
FISCAL UPDATE Article

Fiscal Services Division

May 30, 2019



Ground Floor, State Capitol Building

Des Moines, Iowa 50319

515.281.3566

FY 2019 REALLOCATION OF APPROPRIATIONS — DEPARTMENT OF CORRECTIONS

Reallocation Notice. The Legislative Services Agency was notified May 29, 2019, by the Department of Corrections (DOC) of a \$1.2 million reallocation in funding for FY 2019. The funds have been transferred from several line items to the Iowa State Penitentiary (ISP). The transferred funds will be used to replace the current radio communication system at the ISP in Fort Madison. The total projected cost of the radios is approximately \$1.6 million. The remaining project cost will be covered by ISP funds.

Reallocation Summary. As permitted by [SF 615](#) (FY 2020 Justice System Appropriations Act), the DOC may use any General Fund resources appropriated to the Department in FY 2019 for the resolution of a settlement agreement with Iowa Workforce Development (IWD), described below. The following table details the FY 2019 reallocation pursuant to [SF 615](#):

FY 2019 Reallocation of General Fund Appropriations

Budget Unit	Transferred	Budget Unit	Received
Federal Prisoners/Contractual	\$ -320,000	Iowa State Penitentiary	\$ 1,235,000
County Confinement	-640,000		
Mount Pleasant Correctional Facility	-275,000		
Total	\$ -1,235,000		\$ 1,235,000

Settlement Agreement. The DOC received an Occupational Safety and Health Administration (OSHA) citation after an incident at the ISP in 2018. The DOC was cited for failure to provide adequate means of communication for employees to summon assistance during violent attacks. The resulting settlement agreement with the Division of Labor Services within IWD requires the DOC to remedy the OSHA citation, which must be abated by March 1, 2020.

Available Funds. In FY 2019, increased efficiencies produced by the LEAN project conducted by the Department of Management resulted in savings to the Federal Prisoner and County Confinement line items. In addition, the Mount Pleasant Correctional Facility experienced savings from vacant positions in the institution after the shift of the facility from medium to minimum custody. These savings are part of the reallocated funding for the ISP project.

LSA Staff Contact: Laura Book (515.205.9275) laura.book@legis.iowa.gov

1049056