. The
 3 33 election made under this paragraph is for the tax year and the
 3 34 taxpayer may use another or the same method for any subsequent
 3 35 year.

4 1 c. For purposes of the alternate credit computation
 4 2 method in paragraph “b”, the credit percentages applicable to
 4 3 qualified research expenses described in ~~clauses (i), (ii), and~~
 4 4 ~~(iii) of section 41(c)(4)(A)~~41(c)(5)(A) and clause (ii) of

4 5 ~~section 41(c)(5)(B) of the Internal Revenue Code are three and~~
 4 6 ~~thirty hundredths percent, four and forty hundredths percent,~~
 4 7 ~~and five and fifty hundredths percent, respectively as follows:~~

4 8 (1) In the case of an eligible business whose gross revenues
 4 9 do not exceed twenty million dollars per year, the credit
 4 10 percentages are seven percent and three percent, respectively.

4 11 (2) In the case of an eligible business whose gross revenues
 4 12 exceed twenty million dollars per year, the credit percentages
 4 13 are two and one-tenths percent and nine-tenths percent,
 4 14 respectively.

4 15 e. (1) For the purposes of this subsection, “base amount”,
 4 16 “basic research payment”, and “qualified research expense” mean
 4 17 the same as defined for the federal credit for increasing
 4 18 research activities under section 41 of the Internal Revenue
 4 19 Code, except that for the alternative ~~incremental~~ simplified
 4 20 credit such amounts are for research conducted within this
 4 21 state within the zone.

4 22 (2) For purposes of this subsection, “Internal Revenue Code”
 4 23 means the Internal Revenue Code in effect on January 1, ~~2009~~
 4 24 2011.

4 25 Sec. 12. Section 422.10, subsection 1, paragraphs b and c,
 4 26 Code 2011, are amended to read as follows:

4 27 b. In lieu of the credit amount computed in paragraph “a”,
 4 28 subparagraph (1), subparagraph division (a), a taxpayer may
 4 29 elect to compute the credit amount for qualified research
 4 30 expenses incurred in this state in a manner consistent with the
 4 31 alternative ~~incremental~~ simplified credit described in section
 4 32 ~~41(e)(4)~~ 41(c)(5) of the Internal Revenue Code. The taxpayer
 4 33 may make this election regardless of the method used for the
 4 34 taxpayer’s federal income tax. The election made under this
 4 35 paragraph is for the tax year and the taxpayer may use another
 5 1 or the same method for any subsequent year.

5 2 c. For purposes of the alternate credit computation
 5 3 method in paragraph “b”, the credit percentages applicable
 5 4 to qualified research expenses described in ~~clauses (i),~~
 5 5 ~~(ii), and (iii) of section 41(e)(4)(A)~~ 41(c)(5)(A) and clause
 5 6 (ii) of section 41(c)(5)(B) of the Internal Revenue Code
 5 7 ~~are one and sixty five hundredths percent, two and twenty~~
 5 8 ~~hundredths percent, and two and seventy five hundredths~~ four
 5 9 and fifty-five hundredths percent and one and ninety-five
 5 10 hundredths percent, respectively.

5 11 Sec. 13. Section 422.10, subsection 3, Code 2011, is amended
5 12 to read as follows:

5 13 3. a. For purposes of this section, “base amount”, “basic
5 14 research payment”, and “qualified research expense” mean the
5 15 same as defined for the federal credit for increasing research
5 16 activities under section 41 of the Internal Revenue Code,
5 17 except that for the alternative ~~incremental~~simplified credit
5 18 such amounts are for research conducted within this state.

5 19 b. For purposes of this section, “Internal Revenue Code”
5 20 means the Internal Revenue Code in effect on January 1, ~~2009~~
5 21 2011.

5 22 Sec. 14. Section 422.33, subsection 5, paragraphs b, c, and
5 23 d, Code 2011, are amended to read as follows:

5 24 b. In lieu of the credit amount computed in paragraph
5 25 “a”, subparagraph (1), a corporation may elect to compute the
5 26 credit amount for qualified research expenses incurred in this
5 27 state in a manner consistent with the alternative ~~incremental~~
5 28 simplified credit described in section ~~41(e)(4)~~41(c)(5) of the
5 29 Internal Revenue Code. The taxpayer may make this election
5 30 regardless of the method used for the taxpayer’s federal income
5 31 tax. The election made under this paragraph is for the tax
5 32 year and the taxpayer may use another or the same method for
5 33 any subsequent year.

5 34 c. For purposes of the alternate credit computation
5 35 method in paragraph “b”, the credit percentages applicable
6 1 to qualified research expenses described in ~~clauses (i),~~
6 2 ~~(ii), and (iii) of section 41(e)(4)(A)~~41(c)(5)(A) and clause
6 3 ~~(ii) of section 41(c)(5)(B)~~ of the Internal Revenue Code
6 4 are ~~one and sixty five hundredths percent, two and twenty~~
6 5 ~~hundredths percent, and two and seventy five hundredths~~four
6 6 and fifty-five hundredths percent and one and ninety-five
6 7 hundredths percent, respectively.

6 8 d. (1) For purposes of this subsection, “base amount”,
6 9 “basic research payment”, and “qualified research expense” mean
6 10 the same as defined for the federal credit for increasing
6 11 research activities under section 41 of the Internal Revenue
6 12 Code, except that for the alternative ~~incremental~~simplified
6 13 credit such amounts are for research conducted within this
6 14 state.

6 15 (2) For purposes of this subsection, “Internal Revenue Code”
6 16 means the Internal Revenue Code in effect on January 1, ~~2009~~
6 17 2011.

6 18 Sec. 15. EFFECTIVE UPON ENACTMENT. This division of this
 6 19 Act, being deemed of immediate importance, takes effect upon
 6 20 enactment.

6 21 Sec. 16. RETROACTIVE APPLICABILITY. The following
 6 22 provision or provisions of this division of this Act apply
 6 23 retroactively to July 1, 2010, for tax credits awarded on or
 6 24 after that date:

6 25 1. The section of this Act amending section 15.335,
 6 26 subsection 4.

6 27 2. The section of this Act amending section 15A.9.

6 28 Sec. 17. RETROACTIVE APPLICABILITY. The following
 6 29 provision or provisions of this division of this Act apply
 6 30 retroactively to January 1, 2010, for tax years beginning on
 6 31 or after that date:

6 32 1. The section of this Act amending section 15.335,
 6 33 subsection 7.

6 34 2. The section of this Act amending section 422.10,
 6 35 subsection 1.

7 1 3. The section of this Act amending section 422.10,
 7 2 subsection 3.

7 3 4. The section of this Act amending section 422.33.

7 4 DIVISION III

7 5 BONUS DEPRECIATION

7 6 Sec. 18. Section 422.5, subsection 2, paragraph b,
 7 7 subparagraph (1), Code 2011, is amended to read as follows:
 7 8 (1) Add items of tax preference included in federal
 7 9 alternative minimum taxable income under section 57, except
 7 10 subsections (a)(1), (a)(2), and (a)(5), of the Internal Revenue
 7 11 Code, make the adjustments included in federal alternative
 7 12 minimum taxable income under section 56, except subsections
 7 13 (a)(4), (b)(1)(C)(iii), and (d), of the Internal Revenue Code,
 7 14 and add losses as required by section 58 of the Internal
 7 15 Revenue Code. To the extent that any preference or adjustment
 7 16 is determined by an individual's federal adjusted gross income,
 7 17 the individual's federal adjusted gross income is computed in
 7 18 accordance with section 422.7, ~~subsection~~ subsections 39, 39A,
 7 19 39B, and 53. In the case of an estate or trust, the items of
 7 20 tax preference, adjustments, and losses shall be apportioned
 7 21 between the estate or trust and the beneficiaries in accordance
 7 22 with rules prescribed by the director.

Sections 9 and 11, relating to the research activities tax credit, are retroactive to July 1, 2010.

Sections 10, 12, 13, and 14, relating to the alternative incremental research activities tax credit, are retroactive to January 1, 2010.

DIVISION III:

CODE: Updates Iowa's tax law to incorporate enhanced business depreciation schedules allowed under federal law, beginning tax year 2011. The depreciation schedules are commonly referred to as "Section 179 expensing" and "bonus depreciation."

7 23 Sec. 19. Section 422.7, Code 2011, is amended by adding the
7 24 following new subsections:
7 25 NEW SUBSECTION 39A. The additional first-year
7 26 depreciation allowance authorized in section 168(k) of the
7 27 Internal Revenue Code, as enacted by Pub.L. No.110-185,
7 28 section 103, Pub.L.No.111-5, section 1201, Pub.L. No.
7 29 111-240, section 2022, and Pub.L. No.111-312, section 401,
7 30 does not apply in computing net income for state tax purposes
7 31 for tax years beginning before January 1, 2011. If the
7 32 taxpayer has taken the additional first-year depreciation
7 33 allowance for purposes of computing federal adjusted gross
7 34 income, then the taxpayer shall make the following adjustments
7 35 to federal adjusted gross income when computing net income for
8 1 state tax purposes:
8 2 a. Add the total amount of depreciation taken under section
8 3 168(k) of the Internal Revenue Code for the tax year.
8 4 b. Subtract the amount of depreciation allowable under the
8 5 modified accelerated cost recovery system described in section
8 6 168 of the Internal Revenue Code and calculated without regard
8 7 to section 168(k).
8 8 c. Any other adjustments to gains or losses necessary to
8 9 reflect the adjustments made in paragraphs "a" and "b". The
8 10 director shall adopt rules for the administration of this
8 11 paragraph.
8 12 NEW SUBSECTION 39B. The additional first-year
8 13 depreciation allowance authorized in section 168(n) of the
8 14 Internal Revenue Code, as enacted by Pub.L. No.110-343,
8 15 section 710, does not apply in computing net income for
8 16 state tax purposes for tax years beginning before January 1,
8 17 2011. If the taxpayer has taken the additional first-year
8 18 depreciation allowance for purposes of computing federal
8 19 adjusted gross income, then the taxpayer shall make the
8 20 following adjustments to federal adjusted gross income when
8 21 computing net income for state tax purposes:
8 22 a. Add the total amount of depreciation taken under section
8 23 168(n) of the Internal Revenue Code for the tax year.
8 24 b. Subtract the amount of depreciation allowable under the
8 25 modified accelerated cost recovery system described in section
8 26 168 of the Internal Revenue Code and calculated without regard
8 27 to section 168(n).
8 28 c. Any other adjustments to gains or losses necessary to
8 29 reflect the adjustments made in paragraphs "a" and "b". The

8 30 director shall adopt rules for the administration of this
8 31 paragraph.

8 32 Sec. 20. Section 422.7, subsection 53, Code 2011, is amended
8 33 to read as follows:

8 34 53. A taxpayer is not allowed to take the increased
8 35 expensing allowance under section 179 of the Internal Revenue
9 1 Code, as amended by Pub.L. No. ~~110-185~~ 111-5, section 1202, in
9 2 computing adjusted gross income for state tax purposes for tax
9 3 years beginning before January 1, 2011.

9 4 Sec. 21. Section 422.9, subsection 2, paragraph h, Code
9 5 2011, is amended to read as follows:

9 6 h. For purposes of calculating the deductions in this
9 7 subsection that are authorized under the Internal Revenue Code,
9 8 and to the extent that any of such deductions is determined by
9 9 an individual's federal adjusted gross income, the individual's
9 10 federal adjusted gross income is computed in accordance with
9 11 section 422.7, ~~subsection~~ subsections 39, 39A, 39B, and 53.

9 12 Sec. 22. Section 422.35, Code 2011, is amended by adding the
9 13 following new subsections:

9 14 NEW SUBSECTION 19A. The additional first-year
9 15 depreciation allowance authorized in section 168(k) of the
9 16 Internal Revenue Code, as enacted by Pub.L. No.110-185,
9 17 section 103, Pub.L. No.111-5, section 1201, Pub.L. No.
9 18 111-240, section 2022, and Pub.L. No.111-312, section 401,
9 19 does not apply in computing net income for state tax purposes
9 20 for tax years beginning before January 1, 2011. If the
9 21 taxpayer has taken the additional first-year depreciation
9 22 allowance for purposes of computing federal taxable income,
9 23 then the taxpayer shall make the following adjustments to
9 24 federal taxable income when computing net income for state tax
9 25 purposes:

9 26 a. Add the total amount of depreciation taken under section
9 27 168(k) of the Internal Revenue Code for the tax year.

9 28 b. Subtract the amount of depreciation allowable under the
9 29 modified accelerated cost recovery system described in section
9 30 168 of the Internal Revenue Code and calculated without regard
9 31 to section 168(k).

9 32 c. Any other adjustments to gains or losses necessary to
9 33 reflect the adjustments made in paragraphs "a" and "b". The
9 34 director shall adopt rules for the administration of this

9 35 paragraph.

10 1 NEW SUBSECTION 19B. The additional first-year
 10 2 depreciation allowance authorized in section 168(n) of the
 10 3 Internal Revenue Code, as enacted by Pub.L. No.110-343,
 10 4 section 710, does not apply in computing net income for
 10 5 state tax purposes for tax years beginning before January 1,
 10 6 2011. If the taxpayer has taken the additional first-year
 10 7 depreciation allowance for purposes of computing federal
 10 8 taxable income, then the taxpayer shall make the following
 10 9 adjustments to federal taxable income when computing net income
 10 10 for state tax purposes:

10 11 a. Add the total amount of depreciation taken under section
 10 12 168(n) of the Internal Revenue Code for the tax year.

10 13 b. Subtract the amount of depreciation allowable under the
 10 14 modified accelerated cost recovery system described in section
 10 15 168 of the Internal Revenue Code and calculated without regard
 10 16 to section 168(n).

10 17 c. Any other adjustments to gains or losses necessary to
 10 18 reflect the adjustments made in paragraphs "a" and "b". The
 10 19 director shall adopt rules for the administration of this
 10 20 paragraph.

10 21 Sec. 23. Section 422.35, subsection 24, Code 2011, is
 10 22 amended to read as follows:

10 23 24. A taxpayer is not allowed to take the increased
 10 24 expensing allowance under section 179 of the Internal Revenue
 10 25 Code, as amended by Pub.L. No. ~~110-185~~ 111-5, section 1202, in
 10 26 computing taxable income for state tax purposes for tax years
 10 27 beginning before January 1, 2011.

10 28 Sec. 24. EFFECTIVE UPON ENACTMENT. This division of this
 10 29 Act, being deemed of immediate importance, takes effect upon
 10 30 enactment.

Division III is effective on enactment.

10 31 Sec. 25. RETROACTIVE APPLICABILITY. The following
 10 32 provision or provisions of this division of this Act apply
 10 33 retroactively to January 1, 2008, for tax years ending on or
 10 34 after that date:

Sections 18, 19, 21, and 22, relating to enhanced depreciation schedules,
 are retroactive to tax years ending on or after January 1, 2008.

10 35 1. The section of this Act amending section 422.5.

11 1 2. The section of this Act enacting section 422.7, new
 11 2 subsections 39A and 39B.

11 3 3. The section of this Act amending section 422.9.

11 4 4. The section of this Act enacting section 422.35, new

11 5 subsections 19A and 19B.

11 6 Sec. 26. RETROACTIVE APPLICABILITY. The following
11 7 provision or provisions of this division of this Act apply
11 8 retroactively to January 1, 2009, for tax years beginning on or
11 9 after that date, and before January 1, 2010:

11 10 1. The section of this Act amending section 422.7,
11 11 subsection 53.

11 12 2. The section of this Act amending section 422.35,
11 13 subsection 24.

11 14 DIVISION IV

11 15 EARNED INCOME TAX CREDIT

11 16 Sec. 27. Section 422.12B, subsection 1, Code 2011, is
11 17 amended to read as follows:

11 18 1. The taxes imposed under this division less the credits
11 19 allowed under section 422.12 shall be reduced by an earned
11 20 income credit equal to ~~seventeen~~ percent of the federal earned
11 21 income credit provided in section 32 of the Internal Revenue
11 22 Code. Any credit in excess of the tax liability is refundable.

Sections 20 and 23, relating to enhanced Section 179 expensing, are retroactive to tax years beginning on or after January 1, 2009, and before January 1, 2010.

CODE: Increases Iowa's Earned Income Tax Credit from the current level of 7.0% of the federal credit, to 10.0% of the federal credit.

This change is projected to decrease net General Fund revenue by the following amounts:

- FY 2011 = \$ 0.1 million
- FY 2012 = \$14.7 million
- FY 2013 = \$13.7 million
- FY 2014 = \$11.5 million
- FY 2015 = \$11.6 million

The impact will continue at similar levels in future fiscal years. Since the tax credit is refundable, there is no impact on the local option income surtax for schools.

11 23 Sec. 28. RETROACTIVE APPLICABILITY. This division of this
11 24 Act applies retroactively to January 1, 2011, for tax years
11 25 beginning on or after that date.

11 26 DIVISION V

11 27 SUPPLEMENTAL APPROPRIATIONS

11 28 Sec. 29. DEPARTMENT OF EDUCATION — COMMUNITY
11 29 COLLEGES. After applying the reductions made pursuant to 2010
11 30 Iowa Acts, chapter 1193, section 27, to the appropriations made
11 31 for the following designated purposes, there is appropriated
11 32 from the general fund of the state to the department of
11 33 education for the fiscal year beginning July 1, 2010, and
11 34 ending June 30, 2011, the following amounts, or so much thereof
11 35 as is necessary, to supplement the appropriations made for the

This Division is retroactive to January 1, 2011, for tax years beginning on or after that date.

The following supplemental appropriations for community colleges also include reductions or additions, as noted, to correct an error in the application of the allocation formula, established in Code Section 260C.18C, to the original FY 2011 General Fund appropriations. The corrections do not change the total appropriated to community colleges from the General Fund in FY 2011.

12 1 following designated purposes:

12 2 1.MERGED AREA I — NORTHEAST IOWA COMMUNITY COLLEGE
 12 3 For general state financial aid for merged area I, in
 12 4 2010 Iowa Acts, chapter 1183, section 6, subsection 19, and
 12 5 reflecting a corrective addition of \$4,474 in the overall
 12 6 amount appropriated for the merged area's general state
 12 7 financial aid for the fiscal year:
 12 8 \$ 298,883

CODE: General Fund supplemental appropriation to Northeast Iowa Community College for general financial aid.

DETAIL: The appropriation reflects a corrective addition of \$4,474 and a supplemental addition of \$294,409 to restore the mid-year reduction.

12 9 2.MERGED AREA II — NORTH IOWA AREA COMMUNITY COLLEGE
 12 10 For general state financial aid for merged area II, in
 12 11 2010 Iowa Acts, chapter 1183, section 6, subsection 20, and
 12 12 reflecting a corrective reduction of \$28,512 in the overall
 12 13 amount appropriated for the merged area's general state
 12 14 financial aid for the fiscal year:
 12 15 \$ 286,545

CODE: General Fund supplemental appropriation to North Iowa Area Community College for general financial aid.

DETAIL: The appropriation reflects a corrective reduction of \$28,512 and a supplemental addition of \$315,057 to restore the mid-year reduction.

12 16 3.MERGED AREA III — IOWA LAKES COMMUNITY COLLEGE
 12 17 For general state financial aid for merged area III, in
 12 18 2010 Iowa Acts, chapter 1183, section 6, subsection 21, and
 12 19 reflecting a corrective reduction of \$32,233 in the overall
 12 20 amount appropriated for the merged area's general state
 12 21 financial aid for the fiscal year:
 12 22 \$ 257,873

CODE: General Fund supplemental appropriation to Iowa Lakes Community College for general financial aid.

DETAIL: The appropriation reflects a corrective reduction of \$32,233 and a supplemental addition of \$290,106 to restore the mid-year reduction.

12 23 4.MERGED AREA IV — NORTHWEST COMMUNITY COLLEGE
 12 24 For general state financial aid for merged area IV, in
 12 25 2010 Iowa Acts, chapter 1183, section 6, subsection 22, and
 12 26 reflecting a corrective reduction of \$13,939 in the overall
 12 27 amount appropriated for the merged area's general state
 12 28 financial aid for the fiscal year:
 12 29 \$ 128,526

CODE: General Fund supplemental appropriation to Northwest Community College for general financial aid.

DETAIL: The appropriation reflects a corrective reduction of \$13,939 and a supplemental addition of \$142,465 to restore the mid-year reduction.

12 30 5.MERGED AREA V — IOWA CENTRAL COMMUNITY COLLEGE
 12 31 For general state financial aid for merged area V, in
 12 32 2010 Iowa Acts, chapter 1183, section 6, subsection 23, and
 12 33 reflecting a corrective addition of \$18,745 in the overall
 12 34 amount appropriated for the merged area's general state
 12 35 financial aid for the fiscal year:
 13 1 \$ 344,251

CODE: General Fund supplemental appropriation to Iowa Central Community College for general financial aid.

DETAIL: The appropriation reflects a corrective addition of \$18,745 and a supplemental addition of \$325,506 to restore the mid-year reduction.

13 2 6.MERGED AREA VI — IOWA VALLEY COMMUNITY COLLEGE DISTRICT
 13 3 For general state financial aid for merged area VI, in

CODE: General Fund supplemental appropriation to Iowa Valley Community College for general financial aid.

<p>13 4 2010 Iowa Acts, chapter 1183, section 6, subsection 24, and 13 5 reflecting a corrective reduction of \$25,507 in the overall 13 6 amount appropriated for the merged area's general state 13 7 financial aid for the fiscal year: 13 8 \$ 251,942</p>	<p>DETAIL: The appropriation reflects a corrective reduction of \$25,507 and a supplemental addition of \$277,449 to restore the mid-year reduction.</p>
<p>13 9 7.MERGED AREA VII — HAWKEYE COMMUNITY COLLEGE 13 10 For general state financial aid for merged area VII, in 13 11 2010 Iowa Acts, chapter 1183, section 6, subsection 25, and 13 12 reflecting a corrective reduction of \$11,837 in the overall 13 13 amount appropriated for the merged area's general state 13 14 financial aid for the fiscal year: 13 15 \$ 401,298</p>	<p>CODE: General Fund supplemental appropriation to Hawkeye Community College for general financial aid.</p> <p>DETAIL: The appropriation reflects a corrective reduction of \$11,837 and a supplemental addition of \$413,135 to restore the mid-year reduction.</p>
<p>13 16 8.MERGED AREA IX — EASTERN IOWA COMMUNITY COLLEGE 13 17 For general state financial aid for merged area IX, in 13 18 2010 Iowa Acts, chapter 1183, section 6, subsection 26, and 13 19 reflecting a corrective reduction of \$4,921 in the overall 13 20 amount appropriated for the merged area's general state 13 21 financial aid for the fiscal year: 13 22 \$ 508,961</p>	<p>CODE: General Fund supplemental appropriation to Eastern Iowa Community College for general financial aid.</p> <p>DETAIL: The appropriation reflects a corrective reduction of \$4,921 and a supplemental addition of \$513,882 to restore the mid-year reduction.</p>
<p>13 23 9.MERGED AREA X — KIRKWOOD COMMUNITY COLLEGE 13 24 For general state financial aid for merged area X, in 13 25 2010 Iowa Acts, chapter 1183, section 6, subsection 27, and 13 26 reflecting a corrective addition of \$55,034 in the overall 13 27 amount appropriated for the merged area's general state 13 28 financial aid for the fiscal year: 13 29 \$ 959,044</p>	<p>CODE: General Fund supplemental appropriation to Kirkwood Community College for general financial aid.</p> <p>DETAIL: The appropriation reflects a corrective addition of \$55,034 and a supplemental addition of \$904,010 to restore the mid-year reduction.</p>
<p>13 30 10.MERGED AREA XI — DES MOINES AREA COMMUNITY COLLEGE 13 31 For general state financial aid for merged area XI, in 13 32 2010 Iowa Acts, chapter 1183, section 6, subsection 28, and 13 33 reflecting a corrective addition of \$106,395 in the overall 13 34 amount appropriated for the merged area's general state 13 35 financial aid for the fiscal year: 14 1 \$ 1,016,636</p>	<p>CODE: General Fund supplemental appropriation to Des Moines Area Community College for general financial aid.</p> <p>DETAIL: The appropriation reflects a corrective addition of \$106,395 and a supplemental addition of \$910,241 to restore the mid-year reduction.</p>
<p>14 2 11.MERGED AREA XII — WESTERN IOWA TECH COMMUNITY COLLEGE 14 3 For general state financial aid for merged area XII, in 14 4 2010 Iowa Acts, chapter 1183, section 6, subsection 29, and 14 5 reflecting a corrective reduction of \$8,974 in the overall 14 6 amount appropriated for the merged area's general state</p>	<p>CODE: General Fund supplemental appropriation to Western Iowa Tech Community College for general financial aid.</p> <p>DETAIL: The appropriation reflects a corrective reduction of \$8,974 and a supplemental addition of \$337,387 to restore the mid-year reduction.</p>

14	7	financial aid for the fiscal year:	
14	8 \$ 328,413	
14	9	12.MERGED AREA XIII — IOWA WESTERN COMMUNITY COLLEGE	CODE: General Fund supplemental appropriation to Iowa Western
14	10	For general state financial aid for merged area XIII, in	Community College for general financial aid.
14	11	2010 Iowa Acts, chapter 1183, section 6, subsection 30, and	
14	12	reflecting a corrective addition of \$9,196 in the overall	DETAIL: The appropriation reflects a corrective addition of \$9,196 and a
14	13	amount appropriated for the merged area's general state	supplemental addition of \$346,754 to restore the mid-year reduction.
14	14	financial aid for the fiscal year:	
14	15 \$ 355,950	
14	16	13.MERGED AREA XIV — SOUTHWESTERN COMMUNITY COLLEGE	CODE: General Fund supplemental appropriation to Southwestern
14	17	For general state financial aid for merged area XIV, in	Community College for general financial aid.
14	18	2010 Iowa Acts, chapter 1183, section 6, subsection 31, and	
14	19	reflecting a corrective reduction of \$12,340 in the overall	DETAIL: The appropriation reflects a corrective reduction of \$12,340 and a
14	20	amount appropriated for the merged area's general state	supplemental addition of \$144,619 to restore the mid-year reduction.
14	21	financial aid for the fiscal year:	
14	22 \$ 132,279	
14	23	14.MERGED AREA XV — INDIAN HILLS COMMUNITY COLLEGE	CODE: General Fund supplemental appropriation to Indian Hills Community
14	24	For general state financial aid for merged area XV, in	College for general financial aid.
14	25	2010 Iowa Acts, chapter 1183, section 6, subsection 32, and	
14	26	reflecting a corrective reduction of \$43,717 in the overall	DETAIL: The appropriation reflects a corrective reduction of \$43,717 and a
14	27	amount appropriated for the merged area's general state	supplemental addition of \$453,339 to restore the mid-year reduction.
14	28	financial aid for the fiscal year:	
14	29 \$ 409,622	
14	30	15.MERGED AREA XVI — SOUTHEASTERN COMMUNITY COLLEGE	CODE: General Fund supplemental appropriation to Southeastern
14	31	For general state financial aid for merged area XVI, in	Community College for general financial aid.
14	32	2010 Iowa Acts, chapter 1183, section 6, subsection 33, and	
14	33	reflecting a corrective reduction of \$11,864 in the overall	DETAIL: The appropriation reflects a corrective reduction of \$11,864 and a
14	34	amount appropriated for the merged area's general state	supplemental addition of \$259,962 to restore the mid-year reduction.
14	35	financial aid for the fiscal year:	
15	1 \$ 248,098	
15	2	16. For distribution to community colleges to supplement	CODE: General Fund supplemental appropriation to community colleges to
15	3	faculty salaries, in 2010 Iowa Acts, chapter 1183, section 8:	supplement faculty salaries.
15	4 \$ 20,415	
15	5	Sec. 30. DEPARTMENT OF CORRECTIONS. After applying the	DETAIL: The appropriation restores the mid-year reduction.
15	6	reductions made pursuant to 2010 Iowa Acts, chapter 1193,	
15	7	section 27, and any transfers made pursuant to 2010 Iowa Acts,	
15	8	chapter 1193, section 28, to the appropriations made for the	
15	9	following designated purposes, there is appropriated from the	
15	10	general fund of the state to the department of corrections	

15 11 for the fiscal year beginning July 1, 2010, and ending June
15 12 30, 2011, the following amounts, or so much thereof as is
15 13 necessary, to supplement the appropriations made for the
15 14 following designated purposes:

15 15 1. For the operation of adult correctional institutions in
15 16 2010 Iowa Acts, chapter 1190, section 3, subsection 1, to be
15 17 allocated as follows:

15 18 a. For the operation of the Fort Madison correctional
15 19 facility in 2010 Iowa Acts, chapter 1190, section 3, subsection
15 20 1, paragraph "a":

CODE: General Fund supplemental appropriation to the Department of
Corrections (DOC) for the Iowa State Penitentiary at Fort Madison.

DETAIL: Partially restores the mid-year reduction.

15 21 \$ 1,920,083

15 22 b. For the operation of the Anamosa correctional facility
15 23 in 2010 Iowa Acts, chapter 1190, section 3, subsection 1,
15 24 paragraph "b":

CODE: General Fund supplemental appropriation to the DOC for the
Anamosa State Penitentiary.

DETAIL: Partially restores the mid-year reduction.

15 25 \$ 1,293,060

15 26 c. For the operation of the Oakdale correctional facility
15 27 in 2010 Iowa Acts, chapter 1190, section 3, subsection 1,
15 28 paragraph "c":

15 29 \$ 2,385,141

15 30 d. For the operation of the Newton correctional facility
15 31 in 2010 Iowa Acts, chapter 1190, section 3, subsection 1,
15 32 paragraph "d":

CODE: General Fund supplemental appropriation to the DOC for the Newton
Correctional Facility.

DETAIL: Partially restores the mid-year reduction.

15 33 \$ 1,101,460

15 34 e. For the operation of the Mount Pleasant correctional
15 35 facility in 2010 Iowa Acts, chapter 1190, section 3, subsection
16 1 1, paragraph "e":

CODE: General Fund supplemental appropriation to the DOC for the Mount
Pleasant Correctional Facility.

DETAIL: Partially restores the mid-year reduction.

16 2 \$ 1,359,865

16 3 f. For the operation of the Rockwell City correctional
16 4 facility in 2010 Iowa Acts, chapter 1190, section 3, subsection
16 5 1, paragraph "f":

CODE: General Fund supplemental appropriation to the DOC for the
Rockwell City Correctional Facility.

DETAIL: Partially restores the mid-year reduction.

16 6\$ 412,008

16 7 g. For the operation of the Clarinda correctional facility
16 8 in 2010 Iowa Acts, chapter 1190, section 3, subsection 1,
16 9 paragraph "g":

CODE: General Fund supplemental appropriation to the DOC for the Clarinda Correctional Facility.

DETAIL: Partially restores the mid-year reduction.

16 10\$ 1,180,617

16 11 h. For the operation of the Mitchellville correctional
16 12 facility in 2010 Iowa Acts, chapter 1190, section 3, subsection
16 13 1, paragraph "h":

CODE: General Fund supplemental appropriation to the DOC for the Mitchellville Correctional Facility.

DETAIL: Partially restores the mid-year reduction.

16 14\$ 504,674

16 15 i. For the operation of the Fort Dodge correctional facility
16 16 in 2010 Iowa Acts, chapter 1190, section 3, subsection 1,
16 17 paragraph "i":

CODE: General Fund supplemental appropriation to the DOC for the Fort Dodge Correctional Facility.

DETAIL: Partially restores the mid-year reduction.

16 18\$ 1,162,060

16 19 2. For general administration in 2010 Iowa Acts, chapter
16 20 1190, section 4:

CODE: General Fund supplemental appropriation to the DOC for the Central Office.

DETAIL: Partially restores the mid-year reduction.

16 21\$ 110,202

16 22 3. For the judicial district departments of correctional
16 23 services in 2010 Iowa Acts, chapter 1190, section 5, subsection
16 24 1, to be allocated as follows:

16 25 a. For the first judicial district department of
16 26 correctional services in 2010 Iowa Acts, chapter 1190, section
16 27 5, subsection 1, paragraph "a":

CODE: General Fund supplemental appropriation to the DOC for the First Community-Based Corrections (CBC) District Department.

DETAIL: Partially restores the mid-year reduction.

16 28\$ 393,353

16 29 b. For the second judicial district department of
16 30 correctional services in 2010 Iowa Acts, chapter 1190, section
16 31 5, subsection 1, paragraph "b":

CODE: General Fund supplemental appropriation to the DOC for the Second CBC District Department.

DETAIL: Partially restores the mid-year reduction.

16 32 \$ 360,912

16 33 c. For the third judicial district department of
16 34 correctional services in 2010 Iowa Acts, chapter 1190, section
16 35 5, subsection 1, paragraph "c":

CODE: General Fund supplemental appropriation to the DOC for the Third
CBC District Department.

DETAIL: Partially restores the mid-year reduction.

17 1 \$ 221,793

17 2 d. For the fourth judicial district department of
17 3 correctional services in 2010 Iowa Acts, chapter 1190, section
17 4 5, subsection 1, paragraph "d":

CODE: General Fund supplemental appropriation to the DOC for the Fourth
CBC District Department.

DETAIL: Partially restores the mid-year reduction.

17 5 \$ 169,067

17 6 e. For the fifth judicial district department of
17 7 correctional services in 2010 Iowa Acts, chapter 1190, section
17 8 5, subsection 1, paragraph "e":

CODE: General Fund supplemental appropriation to the DOC for the Fifth
CBC District Department.

DETAIL: Partially restores the mid-year reduction.

17 9 \$ 723,637

17 10 f. For the sixth judicial district department of
17 11 correctional services in 2010 Iowa Acts, chapter 1190, section
17 12 5, subsection 1, paragraph "f":

CODE: General Fund supplemental appropriation to the DOC for the Sixth
CBC District Department.

DETAIL: Partially restores the mid-year reduction.

17 13 \$ 460,329

17 14 g. For the seventh judicial district department of
17 15 correctional services in 2010 Iowa Acts, chapter 1190, section
17 16 5, subsection 1, paragraph "g":

CODE: General Fund supplemental appropriation to the DOC for the
Seventh CBC District Department.

DETAIL: Partially restores the mid-year reduction.

17 17 \$ 265,431

17 18 h. For the eighth judicial district department of
17 19 correctional services in 2010 Iowa Acts, chapter 1190, section
17 20 5, subsection 1, paragraph "h":

CODE: General Fund supplemental appropriation to the DOC for the Eighth
CBC District Department.

DETAIL: Partially restores the mid-year reduction.

17 21 \$ 177,991

17 22 Sec. 31. STATE PUBLIC DEFENDER. After applying the
17 23 reductions made pursuant to 2010 Iowa Acts, chapter 1193,

17 24 section 27, to the appropriations made for the following
 17 25 designated purposes, there is appropriated from the general
 17 26 fund of the state to the office of the state public defender of
 17 27 the department of inspections and appeals for the fiscal year
 17 28 beginning July 1, 2010, and ending June 30, 2011, the following
 17 29 amounts, or so much thereof as is necessary, to supplement the
 17 30 appropriations made for the following designated purposes:

17 31 1. For the office of the state public defender, in 2010 Iowa
 17 32 Acts, chapter 1190, section 10, subsection 1:

CODE: General Fund supplemental appropriation to the Department of Inspections and Appeals for the Office of the State Public Defender.
 DETAIL: Restores the mid-year reduction and adds funds to fully staff the Offices.

17 33 \$ 2,551,500

17 34 2. For the fees of court-appointed attorneys for indigent
 17 35 adults and juveniles, in accordance with section 232.141 and
 18 1 chapter 815, in 2010 Iowa Acts, chapter 1190, section 10,
 18 2 subsection 2:

CODE: General Fund supplemental appropriation to the Department of Inspections and Appeals for the Office of the State Public Defender, Indigent Defense Fund.

DETAIL: Restores the mid-year reduction and adds funds to meet projected expenses.

18 3 \$ 16,000,000

18 4 Sec. 32. DEPARTMENT OF PUBLIC SAFETY. After applying the
 18 5 reductions made pursuant to 2010 Iowa Acts, chapter 1193,
 18 6 section 27, and any transfers made pursuant to 2010 Iowa Acts,
 18 7 chapter 1193, section 28, to the appropriations made for the
 18 8 following designated purposes, there is appropriated from
 18 9 the general fund of the state to the department of public
 18 10 safety for the fiscal year beginning July 1, 2010, and ending
 18 11 June 30, 2011, the following amounts, or so much thereof as
 18 12 is necessary, to supplement the appropriations made for the
 18 13 following designated purposes:

Appropriates an FY 2011 supplemental appropriation totaling \$2,955,000 to the five divisions within the Department of Public Safety as follows:

- Administration - \$275,000
- Division of Criminal Investigation - \$325,000
- Division of Narcotics Enforcement - \$225,000
- State Fire Marshal's Office - \$130,000
- Iowa State Patrol - \$2,000,000

18 14 1. For the department's administrative functions in 2010
 18 15 Iowa Acts, chapter 1190, section 14, subsection 1:

18 16 \$ 275,000

18 17 2. For the division of criminal investigation in 2010 Iowa
 18 18 Acts, chapter 1190, section 14, subsection 2:

18 19 \$ 325,000

18 20 3. For the division of narcotics enforcement in 2010 Iowa
18 21 Acts, chapter 1190, section 14, subsection 4, paragraph "a":

18 22 \$ 225,000

18 23 4. For the division of state fire marshal in 2010 Iowa Acts,
18 24 chapter 1190, section 14, subsection 5:

18 25 \$ 130,000

18 26 5. For the division of state patrol in 2010 Iowa Acts,
18 27 chapter 1190, section 14, subsection 6:

18 28 \$ 2,000,000

18 29 Sec. 33. DEPARTMENT OF PUBLIC HEALTH. After applying the
18 30 reductions made pursuant to 2010 Iowa Acts, chapter 1193,
18 31 section 27, and any transfers made pursuant to 2010 Iowa Acts,
18 32 chapter 1193, section 28, to the appropriations made for the
18 33 following designated purposes, there is appropriated from
18 34 the general fund of the state to the department of public
18 35 health for the fiscal year beginning July 1, 2010, and ending
19 1 June 30, 2011, the following amounts, or so much thereof as
19 2 is necessary, to supplement the appropriations made for the
19 3 following designated purposes:

19 4 1. For addictive disorders, in 2010 Iowa Acts, chapter 1192,
19 5 section 2, subsection 1:

General Fund supplemental appropriation for FY 2011 to addictive disorders programs.

DETAIL: The supplemental funding partially restores the mid-year reduction to substance abuse treatment and prevention and tobacco programming.

19 6 \$ 675,896

19 7 2. For healthy children and families, in 2010 Iowa Acts,
19 8 chapter 1192, section 2, subsection 2:

General Fund supplemental appropriation for FY 2011 to healthy children and families programs.

DETAIL: The supplemental funding partially restores the mid-year reduction to child health programs and the Early and Periodic Screening, Diagnosis, and Treatment (EPSDT) Oral Health Program.

19 9 \$ 68,192

19 10 3. For community capacity, in 2010 Iowa Acts, chapter 1192,

General Fund supplemental appropriation for FY 2011 to community

19 11 section 2, subsection 4:

capacity programs.

DETAIL: The supplemental funding restores the mid-year reduction to the Iowa e-Health Initiative.

19 12 \$ 13,275

19 13 4. For healthy aging, in 2010 Iowa Acts, chapter 1192,
19 14 section 2, subsection 5:

General Fund supplemental appropriation for FY 2011 to healthy aging programs.

DETAIL: The supplemental funding partially restores the mid-year reduction to local public health nursing and home care aide services.

19 15 \$ 403,500

19 16 5. For infectious diseases, in 2010 Iowa Acts, chapter 1192,
19 17 section 2, subsection 7:

General Fund supplemental appropriation for FY 2011 to infectious diseases programs.

DETAIL: The supplemental funding restores the mid-year reduction for purchasing vaccinations for preventable diseases, prescription services for sexually transmitted diseases (STDs), and Tuberculosis.

19 18 \$ 51,688

19 19 Sec. 34. DEPARTMENT OF HUMAN SERVICES —
19 20 APPROPRIATIONS. After applying the reductions made pursuant
19 21 to 2010 Iowa Acts, chapter 1193, section 27, and any transfers
19 22 made pursuant to 2010 Iowa Acts, chapter 1193, section 28, to
19 23 the appropriations made for the following designated purposes,
19 24 there is appropriated from the general fund of the state to the
19 25 department of human services for the fiscal year beginning July
19 26 1, 2010, and ending June 30, 2011, the following amounts, or so
19 27 much thereof as is necessary, to supplement the appropriations
19 28 made for the following designated purposes:

19 29 1. For the state mental health institute at Cherokee,
19 30 in 2010 Iowa Acts, chapter 1192, section 24, subsection 1,
19 31 paragraph “a”:

General Fund supplemental appropriation for FY 2011 to the Mental Health Institute (MHI) at Cherokee.

DETAIL: The supplemental appropriation will allow all State MHIs to continue operating the current number of beds.

19 32 \$ 784,607

19 33 2. For the state mental health institute at Clarinda,
19 34 in 2010 Iowa Acts, chapter 1192, section 24, subsection 1,

General Fund supplemental appropriation for FY 2011 to the MHI at Clarinda.

19 35 paragraph "b":

DETAIL: The supplemental appropriation will allow all State MHI's to continue operating the current number of beds.

20 1 \$ 623,793

20 2 3. For the state mental health institute at Independence,
20 3 in 2010 Iowa Acts, chapter 1192, section 24, subsection 1,
20 4 paragraph "c":

General Fund supplemental appropriation for FY 2011 to the MHI at Independence.

DETAIL: The supplemental appropriation will allow all State MHI's to continue operating the current number of beds.

20 5 \$ 1,235,916

20 6 Sec. 35. EFFECTIVE UPON ENACTMENT. This division of this
20 7 Act, being deemed of immediate importance, takes effect upon
20 8 enactment.
20 9 DIVISION VI
20 10 CORRECTIVE PROVISIONS

This Division is effective on enactment.

20 11 Sec. 36. 2010 Iowa Acts, chapter 1193, section 199, is
20 12 amended to read as follows:
20 13 SEC. 199.TERRACE HILL — GENERAL FUND — DEPARTMENT OF
20 14 ADMINISTRATIVE SERVICES. There is appropriated from the
20 15 general fund of the state to the department of administrative
20 16 services for the fiscal year beginning July 1, ~~2009~~2010,
20 17 and ending June 30, ~~2010~~2011, the following amount, or so
20 18 much thereof as is necessary, to be used for the purposes
20 19 designated:
20 20 For salaries, support, maintenance, and miscellaneous
20 21 purposes necessary for the operation of Terrace Hill, and for
20 22 not more than the following full-time equivalent positions:
20 23 \$ 263,329
20 24 FTE 6.38

CODE: Makes a correction to a General Fund appropriation included in HF 2531 (FY 2011 Standing Appropriations Act) to the Department of Administrative Services for the maintenance of the Terrace Hill grounds.

DETAIL: The appropriation of \$263,329 was intended to be made for FY 2011; however, the final version of the Act inadvertently made the appropriation for FY 2010. Additionally, due to the lack of an immediate effective date for the FY 2010 appropriation, the funding was nullified. This correction was detailed in a letter dated June 8, 2010, from the LSA to the Legislative Council. The Department also received an appropriation of \$168,494 for FY 2011 from the Cash Reserve Fund for Terrace Hill grounds maintenance. This represents only 39.0% of the total amount needed to fully fund the costs for FY 2011. The correction is needed to restore funding for the remainder of the fiscal year.

20 25 Sec. 37. EFFECTIVE UPON ENACTMENT AND RETROACTIVE
20 26 APPLICABILITY. This division of this Act, being deemed
20 27 of immediate importance, takes effect upon enactment. The
20 28 provision amending 2010 Iowa Acts, chapter 1193, section 199,
20 29 applies retroactively to April 29, 2010.

This Division is effective on enactment.

Summary Data

General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Supp-Senate Subcom FY 2011 <u>(3)</u>	Est Net FY 2011 <u>(4)</u>	Bill Number <u>(5)</u>
Administration and Regulation	\$ 0	\$ 0	\$ 263,329	\$ 263,329	
Education	0	152,825,911	5,948,736	158,774,647	
Health and Human Services	63,498,486	58,474,125	3,856,867	62,330,992	
Justice System	<u>455,215,302</u>	<u>427,518,125</u>	<u>35,708,183</u>	<u>463,226,308</u>	
Grand Total	<u>\$ 518,713,788</u>	<u>\$ 638,818,161</u>	<u>\$ 45,777,115</u>	<u>\$ 684,595,276</u>	

Administration and Regulation

General Fund

	<u>Actual FY 2010 (1)</u>	<u>Estimated FY 2011 (2)</u>	<u>Supp-Senate Subcom FY 2011 (3)</u>	<u>Est Net FY 2011 (4)</u>	<u>Bill Number (5)</u>
<u>Administrative Services, Dept. of</u>					
Administrative Services					
Terrace Hill Operations	\$ 0	\$ 0	\$ 263,329	\$ 263,329	SF209
Total Administrative Services, Dept. of	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 263,329</u>	<u>\$ 263,329</u>	
Total Administration and Regulation	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 263,329</u>	<u>\$ 263,329</u>	

Education General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Supp-Senate Subcom FY 2011 <u>(3)</u>	Est Net FY 2011 <u>(4)</u>	Bill Number <u>(5)</u>
Education, Dept. of					
Education, Dept. of					
Comm College - Northeast Iowa (I)	\$ 0	\$ 7,589,572	\$ 298,883	\$ 7,888,455	SF209
Comm College - North Iowa Area (II)	0	8,121,839	286,545	8,408,384	SF209
Comm College - Iowa Lakes (III)	0	7,478,622	257,873	7,736,495	SF209
Comm College - Northwest (IV)	0	3,672,598	128,526	3,801,124	SF209
Comm College - Iowa Central (V)	0	8,391,198	344,251	8,735,449	SF209
Comm College - Iowa Valley (VI)	0	7,152,344	251,942	7,404,286	SF209
Comm College - Hawkeye (VII)	0	10,650,184	401,298	11,051,482	SF209
Comm College - Eastern Iowa (IX)	0	13,247,344	508,961	13,756,305	SF209
Comm College - Kirkwood (X)	0	23,304,445	959,044	24,263,489	SF209
Comm College - Des Moines Area (XI)	0	23,465,054	1,016,636	24,481,690	SF209
Comm College - Western Iowa Tech (XII)	0	8,697,470	328,413	9,025,883	SF209
Comm College - Iowa Western (XIII)	0	8,938,972	355,950	9,294,922	SF209
Comm College - Southwestern (XIV)	0	3,728,128	132,279	3,860,407	SF209
Comm College - Indian Hills (XV)	0	11,686,592	409,622	12,096,214	SF209
Comm College - Southeastern (XVI)	0	6,701,549	248,098	6,949,647	SF209
Community Colleges Salaries	0	0	20,415	20,415	SF209
Total Education, Dept. of	\$ 0	\$ 152,825,911	\$ 5,948,736	\$ 158,774,647	
Total Education	\$ 0	\$ 152,825,911	\$ 5,948,736	\$ 158,774,647	

Health and Human Services General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Supp-Senate Subcom FY 2011 <u>(3)</u>	Est Net FY 2011 <u>(4)</u>	Bill Number <u>(5)</u>
<u>Public Health, Dept. of</u>					
Public Health, Dept. of					
Addictive Disorders	\$ 28,414,782	\$ 26,715,157	\$ 675,896	\$ 27,391,053	SF209
Healthy Children and Families	2,353,517	2,540,218	68,192	2,608,410	SF209
Community Capacity	3,728,162	5,045,832	13,275	5,059,107	SF209
Healthy Aging	8,345,779	7,400,906	403,500	7,804,406	SF209
Infectious Diseases	1,605,967	1,380,064	51,688	1,431,752	SF209
Total Public Health, Dept. of	\$ 44,448,207	\$ 43,082,177	\$ 1,212,551	\$ 44,294,728	
<u>Human Services, Dept. of</u>					
Cherokee					
Cherokee MHI	\$ 4,892,468	\$ 2,802,494	\$ 784,607	\$ 3,587,101	SF209
Clarinda					
Clarinda MHI	\$ 5,604,601	\$ 5,393,175	\$ 623,793	\$ 6,016,968	SF209
Independence					
Independence MHI	\$ 8,553,210	\$ 7,196,279	\$ 1,235,916	\$ 8,432,195	SF209
Total Human Services, Dept. of	\$ 19,050,279	\$ 15,391,948	\$ 2,644,316	\$ 18,036,264	
Total Health and Human Services	\$ 63,498,486	\$ 58,474,125	\$ 3,856,867	\$ 62,330,992	

Justice System General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Supp-Senate Subcom FY 2011 <u>(3)</u>	Est Net FY 2011 <u>(4)</u>	Bill Number <u>(5)</u>
<u>Corrections, Dept. of</u>					
CBC District 1					
CBC District I	\$ 12,028,965	\$ 11,526,745	\$ 393,353	\$ 11,920,098	SF209
CBC District 2					
CBC District II	\$ 10,294,859	\$ 9,976,036	\$ 360,912	\$ 10,336,948	SF209
CBC District 3					
CBC District III	\$ 5,363,652	\$ 5,280,086	\$ 221,793	\$ 5,501,879	SF209
CBC District 4					
CBC District IV	\$ 5,255,617	\$ 5,222,288	\$ 169,067	\$ 5,391,355	SF209
CBC District 5					
CBC District V	\$ 18,140,442	\$ 17,683,492	\$ 723,637	\$ 18,407,129	SF209
CBC District 6					
CBC District VI	\$ 12,711,127	\$ 12,249,424	\$ 460,329	\$ 12,709,753	SF209
CBC District 7					
CBC District VII	\$ 6,461,918	\$ 6,227,383	\$ 265,431	\$ 6,492,814	SF209
CBC District 8					
CBC District VIII	\$ 6,792,677	\$ 6,553,064	\$ 177,991	\$ 6,731,055	SF209
Central Office					
Corrections Administration	\$ 4,329,043	\$ 4,126,852	\$ 110,202	\$ 4,237,054	SF209
Fort Madison					
Ft. Madison Institution	\$ 37,767,271	\$ 36,533,518	\$ 1,920,083	\$ 38,453,601	SF209
Anamosa					
Anamosa Institution	\$ 28,815,684	\$ 28,270,794	\$ 1,293,060	\$ 29,563,854	SF209
Oakdale					
Oakdale Institution	\$ 55,432,247	\$ 52,614,899	\$ 2,385,141	\$ 55,000,040	SF209
Newton					
Newton Institution	\$ 25,756,235	\$ 24,599,293	\$ 1,101,460	\$ 25,700,753	SF209
Mt Pleasant					
Mt. Pleasant Inst.	\$ 24,910,544	\$ 24,191,645	\$ 1,359,865	\$ 25,551,510	SF209

Justice System General Fund

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Supp-Senate Subcom FY 2011 <u>(3)</u>	Est Net FY 2011 <u>(4)</u>	Bill Number <u>(5)</u>
Rockwell City					
Rockwell City Institution	\$ 8,561,800	\$ 8,666,658	\$ 412,008	\$ 9,078,666	SF209
Clarinda					
Clarinda Institution	\$ 21,530,698	\$ 21,835,677	\$ 1,180,617	\$ 23,016,294	SF209
Mitchellville					
Mitchellville Institution	\$ 14,422,531	\$ 14,779,174	\$ 504,674	\$ 15,283,848	SF209
Fort Dodge					
Ft. Dodge Institution	\$ 27,199,132	\$ 27,148,125	\$ 1,162,060	\$ 28,310,185	SF209
Total Corrections, Dept. of	<u>\$ 325,774,442</u>	<u>\$ 317,485,153</u>	<u>\$ 14,201,683</u>	<u>\$ 331,686,836</u>	
<u>Inspections & Appeals, Dept. of</u>					
Public Defender					
Indigent Defense Appropriation	\$ 32,508,247	\$ 15,680,929	\$ 16,000,000	\$ 31,680,929	SF209
Public Defender	19,568,864	21,531,682	2,551,500	24,083,182	SF209
Total Inspections & Appeals, Dept. of	<u>\$ 52,077,111</u>	<u>\$ 37,212,611</u>	<u>\$ 18,551,500</u>	<u>\$ 55,764,111</u>	
<u>Public Safety, Department of</u>					
Public Safety, Dept. of					
Public Safety Administration	\$ 3,952,071	\$ 3,732,075	\$ 275,000	\$ 4,007,075	SF209
Public Safety DCI	19,012,743	12,208,931	325,000	12,533,931	SF209
Narcotics Enforcement	5,747,647	6,204,884	225,000	6,429,884	SF209
DPS Fire Marshal	3,590,003	4,168,707	130,000	4,298,707	SF209
Iowa State Patrol	45,061,285	46,505,764	2,000,000	48,505,764	SF209
Total Public Safety, Department of	<u>\$ 77,363,749</u>	<u>\$ 72,820,361</u>	<u>\$ 2,955,000</u>	<u>\$ 75,775,361</u>	
Total Justice System	<u>\$ 455,215,302</u>	<u>\$ 427,518,125</u>	<u>\$ 35,708,183</u>	<u>\$ 463,226,308</u>	

Summary Data

FTE

	<u>Actual</u> <u>FY 2010</u> <u>(1)</u>	<u>Estimated</u> <u>FY 2011</u> <u>(2)</u>	<u>Supp-Senate Subcom</u> <u>FY 2011</u> <u>(3)</u>	<u>Est Net</u> <u>FY 2011</u> <u>(4)</u>	<u>Bill</u> <u>Number</u> <u>(5)</u>
Administration and Regulation	<u>0.00</u>	<u>0.00</u>	<u>6.38</u>	<u>6.38</u>	
Grand Total	<u><u>0.00</u></u>	<u><u>0.00</u></u>	<u><u>6.38</u></u>	<u><u>6.38</u></u>	

Administration and Regulation

FTE

	Actual FY 2010 <u>(1)</u>	Estimated FY 2011 <u>(2)</u>	Supp-Senate Subcom FY 2011 <u>(3)</u>	Est Net FY 2011 <u>(4)</u>	Bill Number <u>(5)</u>
<u>Administrative Services, Dept. of</u>					
Administrative Services					
Terrace Hill Operations	0.00	0.00	6.38	6.38	SF209
Total Administrative Services, Dept. of	<u>0.00</u>	<u>0.00</u>	<u>6.38</u>	<u>6.38</u>	
Total Administration and Regulation	<u>0.00</u>	<u>0.00</u>	<u>6.38</u>	<u>6.38</u>	