

Subcommittee Appropriations Acts

FUNDING SUMMARY

General Fund FY 2027: Appropriates a total of \$73.3 million from the General Fund and authorizes 1,489.5 full-time equivalent (FTE) positions for FY 2027. This is a decrease of \$413,000 and 45.0 FTE positions compared to estimated net FY 2026. This includes the elimination of the Department of Inspections, Appeals, and Licensing (DIAL) Food and Consumer Safety appropriation.

Other Funds FY 2027: Appropriates a total of \$78.9 million from other funds. This is a decrease of \$59.9 million compared to estimated net FY 2026. This includes an elimination of the DIAL Professional Licensing appropriation from the State Housing Trust Fund, the removal of one-time funding for the Iowa Public Employees' Retirement System (IPERS) Pension Administration System (PAS) appropriation from the IPERS Trust Fund, and the removal of one-time funding for the Department of Insurance and Financial Services (DIFS) Pharmacy Services Administrative Organizations (PSAO) Report appropriation from the Commerce Revolving Fund (CMRF).

Standing Appropriations FY 2027: The attached tracking includes a standing limited appropriation of \$18,000 for FY 2027 from the General Fund for the enforcement of Iowa Code chapter [453D](#) (Tobacco Product Manufacturers — Enforcement of Financial Obligations). This is no change compared to estimated net FY 2026. Additionally, the attached tracking reflects a standing unlimited appropriation of \$125,000 for FY 2026 from the General Fund for the printing of cigarette stamps pursuant to Iowa Code section [453A.7](#).

NEW PROGRAMS, SERVICES, OR ACTIVITIES

Treasurer of State (TOS) Iowa's Achieving a Better Life Experience (IABLE) Savings Plan Trust: Appropriates \$200,000 from the General Fund to the TOS for the IABLE Savings Plan Trust. This is a new appropriation for FY 2027. The IABLE Savings Plan Trust was previously funded in the Department of Health and Human Services (HHS) budget in the Accounting, Compliance, and Program Integrity General Fund appropriation.

Page 15, Line 12

MAJOR INCREASES/DECREASES/TRANSFERS OF EXISTING PROGRAMS

Department of Administrative Services (DAS) Operations: Appropriates \$3.6 million and 50.0 FTE positions from the General Fund. This is a decrease of \$111,000 and an increase of 0.4 FTE position compared to estimated net FY 2026.

Page 1, Line 20

DIAL: Appropriates \$20.5 million from the General Fund and 478.6 FTE positions. This is a net decrease of \$502,000 and 76.2 FTE positions compared to estimated net FY 2026. The changes include: • A decrease of \$125,000 and 23.6 FTE positions for the Administration Division. • No change in funding and a decrease of 20.0 FTE positions for the Administrative Hearings Division. • A decrease of \$20,000 and no change in FTE positions for the Employment Appeal Board. • A decrease of \$510,000 and 35.7 FTE positions for the Food and Consumer Safety Bureau. • An increase of \$153,000 and 3.0 FTE positions for the Iowa Office of Civil Rights.	Page 5, Line 1
DIAL — Racing and Gaming Commission — Racing and Gaming Regulation: Appropriates \$8.0 million from the Gaming Regulatory Revolving Fund and 57.7 FTE positions. This is an increase of \$428,000 and 4.0 FTE positions compared to estimated net FY 2026.	Page 9, Line 11
IPERS General Office: Appropriates \$26.3 million from the IPERS Trust Fund and 110.0 FTE positions. This maintains the current level of funding and is an increase of 33.0 FTE positions compared to estimated net FY 2026.	Page 12, Line 23
Iowa Public Information Board (IPIB): Appropriates \$496,000 from the General Fund and 4.0 FTE positions. This is an increase of \$29,000 and 1.0 FTE position compared to estimated net FY 2026.	Page 12, Line 35
Iowa Department of Revenue (IDR): Appropriates \$15.3 million from the General Fund and 166.7 FTE positions. This is a decrease of \$29,000 in funding and no change in FTE positions compared to estimated net FY 2026.	Page 13, Line 7

STUDIES AND INTENT

<i>Intent</i>	
Requires the DAS to coordinate with the Iowa Economic Development Authority (IEDA) Tourism Office to promote attendance at the State Historical Building and the State's historic sites.	Page 2, Line 28
Requires any funds received by the DAS for workers' compensation to be used for the payment of workers' compensation claims and administrative costs. Permits any funds remaining to carry forward for the payment of claims and administrative costs in subsequent fiscal years.	Page 2, Line 37
Permits the DAS to charge \$2 per month to State employers for each employee health insurance contract administered by the DAS for FY 2027.	Page 3, Line 15

EXECUTIVE SUMMARY

ADMINISTRATION AND REGULATION APPROPRIATIONS ACT

Permits the AOS to add staff to conduct reimbursable audits. Requires the AOS to notify the DOM, the Legislative Fiscal Committee, and the Legislative Services Agency (LSA) when additional FTE positions are retained.	Page 3, Line 33
Requires the AOS to expend funds appropriated from the General Fund only on audit work related to the Annual Comprehensive Financial Report (ACFR) and other specified activities until the ACFR is completed.	Page 4, Line 5
Requires the Health Facilities Division of the DIAL to provide information to the public relating to inspections, operating costs, and FTE positions within the Division.	Page 5, Line 39
Specifies the intent of the General Assembly that the DIAL is required to continuously solicit input from health facilities regulated by the DIAL and to assess and improve the DIAL's level of collaboration and identify new opportunities for cooperation.	Page 6, Line 20
Permits the Employment Appeal Board to expend funds and to retain additional FTE positions, as necessary, for hearings related to contractor registration. The costs for these hearings are required to be reimbursed by the DIAL.	Page 6, Line 31
Permits the Employment Appeal Board to temporarily exceed and draw more than the \$511,000 appropriated for FY 2027 from the General Fund to the Board during the fiscal year and incur a negative cash balance as long as federal funds received by the Board are equal to or greater than the negative balance and the Board's General Fund appropriation is not exceeded at the close of FY 2027.	Page 6, Line 39
Permits the Iowa Office of Civil Rights to contract with a nonprofit organization to provide legal assistance to resolve civil rights complaints.	Page 7, Line 12
Permits the DIAL to reallocate General Fund appropriations in consultation with the DOM to best fulfill the needs of the DIAL. However, the DIAL is not allowed to reallocate appropriations for the Labor Services Division or the Workers' Compensation Division.	Page 8, Line 4
Permits the DIAL to retain license fees to cover the costs of local inspections in FY 2027, with the exception of those fees collected by the DIAL on behalf of a municipal corporation.	Page 8, Line 15
Requires the food establishment and food processing plant fees collected by the DIAL for inspections and licensing on behalf of municipal corporations through a statewide electronic licensing system operated by the DIAL to be remitted back to the municipal corporations less any fees collected for the electronic transactions.	Page 8, Line 21

EXECUTIVE SUMMARY

ADMINISTRATION AND REGULATION APPROPRIATIONS ACT

HOUSE FILE 2768

Requires the DIAL to deposit \$290,000 of collected inspection fee revenue into the General Fund prior to June 30, 2027.

Page 8, Line 30

FISCAL IMPACT: This is a decrease of \$510,000 in inspection fee revenue deposited into the General Fund compared to estimated net FY 2026.

Permits examination expenditures of the Iowa Insurance Division (IID) of the DIFS to exceed revenues if the expenditures are reimbursable. The IID is required to notify the DOM, the LSA, and the Legislative Fiscal Committee of the need for examination expenditures to exceed revenues and is required to provide justification and an estimate of the excess expenditures.

Page 10, Line 23

Requires the first \$750,000 collected from the sale of certified abstracts of vehicle operating records in FY 2027 to be transferred to the IOWAccess Revolving Fund for developing, implementing, maintaining, and expanding electronic access to government records.

Page 11, Line 39

Requires the IDR to expend \$400,000 of the IDR General Fund appropriation to pay the direct costs of compliance related to the local option sales tax (LOST).

Page 13, Line 18

Requires the IDR to prepare and issue a State Appraisal Manual at no cost to cities and counties.

Page 13, Line 22

Prohibits State agencies from charging the Office of the Secretary of State (SOS) a fee to provide data processing services for voter registration file maintenance and storage.

Page 14, Line 9

Allows the SOS to refund certain business service fees. The decision to issue the refund is not subject to administrative review.

Page 14, Line 29

Requires the Office of the TOS to provide administrative support to the Executive Council.

Page 15, Line 17

Permits the IUC to expend additional funds, including expenditures for additional personnel, if the funds are needed for actual expenses that exceed the moneys budgeted and if the funds are reimbursable. The IUC must notify the DOM, the LSA, and the Legislative Fiscal Committee of the expenditure of funds in excess of the amount budgeted for utility regulation and provide justification and an estimate of the excess expenditures.

Page 15, Line 39

Requires any agency receiving an appropriation pursuant to this Act to give first preference to an Iowa product or a product produced by an Iowa-based business and to give second preference to a United States product or a product produced by a business based in the United States.

Page 16, Line 21

EXECUTIVE SUMMARY

ADMINISTRATION AND REGULATION APPROPRIATIONS ACT

HOUSE FILE 2768

Nonreversion

Permits any unencumbered or unobligated funds appropriated in FY 2027 from the General Fund to the DAS for utility costs to carry forward to FY 2028.	Page 2, Line 5
Permits any unencumbered or unobligated funds appropriated in FY 2027 from the General Fund to the DIAL Labor Services Division to carry forward to FY 2028.	Page 7, Line 21
Permits any unencumbered or unobligated funds appropriated in FY 2027 from the General Fund to the DIAL Workers' Compensation Division to carry forward to FY 2028.	Page 7, Line 32
Requires the DIAL to retain fees collected from local inspections and carry forward any unencumbered or unobligated funds to FY 2028.	Page 8, Line 34

Required Reports

Requires the Investigations Division of the DIAL to provide a report to the General Assembly by December 1, 2026, regarding the Division's FY 2026 investigatory efforts related to fraud in public assistance programs.	Page 5, Line 25
Requires the DIAL to annually submit to the DOM and the LSA a report on fees billed and collected and expenditures from the moneys retained by the DIAL from local inspections.	Page 8, Line 34

SIGNIFICANT CODE CHANGES

Requires all fees collected by the DIAL concerning consumer fireworks seller license to be deposited into the Licensing and Regulation Fund rather than the Consumer Fireworks Fee Fund.	Page 17, Line 1
Repeals the Consumer Fireworks Fee Fund.	Page 17, Line 6
Requires all fees collected by the DIAL concerning consumer fireworks wholesaler registration to be deposited into the Licensing and Regulation Fund rather than the Consumer Fireworks Fee Fund.	Page 17, Line 32
FISCAL IMPACT: As of June 8, 2026, the balance of the Consumer Fireworks Fee Fund was \$440,000.	
Requires the gross admissions receipt tax and any additional charges from professional boxing events to be deposited into the Licensing and Regulation Fund rather than appropriated to the DIAL.	Page 18, Line 1

EXECUTIVE SUMMARY

ADMINISTRATION AND REGULATION APPROPRIATIONS ACT

Requires annual registration fees paid by manufacturers, distributors, and for-profit owners of electrical and mechanical amusement devices to be deposited into the Licensing and Regulation Fund rather than the Amusement Devices Special Fund.

Page 18, Line 15

FISCAL IMPACT: Annual registration fees to the Amusement Devices Special Fund have averaged \$294,000 annually between FY 2021 and FY 2025. As of June 8, 2026, the balance of the Amusement Devices Special Fund was \$496,000.

Requires that 100.0% of nonexamination revenues payable to the IID or the IDR in connection with the regulation of insurance companies or other entities subject to the regulatory jurisdiction of the IID be deposited into the CMRF rather than 40.0% to the CMRF and 60.0% to the General Fund. Unobligated nonexamination revenues may be deposited into the General Fund.

Page 18, Line 34

FISCAL IMPACT: Nonexamination revenues collected from FY 2022 through FY 2025 averaged \$20.4 million annually. The required deposit of nonexamination revenues into the General Fund from FY 2022 through FY 2025 has averaged \$12.2 million, while the actual deposit has averaged \$17.5 million over the same time period.

Requires any unobligated or unencumbered moneys in the Consumer Fireworks Fee Fund and the Amusement Devices Special Fund to be transferred into the Licensing and Regulation Fund on July 1, 2026.

Page 19, Line 8

FISCAL IMPACT: As of June 8, 2026, the balance of the Consumer Fireworks Fee Fund was \$440,000 and the balance of the Amusement Devices Special Fund was \$496,000.

EFFECTIVE DATE

This Act takes effect July 1, 2026.

ENACTMENT DATE

This Act was approved by the General Assembly on April 28th, 2026, and signed by the Governor on June 2, 2026.

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House File 2768 provides for the following changes to the Code of Iowa.

Page #	Line #	Bill Section	Action	Code Section
17	1	29	Add	10A.519.3.c
17	6	30	Amend	10A.519.7
17	32	31	Amend	10A.520.3
18	1	32	Amend	90A.10.1
18	15	33	Amend	99B.58
18	34	34	Amend	505.7.3

1 12 DIVISION I
1 13 FY 2026-2027 APPROPRIATIONS

1 14 Section 1. DEPARTMENT OF ADMINISTRATIVE SERVICES.
1 15 1. There is appropriated from the general fund of the state
1 16 to the department of administrative services for the fiscal
1 17 year beginning July 1, 2026, and ending June 30, 2027, the
1 18 following amounts, or so much thereof as is necessary, to be
1 19 used for the purposes designated:

1 20 a. For salaries, support, maintenance, and miscellaneous
1 21 purposes, and for not more than the following full-time
1 22 equivalent positions:
1 23 \$ 3,602,306
1 24 FTEs 50.00

General Fund appropriation to the Department of Administrative Services (DAS) for general operations.

DETAIL: This is a decrease of \$111,412 in funding and is an increase of 0.40 full-time equivalent (FTE) position compared to estimated net FY 2026.

The General Fund appropriation primarily funds the State Accounting Enterprise (SAE) and the maintenance of ceremonial space in the State Capitol and the Ola Babcock Miller Building under the General Services Enterprise (GSE). The remaining DAS operating revenues are generated from utility fees, marketplace fees, and other reimbursements. The approximate total generated from fees in FY 2024 as reported to the Legislative Services Agency's (LSA's) [Fee Project](#) was \$70,885,898.

2 1 b. For the payment of utility costs, and for not more than
2 2 the following full-time equivalent positions:
2 3 \$ 4,487,598
2 4 FTEs 1.00

General Fund appropriation to the DAS for utility costs at the Capitol Complex and at the Ankeny Lab Facilities.

DETAIL: Maintains the current level of funding and is no change in FTE positions compared to estimated net FY 2026.

2 5 Notwithstanding section 8.33, moneys appropriated
2 6 for utility costs in this lettered paragraph that remain
2 7 unencumbered or unobligated at the close of the fiscal year
2 8 shall not revert but shall remain available for expenditure
2 9 for the purposes designated until the close of the succeeding
2 10 fiscal year.

CODE: Permits any unencumbered or unobligated funds appropriated from the General Fund in FY 2027 to the DAS for utility costs to carry forward to FY 2028.

DETAIL: The amount of funds, if any, that will be carried forward varies annually. The amount of carryforward from previous fiscal years includes the following:

				• FY 2025 to FY 2026: \$349,705 • FY 2024 to FY 2025: \$269,270 • FY 2023 to FY 2024: \$254,678 • FY 2022 to FY 2023: \$501,736 • FY 2021 to FY 2022: \$333,640 • FY 2020 to FY 2021: \$2,518 • FY 2019 to FY 2020: \$21,352 • FY 2018 to FY 2019: \$0 • FY 2017 to FY 2018: \$154,374 • FY 2016 to FY 2017: \$198,397
2 11	c.	For Terrace Hill operations, and for not more than the		General Fund appropriation to the DAS for Terrace Hill
2 12		following full-time equivalent positions:		operations for the normal upkeep and routine maintenance of
2 13		 \$	460,884	Terrace Hill buildings and grounds.
2 14		 FTEs	4.37	
				DETAIL: Maintains the current level of funding and is no change
				in FTE positions compared to estimated net FY 2026.
2 15	d.	For state library services:		General Fund appropriation to the DAS for the State Library.
2 16	(1)	For salaries, support, maintenance, and miscellaneous		
2 17		purposes, and for not more than the following full-time		DETAIL: Maintains the current level of funding and is an
2 18		equivalent positions:		increase of 0.85 FTE position compared to estimated net
2 19		 \$	2,626,613	FY 2026. The increase of 0.85 FTE position is to restore the
2 20		 FTEs	19.00	FTE positions to the previously authorized amount in
				HF 1044 (FY 2026 Administration and Regulation
				Appropriations Act).
				The State Library provides local support services to Iowa
				libraries and helps ensure consistent availability of services
				across the State, especially in rural areas. The State Library
				also provides information services to the three branches of
				State government, information services to the general public,
				and U.S. Census data to the residents of Iowa.
2 21	(2)	For the enrich Iowa program established under section		General Fund appropriation to the DAS for the Enrich Iowa
2 22		8A.209:		program.
2 23		 \$	2,464,823	
				DETAIL: Maintains the current level of funding compared to
				estimated net FY 2026.

2 24 e. (1) For support of the state's historical resources, and
2 25 for not more than the following full-time equivalent positions:
2 26 \$ 3,804,774
2 27 FTEs 37.00

General Fund appropriation to the DAS for historical resources.

DETAIL: Maintains the current level of funding and is an increase of 11.49 FTE positions compared to estimated net FY 2026. The increase in FTE positions provides an authorization of 0.99 FTE position less than the total authorized in [HF 1044](#) (FY 2026 Administration and Regulation Appropriations Act).

The DAS is required to oversee the State Historical Museum, State Archives libraries and records, State Historic Preservation Office, State historical libraries, Iowa history publications, historic resource grants, battle flag preservation project, State historic sites, and archiving of former governors' papers.

2 28 (2) The department shall coordinate historical and cultural
2 29 activities with the tourism office of the economic development
2 30 authority to promote attendance at the state historical
2 31 building and at the state's historic sites.

Requires the DAS to coordinate with the Iowa Economic Development Authority (IEDA) Tourism Office to promote attendance at the State Historical Building and the State's historic sites.

2 32 f. For administration and support of the state's historic
2 33 sites, and for not more than the following full-time equivalent
2 34 positions:
2 35 \$ 425,751
2 36 FTEs 3.00

General Fund appropriation to the DAS for operation and maintenance of seven State historic sites.

DETAIL: Maintains the current level of funding and is an increase of 0.69 FTE position compared to estimated net FY 2026.

The Historic Sites appropriation is used for the operation and maintenance of historic sites across Iowa that are owned by

the State Historical Society. Many sites are operated in partnership with local historical societies and county conservation boards. The historic sites maintained by this appropriation are as follows:

- The American Gothic House (Eldon, Iowa)
- Blood Run National Historic Landmark (Lyon County, Iowa)
- Matthew Edel Blacksmith Shop (Haverhill, Iowa)
- Abbie Gardner Sharp Cabin (Arnolds Park, Iowa)
- Montauk Historic Site (Iowa City, Iowa)
- Toolesboro Mounds National Historic Landmark (Toolesboro, Iowa)
- Plum Grove Historic Home (Iowa City, Iowa)

2 37 2. Any moneys and premiums collected by the department
 2 38 for workers' compensation shall be segregated into a separate
 2 39 workers' compensation fund in the state treasury to be used
 3 1 for payment of state employees' workers' compensation claims
 3 2 and administrative costs. Notwithstanding section 8.33,
 3 3 unencumbered or unobligated moneys remaining in this workers'
 3 4 compensation fund at the end of the fiscal year shall not
 3 5 revert but shall remain available for expenditure for purposes
 3 6 of the fund in subsequent fiscal years.

CODE: Requires any funds received by the DAS for workers' compensation purposes to be used for the payment of workers' compensation claims and administrative costs. Permits any unencumbered or unobligated funds remaining in the Workers' Compensation Fund at the end of the fiscal year to carry forward for payment of claims and administrative costs in subsequent fiscal years.

DETAIL: The current estimated amount of carryforward from FY 2025 to FY 2026 is approximately \$4,361,461.

3 7 Sec. 2. DEPARTMENT OF ADMINISTRATIVE SERVICES —
 3 8 REVOLVING FUNDS. There is appropriated to the department of
 3 9 administrative services for the fiscal year beginning July
 3 10 1, 2026, and ending June 30, 2027, from the revolving funds
 3 11 designated in chapter 8A and from internal service funds
 3 12 created by the department such amounts as the department deems
 3 13 necessary for the operation of the department consistent with
 3 14 the requirements of chapter 8A.

Appropriates funds from the DAS revolving funds and internal service funds for operations of the DAS consistent with Iowa Code chapter [8A](#) for FY 2027.

3 15 Sec. 3. DEPARTMENT OF ADMINISTRATIVE SERVICES — STATE
 3 16 EMPLOYEE HEALTH INSURANCE ADMINISTRATION CHARGE. For the
 3 17 fiscal year beginning July 1, 2026, and ending June 30, 2027,
 3 18 the monthly per contract administrative charge which may be
 3 19 assessed by the department of administrative services shall be
 3 20 \$2.00 per contract on all health insurance plans administered
 3 21 by the department.

Permits the DAS to charge \$2 per month to State employers for each employee health insurance contract administered by the DAS for FY 2027.

DETAIL: Authorized under Iowa Code section [8A.454](#), the Health Insurance Administration Fund consists of moneys deposited from a monthly per-contract administrative charge.

	The funds are required to be expended by the DAS for health insurance program administrative costs.
3 22 Sec. 4. AUDITOR OF STATE.	
3 23 1. There is appropriated from the general fund of the state 3 24 to the office of the auditor of state for the fiscal year 3 25 beginning July 1, 2026, and ending June 30, 2027, the following 3 26 amount, or so much thereof as is necessary, to be used for the 3 27 purposes designated: 3 28 For salaries, support, maintenance, and miscellaneous 3 29 purposes, and for not more than the following full-time 3 30 equivalent positions: 3 31 \$ 1,002,686 3 32 FTEs 98.00	General Fund appropriation to the Auditor of State (AOS). DETAIL: Maintains the current level of funding and is a decrease of 5.70 FTE positions compared to estimated net FY 2026. The decrease of 5.70 FTE positions is to restore the FTE positions to the previously authorized amount in HF 1044 (FY 2026 Administration and Regulation Appropriations Act).
3 33 2. The auditor of state may retain additional full-time 3 34 equivalent positions as is reasonable and necessary to 3 35 perform governmental subdivision audits which are reimbursable 3 36 pursuant to section 11.20 or 11.21, to perform audits which are 3 37 requested by and reimbursable from the federal government, and 3 38 to perform work requested by and reimbursable from departments 3 39 or agencies pursuant to section 11.5A or 11.5B. The auditor 4 1 of state shall notify the department of management, the 4 2 legislative fiscal committee, and the legislative services 4 3 agency of the additional full-time equivalent positions 4 4 retained.	Permits the AOS to add staff to conduct reimbursable audits. Requires the AOS to notify the DOM, the Legislative Fiscal Committee, and the LSA when additional FTE positions are retained.
4 5 3. The auditor of state shall allocate moneys from the 4 6 appropriation in this section solely for audit work related to 4 7 the annual comprehensive financial report, federally required 4 8 audits, and investigations of embezzlement, theft, or other 4 9 significant financial irregularities until the audit of the 4 10 annual comprehensive financial report is complete.	Requires the AOS to expend the funds from the General Fund appropriation to the AOS on specified work until the audit of the Annual Comprehensive Financial Report (ACFR) is completed.
4 11 Sec. 5. IOWA ETHICS AND CAMPAIGN DISCLOSURE BOARD. There 4 12 is appropriated from the general fund of the state to the 4 13 Iowa ethics and campaign disclosure board for the fiscal year 4 14 beginning July 1, 2026, and ending June 30, 2027, the following 4 15 amount, or so much thereof as is necessary, to be used for the 4 16 purposes designated: 4 17 For salaries, support, maintenance, and miscellaneous	General Fund appropriation to the Iowa Ethics and Campaign Disclosure Board. DETAIL: Maintains the current level of funding and is an increase of 0.38 FTE position compared to estimated net FY 2026. The increase of 0.38 FTE position is to restore the FTE positions to the previously authorized amount in

4 18 purposes, and for not more than the following full-time
 4 19 equivalent positions:
 4 20 \$ 1,045,432
 4 21 FTEs 7.00

[HF 1044](#) (FY 2026 Administration and Regulation Appropriations Act).

4 22 Sec. 6. GOVERNOR AND LIEUTENANT GOVERNOR. There is
 4 23 appropriated from the general fund of the state to the offices
 4 24 of the governor and the lieutenant governor for the fiscal year
 4 25 beginning July 1, 2026, and ending June 30, 2027, the following
 4 26 amounts, or so much thereof as is necessary, to be used for the
 4 27 purposes designated:

4 28 1. GENERAL OFFICE
 4 29 For salaries, support, maintenance, and miscellaneous
 4 30 purposes, and for not more than the following full-time
 4 31 equivalent positions:
 4 32 \$ 2,864,932
 4 33 FTEs 25.00

General Fund appropriation to the Offices of the Governor and Lieutenant Governor.

DETAIL: Maintains the current level of funding and is no change in FTE positions compared to estimated net FY 2026.

4 34 2. TERRACE HILL QUARTERS
 4 35 For the governor's quarters at Terrace Hill, including
 4 36 salaries, support, maintenance, and miscellaneous purposes, and
 4 37 for not more than the following full-time equivalent positions:
 4 38 \$ 144,222
 4 39 FTEs 2.00

General Fund appropriation for the Terrace Hill quarters.

DETAIL: Maintains the current level of funding and is an increase of 0.07 FTE position compared to estimated net FY 2026.

5 1 Sec. 7. DEPARTMENT OF INSPECTIONS, APPEALS, AND
 5 2 LICENSING. There is appropriated from the general fund of the
 5 3 state to the department of inspections, appeals, and licensing
 5 4 for the fiscal year beginning July 1, 2026, and ending June
 5 5 30, 2027, the following amounts, or so much thereof as is
 5 6 necessary, to be used for the purposes designated:

5 7 1. ADMINISTRATION DIVISION
 5 8 For salaries, support, maintenance, and miscellaneous
 5 9 purposes, and for not more than the following full-time
 5 10 equivalent positions:
 5 11 \$ 808,285
 5 12 FTEs 11.55

General Fund appropriation to the Administration Division of the Department of Inspections, Appeals, and Licensing (DIAL).

DETAIL: This is a decrease of \$125,000 and 23.55 FTE positions compared to estimated net FY 2026. The funding decrease is for decreased general operating costs. The decrease of 23.55 FTE positions is to restore the FTE positions to the previously authorized amount in [HF 1044](#) (FY 2026 Administration and Regulation Appropriations Act).

5 13 2. ADMINISTRATIVE HEARINGS DIVISION
 5 14 For salaries, support, maintenance, and miscellaneous
 5 15 purposes, and for not more than the following full-time
 5 16 equivalent positions:
 5 17 \$ 654,983
 5 18 FTEs 23.00

The Administration Division provides centralized support services for the DIAL. Division staff oversee all strategic planning, finance and budgeting, legislative affairs, administrative rulemaking, personnel, and public information activities for the DIAL.

General Fund appropriation to the Administrative Hearings Division of the DIAL.

DETAIL: Maintains the current level of funding and is a decrease of 20.00 FTE positions compared to estimated net FY 2026. The decrease of 20.00 FTE positions is to restore the FTE positions to the previously authorized amount in [HF 1044](#) (FY 2026 Administration and Regulation Appropriations Act).

The Administrative Hearings Division conducts contested case hearings involving lowans who claim to have been adversely affected by an action taken by a State agency. The majority of cases involve the suspension or termination of entitlements granted to individuals by the Iowa Department of Health and Human Services (HHS). Other cases involve driver's license suspensions and revocations by the Iowa Department of Transportation (DOT).

5 19 3. INVESTIGATIONS
 5 20 a. For salaries, support, maintenance, and miscellaneous
 5 21 purposes, and for not more than the following full-time
 5 22 equivalent positions:
 5 23 \$ 2,769,231
 5 24 FTEs 56.00

General Fund appropriation to the Investigations Division of the DIAL.

DETAIL: Maintains the current level of funding and no change in FTE positions compared to estimated net FY 2026.

The Investigations Division investigates alleged fraud involving the State's public assistance programs, investigates Medicaid fraud by health care providers, and conducts professional practice investigations on behalf of State licensing boards.

5 25 b. By December 1, 2026, the department shall submit a
 5 26 report to the general assembly concerning the department's
 5 27 activities relative to fraud in public assistance programs for
 5 28 the fiscal year beginning July 1, 2025, and ending June 30,
 5 29 2026. The report must include but is not limited to a summary
 5 30 of the number of cases investigated, case outcomes, overpayment
 5 31 dollars identified, amount of cost avoidance, and actual
 5 32 dollars recovered.

Requires the DIAL to coordinate with the Investigations Division and report to the General Assembly by December 1, 2026, regarding the Division's investigations into fraud in public assistance programs. The DIAL is to report on the number of cases investigated, case outcomes, identified overpayment dollars, amount of cost avoidance, and actual dollars recovered for FY 2026.

5 33 4. HEALTH FACILITIES

General Fund appropriation to the Health Facilities Division of the DIAL.

5 34 a. For salaries, support, maintenance, and miscellaneous
 5 35 purposes, and for not more than the following full-time
 5 36 equivalent positions:
 5 37 \$ 6,206,128
 5 38 FTEs 132.00

DETAIL: Maintains the current level of funding and is no change in FTE positions compared to estimated net FY 2026.

5 39 b. The department shall make all of the following
 6 1 information available to the public as part of the department's
 6 2 development efforts to revise the department's internet site:
 6 3 (1) The number of inspections of health facilities
 6 4 conducted by the department annually by type of service
 6 5 provider and type of inspection.
 6 6 (2) The total annual operations budget for the department
 6 7 that is associated with health facilities regulation, including
 6 8 general fund appropriations and federal contract dollars
 6 9 received by type of service provider inspected.
 6 10 (3) The total number of full-time equivalent positions
 6 11 in the department that are associated with health facilities
 6 12 regulation, to include the number of full-time equivalent
 6 13 positions serving in a supervisory capacity, and serving as
 6 14 surveyors, inspectors, or monitors in the field by type of
 6 15 service provider inspected.
 6 16 (4) Identification of state and federal survey trends,
 6 17 cited regulations, the scope and severity of deficiencies
 6 18 identified, and federal and state fines assessed and collected
 6 19 concerning nursing and assisted living facilities and programs.

Requires the DIAL to provide the following information to the public on the DIAL's website:

- The number of inspections for each type of service provider and type of inspection.
- The annual operations budget.
- The number of inspectors and other FTE positions by type of service provider inspected.
- The survey trends, regulations cited, deficiencies, and State and federal fines.

6 20 c. It is the intent of the general assembly that the
 6 21 department continuously solicit input from health facilities
 6 22 regulated by the department to assess and improve the
 6 23 department's level of collaboration and to identify new

Specifies the intent of the General Assembly that the DIAL is to continuously solicit input from health facilities regulated by the DIAL.

6 24 opportunities for cooperation.

6 25 5. EMPLOYMENT APPEAL BOARD

6 26 a. For salaries, support, maintenance, and miscellaneous
6 27 purposes, and for not more than the following full-time
6 28 equivalent positions:

6 29	\$	510,782
6 30	FTEs	11.00

General Fund appropriation to the Employment Appeal Board.

DETAIL: This is a decrease of \$20,000 and no change in FTE positions compared to estimated net FY 2026. The decrease of \$20,000 is for reduced mediation costs.

The Employment Appeal Board is comprised of three members appointed by the Governor and serves as the final administrative law forum for State and federal unemployment benefit appeals. The Board also hears appeals of rulings of the federal Occupational Safety and Health Administration (OSHA) and rulings on State employee job classifications.

6 31 b. The employment appeal board shall be reimbursed by the
6 32 department for all costs associated with hearings conducted
6 33 under chapter 91C related to contractor registration. The
6 34 board may expend, in addition to the amount appropriated under
6 35 this subsection, additional amounts as are directly billable
6 36 to the department under this subsection and to retain the
6 37 additional full-time equivalent positions as needed to conduct
6 38 hearings required pursuant to chapter 91C.

Permits the Employment Appeal Board to expend funds and to retain additional FTE positions, as necessary, for hearings related to contractor registration. The costs for these hearings are required to be reimbursed by the DIAL.

6 39 c. The employment appeal board may temporarily exceed and
7 1 draw more than the amount appropriated in this subsection and
7 2 incur a negative cash balance as long as there are receivables
7 3 of federal funds equal to or greater than the negative balance
7 4 and the amount appropriated in this subsection is not exceeded
7 5 at the close of the fiscal year.

Permits the Employment Appeal Board to temporarily exceed and draw more than the \$510,782 appropriated for FY 2027 from the General Fund to the Board during the fiscal year and incur a negative cash balance as long as federal funds received by the Board are equal to or greater than the negative balance and the Board's General Fund appropriation is not exceeded at the close of FY 2027.

7 6 6. IOWA OFFICE OF CIVIL RIGHTS

7 7 a. For salaries, support, maintenance, and miscellaneous
7 8 purposes, and for not more than the following full-time
7 9 equivalent positions:

7 10	\$	1,538,921
7 11	FTEs	30.00

General Fund appropriation to the Iowa Office of Civil Rights.

DETAIL: This is a net increase of \$153,000 and is an increase of 3.00 FTE positions compared to estimated net FY 2026 for the following:

- An increase of \$200,000 and 3.00 FTE positions for an increased workload associated with the enactment of 2026 Iowa Acts, [Senate File 579](#) (Local Civil Rights Commission

				Act), which removed the requirement for cities with a population of 29,000 or greater to maintain a local civil rights commission.
				• A decrease of \$20,000 for reduced costs associated with the Docusign contract.
				• A decrease of \$15,000 for reduced WingSwept Case Management costs.
				• A decrease of \$12,000 for reduced Paperless Case Management system costs.
7 12	b.	The Iowa office of civil rights may enter into a contract		
7 13		with a nonprofit organization to provide legal assistance to		
7 14		resolve civil rights complaints.		Permits the Iowa Office of Civil Rights to contract with a nonprofit organization to provide legal assistance to resolve civil rights complaints.
7 15	7.	LABOR SERVICES		General Fund appropriation to the DIAL Labor Services Division.
7 16	a.	For salaries, support, maintenance, and miscellaneous		
7 17		purposes, and for not more than the following full-time		
7 18		equivalent positions:		DETAIL: Maintains the current level of funding and is no change in FTE positions compared to estimated net FY 2026.
7 19		 \$	2,965,719	
7 20		 FTEs	50.00	The appropriation is used to enforce safety standards in the workplace; provide consultation to employers on occupational safety and health compliance; conduct certain equipment inspections; maintain statistical information on illness and injuries in the workplace; and enforce wage, labor, and child labor laws.
7 21	b.	Notwithstanding section 8.33, moneys appropriated in		
7 22		this subsection that remain unencumbered or unobligated at the		
7 23		close of the fiscal year shall not revert but shall remain		
7 24		available for expenditure for the purposes designated until the		
7 25		close of the succeeding fiscal year.		CODE: Permits any unencumbered or unobligated funds appropriated from the General Fund in FY 2027 to the Labor Services Division to carry forward to FY 2028.
7 26	8.	DIVISION OF WORKERS' COMPENSATION		General Fund appropriation to the DIAL Division of Workers' Compensation.
7 27	a.	For salaries, support, maintenance, and miscellaneous		
7 28		purposes, and for not more than the following full-time		
7 29		equivalent positions:		DETAIL: Maintains the current level of funding and is no change in FTE positions compared to estimated net
7 30		 \$	3,381,044	

PG LN	GA:91 HF2768	Explanation
7 31	FTEs 26.00	FY 2026. The appropriation is used to support the following three core functions: • Adjudication of disputed workers' compensation claims. • Enforcement of compliance standards. • Education of lowans about workers' compensation laws and procedures.
7 32 b. Notwithstanding section 8.33, moneys appropriated in 7 33 this subsection that remain unencumbered or unobligated at the 7 34 close of the fiscal year shall not revert but shall remain 7 35 available for expenditure for the purposes designated until the 7 36 close of the succeeding fiscal year.		CODE: Permits any unencumbered or unobligated funds appropriated from the General Fund in FY 2027 to the Workers' Compensation Division to carry forward to FY 2028.
7 37 9. PROFESSIONAL LICENSING 7 38 For salaries, support, maintenance, and miscellaneous 7 39 purposes, and for not more than the following full-time 8 1 equivalent positions:	8 2 \$ 1,627,969 8 3 FTEs 139.00	General Fund appropriation to the Professional Licensing Division of the DIAL. DETAIL: Maintains the current level of funding and is no change in FTE positions compared to estimated net FY 2026.
8 4 10. APPROPRIATION REALLOCATION 8 5 Notwithstanding section 8.39, the department of inspections, 8 6 appeals, and licensing, in consultation with the department of 8 7 management, may reallocate moneys appropriated in this section 8 8 as necessary to best fulfill the needs of the department 8 9 of inspections, appeals, and licensing provided for in the 8 10 appropriation. However, the department of inspections, 8 11 appeals, and licensing shall not reallocate moneys appropriated 8 12 for labor services or the division of workers' compensation.		CODE: Permits the DIAL to reallocate General Fund appropriations in consultation with the DOM to best fulfill the needs of the DIAL. However, the DIAL is not allowed to reallocate moneys appropriated for the Labor Services Division or the Workers' Compensation Division.
8 13 Sec. 8. DEPARTMENT OF INSPECTIONS, APPEALS, AND LICENSING 8 14 — LICENSE OR REGISTRATION FEES.		
8 15 1. For the fiscal year beginning July 1, 2026, and ending 8 16 June 30, 2027, the department of inspections, appeals, and 8 17 licensing shall collect any license or registration fees or 8 18 electronic transaction fees generated during the fiscal year 8 19 as a result of licensing and registration activities under 8 20 chapters 99B, 137C, 137D, and 137F.		Permits the DIAL to retain license fees to cover the costs of local inspections in FY 2027, with the exception of those fees collected by the DIAL on behalf of a municipal corporation. Fees are generated under the following Iowa Code chapters: • Iowa Code chapter 99B — Social and Charitable Gambling.

8 21 2. From the fees collected by the department under this
 8 22 section on behalf of a municipal corporation with which
 8 23 the department has an agreement pursuant to section 137F.3,
 8 24 through a statewide electronic licensing system operated by
 8 25 the department, notwithstanding section 137F.6, subsection 2,
 8 26 the department shall remit the amount of those fees to the
 8 27 municipal corporation for whom the fees were collected less
 8 28 any electronic transaction fees collected by the department to
 8 29 enable electronic payment.

8 30 3. From the fees collected by the department under this
 8 31 section, other than those fees described in subsection 2,
 8 32 the department shall deposit the amount of \$290,435 into the
 8 33 general fund of the state prior to June 30, 2027.

8 34 4. From the fees collected by the department under this
 8 35 section, other than those fees described in subsections 2 and
 8 36 3, the department shall retain the remainder of the fees for
 8 37 the purposes of enforcing the provisions of chapters 99B, 137C,
 8 38 137D, and 137F. Notwithstanding section 8.33, moneys retained
 8 39 by the department pursuant to this subsection that remain
 9 1 unencumbered or unobligated at the close of the fiscal year
 9 2 shall not revert but shall remain available for expenditure
 9 3 for the purposes of enforcing the provisions of chapters 99B,
 9 4 137C, 137D, and 137F during the succeeding fiscal year. The
 9 5 department shall provide an annual report to the department
 9 6 of management and the legislative services agency on fees
 9 7 billed and collected and expenditures from the moneys retained
 9 8 by the department in a format determined by the department
 9 9 of management in consultation with the legislative services
 9 10 agency.

- Iowa Code chapter [137C](#) — Hotel Sanitation Code.
- Iowa Code chapter [137D](#) — Home Food Processing Establishments.
- Iowa Code chapter [137F](#) — Food Establishments and Food Processing Plants.

Requires the food establishment and food processing plant fees collected by the DIAL for inspections and licensing on behalf of municipal corporations through a statewide electronic licensing system operated by the DIAL to be remitted back to the municipal corporations less any fees collected for the electronic transactions.

Requires the DIAL to deposit \$290,435 of collected inspection fee revenue into the General Fund prior to June 30, 2027.

FISCAL IMPACT: This is a decrease of \$509,565 in inspection fee revenue required to be deposited into the General Fund compared to estimated net FY 2026.

Requires the DIAL to retain fees collected from local inspections and carry forward any unencumbered or unobligated funds to FY 2028 for the purposes of enforcing Iowa Code chapters [99B](#), [137C](#), [137D](#), and [137F](#). Also requires the DIAL to annually submit a report to the DOM and the LSA on fees billed and collected and expenditures from the moneys retained by the DIAL.

9 11 Sec. 9. DEPARTMENT OF INSPECTIONS, APPEALS, AND LICENSING
 9 12 — RACING AND GAMING COMMISSION — RACING AND GAMING
 9 13 REGULATION. There is appropriated from the gaming regulatory
 9 14 revolving fund created in section 99F.20 to the racing and
 9 15 gaming commission of the department of inspections, appeals,
 9 16 and licensing for the fiscal year beginning July 1, 2026, and
 9 17 ending June 30, 2027, the following amount, or so much thereof
 9 18 as is necessary, to be used for the purposes designated:
 9 19 For salaries, support, maintenance, and miscellaneous
 9 20 purposes for regulation, administration, and enforcement of
 9 21 pari-mutuel racetracks, excursion boat gambling, gambling
 9 22 structure laws, sports wagering, and fantasy sports contests,
 9 23 and for not more than the following full-time equivalent
 9 24 positions:
 9 25 \$ 8,049,999
 9 26 FTEs 57.70

Gaming Regulatory Revolving Fund appropriation to the Racing and Gaming Commission for regulation of casinos, pari-mutuel wagering facilities, sports wagering, and fantasy sports contests.

DETAIL: This is an increase of \$428,000 and 4.00 FTE positions compared to estimated net FY 2026 for the following purposes:

- An increase of \$308,000 and 4.00 FTE positions for additional casino regulatory staff for the Cedar Crossing Casino in Cedar Rapids.
- An increase of \$15,000 for increased Commission travel costs.
- An increase of \$10,000 for ongoing training of new staff.
- A one-time increase of \$40,000 for new office and equipment costs.
- A one-time increase of \$30,000 for overtime (OT) payments associated with the new casino setup.
- A one-time increase of \$15,000 for boat-based to land-based casino transition costs.
- A one-time increase of \$10,000 for training of new staff.

9 27 Sec. 10. DEPARTMENT OF INSPECTIONS, APPEALS, AND LICENSING
 9 28 — ROAD USE TAX FUND. There is appropriated from the road
 9 29 use tax fund created in section 312.1 to the administrative
 9 30 hearings division of the department of inspections, appeals,
 9 31 and licensing for the fiscal year beginning July 1, 2026, and
 9 32 ending June 30, 2027, the following amount, or so much thereof
 9 33 as is necessary, to be used for the purposes designated:
 9 34 For salaries, support, maintenance, and miscellaneous
 9 35 purposes:
 9 36 \$ 1,623,897

Road Use Tax Fund appropriation to the Administrative Hearings Division of the DIAL.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. These funds are used to cover costs associated with administrative hearings related to driver's license revocations.

9 37 Sec. 11. DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES
 9 38 — COMMERCE REVOLVING FUND. There is appropriated from the
 9 39 commerce revolving fund created in section 546.12 to the
 10 1 department of insurance and financial services for the fiscal
 10 2 year beginning July 1, 2026, and ending June 30, 2027, the
 10 3 following amounts, or so much thereof as is necessary, to be
 10 4 used for the purposes designated:

Appropriates moneys from the Commerce Revolving Fund to the Department of Insurance and Financial Services (DIFS).

10	5	1. BANKING DIVISION	Commerce Revolving Fund appropriation to the Banking Division of the DIFS.
10	6	For salaries, support, maintenance, and miscellaneous	
10	7	purposes, and for not more than the following full-time	
10	8	equivalent positions:	DETAIL: Maintains the current level of funding and is no
10	9	 \$ 14,881,690	change in FTE positions compared to estimated net
10	10	 FTEs 79.00	FY 2026.
10	11	2. CREDIT UNION DIVISION	Commerce Revolving Fund appropriation to the Credit Union
10	12	For salaries, support, maintenance, and miscellaneous	Division of the DIFS.
10	13	purposes, and for not more than the following full-time	
10	14	equivalent positions:	DETAIL: Maintains the current level of funding and is no
10	15	 \$ 3,018,710	change in FTE positions compared to estimated net
10	16	 FTEs 16.00	FY 2026.
10	17	3. INSURANCE DIVISION	Commerce Revolving Fund appropriation to the Iowa Insurance
10	18	a. For salaries, support, maintenance, and miscellaneous	Division (IID) of the DIFS.
10	19	purposes, and for not more than the following full-time	
10	20	equivalent positions:	DETAIL: Maintains the current level of funding and is no
10	21	 \$ 11,010,719	change in FTE positions compared to estimated net
10	22	 FTEs 131.85	FY 2026.
10	23	b. The insurance division expenditures for examination	Permits examination expenditures of the IID to exceed
10	24	purposes may exceed the projected receipts, refunds, and	revenues if the expenditures are reimbursable. The IID is
10	25	reimbursements, estimated pursuant to section 505.7, subsection	required to notify the DOM, the LSA, and the Legislative
10	26	7, including the expenditures for retention of additional	Fiscal Committee of the need for examination expenditures
10	27	personnel, if the expenditures are fully reimbursable and the	to exceed revenues and is required to provide justification
10	28	division first does all of the following:	and an estimate of the excess expenditures.
10	29	(1) Notifies the department of management, the legislative	
10	30	services agency, and the legislative fiscal committee of the	
10	31	need for the expenditures.	
10	32	(2) Files with each of the entities named in subparagraph	
10	33	(1) the legislative and regulatory justification for the	
10	34	expenditures, along with an estimate of the expenditures.	
10	35	Sec. 12. DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES —	General Fund appropriation to the DIFS for deposit into the
10	36	GENERAL FUND. There is appropriated from the general fund of	Captive Insurance Regulatory and Supervision Fund for the
10	37	the state to the department of insurance and financial services	regulation and supervision of the captive insurance industry.
10	38	for the fiscal year beginning July 1, 2026, and ending June 30,	
10	39	2027, the following amount, or so much thereof as is necessary,	DETAIL: Maintains the current level of funding and is an
11	1	to be used for the purposes designated:	increase of 0.50 FTE position compared to estimated net

11 2 For deposit in the captive insurance regulatory and
 11 3 supervision fund created in section 521J.12 for use as provided
 11 4 in section 521J.12, including salaries, support, maintenance,
 11 5 and miscellaneous purposes, and for not more than the following
 11 6 full-time equivalent positions:

11 7	\$	450,000
11 8	FTEs	2.00

FY 2026. The increase of 0.50 FTE position is to restore the FTE positions to the previously authorized amount in [HF 1044](#) (FY 2026 Administration and Regulation Appropriations Act).

This funding is for a Captive Insurance Bureau Chief, an Examiner Specialist, and an Examiner to examine and ensure compliance matters related to captive insurance.

11 9 Sec. 13. DEPARTMENT OF MANAGEMENT. There is appropriated
 11 10 from the general fund of the state to the department of
 11 11 management for the fiscal year beginning July 1, 2026, and
 11 12 ending June 30, 2027, the following amounts, or so much thereof
 11 13 as is necessary, to be used for the purposes designated:

11 14 1. For enterprise resource planning, providing for a
 11 15 salary model administrator, conducting performance audits, the
 11 16 department's LEAN process, and criminal and juvenile justice
 11 17 planning; for salaries, support, maintenance, and miscellaneous
 11 18 purposes; and for not more than the following full-time
 11 19 equivalent positions:

11 20	\$	3,666,154
11 21	FTEs	29.00

General Fund appropriation to the DOM for operations.

DETAIL: Maintains the current level of funding and is an increase of 1.00 FTE position compared to estimated net FY 2026. The increase of 1.00 FTE position is to restore the FTE positions to the previously authorized amount in [HF 1044](#) (FY 2026 Administration and Regulation Appropriations Act).

11 22 2. a. For the division of information technology; for
 11 23 salaries, support, maintenance, and miscellaneous purposes; and
 11 24 for not more than the following full-time equivalent positions:

11 25	\$	4,421,887
11 26	FTEs	24.39

General Fund appropriation to the Department of Management Division of Information Technology (DOM DoIT) Cybersecurity Office.

DETAIL: Maintains the current level of funding and is no change in FTE positions compared to estimated net FY 2026.

11 27 b. Of the moneys appropriated in this subsection, \$325,000
 11 28 is allocated to providing cybersecurity services to local
 11 29 governments.

Allocates \$325,000 to provide cybersecurity services to local governments.

11 30 Sec. 14. DEPARTMENT OF MANAGEMENT — INFORMATION TECHNOLOGY
 11 31 — REVOLVING AND INTERNAL FUNDS.

11 32 1. There is appropriated to the department of management
 11 33 for the fiscal year beginning July 1, 2026, and ending June
 11 34 30, 2027, from the revolving funds designated in chapter 8,

Appropriates revenue from internal service funds and revolving funds to the DOM DoIT in the amount necessary to operate the office.

11 35 subchapter XI, and from internal service funds created under
 11 36 section 8.92, such amounts as the department deems necessary
 11 37 for the operation of the department pursuant to and consistent
 11 38 with the requirements of chapter 8, subchapter XI.

DETAIL: Iowa Code section [8.92](#) permits the DOM DoIT to establish and maintain internal service funds in accordance with generally accepted accounting principles. Internal service funds are primarily funded from billings to governmental entities for services rendered by the DOM DoIT. Billings may include direct, indirect, and developmental costs that have not been funded by an appropriation to the DOM DoIT. The funds may also include gifts, loans, donations, grants, and contributions.

11 39 2. a. Notwithstanding section 321A.3, subsection 1, for the
 12 1 fiscal year beginning July 1, 2026, and ending June 30, 2027,
 12 2 the first \$750,000 collected and transferred to the treasurer
 12 3 of state with respect to the fees for transactions involving
 12 4 the furnishing of a certified abstract of a vehicle operating
 12 5 record under section 321A.3, subsection 1, shall be transferred
 12 6 to the lowAccess revolving fund created in section 8.90 for
 12 7 the purposes of developing, implementing, maintaining, and
 12 8 expanding electronic access to government records as provided
 12 9 by law.

CODE: Requires the first \$750,000 collected in FY 2027 from the sale of certified abstracts of vehicle operating records to be transferred to the IOWAccess Revolving Fund for developing, implementing, maintaining, and expanding electronic access to government records.

DETAIL: Pursuant to Iowa Code section [321A.3](#), any remaining fee revenue as a result of the sale of certified abstracts of vehicle operating records will be deposited into the General Fund. In FY 2025, \$4,742,639 was deposited into the General Fund.

12 10 b. All fees collected with respect to transactions
 12 11 involving lowAccess shall be deposited in the lowAccess
 12 12 revolving fund created under section 8.90 and shall be used
 12 13 only for the support of lowAccess projects.

Requires all fees related to transactions involving IOWAccess to be deposited in the IOWAccess Revolving Fund and used for IOWAccess projects.

12 14 Sec. 15. DEPARTMENT OF MANAGEMENT — ROAD USE TAX
 12 15 FUND. There is appropriated from the road use tax fund created
 12 16 in section 312.1 to the department of management for the fiscal
 12 17 year beginning July 1, 2026, and ending June 30, 2027, the
 12 18 following amount, or so much thereof as is necessary, to be
 12 19 used for the purposes designated:
 12 20 For salaries, support, maintenance, and miscellaneous
 12 21 purposes:
 12 22 \$ 56,000

Road Use Tax Fund appropriation to the DOM for operations.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. These funds are used for support and services provided to the DOT.

12 23 Sec. 16. IPERS — GENERAL OFFICE. There is appropriated
 12 24 from the Iowa public employees' retirement fund created in
 12 25 section 97B.7 to the Iowa public employees' retirement system

Iowa Public Employees' Retirement System (IPERS) Trust Fund appropriation to the IPERS for administration.

12 26 for the fiscal year beginning July 1, 2026, and ending June 30,
 12 27 2027, the following amount, or so much thereof as is necessary,
 12 28 to be used for the purposes designated:
 12 29 For salaries, support, maintenance, and other operational
 12 30 purposes to pay the costs of the Iowa public employees'
 12 31 retirement system, and for not more than the following
 12 32 full-time equivalent positions:
 12 33 \$ 26,330,702
 12 34 FTEs 110.00

DETAIL: Maintains the current level of funding and is an increase of 33.00 FTE positions compared to estimated net FY 2026. Of the increase, 27.00 FTE positions are to restore the FTE positions to the previously authorized amount in [HF 1044](#) (FY 2026 Administration and Regulation Appropriations Act) and the remaining 6.00 FTE positions are for new retirement benefit officers.

12 35 Sec. 17. IOWA PUBLIC INFORMATION BOARD. There is
 12 36 appropriated from the general fund of the state to the Iowa
 12 37 public information board for the fiscal year beginning July
 12 38 1, 2026, and ending June 30, 2027, the following amount, or
 12 39 so much thereof as is necessary, to be used for the purposes
 13 1 designated:
 13 2 For salaries, support, maintenance, and miscellaneous
 13 3 purposes, and for not more than the following full-time
 13 4 equivalent positions:
 13 5 \$ 496,227
 13 6 FTEs 4.00

General Fund appropriation for the Iowa Public Information Board (IPIB).

DETAIL: This is an increase of \$29,000 in funding and 1.00 FTE position compared to estimated net FY 2026. The increase is to assist the IPIB with facilitating mandatory training to new public officials who are members of a governmental body.

13 7 Sec. 18. DEPARTMENT OF REVENUE.
 13 8 1. There is appropriated from the general fund of the state
 13 9 to the department of revenue for the fiscal year beginning July
 13 10 1, 2026, and ending June 30, 2027, the following amount, or
 13 11 so much thereof as is necessary, to be used for the purposes
 13 12 designated:
 13 13 a. For salaries, support, maintenance, and miscellaneous
 13 14 purposes, and for not more than the following full-time
 13 15 equivalent positions:
 13 16 \$ 15,349,678
 13 17 FTEs 166.66

General Fund appropriation to the Department of Revenue (IDR) for operations.

DETAIL: This is a decrease of \$29,000 in funding and no change in FTE positions compared to estimated net FY 2026.

13 18 b. From the moneys appropriated in this subsection, the
 13 19 department shall use \$400,000 to pay the direct costs of
 13 20 compliance related to the collection and distribution of local
 13 21 sales and services taxes imposed pursuant to chapter 423B.

Requires \$400,000 of the IDR's General Fund appropriation to be used to pay the direct costs of compliance related to the local option sales tax (LOST) imposed pursuant to Iowa Code chapter [423B](#).

13 22 2. The director of revenue shall prepare and issue a state
 13 23 appraisal manual and the revisions to the state appraisal
 13 24 manual as provided in section 421.17, subsection 17, without

Requires the IDR to prepare and issue a State Appraisal Manual at no cost to cities and counties.

13 25 cost to a city or county.

DETAIL: County and city assessors are mandated by statute to use the Manual in completing assessments of real property.

13 26 Sec. 19. DEPARTMENT OF REVENUE — MOTOR VEHICLE FUEL TAX

13 27 FUND. There is appropriated from the motor vehicle fuel tax
13 28 fund created pursuant to section 452A.77 to the department of
13 29 revenue for the fiscal year beginning July 1, 2026, and ending
13 30 June 30, 2027, the following amount, or so much thereof as is
13 31 necessary, to be used for the purposes designated:

Motor Vehicle Fuel Tax Fund appropriation to the IDR for the administration and enforcement of the Motor Vehicle Fuel Tax program.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026.

13 32 For salaries, support, maintenance, and miscellaneous
13 33 purposes, and for administration and enforcement of the
13 34 provisions of chapter 452A and the motor vehicle fuel tax
13 35 program:

13 36 \$ 1,305,775

13 37 Sec. 20. SECRETARY OF STATE. There is appropriated from
13 38 the general fund of the state to the office of the secretary of
13 39 state for the fiscal year beginning July 1, 2026, and ending
14 1 June 30, 2027, the following amounts, or so much thereof as is
14 2 necessary, to be used for the purposes designated:

14 3 1. ADMINISTRATION AND ELECTIONS

General Fund appropriation to the Office of the Secretary of State (SOS) for administration and elections.

14 4 a. For salaries, support, maintenance, and miscellaneous
14 5 purposes, and for not more than the following full-time
14 6 equivalent positions:

DETAIL: Maintains the current level of funding and is no change in FTE positions compared to estimated net FY 2026.

14 7 \$ 2,566,697

14 8 FTEs 19.25

14 9 b. The state department or agency that provides data
14 10 processing services to support voter registration file
14 11 maintenance and storage shall provide those services without
14 12 charge.

Prohibits State agencies from charging the SOS a fee to provide data processing services for voter registration file maintenance and storage.

14 13 2. BUSINESS SERVICES

General Fund appropriation to the SOS for business services operations.

14 14 For salaries, support, maintenance, and miscellaneous
14 15 purposes, and for not more than the following full-time
14 16 equivalent positions:

DETAIL: Maintains the current level of funding and is no change in FTE positions compared to estimated net FY 2026.

14 17 \$ 1,568,795

14 18 FTEs 16.75

14 19 Sec. 21. SECRETARY OF STATE — ADDRESS CONFIDENTIALITY
 14 20 PROGRAM REVOLVING FUND. There is appropriated from the address
 14 21 confidentiality program revolving fund created in section 9.8
 14 22 to the office of the secretary of state for the fiscal year
 14 23 beginning July 1, 2026, and ending June 30, 2027, the following
 14 24 amount, or so much thereof as is necessary, to be used for the
 14 25 purposes designated:
 14 26 For salaries, support, maintenance, and miscellaneous
 14 27 purposes:
 14 28 \$ 195,400

Address Confidentiality Program Revolving Fund appropriation to the SOS.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026.

2015 Iowa Acts, chapter 96 (Safe at Home Act), established the address confidentiality program for victims of domestic abuse, domestic abuse assault, sexual abuse, stalking, and human trafficking. The program is administered by the SOS.

14 29 Sec. 22. SECRETARY OF STATE FILING FEES REFUND.
 14 30 Notwithstanding the obligation to collect fees pursuant to the
 14 31 provisions of section 489.122, subsection 1, paragraphs “c” and
 14 32 “s”, section 490.122, subsection 1, paragraph “a”, and section
 14 33 504.113, subsection 1, paragraphs “a”, “c”, “d”, “j”, “k”,
 14 34 “l”, and “m”, for the fiscal year beginning July 1, 2026, the
 14 35 secretary of state may refund these fees to the filer pursuant
 14 36 to rules established by the secretary of state. The decision
 14 37 of the secretary of state not to issue a refund under rules
 14 38 established by the secretary of state is final and not subject
 14 39 to review pursuant to chapter 17A.

Allows the SOS to refund certain business service fees. The decision to issue the refund is not subject to administrative review.

DETAIL: This includes various record, filing, and copying fees for business corporations, nonprofits, and limited liability corporations.

15 1 Sec. 23. TREASURER OF STATE.
 15 2 1. There is appropriated from the general fund of the
 15 3 state to the office of treasurer of state for the fiscal year
 15 4 beginning July 1, 2026, and ending June 30, 2027, the following
 15 5 amounts, or so much thereof as is necessary, to be used for the
 15 6 purposes designated:

15 7 a. For salaries, support, maintenance, and miscellaneous
 15 8 purposes, and for not more than the following full-time
 15 9 equivalent positions:
 15 10 \$ 1,046,415
 15 11 FTEs 28.00

General Fund appropriation to the Office of the Treasurer of State (TOS) for general office operations.

DETAIL: Maintains the current level of funding and is no change in FTE positions compared to estimated net FY 2026.

15 12 b. For deposit in the administrative fund of the Iowa ABLE
 15 13 savings plan trust created in section 12I.4, for implementation
 15 14 and administration activities of the Iowa ABLE savings plan

General Fund appropriation for deposit in the administrative fund of the Iowa's Achieving a Better Life Experience (IABLE) Savings Plan Trust.

PG LN	GA:91 HF2768	Explanation
15 15	trust:	
15 16	 \$ 200,000	DETAIL: This is a new appropriation of \$200,000 in FY 2027 to the TOS for the IABLE Savings Plan Trust. In FY 2026, IABLE was funded in the HHS budget in the Accounting, Compliance, and Program Integrity General Fund appropriation.
15 17	2. The office of treasurer of state shall supply	
15 18	administrative support for the executive council.	Requires the Office of the TOS to provide administrative support to the Executive Council.
15 19	Sec. 24. TREASURER OF STATE — ROAD USE TAX FUND. There	Road Use Tax Fund appropriation to the Office of the TOS.
15 20	is appropriated from the road use tax fund created in section	
15 21	312.1 to the office of treasurer of state for the fiscal year	DETAIL: Maintains the current level of funding compared to
15 22	beginning July 1, 2026, and ending June 30, 2027, the following	estimated net FY 2026. This appropriation is used to cover a
15 23	amount, or so much thereof as is necessary, to be used for the	portion of the fees assessed by the DAS for the State
15 24	purposes designated:	accounting budget system costs related to the administration of
15 25	For enterprise resource management costs related to the	the Road Use Tax Fund.
15 26	distribution of road use tax fund moneys:	
15 27	 \$ 316,788	
15 28	Sec. 25. IOWA UTILITIES COMMISSION.	Commerce Revolving Fund appropriation to the Iowa Utilities
15 29	1. There is appropriated from the commerce revolving fund	Commission (IUC).
15 30	created in section 546.12 to the Iowa utilities commission for	
15 31	the fiscal year beginning July 1, 2026, and ending June 30,	DETAIL: Maintains the current level of funding and is a
15 32	2027, the following amount, or so much thereof as is necessary,	decrease of 16.50 FTE positions compared to estimated net
15 33	to be used for the purposes designated:	FY 2026. The decrease of 16.50 FTE positions is to restore
15 34	For salaries, support, maintenance, and miscellaneous	the FTE positions to the previously authorized amount in
15 35	purposes, and for not more than the following full-time	HF 1044 (FY 2026 Administration and Regulation
15 36	equivalent positions:	Appropriations Act).
15 37	 \$ 12,080,831	
15 38	 FTEs 80.00	
15 39	2. The Iowa utilities commission may expend additional	Permits the IUC to expend additional funds, including
16 1	moneys, including moneys for additional personnel, if those	expenditures for additional personnel, if the funds are
16 2	additional expenditures are actual expenses which exceed the	needed for actual expenses that exceed the moneys
16 3	moneys budgeted for utility regulation and the expenditures are	budgeted and if the funds are reimbursable. The IUC must
16 4	fully reimbursable. Before the commission expends or encumbers	notify the DOM, the LSA, and the Legislative Fiscal
16 5	an amount in excess of the moneys budgeted for regulation, the	Committee of the expenditure of funds in excess of the
16 6	commission shall first do all of the following:	amount budgeted for utility regulation and provide
16 7	a. Notify the department of management, the legislative	justification and an estimate of the excess expenditures.
16 8	services agency, and the legislative fiscal committee of the	

16 9	need for the expenditures.	
16 10	b. File with each of the entities named in paragraph “a” the	
16 11	legislative and regulatory justification for the expenditures,	
16 12	along with an estimate of the expenditures.	
16 13	Sec. 26. CHARGES — IOWA UTILITIES COMMISSION AND	Requires the IUC and all divisions of the DIFS to include in
16 14	DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES. The Iowa	
16 15	utilities commission and each division of the department of	
16 16	insurance and financial services shall include in its charges	
16 17	assessed or revenues generated an amount sufficient to cover	
16 18	the amount stated in its appropriation and any state-assessed	
16 19	indirect costs determined by the department of administrative	
16 20	services.	
16 21	Sec. 27. IOWA PRODUCTS. As a condition of receiving an	Requires any agency receiving an appropriation pursuant to
16 22	appropriation, any agency appropriated moneys pursuant to	
16 23	this division of this Act shall give first preference when	
16 24	purchasing a product to an Iowa product or a product produced	
16 25	by an Iowa-based business, and shall give second preference to	
16 26	a United States product or a product produced by a business	
16 27	based in the United States.	
16 28	Sec. 28. LIMITATION OF STANDING APPROPRIATION.	Limits the General Fund standing appropriation to the IDR for
16 29	Notwithstanding the standing appropriation in the following	
16 30	designated section for the fiscal year beginning July 1, 2026,	FY 2027 tobacco reporting requirements to \$17,525.
16 31	and ending June 30, 2027, the amount appropriated from the	
16 32	general fund of the state pursuant to that section for the	DETAIL: Maintains the current level of funding compared to
16 33	following designated purpose shall not exceed the following	
16 34	amount:	Iowa Code section 453D.8 provides a standing limited
16 35	For the enforcement of chapter 453D relating to tobacco	
16 36	product manufacturers under section 453D.8:	
16 37	 \$ 17,525	
16 38		
16 39	DIVISION II	Iowa Code chapter 453D (Tobacco Product
16 39	DEPOSIT OF CERTAIN FEES	
17 1	Sec. 29. Section 10A.519, subsection 3, Code 2026, is	CODE: Requires all fees collected by the DIAL concerning
17 2	amended by adding the following new paragraph:	
17 3	NEW PARAGRAPH c. The fees collected by the director	
17 4	under this subsection shall be deposited in the licensing and	

17 5 regulation fund created in section 10A.507.

DETAIL: The fees are currently deposited into the Consumer Fireworks Fee Fund.

17 6 Sec. 30. Section 10A.519, subsection 7, Code 2026, is
17 7 amended to read as follows:

CODE: Repeals the Consumer Fireworks Fee Fund.

17 8 ~~7.—a.—A consumer fireworks fee fund is created in the state~~
17 9 ~~treasury under the control of the director. Notwithstanding~~
17 10 ~~section 12C.7, interest or earnings on moneys in the consumer~~
17 11 ~~fireworks fee fund shall be credited to the consumer fireworks~~
17 12 ~~fee fund. Moneys in the fund are appropriated to the director~~
17 13 ~~to be used to fulfill the responsibilities of the director for~~
17 14 ~~the administration and enforcement of this section and section~~
17 15 ~~10A.520 and to provide grants pursuant to paragraph “b”. The~~
17 16 ~~fund shall include the fees collected by the director under the~~
17 17 ~~fee schedule established pursuant to subsection 3 and the fees~~
17 18 ~~collected by the director under section 10A.520 for wholesaler~~
17 19 ~~registration.~~
17 20 ~~—b. The director shall establish a local fire protection and~~
17 21 ~~emergency medical service providers grant program to provide~~
17 22 ~~grants in the following order of priority:~~
17 23 ~~—(1) a. Local fire protection service providers and~~
17 24 ~~local emergency medical service providers to establish or~~
17 25 ~~provide fireworks safety education programming to members of~~
17 26 ~~the public, and for the purchase of necessary enforcement,~~
17 27 ~~protection, or emergency response equipment related to the sale~~
17 28 ~~and use of consumer fireworks in this state.~~
17 29 ~~—(2) b. Local volunteer fire protection service providers~~
17 30 ~~for the purchase of necessary enforcement, protection, or~~
17 31 ~~emergency response equipment.~~

17 32 Sec. 31. Section 10A.520, subsection 3, Code 2026, is
17 33 amended to read as follows:
17 34 3. The director shall establish an annual registration fee
17 35 of one thousand dollars for wholesalers of consumer fireworks
17 36 within the state. Registration fees collected pursuant to
17 37 this section shall be deposited in the ~~consumer fireworks fee~~
17 38 ~~fund created in section 10A.519~~ licensing and regulation fund
17 39 created in section 10A.507.

CODE: Requires all fees collected by the DIAL concerning consumer fireworks wholesaler registration to be deposited into the Licensing and Regulation Fund rather than the Consumer Fireworks Fee Fund.

FISCAL IMPACT: As of June 8, 2026, the balance of the Consumer Fireworks Fee Fund was \$439,871.

18 1 Sec. 32. Section 90A.10, subsection 1, Code 2026, is amended
18 2 to read as follows:
18 3 1. Moneys collected pursuant to section 90A.9 from a

CODE: Requires the gross admissions receipt tax and any additional charges from professional boxing events to be deposited into the Licensing and Regulation Fund rather

18 4 professional boxing event are appropriated to the department
 18 5 of inspections, appeals, and licensing and shall be used by
 18 6 the commissioner to award grants to organizations that promote
 18 7 amateur boxing matches in this state deposited in the licensing
 18 8 and regulation fund created in section 10A.507. All other
 18 9 moneys collected by the commissioner pursuant to this chapter
 18 10 are appropriated to the department of inspections, appeals, and
 18 11 licensing and shall be used by the commissioner to administer
 18 12 this chapter. Section 8.33 applies only to moneys in excess
 18 13 of the first twenty thousand dollars appropriated each fiscal
 18 14 year.

than appropriated to the DIAL to award grants to organizations that promote amateur boxing matches.

18 15 Sec. 33. Section 99B.58, Code 2026, is amended to read as
 18 16 follows:
 18 17 99B.58 ELECTRICAL OR MECHANICAL AMUSEMENT DEVICES — ~~SPECIAL~~
 18 18 ~~FUND DEPOSIT OF FEES~~ .
 18 19 Fees collected by the department pursuant to sections
 18 20 99B.53 and 99B.56 shall be deposited in a special fund created
 18 21 in the state treasury. Moneys in the fund are appropriated
 18 22 to the department of inspections, appeals, and licensing
 18 23 and the department of public safety for administration and
 18 24 enforcement of this subchapter, including employment of
 18 25 necessary personnel. The distribution of moneys in the fund
 18 26 to the department of inspections, appeals, and licensing and
 18 27 the department of public safety shall be pursuant to a written
 18 28 policy agreed upon by the departments. Notwithstanding section
 18 29 42C.7, subsection 2, interest or earnings on moneys deposited
 18 30 in the fund shall be credited to the fund. Notwithstanding
 18 31 section 8.33, moneys remaining in the fund at the end of a
 18 32 fiscal year shall not revert to the general fund of the state
 18 33 the licensing and regulation fund created in section 10A.507.

CODE: Requires annual registration fees paid by manufacturers, distributors, and for-profit owners of electrical and mechanical amusement devices to be deposited into the Licensing and Regulation Fund rather than the Amusement Devices Special Fund.

FISCAL IMPACT: Annual registration fees to the Amusement Devices Special Fund have averaged \$294,356 annually between FY 2021 and FY 2025. As of June 8, 2026, the balance of the Amusement Devices Special Fund was \$495,698.

18 34 Sec. 34. Section 505.7, subsection 3, Code 2026, is amended
 18 35 to read as follows:
 18 36 3. ~~Forty percent of the nonexamination~~ Nonexamination
 18 37 revenues payable to the division of insurance or the department
 18 38 of revenue in connection with the regulation of insurance
 18 39 companies or other entities subject to the regulatory
 19 1 jurisdiction of the division shall be deposited in the commerce
 19 2 revolving fund created in section 546.12 and shall be subject
 19 3 to annual appropriation to the division for its operations
 19 4 and is also subject to expenditure under subsection 6. The

CODE: Requires that 100.00% of nonexamination revenues payable to the IID or the IDR in connection with the regulation of insurance companies or other entities subject to the regulatory jurisdiction of the IID be deposited in the Commerce Revolving Fund rather than 40.00% to the Commerce Revolving Fund and 60.00% to the General Fund. Permits unobligated nonexamination revenues to be deposited into the General Fund.

PG LN	GA:91 HF2768	Explanation
19 5	remaining <u>Unobligated</u> nonexamination revenues payable to the	FISCAL IMPACT: Nonexamination revenues collected from FY 2022 through FY 2025 averaged \$20,416,165 per year. The required deposit of nonexamination revenues into the General Fund from FY 2022 through FY 2025 has averaged \$12,249,699, while the actual deposit has averaged \$17,500,000 over the same time period.
19 6	division of insurance or the department of revenue shall <u>may</u> be	
19 7	deposited in the general fund of the state.	
19 8	Sec. 35. TRANSFER OF MONEYS. On the effective date of	CODE: Requires moneys in the Consumer Fireworks Fee Fund and the Amusement Devices Special Fund to be transferred to the Licensing and Regulation Fund on July 1, 2026.
19 9	this division of this Act, unencumbered and unobligated moneys	
19 10	remaining in the consumer fireworks fee fund created in section	DETAIL: As of June 8, 2026, the balance of the Consumer Fireworks Fee Fund was \$439,871 and the balance of the Amusement Devices Special Fund was \$495,698.
19 11	10A.519, Code 2026, and the special fund created in section	
19 12	99B.58, Code 2026, shall be transferred to the licensing and	
19 13	regulation fund created in section 10A.507.	

Administration and Regulation General Fund

	Actual FY 2025 (1)	Estimated Net FY 2026 (2)	Final Action FY 2027 (3)	Final Action vs Est. Net FY 2026 (4)	Page and Line # (5)
<u>Administrative Services, Department of</u>					
Administrative Services					
Operations	\$ 3,713,718	\$ 3,713,718	\$ 3,602,306	\$ -111,412	PG 1 LN 20
Utilities	4,487,598	4,487,598	4,487,598	0	PG 2 LN 1
Terrace Hill Operations	460,884	460,884	460,884	0	PG 2 LN 11
State Library	2,626,613	2,626,613	2,626,613	0	PG 2 LN 15
Enrich Iowa Libraries	2,464,823	2,464,823	2,464,823	0	PG 2 LN 21
Cultural Activities	168,403	0	0	0	
Historical Sites	425,751	425,751	425,751	0	PG 2 LN 32
Historical Resources	3,136,371	3,804,774	3,804,774	0	PG 3 LN 15
Total Administrative Services, Department of	\$ 17,484,161	\$ 17,984,161	\$ 17,872,749	\$ -111,412	
<u>Auditor of State</u>					
Auditor of State					
Auditor of State - General Office	\$ 1,002,686	\$ 1,002,686	\$ 1,002,686	\$ 0	PG 3 LN 23
AOS - Transition Costs of State Entities	48,000	0	0	0	
Total Auditor of State	\$ 1,050,686	\$ 1,002,686	\$ 1,002,686	\$ 0	
<u>Ethics and Campaign Disclosure Board, Iowa</u>					
Campaign Finance Disclosure					
Ethics & Campaign Disclosure Board	\$ 897,151	\$ 1,045,432	\$ 1,045,432	\$ 0	PG 4 LN 11
Total Ethics and Campaign Disclosure Board, Iowa	\$ 897,151	\$ 1,045,432	\$ 1,045,432	\$ 0	
<u>Insurance & Financial Services, Department of</u>					
DIFS - Insurance					
IID Captive Insurance	\$ 450,000	\$ 450,000	\$ 450,000	\$ 0	PG 10 LN 35
Total Insurance & Financial Services, Department of	\$ 450,000	\$ 450,000	\$ 450,000	\$ 0	
<u>Governor/Lt. Governor's Office</u>					
Governor's Office					
Presidential Electors	\$ 371	\$ 0	\$ 0	\$ 0	
Governor's/Lt. Governor's Office	2,864,932	2,864,932	2,864,932	0	PG 4 LN 28
Terrace Hill Quarters	144,222	144,222	144,222	0	PG 4 LN 34
Total Governor/Lt. Governor's Office	\$ 3,009,525	\$ 3,009,154	\$ 3,009,154	\$ 0	

Administration and Regulation General Fund

	Actual FY 2025 (1)	Estimated Net FY 2026 (2)	Final Action FY 2027 (3)	Final Action vs Est. Net FY 2026 (4)	Page and Line # (5)
<u>Department of Inspections, Appeals, and Licensing</u>					
Inspections, Appeals, & Licensing, Department of					
Administration Division	\$ 933,285	\$ 933,285	\$ 808,285	\$ -125,000	PG 5 LN 7
Administrative Hearings Division	654,983	654,983	654,983	0	PG 5 LN 13
Investigations Division	2,769,231	2,769,231	2,769,231	0	PG 5 LN 19
Health Facilities Division	6,206,128	6,206,128	6,206,128	0	PG 5 LN 33
Employment Appeal Board	40,006	530,782	510,782	-20,000	PG 6 LN 25
Food and Consumer Safety	509,565	509,565	0	-509,565	
Iowa Civil Rights Commission	1,385,921	1,385,921	1,538,921	153,000	PG 7 LN 6
Labor Services Division	2,965,719	2,965,719	2,965,719	0	PG 7 LN 15
Workers' Compensation Division	3,381,044	3,381,044	3,381,044	0	PG 7 LN 26
Professional Licensing Division	1,627,969	1,627,969	1,627,969	0	PG 7 LN 37
PERB to Employment Appeal Board	1,296,403	0	0	0	
Total Department of Inspections, Appeals, and Licensing	\$ 21,770,254	\$ 20,964,627	\$ 20,463,062	\$ -501,565	
<u>Management, Department of</u>					
Management, Dept. of					
Department Operations	\$ 2,792,095	\$ 3,666,154	\$ 3,666,154	\$ 0	PG 11 LN 14
DOM - Division of Information Technology					
Cybersecurity Office	\$ 4,421,887	\$ 4,421,887	\$ 4,421,887	\$ 0	PG 11 LN 22
Total Management, Department of	\$ 7,213,982	\$ 8,088,041	\$ 8,088,041	\$ 0	
<u>Public Information Board</u>					
Public Information Board					
Iowa Public Information Board	\$ 363,227	\$ 467,227	\$ 496,227	\$ 29,000	PG 12 LN 35
Total Public Information Board	\$ 363,227	\$ 467,227	\$ 496,227	\$ 29,000	
<u>Revenue, Department of</u>					
Revenue, Dept. of					
Operations	\$ 15,378,678	\$ 15,378,678	\$ 15,349,678	\$ -29,000	PG 13 LN 7
Tobacco Reporting Requirements	17,525	17,525	17,525	0	PG 16 LN 28
Printing Cigarette Stamps - Standing	98,550	124,652	124,652	0	STANDING
Total Revenue, Department of	\$ 15,494,753	\$ 15,520,855	\$ 15,491,855	\$ -29,000	

Administration and Regulation General Fund

	Actual FY 2025 (1)	Estimated Net FY 2026 (2)	Final Action FY 2027 (3)	Final Action vs Est. Net FY 2026 (4)	Page and Line # (5)
<u>Secretary of State, Office of the</u>					
Secretary of State					
Administration and Elections	\$ 2,566,697	\$ 2,566,697	\$ 2,566,697	\$ 0	PG 14 LN 3
Business Services	1,568,795	1,568,795	1,568,795	0	PG 14 LN 13
Total Secretary of State, Office of the	\$ 4,135,492	\$ 4,135,492	\$ 4,135,492	\$ 0	
<u>Treasurer of State, Office of</u>					
Treasurer of State					
Treasurer - General Office	\$ 1,046,415	\$ 1,046,415	\$ 1,046,415	\$ 0	PG 15 LN 7
TABLE	0	0	200,000	200,000	PG 15 LN 12
Total Treasurer of State, Office of	\$ 1,046,415	\$ 1,046,415	\$ 1,246,415	\$ 200,000	
Total Administration and Regulation	\$ 72,915,646	\$ 73,714,090	\$ 73,301,113	\$ -412,977	

Administration and Regulation Other Funds

	Actual FY 2025 (1)	Estimated Net FY 2026 (2)	Final Action FY 2027 (3)	Final Action vs Est. Net FY 2026 (4)	Page and Line # (5)
<u>Management, Department of</u>					
Management, Dept. of					
DOM Operations - RUTF	\$ 56,000	\$ 56,000	\$ 56,000	\$ 0	PG 12 LN 14
Total Management, Department of	\$ 56,000	\$ 56,000	\$ 56,000	\$ 0	
<u>Iowa Public Employees' Retirement System</u>					
IPERS Administration					
Administration - IPERS	\$ 22,789,430	\$ 26,330,702	\$ 26,330,702	\$ 0	PG 12 LN 23
Pension Administrative System (PAS) - IPERS	0	60,000,000	0	-60,000,000	
Total Iowa Public Employees' Retirement System	\$ 22,789,430	\$ 86,330,702	\$ 26,330,702	\$ -60,000,000	
<u>Revenue, Department of</u>					
Revenue, Dept. of					
Motor Fuel Tax Admin - MVFT	\$ 1,305,775	\$ 1,305,775	\$ 1,305,775	\$ 0	PG 13 LN 26
Total Revenue, Department of	\$ 1,305,775	\$ 1,305,775	\$ 1,305,775	\$ 0	
<u>Secretary of State, Office of the</u>					
Secretary of State					
Address Confidentiality Program - ACRF	\$ 195,400	\$ 195,400	\$ 195,400	\$ 0	PG 14 LN 19
Total Secretary of State, Office of the	\$ 195,400	\$ 195,400	\$ 195,400	\$ 0	
<u>Treasurer of State, Office of</u>					
Treasurer of State					
State Accounting Sys. Expenses - RUTF	\$ 316,788	\$ 316,788	\$ 316,788	\$ 0	PG 15 LN 19
Total Treasurer of State, Office of	\$ 316,788	\$ 316,788	\$ 316,788	\$ 0	
<u>Department of Inspections, Appeals, and Licensing</u>					
Inspections, Appeals, & Licensing, Department of					
DIAL Professional Licensing - SHTF	\$ 62,317	\$ 62,317	\$ 0	\$ -62,317	PG 9 LN 27
DIAL Administrative Hearings - RUTF	1,623,897	1,623,897	1,623,897	0	
Inspections, Appeals, & Licensing, Department of	\$ 1,686,214	\$ 1,686,214	\$ 1,623,897	\$ -62,317	
DIAL - Racing and Gaming Commission					
Gaming Regulation - GRF	\$ 7,448,600	\$ 7,621,999	\$ 8,049,999	\$ 428,000	PG 9 LN 11
Total Department of Inspections, Appeals, and Licensing	\$ 9,134,814	\$ 9,308,213	\$ 9,673,896	\$ 365,683	

Administration and Regulation Other Funds

	Actual FY 2025 (1)	Estimated Net FY 2026 (2)	Final Action FY 2027 (3)	Final Action vs Est. Net FY 2026 (4)	Page and Line # (5)
<u>Insurance & Financial Services, Department of</u>					
DIFS - Banking Division					
Banking Division - CMRF	\$ 14,343,523	\$ 14,881,690	\$ 14,881,690	\$ 0	PG 10 LN 5
DIFS - Credit Union					
Credit Union Division - CMRF	\$ 2,875,989	\$ 3,018,710	\$ 3,018,710	\$ 0	PG 10 LN 11
DIFS - Insurance					
PSAO Report - CMRF	\$ 0	\$ 225,000	\$ 0	\$ -225,000	
Insurance Division - CMRF	9,726,541	11,010,719	11,010,719	0	PG 10 LN 17
DIFS - Insurance	<u>\$ 9,726,541</u>	<u>\$ 11,235,719</u>	<u>\$ 11,010,719</u>	<u>\$ -225,000</u>	
Total Insurance & Financial Services, Department of	<u>\$ 26,946,053</u>	<u>\$ 29,136,119</u>	<u>\$ 28,911,119</u>	<u>\$ -225,000</u>	
<u>Utilities Commission</u>					
Utilities Commission					
Utilities Division - CMRF	\$ 11,659,071	\$ 12,080,831	\$ 12,080,831	\$ 0	PG 15 LN 28
Total Utilities Commission	<u>\$ 11,659,071</u>	<u>\$ 12,080,831</u>	<u>\$ 12,080,831</u>	<u>\$ 0</u>	
Total Administration and Regulation	<u><u>\$ 72,403,331</u></u>	<u><u>\$ 138,729,828</u></u>	<u><u>\$ 78,870,511</u></u>	<u><u>\$ -59,859,317</u></u>	

Administration and Regulation FTE Positions

	Actual FY 2025 (1)	Estimated Net FY 2026 (2)	Final Action FY 2027 (3)	Final Action vs Est. Net FY 2026 (4)	Page and Line # (5)
<u>Management, Department of</u>					
Management, Dept. of					
Department Operations	24.97	28.00	29.00	1.00	PG 11 LN 14
DOM - Division of Information Technology					
Cybersecurity Office	0.00	24.39	24.39	0.00	PG 11 LN 22
Total Management, Department of	<u>24.97</u>	<u>52.39</u>	<u>53.39</u>	<u>1.00</u>	
<u>Administrative Services, Department of</u>					
Administrative Services					
Operations	42.41	49.60	50.00	0.40	PG 1 LN 20
Utilities	1.00	1.00	1.00	0.00	PG 2 LN 1
Terrace Hill Operations	3.75	4.37	4.37	0.00	PG 2 LN 11
State Library	17.02	18.15	19.00	0.85	PG 2 LN 15
Cultural Activities	0.34	0.00	0.00	0.00	
Historical Resources	29.37	25.51	37.00	11.49	PG 3 LN 15
Historical Sites	2.33	2.31	3.00	0.69	PG 2 LN 32
Administrative Services	<u>96.24</u>	<u>100.94</u>	<u>114.37</u>	<u>13.43</u>	
DAS - State Library of Iowa					
State Library	0.29	0.00	0.00	0.00	
Total Administrative Services, Department of	<u>96.53</u>	<u>100.94</u>	<u>114.37</u>	<u>13.43</u>	
<u>Auditor of State</u>					
Auditor of State					
Auditor of State - General Office	103.03	103.70	98.00	-5.70	PG 3 LN 23
Total Auditor of State	<u>103.03</u>	<u>103.70</u>	<u>98.00</u>	<u>-5.70</u>	
<u>Ethics and Campaign Disclosure Board, Iowa</u>					
Campaign Finance Disclosure					
Ethics & Campaign Disclosure Board	6.73	6.62	7.00	0.38	PG 4 LN 11
Total Ethics and Campaign Disclosure Board, Iowa	<u>6.73</u>	<u>6.62</u>	<u>7.00</u>	<u>0.38</u>	

Administration and Regulation FTE Positions

	Actual FY 2025 (1)	Estimated Net FY 2026 (2)	Final Action FY 2027 (3)	Final Action vs Est. Net FY 2026 (4)	Page and Line # (5)
<u>Insurance & Financial Services, Department of</u>					
IDR - Alcoholic Beverages					
Alcoholic Beverages Operations	0.21	0.00	0.00	0.00	
DIFS - Banking Division					
Banking Division - CMRF	74.28	79.00	79.00	0.00	PG 10 LN 5
DIFS - Credit Union					
Credit Union Division - CMRF	15.35	16.00	16.00	0.00	PG 10 LN 11
DIFS - Insurance					
Insurance Division - CMRF	118.72	131.85	131.85	0.00	PG 10 LN 17
Captive Insurance Fund	1.18	1.50	2.00	0.50	PG 10 LN 35
DIFS - Insurance	<u>119.90</u>	<u>133.35</u>	<u>133.85</u>	<u>0.50</u>	
Total Insurance & Financial Services, Department of	<u>209.74</u>	<u>228.35</u>	<u>228.85</u>	<u>0.50</u>	
<u>Utilities Commission</u>					
Utilities Commission					
Utilities Division - CMRF	75.19	96.50	80.00	-16.50	PG 15 LN 28
Total Utilities Commission	<u>75.19</u>	<u>96.50</u>	<u>80.00</u>	<u>-16.50</u>	
<u>Governor/Lt. Governor's Office</u>					
Governor's Office					
Governor's/Lt. Governor's Office	23.15	25.00	25.00	0.00	PG 4 LN 28
Terrace Hill Quarters	1.42	1.93	2.00	0.07	PG 4 LN 34
Total Governor/Lt. Governor's Office	<u>24.56</u>	<u>26.93</u>	<u>27.00</u>	<u>0.07</u>	

Administration and Regulation FTE Positions

	Actual FY 2025 (1)	Estimated Net FY 2026 (2)	Final Action FY 2027 (3)	Final Action vs Est. Net FY 2026 (4)	Page and Line # (5)
<u>Department of Inspections, Appeals, and Licensing</u>					
Inspections, Appeals, & Licensing, Department of					
Administration Division	26.37	35.10	11.55	-23.55	PG 5 LN 7
Administrative Hearings Division	38.79	43.00	23.00	-20.00	PG 5 LN 13
Investigations Division	44.74	56.00	56.00	0.00	PG 5 LN 19
Health Facilities Division	122.13	132.00	132.00	0.00	PG 5 LN 33
Employment Appeal Board	10.47	11.00	11.00	0.00	PG 6 LN 25
Food and Consumer Safety	35.70	35.65	0.00	-35.65	
Iowa Civil Rights Commission	23.87	27.00	30.00	3.00	PG 7 LN 6
Labor Services Division	39.97	50.00	50.00	0.00	PG 7 LN 15
Workers' Compensation Division	21.97	26.00	26.00	0.00	PG 7 LN 26
Professional Licensing Division	13.54	139.00	139.00	0.00	PG 7 LN 37
PERB to Employment Appeal Board	0.57	0.00	0.00	0.00	
Inspections, Appeals, & Licensing, Department of	<u>378.11</u>	<u>554.75</u>	<u>478.55</u>	<u>-76.20</u>	
DIAL - Racing and Gaming Commission					
Gaming Regulation - GRF	50.32	53.70	57.70	4.00	PG 9 LN 11
Total Department of Inspections, Appeals, and Licensing	<u>428.43</u>	<u>608.45</u>	<u>536.25</u>	<u>-72.20</u>	
<u>Iowa Public Employees' Retirement System</u>					
IPERS Administration					
Administration - IPERS	87.73	77.00	110.00	33.00	PG 12 LN 23
Total Iowa Public Employees' Retirement System	<u>87.73</u>	<u>77.00</u>	<u>110.00</u>	<u>33.00</u>	
<u>Public Information Board</u>					
Public Information Board					
Iowa Public Information Board	2.86	3.00	4.00	1.00	PG 12 LN 35
Total Public Information Board	<u>2.86</u>	<u>3.00</u>	<u>4.00</u>	<u>1.00</u>	
<u>Revenue, Department of</u>					
Revenue, Dept. of					
Operations	163.73	166.66	166.66	0.00	PG 13 LN 7
Total Revenue, Department of	<u>163.73</u>	<u>166.66</u>	<u>166.66</u>	<u>0.00</u>	

Administration and Regulation FTE Positions

	Actual FY 2025 (1)	Estimated Net FY 2026 (2)	Final Action FY 2027 (3)	Final Action vs Est. Net FY 2026 (4)	Page and Line # (5)
<u>Secretary of State, Office of the</u>					
Secretary of State					
Administration and Elections	13.22	19.25	19.25	0.00	PG 14 LN 3
Business Services	12.04	16.75	16.75	0.00	PG 14 LN 13
Total Secretary of State, Office of the	25.26	36.00	36.00	0.00	
<u>Treasurer of State, Office of</u>					
Treasurer of State					
Treasurer - General Office	27.82	28.00	28.00	0.00	PG 15 LN 7
Total Treasurer of State, Office of	27.82	28.00	28.00	0.00	
Total Administration and Regulation	1,276.58	1,534.54	1,489.52	-45.02	

FUNDING SUMMARY

General Fund FY 2027: Appropriates a total of \$47.3 million from the General Fund and 1,618.0 full-time equivalent (FTE) positions for FY 2027. This is a net increase of \$700,000 and an increase of 221.1 FTE positions compared to estimated net FY 2026.

The General Fund changes include the following:

- An increase of \$356,000 to the Department of Agriculture and Land Stewardship (DALSA) Administrative Division.
- An increase of \$300,000 to the Choose Iowa Fund.
- A new appropriation of \$122,000 to the Iowa State University (ISU) Veterinary Laboratory to assist in moving equipment and materials into its refurbished facility.
- A decrease of \$78,000 to the State University of Iowa (SUI) for groundwater planning and resources assessment.

Other Funds FY 2027: Appropriates a total of \$119.2 million from other funds. This is a net increase of \$18.2 million compared to estimated net FY 2026. This Bill appropriates \$53.1 million from the Fish and Wildlife Trust Fund, \$42.0 million from the Environment First Fund (EFF), \$18.0 million from the Rebuild Iowa Infrastructure Fund (RIIF), \$4.0 million from the Groundwater Protection Fund (GWPF), and \$2.1 million from various other funds.

Iowa Code section [8.57A](#) contains a standing appropriation of \$42.0 million from the RIIF to the EFF, and this Bill appropriates the following amounts to the following departments for FY 2027:

- \$17.3 million to the DALSA.
- \$24.0 million to the Department of Natural Resources (DNR).
- \$695,000 to the SUI.

This Bill appropriates \$12.0 million from the EFF to the Resource Enhancement and Protection (REAP) Fund in lieu of the \$20.0 million General Fund standing appropriation in Iowa Code chapter [455A](#) and allocates \$1.0 million from the Open Spaces Account of the REAP to be used for State park maintenance, repair, and refurbishment for FY 2027. This Bill also appropriates \$375,000 from the EFF for the Floodplain Management and Dam Safety Program in addition to a \$1.5 million appropriation from the General Fund.

AGRICULTURE AND NATURAL RESOURCES APPROPRIATIONS ACT

NEW PROGRAMS, SERVICES, OR ACTIVITIES

General Fund — Choose Iowa School Purchasing Program: Appropriates \$200,000 from the General Fund to the DALs in FY 2027 for the Choose Iowa School Purchasing Program. This appropriation is contingent upon the enactment of 2026 Iowa Acts, [House File 2748](#) (Agricultural Programs and Activities Bill), or successor legislation.

Page 6, Line 1

NOTE: House File 2748 (Agricultural Programs and Activities Bill) was not passed by the General Assembly.

Other Funds — Water Quality Monitoring — DNR: Appropriates \$300,000 for FY 2027 from the GWPF to the DNR to support water quality monitoring. This is a new appropriation for FY 2027.

Page 8, Line 7

Other Funds — Groundwater Protection Fund — Water Quality: Appropriates \$176,000 to the DNR from the GWPF in FY 2027 for water quality. This is a new appropriation for FY 2027 and will be used to support the DNR's protection of the State's groundwater and will include administration, regulation, programs, salaries, support, maintenance, equipment, and miscellaneous purposes.

Page 8, Line 21

General Fund — ISU Veterinary Diagnostic Laboratory Moving Assistance: Appropriates \$122,000 from the General Fund to the ISU Veterinary Diagnostic Laboratory. This is a new appropriation for FY 2027 to assist in the installation and moving of equipment into its refurbished facility. In FY 2026, there was an appropriation of \$250,000 from the Iowa Animal Disease Prevention Fund (IADPF) for this purpose.

Page 10, Line 30

Other Funds — Iowa Geological Survey Groundwater Planning and Resource Assessment: Appropriates \$78,000 to Iowa Geological Survey at the SUI. This is a new appropriation for FY 2027. The assessment project involves mapping groundwater aquifers and measuring the amount of water contained within by the Iowa Geological Survey at the SUI.

Page 13, Line 10

Other Funds — Rebuild Iowa Infrastructure Fund (RIIF) — Iowa Finance Authority (IFA) — Water Quality Financial Assistance Fund: Appropriates \$8.0 million from the RIIF for FY 2027 to the IFA to support the Wastewater and Drinking Water Treatment Financial Assistance Program. This is a new appropriation for FY 2027 to provide financial assistance for the installation and upgrade of wastewater and drinking water treatment facilities and systems.

Page 21, Line 31

Other Funds — RIIF — IFA — Rural Iowa Infrastructure Bank Revolving Loan Program: Appropriates \$10.0 million for FY 2027 from the RIIF to the IFA to the Rural Infrastructure Bank Revolving

Page 22, Line 8

Loan Program created in the Bill. This is a new appropriation for FY 2027 to provide loans to small or medium sized communities to upgrade water or wastewater infrastructure.

Other Funds — Water Quality Monitoring (Standing) — Water Quality Financial Assistance Fund (WQFAF): Creates a new standing appropriation of \$500,000 from the WQFAF to the DNR for the purpose of water quality monitoring.

Page 22, Line 16

Rural Iowa Infrastructure Bank Revolving Loan Program: Requires the IFA to establish and administer a Rural Iowa Infrastructure Bank Revolving Loan Program.

Page 24, Line 13

MAJOR INCREASES/DECREASES/TRANSFERS OF EXISTING PROGRAMS

General Fund — DALs Administrative Division: Appropriates a total of \$20.7 million and 420.0 FTE positions from the General Fund for FY 2027. This is an increase of \$356,000 and 78.6 FTE positions compared to estimated net FY 2026.

Page 1, Line 10

General Fund — Choose Iowa Fund: Appropriates a total of \$2.1 million from the General Fund for the Choose Iowa Fund for FY 2027. This is an increase of \$300,000 compared to estimated net FY 2026. The Choose Iowa Fund provides funding for the administration of the Value Added Agricultural Grant Program, Choose Iowa Promotional Program, and Dairy Innovation Revitalization Program.

Page 5, Line 4

General Fund — Iowa Geological Survey Groundwater Planning and Resource Assessment: Appropriates a total of \$122,000 from the General Fund for FY 2027 to the Iowa Geological Survey at the SUI to support groundwater planning and resources assessment. This is a decrease of \$78,000 compared to estimated net FY 2026.

Page 12, Line 24

Other Funds — Iowa Animal Disease Prevention Fund (IADPF) — DALs Foreign Animal Disease Equipment: Appropriates a total of \$150,000 from the IADPF to the DALs to purchase and maintain equipment to further the implementation of the Foreign Animal Disease Preparedness and Response Strategy. This is a decrease in funding of \$100,000 compared to estimated net FY 2026.

Page 21, Line 9

Other Funds — IADPF — Foreign Animal Disease Preparedness and Response Fund: Appropriates a total of \$200,000 from the IADPF to the Foreign Animal Disease Preparedness and Response Fund. This is an increase in funding of \$100,000 compared to estimated net FY 2026.

Page 21, Line 18

EXECUTIVE SUMMARY

AGRICULTURE AND NATURAL RESOURCES APPROPRIATIONS ACT

HOUSE FILE 2771

Other Funds — IADPF — DALIS Information Technology (IT) Resources: Appropriates a total of \$160,000 from the IADPF to the DALIS for IT upgrades. This is a decrease in funding of \$290,000 compared to estimated net FY 2026.

Page 21, Line 21

Changes the standing appropriations from the WQFAF to the following distributions:

Page 22, Line 16

- Appropriates \$500,000 to the DNR for water quality monitoring, which can include continuous monitoring.
- Appropriates 65.0% of the moneys remaining in the WQFAF to the IFA to support the Wastewater and Drinking Water Financial Assistance Program.
- Appropriates 15.0% of the remaining moneys in the WQFAF to the Division of Soil Conservation and Water Quality in the DALIS to support the Water Quality Urban Infrastructure Program.
- Appropriates 20.0% of the moneys remaining in the WQFAF to the Division of Soil Conservation and Water Quality in the DALIS for deposit in the Water Quality Initiative Fund to provide technical assistance and support conservation practices in counties located in six different watersheds.

Allocates \$25.0 million from any unencumbered or unobligated moneys in the Water Quality Financing Program Fund to a regional water authority with membership consisting of public utilities, rural water districts, and other governmental entities, which serves a population of at least 600,000 and is headquartered in the most populous county in the State based on the 2020 decennial census, for the purpose of constructing and installing additional nutrient removal technology. Allows these moneys to remain available for expenditure until June 30, 2029.

Page 23, Line 26

Transfers any unencumbered or unobligated moneys in the Water Quality Financing Program Fund remaining after July 31, 2026, to the WQFAF to provide technical assistance and support conservation practices in counties located in eight different watersheds. Any moneys obligated prior to July 1, 2026, are to remain in the Water Quality Financing Program Fund.

Page 24, Line 1

STUDIES AND INTENT

Intent

Requires the DALIS to enter into a cost-sharing agreement with ISU to support the Local Food and Farm Program Coordinator position as part of the University's cooperative extension service in agriculture and home economics pursuant to Iowa Code chapter [267A](#).

Page 3, Line 10

Permits the DNR to use unappropriated funds from the State Fish and Game Protection Fund to provide funding of insurance premiums from unused sick leave balances of retiring conservation peace officers.

Page 7, Line 21

EXECUTIVE SUMMARY

AGRICULTURE AND NATURAL RESOURCES APPROPRIATIONS ACT

HOUSE FILE 2771

Permits the DNR to use unappropriated funds from the State Fish and Game Protection Fund for salary adjustment costs for FY 2027.	Page 7, Line 27
Requires any grant awarded from the moneys appropriated from the GWPF for water quality monitoring to be agreed upon by the DALS, DNR, and College of Agriculture and Life Sciences at ISU.	Page 8, Line 26
Specifies that the amount appropriated cannot exceed the total amount of interest and earnings on moneys in the GWPF and its accounts accrued during FY 2027 and the amount appropriated can only be made available after the maximum amount of interest and earnings is made available to the SUI.	Page 8, Line 31
Specifies that the appropriated amount cannot exceed the total amount of interest and earnings on moneys in the GWPF and its accounts accrued during FY 2027.	Page 13, Line 31
Allows the DNR to use up to \$1.0 million from the Open Spaces Account for State park maintenance, repair, and refurbishment in FY 2027.	Page 20, Line 29
<i>Nonreversion</i>	
Allows any unencumbered or unobligated funds from the Dairy Survey Program to carry forward for expenditure in FY 2028.	Page 3, Line 1
Allows any unencumbered or unobligated funds from the Local Food and Farm Program appropriation to carry forward for expenditure in FY 2028.	Page 3, Line 15
Allows any unencumbered or unobligated from the Iowa FFA Association appropriation to carry forward for expenditure in FY 2028.	Page 3, Line 25
Allows any unencumbered or unobligated funds from the Farmers With Disabilities Program appropriation to carry forward for expenditure in FY 2028.	Page 4, Line 13
Allows the unexpended funds from the Choose Iowa Food Purchasing Program appropriation to carry forward for expenditure in FY 2028.	Page 5, Line 33
Allows any unencumbered or unobligated funds from the Choose Iowa School Purchasing Program appropriation to carry forward for expenditure in FY 2028.	Page 6, Line 11
Allows any unencumbered or unobligated funds from the Floodplain Management and Dam Safety appropriation to carry forward for expenditure in FY 2028.	Page 9, Line 24

EXECUTIVE SUMMARY

AGRICULTURE AND NATURAL RESOURCES APPROPRIATIONS ACT

Allows any unencumbered or unobligated funds from the Forestry Health Management appropriation to carry forward for expenditure in FY 2028.

Page 9, Line 33

Allows any unencumbered or unobligated funds from the Groundwater Planning and Resources Assessment appropriation to remain available for expenditure.

Page 13, Line 5

Allows any unencumbered or unobligated funds from the EFF appropriations to remain available for expenditure until the close of FY 2028 or until a specific project is completed, whichever is earlier.

Page 17, Line 31

Allows any unencumbered or unobligated funds from the EFF appropriations for soil and water conservation practices to remain available for expenditure until the close of FY 2030.

Page 18, Line 1

Specifies that the Hungry Canyons allocation to the Loess Hills Development and Conservation Fund in this Bill is exempt from reversion.

Page 18, Line 10

Allows any unencumbered or unobligated funds from the IADPF to carry forward for expenditure in FY 2028.

Page 21, Line 24

Required Reports

Requires the DALs to submit a quarterly report to the General Assembly and the Department of Management (DOM) detailing the expenditure of the moneys appropriated for DALs administration, regulation, and programs.

Page 2, Line 2

Requires the DNR to submit a quarterly report to the General Assembly and the DOM detailing the expenditure of moneys appropriated for DNR administration, regulation, and programs.

Page 7, Line 1

Reversion Requirements

Specifies that any unencumbered or unobligated funds appropriated in FY 2026 to Iowa's Center for Agricultural Safety and Health (I-CASH) will revert to the General Fund at the end of FY 2027. If moneys are reverted, the SUI is required to transfer to the General Fund from other unencumbered General Fund appropriations or other funds the difference between the amount reverted and the amount appropriated.

Page 12, Line 16

SIGNIFICANT CODE CHANGES

Increases the maximum grant from the Wastewater and Drinking Water Treatment Financial Assistance Program from \$500,000 to \$1.0 million.

Page 22, Line 12

EXECUTIVE SUMMARY

HOUSE FILE 2771

AGRICULTURE AND NATURAL RESOURCES APPROPRIATIONS ACT

Prohibits the IFA from initiating any new loans under the Water Quality Financing Program after June 30, 2026. Any loans or interest payments received on or after July 1, 2026, are deposited in the WQFAF to support the Wastewater and Drinking Water Treatment Financial Assistance Program.

Page 23, Line 16

Repeals the Water Quality Financing Program and Fund on the date all loans made from the Program are paid in full and requires the IFA to notify the Iowa Code Editor when all loans are paid in full.

Page 24, Line 10

EFFECTIVE DATE

This Act takes effect on July 1, 2026.

Specifies that Division I, Part B, regarding the Choose Iowa School Purchasing Program appropriation is effective July 1, 2026, if 2026 Iowa Acts, [House File 2748](#) (Agricultural Programs and Activities Bill), or successor legislation, is enacted.

Page 6, Line 16

NOTE: House File 2748 (Agricultural Programs and Activities Bill) was not passed by the General Assembly.

ENACTMENT DATE

This Act was approved by the General Assembly on May 2, 2026, and signed by the Governor on June 1, 2026.

STAFF CONTACT: Austin Brinks (515.725.2200) austin.brinks@legis.iowa.gov

House File 2771 provides for the following changes to the Code of Iowa.

Page #	Line #	Bill Section	Action	Code Section
22	12	27	Amend	16.134.4.i
22	16	28	Amend	16.134A.3
23	16	29	Add	16.152.5,6,7,8
24	13	30	New	16.240

1 6 DIVISION I
 1 7 DEPARTMENT OF AGRICULTURE AND LAND STEWARDSHIP
 1 8 PART A
 1 9 GENERAL APPROPRIATIONS

1 10 Section 1. GENERAL FUND.

1 11 1. There is appropriated from the general fund of the state
 1 12 to the department of agriculture and land stewardship for the
 1 13 fiscal year beginning July 1, 2026, and ending June 30, 2027,
 1 14 the following amount, or so much thereof as is necessary, to be
 1 15 used for the purposes designated:
 1 16 For purposes of supporting the department, including its
 1 17 divisions, for administration, regulation, and programs; for
 1 18 salaries, support, maintenance, and miscellaneous purposes; and
 1 19 for not more than the following full-time equivalent positions:
 1 20 \$ 20,733,294
 1 21 FTEs 420.00

1 22 2. Of the amount appropriated in subsection 1, the following
 1 23 amount is transferred to Iowa state university of science and
 1 24 technology to be used for the university's midwest grape and
 1 25 wine industry institute:
 2 1 \$ 325,000

2 2 3. The department shall submit a report each quarter of
 2 3 the fiscal year to the general assembly and the department
 2 4 of management. The report must describe in detail the
 2 5 expenditure of moneys appropriated in this section to support
 2 6 the department's administration, regulation, and programs.

2 7 Sec. 2. UNCLAIMED PARI-MUTUEL WAGERING WINNINGS —
 2 8 HORSE AND DOG RACING. There is appropriated from the moneys
 2 9 available under section 99D.13 to the department of agriculture
 2 10 and land stewardship for the fiscal year beginning July 1,
 2 11 2026, and ending June 30, 2027, the following amount, or so
 2 12 much thereof as is necessary, to be used for the purposes
 2 13 designated:
 2 14 For purposes of supporting the department's administration
 2 15 and enforcement of horse and dog racing law pursuant to section

General Fund appropriation to the Department of Agriculture and Land Stewardship (DALs) for operations.

DETAIL: This is an increase of \$356,000 and 78.61 full-time equivalent (FTE) positions compared to estimated net FY 2026. The increase of 78.61 FTE positions is to restore the FTE positions to the previously authorized amount in 2025 Iowa Acts chapter 156 (FY 2026 Agriculture and Natural Resources Appropriations Bill).

Transfers \$325,000 of the General Fund appropriation to the DALs for the Midwest Grape and Wine Industry Institute at Iowa State University (ISU).

DETAIL: Maintains the current level of funding compared to estimated net FY 2026.

Requires the DALs to submit a quarterly report to the General Assembly and the Department of Management (DOM) detailing the expenditure of the moneys appropriated for DALs administration, regulation, and programs.

Appropriation to the DALs from unclaimed pari-mutuel winnings for enforcement of horse and dog racing laws.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026.

2 16 99D.22, including for salaries, support, maintenance, and
 2 17 miscellaneous purposes:
 2 18 \$ 305,516

2 19 Sec. 3. RENEWABLE FUEL INFRASTRUCTURE FUND — MOTOR
 2 20 FUEL INSPECTION. There is appropriated from the renewable
 2 21 fuel infrastructure fund created in section 159A.16 to the
 2 22 department of agriculture and land stewardship for the fiscal
 2 23 year beginning July 1, 2026, and ending June 30, 2027, the
 2 24 following amount, or so much thereof as is necessary, to be
 2 25 used for the purposes designated:
 2 26 For purposes of the inspection of motor fuel, including
 2 27 salaries, support, maintenance, and miscellaneous purposes:
 2 28 \$ 500,000

2 29 Sec. 4. SPECIAL APPROPRIATIONS FROM GENERAL FUND. There
 2 30 is appropriated from the general fund of the state to the
 2 31 department of agriculture and land stewardship for the fiscal
 2 32 year beginning July 1, 2026, and ending June 30, 2027, the
 2 33 following amounts, or so much thereof as is necessary, to be
 2 34 used for the purposes designated:

2 35 1. DAIRY REGULATION
 2 36 a. For purposes of performing functions pursuant to section
 2 37 192.109, including conducting a survey of grade “A” milk and
 2 38 certifying the results to the secretary of agriculture:
 2 39 \$ 189,196

3 1 b. Notwithstanding section 8.33, moneys appropriated in
 3 2 this subsection that remain unencumbered or unobligated at the
 3 3 close of the fiscal year shall not revert but shall remain
 3 4 available for expenditure for the purposes designated until the
 3 5 close of the succeeding fiscal year.

3 6 2. LOCAL FOOD AND FARM PROGRAM
 3 7 a. For purposes of supporting the local food and farm
 3 8 program pursuant to chapter 267A:

Renewable Fuel Infrastructure Fund (RFIF) appropriation to the
 DALS for motor fuel inspections.

DETAIL: Maintains the current level of funding compared to
 estimated net FY 2026.

General Fund appropriation to the DALS for the Dairy Survey
 Program.

DETAIL: Maintains the current level of funding compared to
 estimated net FY 2026. The DALS is responsible for annually
 certifying all milk labeled Grade “A” pasteurized and Grade “A”
 raw milk for pasteurization. When the survey results show that
 requirements for production, processing, and distribution are not
 met, the DALS initiates procedures to suspend the permit of the
 violator.

CODE: Allows any unencumbered or unobligated funds from
 the Dairy Survey Program to carry forward for expenditure in
 FY 2028.

General Fund appropriation to the DALS for the Local Food and
 Farm Program.

PG LN	GA:91 HF2771	Explanation
3 9	 \$ 125,000	DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The Program requires the DALs to work in cooperation with ISU Extension and Outreach. The Program facilitates communication among farmers, food entrepreneurs, and consumers while encouraging coordination among various government agencies, universities, organizations, and businesses. In addition, the Program funds special projects in local food markets.
3 10	b. The department shall enter into a cost-sharing agreement	Requires the DALs to enter into a cost-sharing agreement with ISU to support the Local Food and Farm Program Coordinator position as part of the University's cooperative extension service in agriculture and home economics pursuant to Iowa Code chapter 267A .
3 11	with Iowa state university of science and technology to support	
3 12	the local food and farm program coordinator position as part of	
3 13	the university's cooperative extension service in agriculture	
3 14	and home economics pursuant to chapter 267A.	
3 15	c. Notwithstanding section 8.33, moneys appropriated in	CODE: Allows any unencumbered or unobligated funds from the Local Food and Farm Program appropriation to carry forward for expenditure in FY 2028.
3 16	this subsection that remain unencumbered or unobligated at the	
3 17	close of the fiscal year shall not revert but shall remain	
3 18	available for expenditure for the purposes designated until the	
3 19	close of the succeeding fiscal year.	
3 20	3. AGRICULTURAL EDUCATION	General Fund appropriation to the DALs for the Iowa FFA Association.
3 21	a. For purposes of allocating moneys to an Iowa association	
3 22	affiliated with a national organization that promotes	DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The FFA Association is a student organization for students interested in agriculture, education, and leadership. The organization works with individual students and guides them to achieve personal growth through agricultural education.
3 23	agricultural education providing for future farmers:	
3 24	 \$ 150,000	
3 25	b. Notwithstanding section 8.33, moneys appropriated in	CODE: Allows any unencumbered or unobligated funds from the Iowa FFA Association appropriation to carry forward for expenditure in FY 2028.
3 26	this subsection that remain unencumbered or unobligated at the	
3 27	close of the fiscal year shall not revert but shall remain	
3 28	available for expenditure for the purposes designated until the	
3 29	close of the succeeding fiscal year.	
3 30	4. FOREIGN ANIMAL DISEASES AFFLICTING LIVESTOCK	General Fund appropriation to the DALs for the Foreign Animal Disease Program.
3 31	For deposit in the foreign animal disease preparedness and	
3 32	response fund created in section 163.3B:	
3 33	 \$ 1,050,000	

3 34 5. FARMERS WITH DISABILITIES PROGRAM
 3 35 a. For purposes of supporting a program for farmers with
 3 36 disabilities:
 3 37 \$ 230,000

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The Foreign Animal Disease Preparedness and Response Strategy works to develop practical, cost-effective plans to control and/or eradicate foreign animal diseases.

General Fund appropriation to the DALS for the Farmers With Disabilities Program.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The moneys will be used by the Easter Seals Society of Iowa for the Rural Solutions Program. The funding provides assistance to farm family members and rural residents with disabilities. The Easter Seals Society of Iowa offers agricultural work site and home modification consultations, peer support, and services for each family. The Rural Solutions Program began in 1986 and provides assistance to farm family members and rural residents with disabilities.

3 38 b. The moneys appropriated in this subsection shall be
 3 39 used for the public purpose of providing a grant to a national
 4 1 nonprofit organization with over 80 years of experience in
 4 2 assisting children and adults with disabilities and special
 4 3 needs. The moneys shall be used to support a nationally
 4 4 recognized program that began in 1986 and has been replicated
 4 5 in at least 30 other states, but is not available through
 4 6 any other entity in this state, and that provides assistance
 4 7 to farmers with disabilities in all 99 counties to allow the
 4 8 farmers to remain in their own homes and be gainfully engaged
 4 9 in farming through provision of agricultural worksite and home
 4 10 modification consultations, peer support services, services
 4 11 to families, information and referral, and equipment loan
 4 12 services.

Specifies requirements for the use of appropriated moneys through the Farmers With Disabilities Program.

4 13 c. Notwithstanding section 8.33, moneys appropriated in
 4 14 this subsection that remain unencumbered or unobligated at the
 4 15 close of the fiscal year shall not revert but shall remain
 4 16 available for expenditure for the purposes designated until the
 4 17 close of the succeeding fiscal year.

CODE: Allows any unencumbered or unobligated funds from the Farmers With Disabilities Program appropriation to carry forward for expenditure in FY 2028.

4 18 6. LOESS HILLS DEVELOPMENT AND CONSERVATION FUND
 4 19 a. For deposit in the loess hills development and
 4 20 conservation fund created pursuant to section 161D.2:
 4 21 \$ 300,000

General Fund appropriation to the Loess Hills Development and Conservation Fund.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The funds are used by the Loess Hills Development and Conservation Authority to protect natural resources in the deep loess soil region of western Iowa.

4 22 b. (1) Of the amount appropriated in this subsection,
 4 23 \$260,000 shall be allocated to the fund's hungry canyons
 4 24 account.

Allocates \$260,000 from the Loess Hills Development and Conservation Fund appropriation to the Hungry Canyons Account.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026.

4 25 (2) Not more than 10 percent of the moneys allocated in this
 4 26 paragraph may be used for administrative costs.

Prohibits the use of more than 10.00% (\$26,000) of the funds allocated to the Hungry Canyons Account for administration.

4 27 c. (1) Of the amount appropriated in this subsection,
 4 28 \$40,000 shall be allocated to the fund's loess hills alliance
 4 29 account.

Allocates \$40,000 from the Loess Hills Development and Conservation Fund to the Loess Hills Alliance Account.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026.

4 30 (2) Not more than 10 percent of the moneys allocated in this
 4 31 paragraph may be used for administrative costs.

Prohibits the use of more than 10.00% (\$4,000) of the funds allocated to the Loess Hills Alliance Account for administration.

4 32 7. SOUTHERN IOWA DEVELOPMENT AND CONSERVATION FUND
 4 33 a. For deposit in the southern Iowa development and
 4 34 conservation fund created pursuant to section 161D.12:
 4 35 \$ 100,000

General Fund appropriation to the Southern Iowa Development and Conservation Fund.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The Southern Iowa Development and Conservation Authority (SIDCA) was established in 1999 in response to soil erosion, water resource degradation, and stream channel destabilization linked to disturbance of the fragile glacial till soils of southern Iowa.

4 36 b. Not more than 10 percent of the moneys appropriated in
4 37 this subsection may be used for administrative costs.

Prohibits the use of more than 10.00% (\$10,000) of the funds appropriated to the Southern Iowa Development and Conservation Fund for administration.

4 38 8. GRAIN REGULATION
4 39 For the administration and enforcement of chapters 203
5 1 and 203C, including salaries, support, maintenance, and
5 2 miscellaneous purposes:
5 3 \$ 350,000

General Fund appropriation to the DALS for the administration and enforcement of grain dealer regulation and agricultural product warehouses.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The appropriation was first funded in the 2020 Iowa Acts, chapter [1121](#) (FY 2021 Omnibus Appropriations Bill).

5 4 9. CHOOSE IOWA FUND
5 5 a. For deposit in the choose Iowa fund created in section
5 6 187.201:
5 7 \$ 2,113,000

General Fund appropriation to the DALS for the Choose Iowa Fund.

DETAIL: This is an increase of \$300,000 compared to estimated net FY 2026. 2024 Iowa Acts, chapter [1177](#) (Agricultural Commodity, Product, and Marketing Regulation and Programs Bill), combined the Value Added Agricultural Grant Program, Choose Iowa Promotional Program, and Dairy Innovation and Revitalization Program into the Choose Iowa Fund, which is used to administer those three programs.

5 8 b. (1) Of the amount appropriated in this subsection,
5 9 the department shall use at least \$500,000 to support the
5 10 value-added agricultural grant program created in section
5 11 187.321.

Requires the DALS to use \$500,000 from the Choose Iowa Fund for the Value Added Agricultural Grant Program.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The purpose of the Program is to identify, evaluate, and support programs that add value to agriculture products, enable new technologies, and support marketing strategies.

5 12 (2) Of the amount appropriated in this subsection, the
5 13 department may use up to \$1,113,000 to support the choose Iowa
5 14 promotional program as provided in chapter 187, subchapter III,
5 15 part 1.

Allows DALS to use \$1,113,000 from the Choose Iowa Fund for the Choose Iowa Promotional Program.

DETAIL: This is an increase of \$300,000 in funding compared to estimated net FY 2026. The funds are for the State branding program to advertise food items that contain

agricultural commodities grown in Iowa.

5 16 (3) Of the amount appropriated in this subsection, the
5 17 department shall use at least \$500,000 to support the dairy
5 18 innovation and revitalization program created in section
5 19 187.311.

Requires DALS to use \$500,000 from the Choose Iowa Fund for the Dairy Innovation and Revitalization Program.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The Program provides financial assistance to businesses related to the dairy industry to help expand or refurbish or establish new milk plants and mobile dairy processing units, rent buildings or equipment, or incorporate methods or technologies that reduce farm labor.

5 20 c. The department may increase or decrease the amount of
5 21 moneys used to support a program described in paragraph "b"
5 22 based on the amount of moneys awarded to persons participating
5 23 in the program. The department shall publish a notice of the
5 24 department's action to increase or decrease the amount on the
5 25 department's internet site where the programs are advertised at
5 26 least thirty days prior to the day that the department takes
5 27 such action.

Allows the DALS to increase or decrease the amount of moneys used to support a program based on the amount of moneys awarded to persons participating in the program and requires the DALS to publish a notice of any increase or decrease 30 days prior to the change.

5 28 10. CHOOSE IOWA FOOD BANK PURCHASING PROGRAM
5 29 a. For purposes of supporting the choose Iowa food
5 30 bank purchasing program to assist eligible participants in
5 31 purchasing qualified food products pursuant to section 187.331:
5 32 \$ 200,000

General Fund appropriation to the DALS for the Choose Iowa Food Bank Purchasing Program.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The Choose Iowa Food Bank Purchasing Program provides assistance to food banks for the purchase of locally sourced foods. The Choose Iowa Food Bank Purchasing Program was named the Choose Iowa Food Purchasing Pilot Project in FY 2026 and received the same amount of funding.

5 33 b. Notwithstanding section 8.33, moneys appropriated in
5 34 this subsection that remain unencumbered or unobligated at the
5 35 close of the fiscal year shall not revert but shall remain
5 36 available for expenditure for the purposes designated until the
5 37 close of the succeeding fiscal year.

CODE: Allows unexpended funds from the Choose Iowa Food Purchasing Program appropriation to carry forward for expenditure in FY 2028.

5 38 PART B

5 39 CONTINGENT APPROPRIATIONS

6 1 Sec. 5. CHOOSE IOWA SCHOOL PURCHASING PROGRAM.

6 2 1. There is appropriated from the general fund of the state

6 3 to the department of agriculture and land stewardship for the

6 4 fiscal year beginning July 1, 2026, and ending June 30, 2027,

6 5 the following amount, or so much thereof as is necessary, to be

6 6 used for the purposes designated:

6 7 For purposes of supporting the choose Iowa school purchasing

6 8 program to assist eligible schools and school districts in

6 9 purchasing qualified food products pursuant to section 187.307:

6 10 \$ 200,000

General Fund appropriation to DALs for the Choose Iowa School Purchasing Program.

DETAIL: This is a new appropriation of \$200,000 for FY 2027. This appropriation is contingent upon the enactment of 2026 Iowa Acts, [House File 2748](#) (Agricultural Programs and Activities Bill), or successor legislation.

NOTE: House File 2748 (Agricultural Programs and Activities Bill) was not passed by the General Assembly.

6 11 2. Notwithstanding section 8.33, moneys appropriated in

6 12 this section that remain unencumbered or unobligated at the

6 13 close of the fiscal year shall not revert but shall remain

6 14 available for expenditure for the purposes designated until the

6 15 close of the succeeding fiscal year.

CODE: Allows any unencumbered or unobligated funds from the Choose Iowa School Purchasing Program appropriation to carry forward for expenditure in FY 2028.

6 16 Sec. 6. CONTINGENT EFFECTIVE DATE. This part of this

6 17 division of this Act takes effect July 1, 2026, if 2026 Iowa

6 18 Acts, House File 2748, or successor legislation, is enacted.

Specifies that Division I, Part B of the Bill, regarding the Choose Iowa School Purchasing Program appropriation is effective July 1, 2026, if 2026 Iowa Acts, [House File 2748](#) (Agricultural Programs and Activities Bill), or successor legislation, is enacted.

NOTE: House File 2748 (Agricultural Programs and Activities Bill) was not passed by the General Assembly.

6 19 DIVISION II

6 20 DEPARTMENT OF NATURAL RESOURCES

6 21 Sec. 7. GENERAL FUND.

6 22 1. There is appropriated from the general fund of the state

6 23 to the department of natural resources for the fiscal year

6 24 beginning July 1, 2026, and ending June 30, 2027, the following

6 25 amount, or so much thereof as is necessary, to be used for the

6 26 purposes designated:

6 27 For purposes of supporting the department, including its

6 28 divisions, for administration, regulation, and programs; for

General Fund appropriation to the Department of Natural Resources (DNR) for operations.

DETAIL: Maintains the current level of funding and is an increase of 141.50 FTE positions compared to estimated net FY 2026. The increase of 141.50 FTE positions is to restore the FTE positions to the previously authorized amount in

6 29 salaries, support, maintenance, and miscellaneous purposes; and
 6 30 for not more than the following full-time equivalent positions:
 6 31 \$ 12,816,738
 6 32 FTEs 1,145.95

2025 Iowa Acts chapter [156](#) (FY 2026 Agriculture and Natural Resources Appropriations Bill).

6 33 2. Of the number of full-time equivalent positions
 6 34 authorized to the department pursuant to subsection 1, 50.00
 6 35 full-time equivalent positions shall be allocated by the
 6 36 department for seasonal employees for purposes of providing
 6 37 maintenance, upkeep, and sanitary services at state parks.
 6 38 This subsection shall not impact conservation officer, park
 6 39 ranger, or park manager positions within the department.

Requires the DNR to allocate 50.00 FTE positions to State park operations for seasonal maintenance and upkeep. This does not affect the number of Conservation Officer, Park Ranger, or Park Manager FTE positions.

7 1 3. The department shall submit a report each quarter of
 7 2 the fiscal year to the general assembly and the department of
 7 3 management. The report must describe in detail the expenditure
 7 4 of moneys appropriated under this section to support the
 7 5 department's administration, regulation, and programs.

Requires the DNR to submit a quarterly report to the General Assembly and the DOM detailing the expenditure of moneys appropriated for DNR administration, regulation, and programs.

7 6 Sec. 8. STATE FISH AND GAME PROTECTION FUND — REGULATION
 7 7 AND ADVANCEMENT OF OUTDOOR ACTIVITIES.

State Fish and Game Protection Fund appropriation to the law enforcement, fisheries, and wildlife programs of the DNR.

7 8 1. There is appropriated from the state fish and game
 7 9 protection fund created pursuant to section 456A.17 to the
 7 10 department of natural resources for the fiscal year beginning
 7 11 July 1, 2026, and ending June 30, 2027, the following amount,
 7 12 or so much thereof as is necessary, to be used for the purposes
 7 13 designated:

DETAIL: Maintains the current level of funding compared to estimated net FY 2026.

7 14 For purposes of supporting the regulation or advancement of
 7 15 hunting, fishing, or trapping, or the protection, propagation,
 7 16 restoration, management, or harvest of fish or wildlife,
 7 17 including for administration, regulation, law enforcement, and
 7 18 programs; and for salaries, support, maintenance, equipment,
 7 19 and miscellaneous purposes:
 7 20 \$ 53,095,606

7 21 2. Notwithstanding section 455A.10, the department may use
 7 22 the unappropriated balance remaining in the state fish and game
 7 23 protection fund to provide for the funding of health and life
 7 24 insurance premium payments from unused sick leave balances
 7 25 of conservation peace officers employed in a protection
 7 26 occupation, as described in section 97B.49B, who retire.

CODE: Permits the DNR to use unappropriated funds from the State Fish and Game Protection Fund to provide funding of insurance premiums from unused sick leave balances of retiring conservation peace officers.

7 27 3. Notwithstanding section 455A.10, the department may
 7 28 use the unappropriated balance remaining in the state fish
 7 29 and game protection fund for the fiscal year beginning July
 7 30 1, 2026, and ending June 30, 2027, as is necessary to fund
 7 31 salary adjustments for departmental employees for which the
 7 32 general assembly has made an operating budget appropriation in
 7 33 subsection 1.

CODE: Permits the DNR to use unappropriated funds from the State Fish and Game Protection Fund for salary adjustment costs for FY 2027.

7 34 Sec. 9. GROUNDWATER PROTECTION FUND — WATER QUALITY. There
 7 35 is appropriated from the groundwater protection fund created
 7 36 in section 455E.11 to the department of natural resources for
 7 37 the fiscal year beginning July 1, 2026, and ending June 30,
 7 38 2027, from those moneys that are not allocated pursuant to
 7 39 that section, the following amount, or so much thereof as is
 8 1 necessary, to be used for the purposes designated:
 8 2 For purposes of supporting the department's protection
 8 3 of the state's groundwater, including for administration,
 8 4 regulation, and programs, and for salaries, support,
 8 5 maintenance, equipment, and miscellaneous purposes:
 8 6 \$ 3,455,850

Groundwater Protection Fund (GWPF) appropriation to the DNR for programs specified in Iowa Code section [455E.11](#).

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The allocations include the following:

- \$100,303 for the Storage Tanks Program. The funds are used for the administration of the State Underground Storage Tank (UST) Program.
- \$447,324 for the Household Hazardous Waste Program. The funds are allocated to regional collection centers and for administration of the Program.
- \$62,461 for administration of the Private Well Testing Program. The funds are used by the DNR for administering the closure of private wells.
- \$1,686,751 for groundwater monitoring. The funds are used for monitoring groundwater at sanitary disposal projects.
- \$618,993 for the Landfill Alternatives Program. The Program is now called the Solid Waste Alternatives Program (SWAP), and the funds are used to provide financial assistance to local governments; public and private groups, businesses, and individuals for education; market development projects; and utilization of best practices to reduce landfill waste.
- \$192,500 for the Waste Reduction and Assistance Program. The Program is now called the Pollution Prevention Services Program and provides confidential and nonregulatory assistance to facility operators.
- \$50,000 to administer the SWAP.
- \$297,518 for the Geographic Information System (GIS) Program. The funds are used to maintain the GIS Program

and a comprehensive water resource data system that can be used by the public.

8 7 Sec. 10. GROUNDWATER PROTECTION FUND — INTEREST AND
8 8 EARNINGS — WATER QUALITY.

8 9 1. There is appropriated from interest and earnings on
8 10 moneys in the groundwater protection fund created in section
8 11 455E.11 and accounts therein, as described in section 455E.11,
8 12 subsection 1, paragraph “a”, to the department of natural
8 13 resources for the fiscal year beginning July 1, 2026, and
8 14 ending June 30, 2027, the following amounts, or so much thereof
8 15 as is necessary, to be used for the purposes designated, in the
8 16 following order of priority:

8 17 a. For purposes of water quality monitoring, including
8 18 providing grants to organizations across the state of Iowa and,
8 19 at the department’s discretion, continuous monitoring:
8 20 \$ 300,000

8 21 b. For purposes of supporting the department’s protection
8 22 of the state’s groundwater, including for administration,
8 23 regulation, and programs, and for salaries, support,
8 24 maintenance, equipment, and miscellaneous purposes:
8 25 \$ 176,150

8 26 2. Any awarding of a grant to an organization pursuant
8 27 to subsection 1, paragraph “a”, must be agreed to by the
8 28 department of agriculture and land stewardship, the department
8 29 of natural resources, and the college of agriculture and life
8 30 sciences at Iowa state university of science and technology.

8 31 3. Notwithstanding subsection 1, the amounts appropriated
8 32 in this section shall not exceed the total amount of interest
8 33 and earnings on moneys in the groundwater protection fund and

Groundwater Protection Fund appropriation to the DNR.

DETAIL: This is a new appropriation of \$300,000 for FY 2027. The appropriation is to support water quality monitoring, including providing grants to organizations across the State, and for continuous monitoring at the discretion of the DNR.

Groundwater Protection Fund appropriation to the DNR for water quality.

DETAIL: This is a new appropriation of \$176,150 for FY 2027. The appropriation will be used to support the DNR’s protection of the State’s groundwater and will include administration, regulation, and programs, as well as salaries, support, maintenance, equipment, and miscellaneous purposes.

Requires any grant awarded from the moneys appropriated from the GWPF for water quality monitoring to be agreed upon by the DALs, DNR, and College of Agriculture and Life Sciences at ISU.

CODE: Specifies that the amount appropriated cannot exceed the total amount of interest and earnings on moneys in the GWPF and its accounts accrued during FY 2027 and

PG LN	GA:91 HF2771	Explanation
8 34	accounts therein accrued during the fiscal year beginning July	the amount appropriated can only be made available after the maximum amount of interest and earnings is made available to the SUI.
8 35	1, 2026. In addition, the amounts appropriated in this section	
8 36	shall only be made available after the maximum amount of such	
8 37	interest and earnings appropriated in this Act to the state	
8 38	university of Iowa is made available to the university.	
8 39	Sec. 11. SPECIAL SNOWMOBILE FUND — SNOWMOBILE	Special Snowmobile Fund appropriation to the DNR for administration and enforcement of the State Snowmobile Program.
9 1	PROGRAM. There is appropriated from the special snowmobile	
9 2	fund created under section 321G.7 to the department of natural	DETAIL: Maintains the current level of funding compared to estimated net FY 2026. These funds are used for snowmobile safety education and trail maintenance and to provide cost-share grants to local snowmobile organizations.
9 3	resources for the fiscal year beginning July 1, 2026, and	
9 4	ending June 30, 2027, the following amount, or so much thereof	
9 5	as is necessary, to be used for the purposes designated:	
9 6	For purposes of administering and enforcing the state	
9 7	snowmobile programs:	
9 8	 \$ 100,000	
9 9	Sec. 12. SPECIAL APPROPRIATIONS FROM GENERAL FUND. There	
9 10	is appropriated from the general fund of the state to the	
9 11	department of natural resources for the fiscal year beginning	
9 12	July 1, 2026, and ending June 30, 2027, the following amounts,	
9 13	or so much thereof as is necessary, to be used for the purposes	
9 14	designated:	
9 15	1. FLOODPLAIN MANAGEMENT AND DAM SAFETY	General Fund appropriation to the DNR for the Floodplain Management and Dam Safety Program.
9 16	a. For purposes of supporting floodplain management and dam	
9 17	safety:	DETAIL: Maintains the current level of funding compared to estimated net FY 2026. Section 19 of the Bill appropriates an additional \$375,000 from the Environment First Fund (EFF) for the Program. The goal of the Program is the protection of life and property from damage by flooding. The Program does the following:
9 18	 \$ 1,510,000	
		• Supports a network of stream gauges. • Provides funding for the Dam Safety Program, which maintains information on more than 3,800 dams. • Funds floodplain mapping projects. • Provides technical assistance for community enrollment for flood insurance. • Regulates the construction of floodplains and floodways.

9 19	b. Of the amount appropriated in this subsection, up to	Allocates up to \$400,000 for the purchase and installation of
9 20	\$400,000 may be used by the department to acquire or install	stream gauges to assist with predicting flood events.
9 21	stream gages for purposes of tracking and predicting flood	
9 22	events and for compiling necessary data to improve flood	
9 23	frequency analysis.	
9 24	c. Notwithstanding section 8.33, moneys appropriated in	CODE: Allows any unencumbered or unobligated funds from the
9 25	this subsection that remain unencumbered or unobligated at the	Floodplain Management and Dam Safety appropriation to carry
9 26	close of the fiscal year shall not revert but shall remain	forward for expenditure in FY 2028.
9 27	available for expenditure for the purposes designated until the	
9 28	close of the succeeding fiscal year.	
9 29	2. FORESTRY HEALTH MANAGEMENT	General Fund appropriation to the DNR for forestry health
9 30	a. For purposes of providing for forestry health management	management programs.
9 31	programs:	
9 32	 \$ 525,000	DETAIL: Maintains the current level of funding compared to
		estimated net FY 2026. Forestry health management programs
		are dedicated to monitoring, managing, and reducing insects
		and diseases that damage and harm Iowa's forests.
9 33	b. Notwithstanding section 8.33, moneys appropriated in	CODE: Allows any unencumbered or unobligated funds from the
9 34	this subsection that remain unencumbered or unobligated at the	Forestry Health Management appropriation to carry forward for
9 35	close of the fiscal year shall not revert but shall remain	expenditure in FY 2028.
9 36	available for expenditure for the purposes designated until the	
9 37	close of the succeeding fiscal year.	
9 38	3. STATE PARK OPERATIONS	General Fund appropriation to the DNR to support operations at
9 39	For supporting operations at state parks, including	State parks, including maintenance and repair of facilities.
10 1	maintenance and repair of grounds and facilities:	
10 2	 \$ 1,000,000	DETAIL: Maintains the current level of funding compared to
		estimated net FY 2026.
10 3	4. STATE PARK MAINTENANCE	General Fund appropriation to the DNR for structural and
10 4	For structural and infrastructural repairs in state parks:	infrastructure repairs in State parks.
10 5	 \$ 300,000	DETAIL: Maintains the current level of funding compared to
		estimated net FY 2026.

10 7 IOWA STATE UNIVERSITY

10 8 Sec. 13. SPECIAL APPROPRIATIONS FROM GENERAL FUND. There
 10 9 is appropriated from the general fund of the state to Iowa
 10 10 state university of science and technology for the fiscal year
 10 11 beginning July 1, 2026, and ending June 30, 2027, the following
 10 12 amounts, or so much thereof as is necessary, to be used for the
 10 13 purposes designated:

10 14 1. VETERINARY DIAGNOSTIC LABORATORY — OPERATION

10 15 a. For purposes of supporting the college of veterinary
 10 16 medicine for the operation of the veterinary diagnostic
 10 17 laboratory, and for not more than the following full-time
 10 18 equivalent positions:
 10 19 \$ 4,799,898
 10 20 FTEs 51.00

General Fund appropriation to ISU for operations at the Veterinary Diagnostic Laboratory.

DETAIL: Maintains the current level of funding and an increase of 1.00 FTE position compared to estimated net FY 2026. The increase of 1.00 FTE position is to restore the FTE positions to the previously authorized amount in 2025 Iowa Acts chapter [156](#) (FY 2026 Agriculture and Natural Resources Appropriations Bill).

10 21 b. (1) Iowa state university of science and technology
 10 22 shall not reduce the amount that it allocates to support the
 10 23 college of veterinary medicine from any other source due to the
 10 24 appropriation made in this subsection.

Prohibits ISU from reducing funding from other sources to the College of Veterinary Medicine as a result of this appropriation.

10 25 (2) Subparagraph (1) does not apply to a reduction made
 10 26 to support the college of veterinary medicine if the same
 10 27 percentage of reduction imposed on the college of veterinary
 10 28 medicine is also imposed on all of Iowa state university of
 10 29 science and technology's budget units.

Allows ISU to reduce funding to the College of Veterinary Medicine if the same percentage of reduction is applied to other ISU budget units.

10 30 2. VETERINARY DIAGNOSTIC LABORATORY — TRANSITION TO
 10 31 REFURBISHED FACILITY.

10 32 To assist the college of veterinary medicine veterinary
 10 33 diagnostic laboratory in installing and moving equipment into
 10 34 its refurbished facility:
 10 35 \$ 122,000

General Fund appropriation to the ISU Veterinary Diagnostic Laboratory to assist in the installation and moving of equipment into its refurbished facility.

DETAIL: This is a new appropriation of \$122,000 for FY 2027. In FY 2026, there was an appropriation of \$250,000 from the Iowa Animal Disease Prevention Fund (IADPF) for this purpose.

10 36 3. MANAGEMENT OF PRIVATE FORESTS

10 37 a. For purposes of supporting the Iowa cooperative

General Fund appropriation to ISU for forestry management.

PG LN	GA:91 HF2771	Explanation
10 38	extension service in agriculture and home economics in	DETAIL: Maintains the current level of funding and no change in FTE positions compared to estimated net FY 2026. The appropriation is to support ISU Extension and Outreach in providing technical support to landowners and loggers in the management of private forests in northeast Iowa.
10 39	providing technical support to landowners and loggers regarding	
11 1	the management of private forests in northeast Iowa, and for	
11 2	not more than the following full-time equivalent positions:	
11 3	 \$ 150,000	
11 4	 FTEs 1.00	
11 5	b. The department of natural resources shall cooperate with	Requires the DNR to cooperate with ISU Extension and Outreach.
11 6	the Iowa cooperative extension service in agriculture and home	
11 7	economics in administering this subsection.	
11 8	4. LIVESTOCK DISEASE RESEARCH	General Fund appropriation to the Livestock Disease Research Fund.
11 9	a. For deposit in the livestock disease research fund	
11 10	created in section 267.8:	
11 11	 \$ 291,390	DETAIL: Maintains the current level of funding compared to estimated net FY 2026.
11 12	b. Moneys appropriated under this subsection shall be used	Requires the funds to be used by ISU to support animal disease research in areas of importance to livestock producers.
11 13	by Iowa state university of science and technology to support	
11 14	animal disease research in areas of importance to livestock	
11 15	producers.	
11 16	Sec. 14. IOWA NUTRIENT RESEARCH FUND — VETERINARY	Iowa Nutrient Research Fund appropriation to the College of Veterinary Medicine at ISU.
11 17	DIAGNOSTIC LABORATORY. Notwithstanding section 466B.46, there	
11 18	is appropriated from the Iowa nutrient research fund created	DETAIL: Maintains the current level of funding compared to estimated net FY 2026. This appropriation is used to provide additional support to the ISU Veterinary Diagnostic Laboratory.
11 19	in section 466B.46 to Iowa state university of science and	
11 20	technology for the fiscal year beginning July 1, 2026, and	
11 21	ending June 30, 2027, the following amount, or so much thereof	
11 22	as is necessary, to be used for the purposes designated:	
11 23	For purposes of supporting the college of veterinary	
11 24	medicine for the operation of the veterinary diagnostic	
11 25	laboratory:	
11 26	 \$ 120,000	
11 27	DIVISION IV	
11 28	STATE UNIVERSITY OF IOWA	
11 29	Sec. 15. IOWA'S CENTER FOR AGRICULTURAL SAFETY AND HEALTH	General Fund appropriation to Iowa's Center for Agricultural Safety and Health (I-CASH) at the University of Iowa (SUI) as part of the College of Public Health.
11 30	(I-CASH).	
11 31	1. There is appropriated from the general fund of the state	
11 32	to the state university of Iowa for the fiscal year beginning	

11 33 July 1, 2026, and ending June 30, 2027, the following amount,
 11 34 or so much thereof as is necessary, to be used for the purposes
 11 35 designated:
 11 36 For supporting the operations of Iowa's center for
 11 37 agricultural safety and health, as part of the university's
 11 38 college of public health, and in cooperation with the
 11 39 department of agriculture and land stewardship, to anticipate,
 12 1 recognize, and prevent occupational illness and injury among
 12 2 members of the agricultural community:
 12 3 \$ 128,154

DETAIL: Maintains the current level of funding compared to estimated net FY 2026.

12 4 2. a. As a condition of the appropriation made in
 12 5 subsection 1, the state university of Iowa shall retain the
 12 6 director of Iowa's center for agricultural safety and health
 12 7 employed on the effective date of this division of this Act for
 12 8 at least the same number of hours for the fiscal year beginning
 12 9 July 1, 2026, as worked by the director during the fiscal year
 12 10 beginning July 1, 2025.

Requires the SUI to retain the I-CASH Director for the same number of hours during FY 2027 as in FY 2026.

12 11 b. As a condition of the appropriation made in subsection
 12 12 1, the state university of Iowa shall not reduce the amount
 12 13 allocated to support Iowa's center for agricultural safety and
 12 14 health from any other source due to the appropriation made in
 12 15 subsection 1.

Specifies that the SUI cannot reduce other funding that supports the I-CASH due to this appropriation.

12 16 3. If moneys appropriated in subsection 1 revert as required
 12 17 pursuant to section 8.33, the state university of Iowa shall
 12 18 transfer to the general fund of the state from any otherwise
 12 19 unencumbered or unobligated moneys from any other general
 12 20 fund appropriation or from any moneys available from other
 12 21 funding sources an amount equal to the amount appropriated in
 12 22 subsection 1 less any amount that reverted to the general fund
 12 23 of the state pursuant to section 8.33.

Specifies that any unencumbered or unobligated funds appropriated in FY 2027 to the I-CASH will revert to the General Fund at the end of FY 2027. If moneys are reverted, the SUI is required to transfer to the General Fund from other unencumbered General Fund appropriations or other funds the difference between the amount reverted and the amount appropriated.

12 24 Sec. 16. IOWA GEOLOGICAL SURVEY — GROUNDWATER PLANNING AND
 12 25 RESOURCE ASSESSMENT PROJECT.

General Fund appropriation to the SUI to support groundwater planning and resource assessment.

12 26 1. There is appropriated from the general fund of the state
 12 27 to the state university of Iowa for the fiscal year beginning
 12 28 July 1, 2026, and ending June 30, 2027, the following amount,
 12 29 or so much thereof as is necessary, to be used for the purposes
 12 30 designated:
 12 31 For purposes of supporting a groundwater planning and

DETAIL: This is a decrease of \$78,000 compared to estimated net FY 2026. The assessment project involves mapping groundwater aquifers and measuring the amount of water contained within by the Iowa Geological Survey at the SUI.

12 32 resource assessment project to be administered by the Iowa
 12 33 geological survey of the state created pursuant to section
 12 34 456.1:
 12 35 \$ 122,000

12 36 2. The moneys appropriated in subsection 1 shall be used
 12 37 by the Iowa geological survey to map and assess the condition
 12 38 of this state's aquifers. The Iowa geological survey may
 12 39 measure the volume of groundwater that is available for various
 13 1 uses, the current and predicted allocations of groundwater to
 13 2 support those uses, the recharge rate for the aquifers, and
 13 3 the development of models for budgeting this state's water
 13 4 resources.

Requires that the Iowa Geological Survey will use the moneys appropriated to survey and map the condition of the State's aquifers, including measuring the volume of groundwater, the recharge rates of aquifers, and to develop models for budgeting the State's water resources.

13 5 3. Notwithstanding section 8.33, moneys appropriated in
 13 6 subsection 1 that remain unencumbered or unobligated at the
 13 7 close of the fiscal year shall not revert but shall remain
 13 8 available for expenditure for the purposes designated in
 13 9 subsection 1.

CODE: Allows any unencumbered or unobligated funds from the Groundwater Planning and Resources Assessment appropriation to remain available for expenditure.

13 10 Sec. 17. GROUNDWATER PROTECTION FUND — IOWA GEOLOGICAL
 13 11 SURVEY.

Ground Water Protection Fund appropriation to the SUI to support groundwater planning and resource assessment.

13 12 1. There is appropriated from interest and earnings on
 13 13 moneys in the groundwater protection fund created in section
 13 14 455E.11 and accounts therein, as described in section 455E.11,
 13 15 subsection 1, paragraph "a", to the state university of Iowa
 13 16 for the fiscal year beginning July 1, 2026, and ending June 30,
 13 17 2027, the following amount, or so much thereof as is necessary,
 13 18 to be used for the purposes designated:
 13 19 To support a groundwater planning and resource assessment
 13 20 project to be administered by the Iowa geological survey of the
 13 21 state:
 13 22 \$ 78,000

DETAIL: This is a new appropriation of \$78,000 for FY 2027. The assessment project involves mapping groundwater aquifers and measuring the amount of water contained within by the Iowa Geological Survey at the SUI.

13 23 2. Moneys appropriated in subsection 1 shall be used by
 13 24 the Iowa geological survey to map and assess the condition
 13 25 of this state's aquifers. The Iowa geological survey may
 13 26 measure the volume of groundwater that is available for various
 13 27 uses, the current and predicted allocations of groundwater to
 13 28 support these uses, the recharge rate for the aquifers, and
 13 29 the development of models for budgeting this state's water
 13 30 resources.

Requires that the Iowa Geological Survey will use the moneys appropriated to survey and map the condition of the State's aquifers, including measuring the volume of groundwater, the recharge rates of aquifers, and to develop models for budgeting the State's water resources.

PG LN	GA:91 HF2771	Explanation
13 31 13 32 13 33 13 34 13 35	3. Notwithstanding subsection 1, the amount appropriated in this section shall not exceed the total amount of interest and earnings on moneys in the groundwater protection fund and accounts therein accrued during the fiscal year beginning July 1, 2026.	Specifies that the appropriated amount cannot exceed the total amount of interest and earnings on moneys in the GWPF and its accounts accrued during FY 2027.
13 36 13 37	DIVISION V ENVIRONMENT FIRST FUND — GENERAL APPROPRIATIONS	
13 38 13 39 14 1 14 2 14 3 14 4 14 5	Sec. 18. DEPARTMENT OF AGRICULTURE AND LAND STEWARDSHIP. There is appropriated from the environment first fund created in section 8.57A to the department of agriculture and land stewardship for the fiscal year beginning July 1, 2026, and ending June 30, 2027, the following amounts, or so much thereof as is necessary, to be used for the purposes designated:	Iowa Code section 8.57A contains a standing appropriation of \$42,000,000 from the Rebuild Iowa Infrastructure Fund (RIIF) to the EFF. Moneys in the EFF are appropriated by the General Assembly for the protection, conservation, enhancement, or improvement of natural resources or the environment. This Bill appropriates a total of \$17,300,000 to the DALS from the EFF for FY 2027.
		DETAIL: Maintains the current level of funding compared to estimated net FY 2026.
14 6 14 7 14 8 14 9 14 10 14 11	1. CONSERVATION RESERVE ENHANCEMENT PROGRAM (CREP) a. For the conservation reserve enhancement program to restore and construct wetlands for the purposes of intercepting tile line runoff, reducing nutrient loss, improving water quality, and enhancing agricultural production practices: \$ 1,000,000	Environment First Fund appropriation to the DALS for the Conservation Reserve Enhancement Program (CREP). DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The CREP is a federally administered voluntary program for agricultural landowners that provides financial incentives to establish wetlands for water quality improvement in tile-drained regions of Iowa. The Program includes 37 counties in north central Iowa in an area that has been identified as a contributor to high nitrate loads in the Mississippi River Basin. The Program is administered by the federal Farm Services Agency (FSA) in the United States Department of Agriculture (USDA).
14 12 14 13 14 14	b. Not more than 10 percent of the moneys appropriated in paragraph “a” may be used for costs of administration and implementation of soil and water conservation practices.	Prohibits the use of more than 10.00% (\$100,000) of the cost-share funds for administration and costs associated with the implementation of soil and water conservation practices.

14 15 c. Notwithstanding section 8.57A, subsection 3, or any
 14 16 other provision of law to the contrary, the department may use
 14 17 moneys appropriated in this subsection, in combination with
 14 18 other appropriate environment first fund appropriations, for
 14 19 cost sharing to match United States department of agriculture,
 14 20 natural resources conservation service, wetlands reserve
 14 21 enhancement program (WREP) funding available to Iowa.

Permits funds to be used in combination with other EFF appropriations or as cost-share funds for federal projects.

14 22 2. WATERSHED PROTECTION

14 23 a. For continuation of a program that provides
 14 24 multiobjective resource protections for flood control, water
 14 25 quality, erosion control, and natural resource conservation:
 14 26 \$ 900,000

Environment First Fund appropriation to the DALS for the Watershed Protection Program.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The purpose of the Program is to provide financial assistance for projects that establish permanent soil and water conservation practices. Project practices are integrated into a larger watershed plan and meet multiple objectives. This appropriation offers watershed grants to Soil and Water Conservation Districts for locally led watershed projects.

14 27 b. Not more than 10 percent of the moneys appropriated
 14 28 in paragraph "a" may be used for costs of administration and
 14 29 implementation of soil and water conservation practices.

Prohibits the use of more than 10.00% (\$90,000) of the cost-share funds for administration and costs associated with the implementation of soil and water conservation practices.

14 30 3. CONSERVATION BUFFER STRIP PROGRAM

14 31 a. To encourage and assist farmers to establish and maintain
 14 32 conservation buffer strip practices and to work with them to
 14 33 enhance their revegetation efforts to improve water quality and
 14 34 habitat:
 14 35 \$ 900,000

Environment First Fund appropriation to the DALS for the Conservation Buffer Strip Program.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The Conservation Buffer Strip Program is a voluntary program administered by the federal government for agricultural landowners. The Program provides landowners with annual rental payments and cost-share assistance for removing agricultural land from production and establishing conservation practices. The Program is administered by the federal FSA in the USDA and is a major federal conservation program. Land enrolled in the Program increases wildlife habitat, reduces soil erosion, and improves water quality.

PG LN	GA:91 HF2771	Explanation
14 36 14 37 14 38	b. Not more than 10 percent of the moneys appropriated in paragraph "a" may be used for costs of administration and implementation of soil and water conservation practices.	Prohibits the use of more than 10.00% (\$90,000) of the cost-share funds for administration and costs associated with the implementation of soil and water conservation practices.
14 39	4. SOIL AND WATER CONSERVATION	Environment First Fund appropriation to the DALS for the Soil and Water Conservation Program.
15 1 15 2	a. For use by the department in providing for soil and water conservation:	DETAIL: Maintains the current level of funding compared to estimated net FY 2026.
15 3	 \$ 8,325,000	
15 4 15 5 15 6 15 7	b. (1) Of the amount appropriated in paragraph "a", for transfer to the hungry canyons account of the loess hills development and conservation fund created in section 161D.2: \$ 140,000	Transfers \$140,000 from the Soil and Water Conservation appropriation to the Hungry Canyons Account of the Loess Hills Development and Conservation Fund.
15 8 15 9	(2) Not more than 10 percent of the moneys transferred in subparagraph (1) may be used for administrative costs.	Prohibits the use of more than 10.00% (\$14,000) of the funds for administration costs.
15 10 15 11 15 12 15 13 15 14	c. Of the remaining amount appropriated in paragraph "a", for use by the department in providing for soil and water conservation administration, the conservation of soil and water resources, or the support of soil and water conservation districts:	Allocates \$8,185,000 from the Soil and Water Conservation appropriation to the Soil and Water Conservation Cost Share Program.
15 15	 \$ 8,185,000	
15 16 15 17 15 18 15 19 15 20 15 21 15 22 15 23 15 24	d. Of the amount appropriated in paragraph "c" that the department allocates to a soil and water conservation district, the first \$15,000 may be expended by the district for the purpose of providing financial incentives under section 161A.73 to establish management practices for the control of soil erosion on land that is row-cropped, including but not limited to nontill planting, ridge-till planting, and contouring strip-cropping. Of any remaining amount of that appropriation allocated by the department to a district, 30 percent may be	Permits each Soil and Water Conservation District to use up to \$15,000 of the allocation to establish management practices for the control of soil erosion on row-cropped land. Also permits up to 30.00% of remaining funds to be expended for the same purpose.

15 25 expended by the district for that same purpose.

15 26 e. Not more than 5 percent of the moneys appropriated in
15 27 paragraph "c" may be allocated for cost sharing to address
15 28 complaints filed under section 161A.47.

Permits the DALs to use up to 5.00% (\$409,250) of the cost-share funds to address complaints filed for land erosion caused by sediment.

15 29 f. Of the moneys appropriated in paragraph "c", 5 percent
15 30 shall be allocated for financial incentives to establish
15 31 practices to protect watersheds above publicly owned lakes of
15 32 the state from soil erosion and sediment as provided in section
15 33 161A.73.

Requires 5.00% (\$409,250) of cost-share funds to be used for financial incentives to establish practices to protect watersheds above publicly owned lakes from soil erosion and sediment.

15 34 g. The department's division of soil conservation and
15 35 water quality may allocate moneys appropriated in paragraph
15 36 "c" to conduct research and demonstration projects to promote
15 37 conservation tillage and nonpoint source pollution control
15 38 practices.

Permits the State Soil Conservation and Water Quality Committee to allocate funds for research and demonstration projects to promote conservation tillage and nonpoint source pollution control practices.

15 39 h. The allocation of moneys as financial incentives as
16 1 provided in section 161A.73 may be used in combination with
16 2 moneys allocated by the department of natural resources.

Permits financial incentive payments to be used in combination with funds from the DNR.

16 3 i. Not more than 15 percent of the moneys appropriated
16 4 in paragraph "c" may be used for costs of administration and
16 5 implementation of soil and water conservation practices.

Prohibits the use of more than 15.00% (\$1,227,750) of the cost-share funds for administration and costs associated with the implementation of soil and water conservation practices.

16 6 5. SOIL AND WATER CONSERVATION — ADMINISTRATION

Environment First Fund appropriation to the DALs for soil and water conservation administration.

16 7 a. For use by the department for costs of administration and
16 8 implementation of soil and water conservation practices:

16 9 \$ 3,800,000

DETAIL: Maintains the current level of funding compared to estimated net FY 2026.

16 10 b. Of the moneys appropriated in paragraph "a", \$150,000
16 11 is allocated to support field staff providing technical
16 12 assistance.

Allocates \$150,000 of the above appropriation to support field staff providing technical assistance.

16 13 Sec. 19. DEPARTMENT OF NATURAL RESOURCES. There is
16 14 appropriated from the environment first fund created in section
16 15 8.57A to the department of natural resources for the fiscal
16 16 year beginning July 1, 2026, and ending June 30, 2027, the
16 17 following amounts, or so much thereof as is necessary, to be

Iowa Code section [8.57A](#) contains a standing appropriation of \$42,000,000 from the RIIF to the EFF. Moneys in the EFF are appropriated by the General Assembly for the protection, conservation, enhancement, or improvement of natural resources or the environment. This Bill appropriates a total of

PG LN	GA:91 HF2771	Explanation
16 18	used for the purposes designated:	\$24,005,000 to the DNR from the EFF for FY 2026. DETAIL: Maintains the current level of funding compared to estimated net FY 2026.
16 19	1. STATE PARK MAINTENANCE AND OPERATIONS	Environment First Fund appropriation to the DNR for State park maintenance and operations.
16 20	For regular maintenance and operations of state parks and	
16 21	staff time associated with these activities:	
16 22	 \$ 6,235,000	DETAIL: Maintains the current level of funding compared to estimated net FY 2026. State parks are under the administration of the Parks Bureau in the DNR. Funding pays for seasonal staff, facilities maintenance, equipment replacement, and other related expenditures.
16 23	2. GEOGRAPHIC INFORMATION SYSTEM (GIS)	Environment First Fund appropriation to the DNR for the GIS Program.
16 24	To provide local watershed managers with geographic	
16 25	information system data for their use in developing,	
16 26	monitoring, and displaying results of their watershed work:	
16 27	 \$ 195,000	DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The GIS Program is responsible for the development, management, and coordination of the Natural Resources Geographic Information System (NRGIS) for the DNR. The NRGIS is used to provide local watershed managers with data to develop, monitor, and display watershed improvements.
16 28	3. WATER QUALITY MONITORING	Environment First Fund appropriation to the DNR for the Water Quality Monitoring Program.
16 29	For continuing the establishment and operation of water	
16 30	quality monitoring stations:	
16 31	 \$ 2,955,000	DETAIL: Maintains the current level of funding compared to estimated net FY 2026. Appropriated dollars are allocated for the administration, research, and operation of water quality monitoring stations. The DNR contracts with experts from the U.S. Geological Survey and State universities for water quality research, analysis, and modeling. The appropriation supports six water quality monitoring programs. Water samples are collected to develop a baseline of information on Iowa streams, lakes, and wetlands. The DNR tracks water temperature, dissolved oxygen, pH, and many other physical conditions and chemicals. The Water Quality Monitoring Program records fish kills and statewide water data and assesses the ability of water bodies to

			meet their intended uses (impaired waters) as defined by the federal Clean Water Bill.
16 32	4. PUBLIC WATER SUPPLY SYSTEM ACCOUNT		Environment First Fund appropriation to the DNR for the Public
16 33	For deposit in the public water supply system account of the		Water Supply System Account of the Water Quality Protection
16 34	water quality protection fund created in section 455B.183A:		Fund.
16 35	 \$	500,000	DETAIL: Maintains the current level of funding compared to
			estimated net FY 2026. A public water supply is defined as a
			system that has at least 15 service connections or serves at
			least 25 persons for at least 60 days throughout the year. These
			systems are regulated by the Water Supply Engineering Section
			of the DNR.
16 36	5. REGULATION OF ANIMAL FEEDING OPERATIONS		Environment First Fund appropriation to the DNR for the Animal
16 37	For the regulation of animal feeding operations, including		Feeding Operations Program.
16 38	as provided for in chapters 459, 459A, and 459B:		DETAIL: Maintains the current level of funding compared to
16 39	 \$	1,320,000	estimated net FY 2026. This appropriation is used to regulate
			animal feeding operations. This includes processing permits for
			the construction of new sites and reviewing nutrient
			management plans. Other activities include inspection of
			earthen basins, construction sites, and operations as well as
			inspecting and investigating manure, fertilizer, and chemical
			spills.
17 1	6. FLOODPLAIN MANAGEMENT AND DAM SAFETY		Environment First Fund appropriation to the DNR for the
17 2	For supporting floodplain management and dam safety:		Floodplain Management and Dam Safety Program.
17 3	 \$	375,000	DETAIL: Maintains the current level of funding compared to
			estimated net FY 2026. Section 12 of this Bill appropriates an
			additional \$1,510,000 from the General Fund for the Program.
			The goal of the Program is the protection of life and property
			from damage by flooding. The Program does the following:
			• Supports a network of stream gauges. • Provides funding for the Dam Safety Program, which maintains information on 3,800 dams. • Funds floodplain mapping projects. • Provides technical assistance for community enrollment for flood insurance.

- Regulates the construction of floodplains and floodways.

17 4 7. AMBIENT AIR QUALITY

17 5 For the abatement, control, and prevention of ambient
 17 6 air pollution in this state, including measures as necessary
 17 7 to assure attainment and maintenance of ambient air quality
 17 8 standards from particulate matter:
 17 9 \$ 425,000

Environment First Fund appropriation to the DNR for the Ambient Air Quality Program.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. Appropriated funds finance the administration of ambient air monitoring activities and an annual contract with the State Hygienic Laboratory (SHL) at the SUI to conduct air monitoring. The SHL collects air monitoring data, provides quality assurance results, and reports data to the public.

17 10 Sec. 20. STATE UNIVERSITY OF IOWA — IOWA GEOLOGICAL
 17 11 SURVEY. There is appropriated from the environment first
 17 12 fund created in section 8.57A to the state university of Iowa
 17 13 for the fiscal year beginning July 1, 2026, and ending June
 17 14 30, 2027, the following amounts, or so much thereof as is
 17 15 necessary, to be used for the purposes designated:

Iowa Code section [8.57A](#) contains a standing appropriation of \$42,000,000 from the RIIF to the EFF. Moneys in the EFF are appropriated by the General Assembly for the protection, conservation, enhancement, or improvement of natural resources or the environment. This Bill appropriates a total of \$695,000 to the SUI from the EFF for FY 2027.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026.

17 16 1. IOWA GEOLOGICAL SURVEY OPERATIONS

17 17 For purposes of supporting the operations of the Iowa
 17 18 geological survey of the state, including but not limited
 17 19 to providing analysis; data maintenance, collection, and
 17 20 compilation; investigative programs; and information for water
 17 21 supply development and protection:
 17 22 \$ 200,000

Environment First Fund appropriation to the SUI for the Geological and Water Survey Program.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. This appropriation funds the development of programs that provide comprehensive information regarding mineral and water resources in Iowa. This includes educational programs as well as technology transfer programs and an emphasis on new water supply developments and monitoring water quality. The Geological and Water Survey Program provides information to the federal government and State agencies.

17 23 2. WATER RESOURCE MANAGEMENT

17 24 For purposes of supporting the Iowa geological survey in
 17 25 measuring, assessing, and evaluating the quantity of water
 17 26 sources in this state and assisting the department of natural

Environment First Fund appropriation to the SUI for the Water Quantity Program.

17 27 resources in regulating water quantity as provided in chapter
17 28 455B, subchapter III, part 4, pursuant to sections 455B.262B
17 29 and 456.14:
17 30 \$ 495,000

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The Water Quantity Program was established due to an increase in the number of industries that are dependent on large quantities of water for their operations (ethanol plants). The goal of the Program is to provide long-term planning for water use for industrial operations, drinking water, and other water uses.

17 31 Sec. 21. REVERSION.
17 32 1. a. Except as provided in paragraph “b”, and
17 33 notwithstanding section 8.33, moneys appropriated for the
17 34 fiscal year beginning July 1, 2026, in this division of this
17 35 Act that remain unencumbered or unobligated at the close of
17 36 the fiscal year shall not revert but shall remain available
17 37 for expenditure for the purposes designated until the close of
17 38 the succeeding fiscal year, or until the project for which the
17 39 appropriation was made is completed, whichever is earlier.

CODE: Allows any unencumbered or unobligated funds from the EFF appropriations to remain available for expenditure until the close of FY 2028 or until a specific project is completed, whichever is earlier.

18 1 b. Notwithstanding section 8.33, moneys appropriated for
18 2 the fiscal year beginning July 1, 2026, in this division of
18 3 this Act to the department of agriculture and land stewardship
18 4 to provide financial assistance for the establishment of
18 5 permanent soil and water conservation practices that remain
18 6 unencumbered or unobligated at the close of the fiscal year
18 7 shall not revert but shall remain available for expenditure
18 8 for the purposes designated until the close of the fiscal year
18 9 beginning July 1, 2029.

CODE: Allows any unencumbered or unobligated funds from the EFF appropriations for soil and water conservation practices to remain available for expenditure until the close of FY 2030.

18 10 2. Subsection 1 does not apply to moneys transferred
18 11 pursuant to this division of this Act to the loess hills
18 12 development and conservation fund created in section 161D.2,
18 13 which shall not revert as provided in that section.

Specifies that the Hungry Canyons allocation to the Loess Hills Development and Conservation Fund in this Bill is exempt from reversion.

18 14 DIVISION VI
18 15 ENVIRONMENT FIRST FUND — SPECIAL APPROPRIATIONS

18 16 Sec. 22. WATER QUALITY INITIATIVE — DEPARTMENT OF
18 17 AGRICULTURE AND LAND STEWARDSHIP.
18 18 1. There is appropriated from the environment first fund

Environment First Fund appropriation to the DALS for the Water Quality Initiative (WQI).

18 19 created in section 8.57A to the department of agriculture
 18 20 and land stewardship for the fiscal year beginning July 1,
 18 21 2026, and ending June 30, 2027, the following amount, or so
 18 22 much thereof as is necessary, to be used for the purposes
 18 23 designated:
 18 24 For deposit in the water quality initiative fund created in
 18 25 section 466B.45, for purposes of supporting the water quality
 18 26 initiative administered by the division of soil conservation
 18 27 and water quality as provided in section 466B.42, including
 18 28 salaries, support, maintenance, and miscellaneous purposes:
 18 29 \$ 2,375,000

DETAIL: Maintains the current level of funding from the EFF compared to estimated net FY 2026.

The [Nutrient Reduction Strategy Report](#) was introduced in November 2012 as a collaborative effort by the DALS, the DNR, and ISU to assess and reduce nutrient flow into Iowa waters. The WQI was created in 2013 Iowa Acts, chapter [132](#) (Agriculture and Natural Resources Appropriations Bill), to provide funding for watershed practices in high-priority watersheds as designated by the Water Resources Coordinating Council (WRCC).

18 30 2. a. The moneys appropriated in subsection 1 shall be
 18 31 used to support projects in subwatersheds as designated by the
 18 32 division that are part of high-priority watersheds identified
 18 33 by the water resources coordinating council established
 18 34 pursuant to section 466B.3.

Requires the funds appropriated above to be used to support projects in high-priority watersheds as identified by the WRCC.

18 35 b. The moneys appropriated in subsection 1 shall be used to
 18 36 support projects in watersheds generally, including regional
 18 37 watersheds, as designated by the division and high-priority
 18 38 watersheds identified by the water resources coordinating
 18 39 council established pursuant to section 466B.3.

Requires the funds appropriated above to be used to support projects in watersheds.

19 1 3. In supporting projects in subwatersheds and watersheds
 19 2 as provided in subsection 2, all of the following apply:

Specifies criteria for projects in high-priority watersheds as follows:

19 3 a. The demonstration projects shall utilize water quality
 19 4 practices as described in the Iowa nutrient reduction strategy
 19 5 as defined in section 455B.171.
 19 6 b. The division shall implement demonstration projects as
 19 7 provided in paragraph "a" by providing for participation by
 19 8 persons who hold a legal interest in agricultural land used in
 19 9 farming. To every extent practical, the division shall provide
 19 10 for collaborative participation by such persons who hold a
 19 11 legal interest in agricultural land located within the same
 19 12 subwatershed.
 19 13 c. The division shall implement a demonstration project on
 19 14 a cost-share basis as determined by the division. However,
 19 15 except for edge-of-field practices, the state's share of the
 19 16 amount shall not exceed 50 percent of the estimated cost of
 19 17 establishing the practice as determined by the division or

- Requires demonstration projects to utilize water quality practices described in the Iowa Nutrient Reduction Strategy as defined in Iowa Code section [455B.171](#).
- Requires the DALS to collaborate with agricultural landowners in targeted watersheds.
- Prohibits the State's cost-share amount of water quality protection practices from exceeding 50.00% of the value of the practices, except for edge-of-field practices.
- Requires demonstration projects to educate the public about water quality practices.
- Requires the DALS to conduct water quality evaluations within targeted watersheds and to create a database of water quality practices. Specifies that all information

19 18 50 percent of the actual cost of establishing the practice,
 19 19 whichever is less.
 19 20 d. The demonstration projects shall be used to educate other
 19 21 persons about the feasibility and value of establishing similar
 19 22 water quality practices. The division shall promote field day
 19 23 events for purposes of allowing interested persons to establish
 19 24 water quality practices on their agricultural land.
 19 25 e. The division shall conduct water quality evaluations
 19 26 within supported subwatersheds. Within a reasonable period
 19 27 after accumulating information from such evaluations, the
 19 28 division shall create an aggregated database of water quality
 19 29 practices. Any information identifying a person holding a
 19 30 legal interest in agricultural land or specific agricultural
 19 31 land shall be a confidential record under section 22.7.

received is to be a confidential record and exempt from public access.

19 32 4. The moneys appropriated in subsection 1 shall be used
 19 33 to support education and outreach in a manner that encourages
 19 34 persons who hold a legal interest in agricultural land used for
 19 35 farming to implement water quality practices, including the
 19 36 establishment of such practices in watersheds generally, and
 19 37 not limited to subwatersheds or high-priority watersheds.

Requires the DALS to use funds to support education and outreach to encourage agricultural producers to establish water quality practices.

19 38 5. The moneys appropriated in subsection 1 may be used
 19 39 to contract with persons to coordinate the implementation of
 20 1 efforts provided in this section.

Permits the DALS to use funds for contracts that will assist with the implementation of the WQI.

20 2 6. The moneys appropriated in subsection 1 may be used by
 20 3 the department to support urban soil and water conservation
 20 4 efforts, which may include but are not limited to management
 20 5 practices related to bioretention, landscaping, the use of
 20 6 permeable or pervious pavement, and soil quality restoration.
 20 7 The moneys shall be allocated on a cost-share basis as provided
 20 8 in chapter 161A.

Permits the DALS to use funds to support urban soil and water conservation practices and to allocate funds on a cost-share basis.

20 9 7. Notwithstanding any other provision of law to the
 20 10 contrary, the department may use moneys appropriated in
 20 11 subsection 1 to carry out the provisions of this section on a
 20 12 cost-share basis in combination with other moneys available to
 20 13 the department from a state or federal source.

Permits the DALS to use funds as cost-share moneys for projects.

PG LN	GA:91 HF2771	Explanation
20 14	8. Not more than 10 percent of the moneys appropriated in	Prohibits the DALs from using more than 10.00% (\$237,500) of the funds appropriated for administration and implementation of WQI practices.
20 15	this section may be used to pay for the costs of administering	
20 16	and implementing the water quality initiative by the	
20 17	department's division of soil conservation and water quality as	
20 18	provided in section 466B.42 and this section.	
20 19	DIVISION VII	
20 20	RESOURCES ENHANCEMENT AND PROTECTION — OPEN SPACES	
20 21	Sec. 23. REAP — IN LIEU OF GENERAL FUND APPROPRIATION. In	Appropriates \$12,000,000 from the EFF to the Resources Enhancement and Protection (REAP) Fund in lieu of the \$20,000,000 General Fund standing appropriation established in Iowa Code section 455A.18 .
20 22	lieu of the standing appropriation in section 455A.18, there is	
20 23	appropriated from the environment first fund created in section	
20 24	8.57A to the Iowa resources enhancement and protection fund	
20 25	for the fiscal year beginning July 1, 2026, and ending June	DETAIL: Maintains the current level of funding compared to estimated net FY 2026.
20 26	30, 2027, the following amount, to be allocated as provided in	
20 27	section 455A.19:	
20 28	 \$ 12,000,000	
20 29	Sec. 24. REAP — OPEN SPACES ACCOUNT — STATE PARK	CODE: Allows the DNR to use up to \$1,000,000 from the Open Spaces Account for State park maintenance, repair, and refurbishment in FY 2027.
20 30	MAINTENANCE, OPERATIONS, AND FACILITY REFURBISHMENT.	
20 31	Notwithstanding section 455A.19, subsection 1, paragraph “a”,	
20 32	subparagraph (1), of the moneys allocated to the open spaces	
20 33	account of the Iowa resources enhancement and protection fund,	DETAIL: Maintains the current level of funding compared to estimated net FY 2026.
20 34	up to \$1,000,000 may be used by the department of natural	
20 35	resources for state park maintenance, development, operations,	
20 36	and facility refurbishment for the fiscal year beginning July	
20 37	1, 2026, and ending June 30, 2027.	
20 38	DIVISION VIII	
20 39	ANIMAL DISEASE PREPAREDNESS AND RESPONSE	
21 1	Sec. 25. IOWA ANIMAL DISEASE PREVENTION FUND — DEPARTMENT	
21 2	OF AGRICULTURE AND LAND STEWARDSHIP.	
21 3	1. There is appropriated from the Iowa animal disease	
21 4	prevention fund created in section 165.18 to the department of	
21 5	agriculture and land stewardship for the fiscal year beginning	
21 6	July 1, 2026, and ending June 30, 2027, the following amounts,	
21 7	or so much thereof as is necessary, to be used for the purposes	
21 8	designated:	

PG LN	GA:91 HF2771	Explanation
21 9	a. For purposes of purchasing and maintaining equipment	Iowa Animal Disease Prevention Fund appropriation to the DALS to purchase and maintain equipment to further the implementation of the Foreign Animal Disease Preparedness and Response Strategy.
21 10	to further the implementation of the foreign animal disease	
21 11	preparedness and response strategy developed under section	
21 12	163.3C:	
21 13	 \$ 150,000	DETAIL: This is a decrease of \$100,000 compared to estimated net FY 2026. The DALS is required to develop the Foreign Animal Disease Preparedness and Response Strategy in order to prevent, control, or eradicate the transmission of foreign animal diseases among populations of animals. The strategy is required to provide additional expertise and resources to increase biosecurity efforts that assist in the prevention of a foreign animal disease outbreak in the State. This appropriation previously received funding from the General Fund.
21 14	b. For purposes of assisting in the development of vaccines	Iowa Animal Disease Prevention Fund appropriation to the DALS to assist in the development of vaccines against foreign animal diseases.
21 15	against foreign animal diseases by a company based in Iowa that	
21 16	develops livestock and other animal vaccines:	
21 17	 \$ 100,000	
		DETAIL: Maintains the current level of funding compared to estimated net FY 2026.
21 18	c. For deposit in the foreign animal disease preparedness	Iowa Animal Disease Prevention Fund appropriation to the Foreign Animal Disease Preparedness and Response Fund.
21 19	and response fund created in section 163.3B:	
21 20	 \$ 200,000	
		DETAIL: This is an increase of \$100,000 compared to estimated net FY 2026. The Foreign Animal Disease Preparedness and Response Fund shall be used exclusively to develop, establish, and implement a foreign animal disease preparedness and response strategy. The Foreign Animal Disease Preparedness and Response Strategy is used by the DALS in order to prevent, control, or eradicate the transmission of foreign animal diseases among populations of animals.
21 21	d. For purposes of upgrading information technology	Iowa Animal Disease Prevention Fund appropriation to the DALS for upgrading information technology resources.
21 22	resources used by the department:	
21 23	 \$ 160,000	

			DETAIL: This is a decrease of \$290,000 compared to estimated net FY 2026.
21	24	2. Notwithstanding section 8.33, moneys appropriated in	
21	25	this section that remain unencumbered or unobligated at the	
21	26	close of the fiscal year shall not revert but shall remain	
21	27	available for expenditure for the purposes designated until the	
21	28	close of the succeeding fiscal year.	
21	29		
21	30	DIVISION IX	
		WATER QUALITY FUNDING	
21	31	Sec. 26. REBUILD IOWA INFRASTRUCTURE FUND — SPECIAL	
21	32	APPROPRIATIONS. There is appropriated from the rebuild Iowa	
21	33	infrastructure fund created in section 8.57 to the Iowa finance	
21	34	authority for the fiscal year beginning July 1, 2026, and	
21	35	ending June 30, 2027, the following amounts, or so much thereof	
21	36	as is necessary, to be used for the purposes designated:	
21	37	1. a. For deposit in the water quality financial assistance	
21	38	fund created in section 16.134A for the purposes of supporting	
21	39	the wastewater and drinking water treatment financial	
22	1	assistance program created in section 16.134:	
22	2	 \$ 8,000,000	
22	3	b. The moneys appropriated in paragraph “a” shall be used to	
22	4	provide financial assistance, including grants, for projects	
22	5	designed to improve water quality by addressing point and	
22	6	nonpoint sources, with a higher prioritization provided to	
22	7	collaborative effort.	
22	8	2. For deposit in the rural Iowa infrastructure bank program	
22	9	fund created in section 16.240, as enacted in this division of	
22	10	this Act:	
22	11	 \$ 10,000,000	
			Rebuild Iowa Infrastructure Fund appropriation to the Iowa Finance Authority (IFA) for the Water Quality Financial Assistance Fund (WQFAF).
			DETAIL: This is a new appropriation of \$8,000,000 for FY 2027. The moneys will be used to support the Wastewater and Drinking Water Treatment Financial Assistance Program in the IFA. The Program provides financial assistance for the installation and upgrade of wastewater and drinking water treatment facilities and systems.
			Requires the moneys appropriated from the RIIF to the WQFAF to be used to provide financial assistance, including grants, for projects designed to improve water quality by addressing point and nonpoint sources, and to give a higher prioritization to projects with a collaborative effort.
			Rebuild Iowa Infrastructure Fund appropriation to the IFA for the Iowa Infrastructure Bank Program Fund.
			DETAIL: This is a new appropriation of \$10,000,000 for FY 2027. The Rural Iowa Infrastructure Bank Revolving Loan Program, created in this Bill, provides loans to small or

medium sized communities to upgrade water or wastewater infrastructure.

22 12 Sec. 27. Section 16.134, subsection 4, paragraph i, Code
22 13 2026, is amended to read as follows:
22 14 i. An applicant shall not receive a grant that exceeds five
22 15 hundred thousand one million dollars.

CODE: Increases the maximum grant from the Wastewater and Drinking Water Treatment Financial Assistance Program from \$500,000 to \$1,000,000.

22 16 Sec. 28. Section 16.134A, subsection 3, Code 2026, is
22 17 amended to read as follows:
22 18 3.—~~For~~ Except for moneys deposited in the fund for
22 19 a specified purpose, for each fiscal year in the period
22 20 beginning July 1, 2018 2026, and ending June 30, 2039, there
22 21 is appropriated the following percentages of amounts from the
22 22 balance of the fund for all of the following purposes:
22 23 a.—~~Forty percent to the Iowa finance authority to support~~
22 24 ~~the wastewater and drinking water treatment financial~~
22 25 ~~assistance program created in section 16.134 Five hundred~~
22 26 ~~thousand dollars to the department of natural resources for~~
22 27 ~~the purposes of water quality monitoring, including, at the~~
22 28 ~~department's discretion, continuous monitoring.~~
22 29 b.—~~Forty-five percent to the Iowa finance authority to be~~
22 30 ~~credited to the water quality financing program fund created~~
22 31 ~~pursuant to section 16.153. The following percentages of moneys~~
22 32 ~~remaining in the fund for the following purposes:~~
22 33 (1) Sixty-five percent to the Iowa finance authority to
22 34 support the wastewater and drinking water treatment financial
22 35 assistance program created in section 16.134.
22 36 —e. (2) Fifteen percent to the division of soil conservation
22 37 and water quality of the department of agriculture and land
22 38 stewardship to support the water quality urban infrastructure
22 39 program created in section 466B.44.
23 1 (3) Twenty percent to the division of soil conservation
23 2 and water quality of the department of agriculture and land
23 3 stewardship for deposit in the water quality initiative fund
23 4 created in section 466B.45 to provide technical assistance
23 5 and support conservation practices, including but not limited
23 6 to buffers, cover crops, edge-of-field structures, grazing
23 7 systems, and working lands, in counties located in the
23 8 following United States geological survey hydrologic unit code
23 9 8 watersheds:
23 10 (a) Boone.

CODE: Changes the standing appropriations from the WQFAF to the following distributions:

- Appropriates \$500,000 to the DNR for water quality monitoring, which can include continuous monitoring.
- Appropriates 65.00% of the moneys remaining in the WQFAF to the IFA to support the Wastewater and Drinking Water Financial Assistance Program.
- Appropriates 15.00% of the remaining moneys in the WQFAF to the Division of Soil Conservation and Water Quality in the DALS to support the Water Quality Urban Infrastructure Program.
- Appropriates 20.00% of the moneys remaining in the WQFAF to the Division of Soil Conservation and Water Quality in the DALS for deposit in the Water Quality Initiative Fund to provide technical assistance and support conservation practices in counties located in six different watersheds.

23 11 (b) East fork Des Moines.
 23 12 (c) Middle Des Moines.
 23 13 (d) North Raccoon.
 23 14 (e) South Raccoon.
 23 15 (f) Upper Des Moines.

23 16 Sec. 29. Section 16.152, Code 2026, is amended by adding the
 23 17 following new subsections:
 23 18 NEW SUBSECTION 5. The authority shall not initiate any
 23 19 new loans under this part after June 30, 2026. Any loan or
 23 20 interest payments received by the authority on or after July
 23 21 1, 2026, shall be deposited in the water quality financial
 23 22 assistance fund created pursuant to section 16.134A for the
 23 23 purposes of supporting the wastewater and drinking water
 23 24 treatment financial assistance program created in section
 23 25 16.134.

23 26 NEW SUBSECTION 6. For the fiscal year beginning July 1,
 23 27 2026, and ending June 30, 2027, the authority shall allocate
 23 28 a sum not to exceed twenty-five million dollars from any
 23 29 unencumbered or unobligated moneys in the water quality
 23 30 financing program fund to a regional water authority, with
 23 31 membership consisting of public utilities, as defined in
 23 32 section 476.1, rural water districts organized and existing
 23 33 under chapter 357A, and other governmental entities, which
 23 34 serves a population of at least six hundred thousand and
 23 35 is headquartered in the most populous county in the state
 23 36 based on the 2020 federal decennial census, for the purpose
 23 37 of constructing and installing additional nutrient removal
 23 38 technology. These moneys shall remain available for
 23 39 expenditure until June 30, 2029.

24 1 NEW SUBSECTION 7. Any unencumbered or unobligated moneys
 24 2 in the water quality financing program fund created pursuant to
 24 3 section 16.153 remaining after July 31, 2026, are transferred
 24 4 to the water quality financial assistance fund created pursuant
 24 5 to section 16.134A, to be used for purposes specified in
 24 6 section 16.134A, subsection 3, paragraph “b”, subparagraph
 24 7 (3). An amount equal to the amount of moneys obligated by the
 24 8 authority prior to July 1, 2026, shall remain in the water
 24 9 quality financing program fund.

CODE: Prohibits the IFA from initiating any new loans under the Water Quality Financing Program after June 30, 2026. Any loans or interest payments received on or after July 1, 2026, are deposited in the WQFAF to support the Wastewater and Drinking Water Treatment Financial Assistance Program.

CODE: Allocates \$25,000,000 from any unencumbered or unobligated moneys in the Water Quality Financing Program Fund to a regional water authority with membership consisting of public utilities, rural water districts, and other governmental entities, which serves a population of at least 600,000 and is headquartered in the most populous county in the State based on the 2020 decennial census, for the purpose of constructing and installing additional nutrient removal technology. Allows these moneys to remain available for expenditure until June 30, 2029.

CODE: Transfers any unencumbered or unobligated moneys in the Water Quality Financing Program Fund remaining after July 31, 2026, to the WQFAF to provide technical assistance and support conservation practices in counties located in eight different watersheds. Any moneys obligated prior to July 1, 2026, are to remain in the Water Quality Financing Program Fund.

PG LN	GA:91 HF2771	Explanation
24 10 24 11 24 12	NEW SUBSECTION 8. This part is repealed on the date that all loans made pursuant to this part are paid in full. The authority shall notify the Iowa Code editor of this occurrence.	CODE: Repeals the Water Quality Financing Program and Fund on the date all loans made from the Program are paid in full and requires the IFA to notify the Iowa Code Editor when all loans are paid in full.
24 13 24 14	Sec. 30. NEW SECTION 16.240 RURAL IOWA INFRASTRUCTURE BANK REVOLVING LOAN PROGRAM — FUND.	
24 15 24 16 24 17	1. As used in this section, “small or medium sized community” means a city with a population of eleven thousand or less.	CODE: Defines a “small or medium sized community” as a city with a population of 11,000 or less, for the purposes of the Rural Infrastructure Bank Revolving Loan Program.
24 18 24 19 24 20 24 21	2. The authority shall establish and administer a rural Iowa infrastructure bank revolving loan program. The purpose of the program is to provide loans to small or medium sized communities to upgrade water or wastewater infrastructure.	CODE: Requires the IFA to establish and administer a Rural Infrastructure Bank Revolving Program to provide loans to small or medium sized communities to upgrade water or wastewater infrastructure.
24 22 24 23 24 24	3. a. A small or medium size community shall apply to the authority for a loan under the program in a manner approved by the authority.	CODE: Requires a small or medium sized community to apply to the IFA in a manner approved by the IFA.
24 25 24 26 24 27	b. Loan agreements may contain terms and conditions the authority deems advisable, but the interest rate on any loan shall not exceed one percent.	CODE: Specifies that applications for loans under the Program must be in a manner approved by the IFA, and that loan agreements may contain terms and conditions the IFA deems advisable, but the interest rate cannot exceed 1.00%.
24 28 24 29 24 30 24 31 24 32 24 33 24 34 24 35 24 36 24 37 24 38 24 39	4. A rural Iowa infrastructure bank program fund is created in the state treasury under the control of the authority and consisting of moneys appropriated by the general assembly and any other moneys available to and obtained or accepted by the authority for placement in the fund. Moneys in the fund are appropriated to the authority for the purpose of providing loans to small or medium sized communities under the program established in this section. Repayments of moneys loaned and recaptures of loans shall be deposited in the fund. Moneys in the fund are not subject to section 8.33. Notwithstanding section 12C.7, interest or earnings on moneys in the fund shall be credited to the fund.	CODE: Creates the Rural Iowa Infrastructure Bank Program Fund under the control of the IFA. Appropriates moneys in the Fund to the IFA to provide loans to small or medium sized communities. Allows interest or earnings on moneys in the Fund to be credited to the Fund.

PG LN	GA:91 HF2771	Explanation
25 1 5. The authority may adopt rules pursuant to chapter 17A to 25 2 administer this section.		CODE: Allows the IFA to adopt administrative rules to administer the Rural Iowa Infrastructure Bank Program.
25 3 Sec. 31. CODE EDITOR DIRECTIVE. The Code editor is directed 25 4 to designate section 16.240, as enacted by this division of 25 5 this Act, as chapter 16, subchapter X, part 12, entitled "Rural 25 6 Iowa Infrastructure Bank Revolving Loan Program".		Provides direction to the Iowa Code Editor.

Agriculture and Natural Resources General Fund

	Actual FY 2025 (1)	Estimated Net FY 2026 (2)	Final Action FY 2027 (4)	Final Action vs Est Net FY 2026 (5)	Page and Line # (6)
<u>Agriculture and Land Stewardship, Dept of</u>					
Agriculture and Land Stewardship					
Administrative Division	\$ 20,162,310	\$ 20,377,294	\$ 20,733,294	\$ 356,000	PG 1 LN 10
Milk Inspections	189,196	189,196	189,196	0	PG 2 LN 35
Local Food and Farm	75,000	125,000	125,000	0	PG 3 LN 6
Agricultural Education	150,000	150,000	150,000	0	PG 3 LN 20
Foreign Animal Disease	1,050,000	1,050,000	1,050,000	0	PG 3 LN 30
Foreign Animal Disease Capitals	250,000	0	0	0	
Farmers with Disabilities	230,000	230,000	230,000	0	PG 3 LN 34
Loess Hills Development and Conservation Fund	400,000	300,000	300,000	0	PG 4 LN 18
Southern Iowa Development and Conservation Fund	200,000	100,000	100,000	0	PG 4 LN 32
Grain Regulation	350,000	350,000	350,000	0	PG 4 LN 38
Choose Iowa Fund	1,813,000	1,813,000	2,113,000	300,000	PG 5 LN 4
Choose Iowa Food Purchasing Program	200,000	200,000	200,000	0	PG 5 LN 28
Butchery Innovation and Revitalization	249,695	0	0	0	
Total Agriculture and Land Stewardship, Dept of	\$ 25,319,201	\$ 24,884,490	\$ 25,540,490	\$ 656,000	
<u>Natural Resources, Department of</u>					
Natural Resources					
Natural Resources Operations	\$ 12,500,000	\$ 12,816,738	\$ 12,816,738	\$ 0	PG 6 LN 21
Floodplain Management Program	1,510,000	1,510,000	1,510,000	0	PG 9 LN 15
Forestry Health Management	525,000	525,000	525,000	0	PG 9 LN 29
State Park Operations	1,000,000	1,000,000	1,000,000	0	PG 9 LN 38
State Park Maintenance	0	300,000	300,000	0	PG 10 LN 3
Total Natural Resources, Department of	\$ 15,535,000	\$ 16,151,738	\$ 16,151,738	\$ 0	
<u>Regents, Board of</u>					
Regents, Board of					
ISU - Veterinary Diagnostic Laboratory	\$ 4,500,000	\$ 4,799,898	\$ 4,799,898	\$ 0	PG 10 LN 14
ISU - Vet Lab Moving Assistance	0	0	122,000	122,000	PG 10 LN 30
ISU - Management of Private Forests	150,000	150,000	150,000	0	PG 10 LN 36
ISU - Livestock Disease Research	291,390	291,390	291,390	0	PG 11 LN 8
SUI - Iowa Center for Ag Safety & Health (I-CASH)	128,154	128,154	128,154	0	PG 11 LN 29
SUI - Groundwater Planning and Resource Assessment	0	200,000	122,000	-78,000	PG 12 LN 24
Total Regents, Board of	\$ 5,069,544	\$ 5,569,442	\$ 5,613,442	\$ 44,000	
Total Agriculture and Natural Resources	\$ 45,923,745	\$ 46,605,670	\$ 47,305,670	\$ 700,000	

Agriculture and Natural Resources Other Funds

	Actual FY 2025	Estimated Net FY 2026	Final Action FY 2027	Final Action vs Est Net FY 2026	Page and Line #
	(1)	(2)	(4)	(5)	(6)
<u>Agriculture and Land Stewardship, Dept of</u>					
Agriculture and Land Stewardship					
Native Horse & Dog Prog - Unclaimed Winnings	\$ 305,516	\$ 305,516	\$ 305,516	\$ 0	PG 2 LN 7
Motor Fuel Inspection - RFIF	500,000	500,000	500,000	0	PG 2 LN 19
Butchery Innovation and Revitalization - SWJCF	0	249,695	0	-249,695	
Conservation Reserve Enhancement - EFF	1,000,000	1,000,000	1,000,000	0	PG 14 LN 6
Watershed Protection Fund - EFF	900,000	900,000	900,000	0	PG 14 LN 22
Conservation Reserve Prog - EFF	900,000	900,000	900,000	0	PG 14 LN 30
Soil Cons. & Water Quality Cost Share Program - EFF	8,325,000	8,325,000	8,325,000	0	PG 14 LN 39
Soil & Water Conservation - EFF	3,800,000	3,800,000	3,800,000	0	PG 16 LN 6
Water Quality Initiative - EFF	2,375,000	2,375,000	2,375,000	0	PG 18 LN 16
Choose Iowa Food Program - Blufflands	100,000	0	0	0	
FAD Equipment - IADPF	0	250,000	150,000	-100,000	PG 21 LN 9
FAD Vaccines - IADPF	0	100,000	100,000	0	PG 21 LN 14
FAD General - IADPF	0	100,000	200,000	100,000	PG 21 LN 18
DALS Information Technology Upgrades - IADPF	0	450,000	160,000	-290,000	PG 21 LN 21
Total Agriculture and Land Stewardship, Dept of	\$ 18,205,516	\$ 19,255,211	\$ 18,715,516	\$ -539,695	

Agriculture and Natural Resources Other Funds

	Actual FY 2025	Estimated Net FY 2026	Final Action FY 2027	Final Action vs Est Net FY 2026	Page and Line #
	(1)	(2)	(4)	(5)	(6)
<u>Natural Resources, Department of</u>					
Natural Resources					
Fish & Game - DNR Admin Expenses	\$ 51,404,790	\$ 53,095,606	\$ 53,095,606	\$ 0	PG 7 LN 6
GWPF - Storage Tanks Study	100,303	100,303	100,303	0	
GWPF - Household Hazardous Waste	447,324	447,324	447,324	0	
GWPF - Well Testing Admin 2%	62,461	62,461	62,461	0	
GWPF - Groundwater Monitoring	1,686,751	1,686,751	1,686,751	0	
GWPF - Landfill Alternatives	618,993	618,993	618,993	0	
GWPF - Waste Reduction and Assistance	192,500	192,500	192,500	0	
GWPF - Solid Waste Alternatives	50,000	50,000	50,000	0	
GWPF - Geographic Information System	297,518	297,518	297,518	0	
GWPF - Water Quality Monitoring	0	0	300,000	300,000	PG 8 LN 7
GWPF - Water Quality	0	0	176,150	176,150	PG 8 LN 21
Snowmobile Registration Fees Fund	100,000	100,000	100,000	0	PG 8 LN 39
Administration Match - UST	200,000	0	0	0	
State Park Operations & Maintenance - EFF	6,235,000	6,235,000	6,235,000	0	PG 16 LN 19
GIS Information for Watershed - EFF	195,000	195,000	195,000	0	PG 16 LN 23
Water Quality Monitoring - EFF	2,955,000	2,955,000	2,955,000	0	PG 16 LN 28
Water Quality Protection - EFF	500,000	500,000	500,000	0	PG 16 LN 32
Animal Feeding Operations - EFF	1,320,000	1,320,000	1,320,000	0	PG 16 LN 36
Floodplain Mgmt and Dam Safety - EFF	375,000	375,000	375,000	0	PG 17 LN 1
Ambient Air Quality Monitoring - EFF	425,000	425,000	425,000	0	PG 17 LN 4
REAP - EFF	12,000,000	12,000,000	12,000,000	0	PG 20 LN 21
State Park Accessibility - Blufflands	296,228	0	0	0	
Water Quality Monitoring (Standing) - WQFAF	0	0	500,000	500,000	PG 22 LN 16
Total Natural Resources, Department of	\$ 79,461,868	\$ 80,656,456	\$ 81,632,606	\$ 976,150	

Agriculture and Natural Resources Other Funds

	Actual FY 2025 (1)	Estimated Net FY 2026 (2)	Final Action FY 2027 (4)	Final Action vs Est Net FY 2026 (5)	Page and Line # (6)
<u>Regents, Board of</u>					
Regents, Board of					
ISU - Vet Diagnostic Lab - Iowa Nutrient Research Fund	\$ 120,000	\$ 120,000	\$ 120,000	\$ 0	PG 11 LN 16
SUI - Groundwater Plan. & Resource Assess. - GWPF	0	0	78,000	78,000	PG 13 LN 10
SUI - Geological and Water Survey Oper. - EFF	200,000	200,000	200,000	0	PG 17 LN 16
SUI - Water Resource Management - EFF	495,000	495,000	495,000	0	PG 17 LN 23
SUI - Groundwater Plan. & Resource Assess. - Blufflands	250,000	0	0	0	
ISU - Vet Diagnostic Lab Equipment - IADPF	0	250,000	0	-250,000	
ISU - Livestock Disease Research Fund - IADPF	0	100,000	0	-100,000	
Total Regents, Board of	\$ 1,065,000	\$ 1,165,000	\$ 893,000	\$ -272,000	
<u>Iowa Finance Authority</u>					
Iowa Finance Authority					
Waste & Drinking Water Treatment Assist. Program - RIIF	\$ 0	\$ 0	\$ 8,000,000	\$ 8,000,000	PG 21 LN 31
Rural Infrastructure Bank Revolving Fund - RIIF	0	0	10,000,000	10,000,000	PG 22 LN 8
Total Iowa Finance Authority	\$ 0	\$ 0	\$ 18,000,000	\$ 18,000,000	
Total Agriculture and Natural Resources	\$ 98,732,384	\$ 101,076,667	\$ 119,241,122	\$ 18,164,455	

Agriculture and Natural Resources FTE Positions

	Actual FY 2025 (1)	Estimated Net FY 2026 (2)	Final Action FY 2027 (4)	Final Action vs Est Net FY 2026 (5)	Page and Line # (6)
<u>Agriculture and Land Stewardship, Dept of</u>					
Agriculture and Land Stewardship					
Administrative Division	315.04	341.39	420.00	78.61	PG 1 LN 10
Total Agriculture and Land Stewardship, Dept of	315.04	341.39	420.00	78.61	
<u>Natural Resources, Department of</u>					
Natural Resources					
Natural Resources Operations	921.79	1,004.45	1,145.95	141.50	PG 6 LN 21
Total Natural Resources, Department of	921.79	1,004.45	1,145.95	141.50	
<u>Regents, Board of</u>					
Regents, Board of					
ISU - Veterinary Diagnostic Laboratory	50.00	50.00	51.00	1.00	PG 10 LN 14
ISU - Management of Private Forests	1.00	1.00	1.00	0.00	PG 10 LN 36
Total Regents, Board of	51.00	51.00	52.00	1.00	
Total Agriculture and Natural Resources	1,287.83	1,396.84	1,617.95	221.11	

FUNDING SUMMARY

General Fund FY 2027: Appropriates a total of \$38.9 million from the General Fund and 607.3 full-time equivalent (FTE) positions to the Iowa Economic Development Authority (IEDA), the Iowa Finance Authority (IFA), the Iowa Department of Workforce Development (IWD), and the Iowa Board of Regents (BOR) for FY 2027. This is a decrease of \$1.4 million and 30.1 FTE positions compared to estimated net FY 2026.

Other Funds FY 2027: Appropriates a total of \$34.7 million from other funds for FY 2027. This is an increase of \$300,000 compared to estimated net FY 2026.

NEW PROGRAMS, SERVICES, OR ACTIVITIES

Board of Regents: Appropriates \$1.0 million from the Skilled Worker and Job Creation Fund (SWJCF) to the University of Northern Iowa (UNI) to provide in-state tuition and mandatory fees to undergraduate students who reside in a state contiguous to Iowa. This is a new appropriation for FY 2027.

Page 14, Line 8

Board of Regents: Appropriates \$600,000 from the SWJCF to the UNI to expand the nursing program. This is a new appropriation for FY 2027.

Page 14, Line 16

MAJOR INCREASES/DECREASES/TRANSFERS OF EXISTING PROGRAMS

General Fund

Iowa Economic Development Authority: Appropriates a total of \$17.9 million from the General Fund and 111.5 FTE positions to the IEDA. This is a decrease of \$588,000 and an increase of 6.9 FTE positions compared to estimated net FY 2026, including:

- A decrease of \$18,000 to the Economic Development appropriation.
- A decrease of \$50,000 for the World Food Prize.
- A decrease of \$350,000 for the Councils of Governments (COGs) Assistance.
- A decrease of \$170,000 to the Iowa Arts Council.

Page 3, Line 3

Iowa Department of Workforce Development: Appropriates a total of \$15.3 million from the General Fund and 396.0 FTE positions to the IWD. This is a decrease of \$801,000 and 37.0 FTE positions compared to estimated net FY 2026, including:

- A decrease of \$250,000 for the Future Ready Iowa Summer Youth Intern Program.

Page 8, Line 1

- A decrease of \$85,000 for Independent Living.
- A decrease of \$87,000 for the Independent Living Center Grant.
- A decrease of \$380,000 for the Employee Misclassification Program.

Other Funds

Iowa Economic Development Authority: Appropriates a total of \$14.8 million from the SWJCF to the IEDA. This is an increase of \$333,000 compared to estimated net FY 2026, including:

- A decrease of \$11.7 million for the High Quality Jobs Program.
- An increase of \$11.7 million for the Business Incentives for Growth (BIG) Program.
- An increase of \$333,000 for the Manufacturing 4.0 Program.

Page 10, Line 32

Iowa Department of Workforce Development: Appropriates a total of \$4.6 million from the SWJCF to the IWD. This is a decrease of \$1.6 million compared to estimated net FY 2026, including:

- A decrease of \$1.0 million for Adult Education and Literacy for the Workforce.
- A decrease of \$633,000 for Science, Technology, Engineering, and Mathematics (STEM) Internships.

Page 14, Line 23

STUDIES AND INTENT

Intent

Requires the goals of the IEDA to include expanding and stimulating the State economy, increasing the wealth of Iowans, and increasing the population of Iowa.

Page 2, Line 3

Requests the Auditor of State to review the outside audit of the IFA.

Page 7, Line 33

Requires the IWD to partner with the Department of Corrections to improve the ability of offenders to find and retain productive employment.

Page 8, Line 25

Requires the Vocational Rehabilitation Services Division to work with community rehabilitation program providers for job placement and retention services for individuals with significant disabilities.

Page 9, Line 11

Requires the IWD to use the same application process and criteria when issuing grants from the Adult Education and Literacy Programs General Fund appropriation that are used when awarding grants to community colleges for adult basic education programs for instruction in English as a second language from the SWJCF.

Page 9, Line 27

EXECUTIVE SUMMARY

ECONOMIC DEVELOPMENT APPROPRIATIONS ACT

HOUSE FILE 2772

Requires recipients of BIG Program funds to testify regarding the use of the funds at the request of the Economic Development Appropriations Subcommittee.

Page 11, Line 6

Requires Iowa State University (ISU) to focus economic development expenditures on projects that will provide economic stimulus for Iowa and emphasize the provision of services to Iowa-based companies.

Page 12, Line 23

Specifies the intent of the General Assembly that the Industrial Incentive Program focus on Iowa industrial sectors and seek contributions and in-kind donations from businesses, industrial foundations, and trade associations. Specifies matching requirements under the Program.

Page 12, Line 28

Requires the State University of Iowa (SUI) to focus economic development expenditures on projects that will provide economic stimulus for Iowa and emphasize providing services to Iowa-based companies.

Page 13, Line 21

Requires the UNI to focus economic development expenditures on projects that will provide economic stimulus for Iowa and emphasize providing services to Iowa-based companies.

Page 14, Line 3

Requires recipients of SWJCF appropriations to the BOR to testify regarding the use of the funds appropriated at the request of the Economic Development Appropriations Subcommittee.

Page 14, Line 18

Requires the UNI to make a good-faith effort to coordinate support from private entities for the expansion of additive manufacturing.

Page 16, Line 32

Nonreversion

Allows any unencumbered or unobligated moneys appropriated to the IEDA for FY 2027 from the General Fund for general operations to remain available for expenditure in FY 2028.

Page 3, Line 32

Allows any unencumbered or unobligated moneys appropriated to the IEDA for FY 2027 from the General Fund for the Iowa Tourism Office to remain available for expenditure through FY 2028.

Page 5, Line 17

Allows any unencumbered or unobligated moneys appropriated to the IEDA for FY 2027 from the General Fund for the Iowa Arts Council to remain available for expenditure through FY 2028.

Page 6, Line 8

Allows any unencumbered or unobligated moneys appropriated to the IFA from the General Fund for the Home and Community-Based Services (HCBS) Rent Subsidy Program and the Housing Renewal Program for FY 2027 to remain available for expenditure in FY 2028.

Page 7, Line 28

Allows any unencumbered or unobligated moneys appropriated to the IWD from the General Fund for

Page 10, Line 5

EXECUTIVE SUMMARY

ECONOMIC DEVELOPMENT APPROPRIATIONS ACT

HOUSE FILE 2772

FY 2027 under Section 8 of this Act to remain available for expenditure in FY 2028.

Allows any unencumbered or unobligated moneys appropriated from the SWJCF to the IEDA, the BOR, and the IWD for FY 2027 to remain available for expenditure in FY 2028.

Page 15, Line 30

Allows any unencumbered or unobligated moneys appropriated from the General Fund to the SUI and to ISU for support of a biosciences innovation ecosystem for FY 2027 to remain available for expenditure through FY 2028.

Page 17, Line 1

Allows any unencumbered or unobligated moneys appropriated to the Housing Renewal Program Fund at the end of a fiscal year to remain available for expenditure in the succeeding fiscal year.

Page 17, Line 24

Required Reports

Requires the IEDA to submit an annual report by January 15 to the General Assembly regarding the activities of the Iowa Tourism Office.

Page 5, Line 22

Requires the IEDA to submit an annual report by November 1, 2026, to the General Assembly regarding all financial assistance awards for the prior fiscal year.

Page 6, Line 26

Requires the Vocational Rehabilitation Services Division to submit a report to the General Assembly by January 15, 2027, detailing the Division's outreach efforts with community rehabilitation program providers.

Page 9, Line 11

Requires the BOR to submit a report by January 15, 2027, to the Governor and the General Assembly regarding the use of the SWJCF appropriation to the BOR for activities, projects, and programs in the areas of technology commercialization, entrepreneurship, regional development, and market research.

Page 11, Line 32

Requires ISU to report annually to the General Assembly regarding the total amount of private contributions received, the proportion of those contributions that are from small businesses and other businesses, and the proportion used for directed contract research and nondirected research.

Page 13, Line 7

Requires the IFA, in coordination with the nonprofit Iowa affiliate, to submit an annual report to the General Assembly by December 31 describing the community, economic, and financial impact of the Housing Renewal Program.

Page 19, Line 28

SIGNIFICANT CODE CHANGES

Arts and Culture Enhancement: Specifies that the standing limited General Fund appropriation from the casino adjusted gross receipts (AGR) tax to the IEDA for the Arts and Culture Enhancement Fund is limited to \$448,000 for FY 2027. Page 6, Line 20

Tourism Marketing: Specifies that the standing General Fund appropriation from the casino AGR tax to the IEDA for tourism marketing is \$1.4 million for FY 2027. Page 6, Line 23

Housing Renewal Program: Codifies the Housing Renewal Program under the IFA that was previously a pilot program under Session Law. Page 17, Line 6

Housing Renewal Program: Repeals the Session Law sections creating the Housing Renewal Pilot Program under the IFA. Page 19, Line 32

EFFECTIVE DATE

This Act takes effect July 1, 2026.

ENACTMENT DATE

This Act was approved by the General Assembly on April 28, 2026, and signed by the Governor on June 2, 2026.

STAFF CONTACT: Evan Johnson (515.281.6301) evan.johnson@legis.iowa.gov

House File 2772 provides for the following changes to the Code of Iowa.

Page #	Line #	Bill Section	Action	Code Section
17	8	12	New	16.52

2 1 DIVISION I
2 2 FY 2026-2027 APPROPRIATIONS

2 3 Section 1. GOALS AND ACCOUNTABILITY — ECONOMIC
2 4 DEVELOPMENT.

2 5 1. For the fiscal year beginning July 1, 2026, the goals
2 6 for the economic development authority shall be to expand and
2 7 stimulate the state economy, increase the wealth of lowans, and
2 8 increase the population of the state.

Requires the goals of the Iowa Economic Development Authority (IEDA) to include:

- Expanding and stimulating the State economy.
- Increasing the wealth of lowans.
- Increasing the population of Iowa.

2 9 2. To achieve the goals in subsection 1, the economic
2 10 development authority shall do all of the following for the
2 11 fiscal year beginning July 1, 2026:

Specifies that to achieve these goals, the IEDA is to do the following:

- 2 12 a. Concentrate its efforts on programs and activities that
2 13 result in commercially viable products and services.
- 2 14 b. Adopt practices and services consistent with free
2 15 market, private sector philosophies.
- 2 16 c. Ensure economic growth and development throughout the
2 17 state.
- 2 18 d. Work with businesses and communities to continually
2 19 improve the economic development climate along with the
2 20 economic well-being and quality of life for lowans.
- 2 21 e. Establish a strong and aggressive marketing image to
2 22 showcase Iowa's workforce, existing industry, and potential.
2 23 The authority shall prioritize recruitment of new businesses,
2 24 business expansion, and retention of existing Iowa businesses.
2 25 In addition, the authority shall emphasize entrepreneurial
2 26 development through helping entrepreneurs secure capital,
2 27 and developing networks and a business climate conducive to
2 28 entrepreneurs and small businesses.
- 2 29 f. Encourage the development of communities and quality of
2 30 life to foster economic growth.
- 2 31 g. Prepare communities for future growth and development
2 32 through development, expansion, and modernization of
2 33 infrastructure.
- 2 34 h. Develop public-private partnerships with Iowa businesses
2 35 in the tourism industry, Iowa tour groups, Iowa tourism
3 1 organizations, and political subdivisions in this state to
3 2 assist in the development of advertising efforts.

- Concentrate efforts on programs and activities that result in commercially viable products and services.
- Adopt practices and services consistent with free-market, private-sector philosophies.
- Ensure statewide economic growth and development.
- Work with businesses and communities to improve the economic development climate and the economic well-being and quality of life for lowans.
- Establish a strong and aggressive marketing image to showcase Iowa's workforce, existing industry, and potential.
- Prioritize recruiting new businesses, expanding businesses, and retaining existing Iowa businesses.
- Emphasize entrepreneurial development through helping entrepreneurs secure capital and developing networks and a business climate conducive to entrepreneurs and small businesses.
- Encourage the development of communities and quality of life to foster economic growth.
- Prepare communities for future growth and development through development, expansion, and modernization of infrastructure.
- Develop public-private partnerships with Iowa businesses in the tourism industry, Iowa tour groups, Iowa tourism organizations, and political subdivisions in Iowa to assist in the development of advertising efforts.

3 3 Sec. 2. ECONOMIC DEVELOPMENT AUTHORITY.
 3 4 1. APPROPRIATION
 3 5 a. There is appropriated from the general fund of the state
 3 6 to the economic development authority for the fiscal year
 3 7 beginning July 1, 2026, and ending June 30, 2027, the following
 3 8 amount, or so much thereof as is necessary, to be used for the
 3 9 purposes designated in this subsection, and for not more than
 3 10 the following full-time equivalent positions:
 3 11 \$ 12,903,510
 3 12 FTEs 111.50

General Fund appropriation to the IEDA for operations.

DETAIL: This is a decrease of \$18,000 and an increase of 6.90 full-time equivalent (FTE) positions compared to estimated net FY 2026. The changes include the following:

- A decrease of \$125,000 for technological services under IEDA economic development.
- A decrease of \$143,000 for international trade services under IEDA economic development.
- An increase of \$250,000 to provide staffing for the Research and Development Tax Credit under IEDA economic development.
- An increase of 3.90 FTE positions for IEDA economic development.
- A decrease of 0.50 FTE position for the High Quality Jobs Program.
- An increase of 4.50 FTE positions for the Small Business Credit Initiative.
- A decrease of 0.25 FTE position for the Iowa Arts Council
- A decrease of 0.75 FTE position for the Iowa Great Places Program.

The FTE positions may be used for the following:

- Economic Development Appropriation
- Economic Development Energy Projects Fund
- Wine, Beer, and Spirits Promotion Board
- Small Business Credit Initiative
- State Historic Preservation Office
- Business Incentives for Growth (BIG) Program
- Iowa Arts Council

3 13 b. (1) For salaries, support, miscellaneous purposes,
 3 14 programs, marketing, administration, business development,
 3 15 community development, small business development, and any
 3 16 divisions the authority may organize.
 3 17 (2) For business development operations and programs,
 3 18 international trade, export assistance, workforce recruitment,
 3 19 and the partner state program.

Specifies the designated purposes for the appropriation as follows:

- Operating the divisions of the IEDA.
- Funding business development operations and programs, international trade, export assistance, workforce recruitment, and the Partner State Program.

3 20 (3) For transfer to a fund created pursuant to section
 3 21 15.313 for purposes of financing strategic infrastructure
 3 22 projects.
 3 23 (4) For community economic development programs, tourism
 3 24 operations, community assistance, and the community development
 3 25 block grant.
 3 26 (5) For achieving the goals and accountability, and
 3 27 fulfilling the requirements and duties required under this Act.
 3 28 (6) The full-time equivalent positions authorized under
 3 29 this subsection are funded, in whole or in part, by the moneys
 3 30 appropriated under this subsection or by other moneys received
 3 31 by the authority, including certain federal moneys.

- Transferring moneys to the Strategic Infrastructure Fund.
- Funding community economic development programs, tourism operations, community assistance, and the Community Development Block Grant.
- Achieving the goals and accountability and fulfilling the requirements and duties as specified.
- Funding FTE positions through the appropriation, other funds, or federal funds as available.

3 32 c. Notwithstanding section 8.33, moneys appropriated in
 3 33 this subsection that remain unencumbered or unobligated at the
 3 34 close of the fiscal year shall not revert but shall remain
 3 35 available for expenditure for the purposes designated in this
 4 1 subsection until the close of the succeeding fiscal year.

CODE: Allows any unencumbered or unobligated moneys appropriated to the IEDA for the Economic Development appropriation for FY 2027 from the General Fund to remain available for expenditure in FY 2028.

4 2 2. FINANCIAL ASSISTANCE RESTRICTIONS

4 3 a. A business creating jobs through moneys appropriated in
 4 4 subsection 1 shall be subject to contract provisions requiring
 4 5 new and retained jobs to be filled by individuals who are
 4 6 citizens of the United States who reside within the United
 4 7 States, or individuals authorized to work in the United States
 4 8 pursuant to federal law, including legal resident aliens
 4 9 residing in the United States.

4 10 b. Any vendor who receives moneys appropriated in
 4 11 subsection 1 shall adhere to such contract provisions and
 4 12 provide periodic assurances as the state shall require that the
 4 13 jobs are filled solely by citizens of the United States who
 4 14 reside within the United States, or individuals authorized to
 4 15 work in the United States pursuant to federal law, including
 4 16 legal resident aliens residing in the United States.

4 17 c. A business that receives financial assistance from
 4 18 the authority from moneys appropriated in subsection 1 shall
 4 19 only employ individuals legally authorized to work in this
 4 20 state. In addition to all other applicable penalties provided
 4 21 by current law, all or a portion of the assistance received
 4 22 by a business which is found to knowingly employ individuals
 4 23 not legally authorized to work in this state is subject to
 4 24 recapture by the authority.

Places the following restrictions on funds for the Economic Development appropriation:

- Requires businesses to be subject to contract provisions that require job positions to be filled by individuals who reside in the U.S. who are citizens of the U.S. or are authorized to work in the U.S. pursuant to federal law.
- Requires businesses to adhere to contract provisions and provide periodic assurances of compliance.
- Requires businesses to employ only individuals legally authorized to work in Iowa.
- Permits the recapture of all or a portion of any financial assistance provided to a business that is found to knowingly employ individuals not legally authorized to work in Iowa.

4 25 3. USES OF APPROPRIATIONS

4 26 a. From the moneys appropriated in subsection 1, the
4 27 authority may provide financial assistance in the form of
4 28 grants, loans, or forgivable loans for advanced research and
4 29 commercialization projects involving value-added agriculture,
4 30 advanced technology, or biotechnology.

4 31 b. The authority shall not use any moneys appropriated in
4 32 subsection 1 for purposes of providing financial assistance
4 33 for any program or project that involves the installation of
4 34 geothermal systems for melting snow and ice from streets or
4 35 sidewalks.

Permits the IEDA to use the funds appropriated in the Economic Development appropriation for a program to assist advanced research and commercialization projects involving value-added agriculture, advanced technology, or biotechnology. Prohibits the IEDA from using any appropriated funds to provide financial assistance for any program or project that involves the installation of geothermal systems for melting snow and ice from streets or sidewalks.

5 1 4. WORLD FOOD PRIZE

5 2 In lieu of the standing appropriation in section 15.368,
5 3 there is appropriated from the general fund of the state to the
5 4 economic development authority for the fiscal year beginning
5 5 July 1, 2026, and ending June 30, 2027, the following amount to
5 6 be used for support of the world food prize:

5 7 \$ 450,000

Limits the FY 2027 General Fund appropriation to the IEDA for the World Food Prize to \$450,000.

DETAIL: This is a decrease of \$550,000 compared to the standing limited appropriation of \$1,000,000 in Iowa Code section [15.368](#) and is a decrease of \$50,000 compared to estimated net FY 2026. The appropriation is used for administration and support of the World Food Prize and for the Borlaug/Ruan Scholar Program.

5 8 5. TOURISM OFFICE

5 9 a. There is appropriated from the general fund of the state
5 10 to the economic development authority for the fiscal year
5 11 beginning July 1, 2026, and ending June 30, 2027, the following
5 12 amount, or so much thereof as is necessary, to be used for the
5 13 tourism office for the advertisement, promotion, placement,
5 14 and implementation of the economic development authority's
5 15 strategic plan for tourism and travel:

5 16 \$ 1,050,000

General Fund appropriation to the IEDA for financial assistance to the Iowa Tourism Office for advertising, promoting, placing, and implementing the IEDA's strategic plan for tourism and travel.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026.

5 17 b. Notwithstanding section 8.33, moneys appropriated in
5 18 this subsection that remain unencumbered or unobligated at the
5 19 close of the fiscal year shall not revert but shall remain
5 20 available for expenditure for the purposes designated until the
5 21 close of the succeeding fiscal year.

CODE: Allows any unencumbered or unobligated moneys appropriated to the IEDA for FY 2027 from the General Fund for the Iowa Tourism Office to remain available for expenditure through FY 2028.

5 22 c. The economic development authority shall submit an
5 23 annual report on or before January 15 to the general assembly
5 24 regarding the tourism office's activities funded with moneys

Requires the IEDA to submit an annual report by January 15 to the General Assembly regarding the activities of the Iowa Tourism Office funded through the General Fund. The report

5 25 appropriated under this subsection. The report must be
 5 26 provided in an electronic format and must include metrics
 5 27 and criteria that allow the general assembly to quantify and
 5 28 evaluate the effectiveness and economic impact of the tourism
 5 29 office's activities related to the advertisement, promotion,
 5 30 placement, and implementation of the economic development
 5 31 authority's strategic plan for tourism and travel.

must include criteria and metrics that allow the General Assembly to quantify and evaluate the effectiveness and economic impact of the Tourism Office's activities related to advertising, promoting, placing, and implementing the IEDA's strategic plan for tourism and travel.

5 32 6. CULTURAL AFFAIRS ACTIVITIES

General Fund appropriation to the IEDA for the support of the Iowa Arts Council.

5 33 a. There is appropriated from the general fund of the state
 5 34 to the economic development authority for the fiscal year
 5 35 beginning July 1, 2026, and ending June 30, 2027, the following
 6 1 amount, or so much thereof as is necessary, to be used for
 6 2 support of the Iowa arts council:
 6 3 \$ 1,601,800

DETAIL: This is a decrease of \$170,000 compared to estimated net FY 2026 due to the elimination of currently vacant positions. The Iowa Arts Council appropriation is used to enrich the quality of life and learning in Iowa communities by encouraging excellence in the arts through leadership, grants, and technical assistance.

6 4 b. Of the moneys appropriated in paragraph "a", the economic
 6 5 development authority shall allocate \$321,800 for deposit in
 6 6 the arts and culture enhancement fund established in section
 6 7 15.436.

Allocates \$321,800 of the Iowa Arts Council General Fund appropriation to the Arts and Culture Enhancement Fund.

DETAIL: Maintains the current allocation amount compared to estimated net FY 2026. The Arts and Culture Enhancement Fund provides grants to individuals and organizations to support artistic and cultural development.

6 8 c. Notwithstanding section 8.33, moneys appropriated in
 6 9 this subsection that remain unencumbered or unobligated at the
 6 10 close of the fiscal year shall not revert but shall remain
 6 11 available for expenditure for the purposes designated until the
 6 12 close of the succeeding fiscal year.

CODE: Allows any unencumbered or unobligated moneys appropriated from the General Fund to the IEDA for FY 2027 for the Iowa Arts Council to remain available for expenditure through FY 2028.

6 13 Sec. 3. LIMITATIONS OF STANDING APPROPRIATIONS — FY
 6 14 2026-2027. Notwithstanding the standing appropriations in the
 6 15 following designated sections for the fiscal year beginning
 6 16 July 1, 2026, and ending June 30, 2027, the amount appropriated
 6 17 from the general fund of the state pursuant to the following
 6 18 sections for the following purposes shall not exceed the
 6 19 following amounts:

6 20 1. For the arts and culture enhancement fund under section
 6 21 99F.11, subsection 4, paragraph “d”, subparagraph (1):
 6 22 \$ 448,403

CODE: Specifies that the standing limited appropriation from the casino adjusted gross receipts (AGR) tax to the IEDA for the Arts and Culture Enhancement Fund is limited to \$448,403 for FY 2027.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. Iowa Code section [99F.11\(4\)\(d\)\(1\)](#) provides a standing limited appropriation of \$520,000 for the Arts and Culture Enhancement Fund.

NOTE: Notwithstanding Iowa Code section [99F.11\(4\)\(d\)\(1\)](#) results in a deposit of \$520,000 from the casino AGR tax into the General Fund. The appropriation of \$448,403 is then made to the IEDA for the Arts and Culture Enhancement Fund.

6 23 2. For the purposes of tourism marketing under section
 6 24 99F.11, subsection 4, paragraph “d”, subparagraph (2):
 6 25 \$ 1,443,700

CODE: Specifies that the standing General Fund appropriation from the casino AGR tax to the IEDA for tourism marketing is limited to no more than \$1,443,700 for FY 2027.

DETAIL: Maintains the current limitation of funding compared to estimated net FY 2026. Iowa Code section [99F.11\(4\)\(d\)\(2\)](#) provides a standing appropriation to the IEDA for the purposes of tourism marketing. This standing appropriation is based on the total AGR tax collected annually.

NOTE: For FY 2027, it is estimated that \$1,308,012 will be deposited into the General Fund and available for appropriation to the IEDA for tourism marketing under Iowa Code section [99F.11\(4\)\(d\)\(2\)](#).

6 26 Sec. 4. FINANCIAL ASSISTANCE REPORTING — ECONOMIC
 6 27 DEVELOPMENT AUTHORITY. The economic development authority
 6 28 shall submit an annual report to the general assembly no later
 6 29 than November 1, 2026, that details the amount of every direct
 6 30 loan, forgivable loan, tax credit, tax exemption, tax refund,
 6 31 grant, or any other financial assistance awarded to a person
 6 32 during the prior fiscal year by the authority under an economic
 6 33 development program administered by the authority. The report
 6 34 must identify the county where the project associated with each
 6 35 such award is located.

Requires the IEDA to submit an annual report by November 1, 2026, to the General Assembly regarding all financial assistance awards for the prior fiscal year, including the county location of each project.

7 1 Sec. 5. INSURANCE ECONOMIC DEVELOPMENT. From the moneys
 7 2 collected by the insurance division of the department of
 7 3 insurance and financial services in excess of the anticipated
 7 4 gross revenues under section 505.7, subsection 3, during
 7 5 the fiscal year beginning July 1, 2026, \$100,000 shall be
 7 6 transferred to the economic development authority for insurance
 7 7 economic development and international insurance economic
 7 8 development.

Transfers \$100,000 in insurance receipts to the IEDA for insurance economic development and international insurance economic development.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. Funds collected by the Insurance Division of the Department of Insurance and Financial Services in excess of the anticipated gross revenues are allocated to the IEDA for insurance economic development purposes. These funds are used by the IEDA to recruit insurance companies to the State.

7 9 Sec. 6. IOWA FINANCE AUTHORITY.
 7 10 1. There is appropriated from the general fund of the state
 7 11 to the Iowa finance authority for the fiscal year beginning
 7 12 July 1, 2026, and ending June 30, 2027, the following amounts,
 7 13 or so much thereof as is necessary, to be used for the purposes
 7 14 designated:
 7 15 a. Rent subsidy program
 7 16 (1) To provide reimbursement for rent expenses to eligible
 7 17 persons under the home and community-based services rent
 7 18 subsidy program established in section 16.55:
 7 19 \$ 873,000

General Fund appropriation to the Iowa Finance Authority (IFA) for the Home and Community-Based Services (HCBS) Rent Subsidy Program.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The HCBS Rent Subsidy Program provides rent assistance to individuals on a Medicaid HCBS waiver. Individuals who are on an HCBS waiver have their health care and other support services paid by the Medicaid Program; however, due to federal law, the Medicaid Program cannot pay for housing unless it is in an institutional setting. The Rent Subsidy Program provides a monthly rent assistance payment to these individuals to help them live successfully in their own homes or communities until they become eligible for any other local, State, or federal rent assistance.

7 20 (2) Of the moneys appropriated in this paragraph, not more
 7 21 than \$35,000 may be used for administrative costs.

Permits the IFA to use up to \$35,000 for administrative costs associated with the Rent Subsidy Program.

DETAIL: Maintains the current level of funding compared to the estimated net FY 2026 allocation.

7 22 b. Housing renewal program
 7 23 To provide housing renewal moneys to the nonprofit Iowa
 7 24 affiliate to award grants to eligible communities for the
 7 25 housing renewal program created in section 16.52, as enacted in
 7 26 Division II of this Act:

General Fund appropriation to the IFA for the Housing Renewal Program.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026.

PG LN	GA:91 HF2772	Explanation
7 27	 \$ 550,000	
7 28	2. Notwithstanding section 8.33, moneys appropriated in	CODE: Allows any unencumbered or unobligated moneys appropriated to the IFA from the General Fund for the HCBS Rent Subsidy Program and the Housing Renewal Program for FY 2027 to remain available for expenditure in FY 2028.
7 29	this section that remain unencumbered or unobligated at the	
7 30	close of the fiscal year shall not revert but shall remain	
7 31	available for expenditure for the purposes designated until the	
7 32	close of the succeeding fiscal year.	
7 33	Sec. 7. IOWA FINANCE AUTHORITY AUDIT. The auditor of state	Requests the Auditor of State to review the outside audit of the IFA.
7 34	is requested to review the audit of the Iowa finance authority	
7 35	performed by the auditor hired by the authority.	
8 1	Sec. 8. DEPARTMENT OF WORKFORCE DEVELOPMENT. There	
8 2	is appropriated from the general fund of the state to the	
8 3	department of workforce development for the fiscal year	
8 4	beginning July 1, 2026, and ending June 30, 2027, the following	
8 5	amounts, or so much thereof as is necessary, to be used for the	
8 6	purposes designated:	
8 7	1. WORKFORCE DEVELOPMENT OPERATIONS	General Fund appropriation to the Iowa Department of Workforce Development (IWD) for the operation of field offices and the Workforce Development Board.
8 8	a. For the operation of field offices and the workforce	
8 9	development board, and for not more than the following	
8 10	full-time equivalent positions:	
8 11	 \$ 6,902,636	DETAIL: Maintains the current level of funding and is an increase of 1.00 FTE position compared to estimated net FY 2026. The appropriation is used to support the field offices, the Workforce Development Board, and the State Library. The field offices deliver an integrated network of information resources and workforce development services to job seekers, businesses, employees, students, schools and colleges, and the public at large.
8 12	 FTEs 157.09	
		For FY 2027, the total field offices funding is \$11,368,720, which maintains the current level of funding compared to estimated net FY 2026. The funding is from the following sources:
		• \$6,752,636 from the General Fund, excluding \$150,000 allocated to the State Library (which must also support the Workforce Development Board). • \$4,616,084 from the Special Employment Security Contingency Fund (see Section 9 of this Act).

8 13 b. Of the moneys appropriated in paragraph "a", the
 8 14 department shall allocate \$150,000 to the state library for
 8 15 the purpose of licensing an online resource which prepares
 8 16 individuals to succeed in the workplace through programs which
 8 17 improve job skills and vocational test-taking abilities.

Allocates \$150,000 to the State Library for licensing an online resource to improve job skills and vocational test-taking abilities.

DETAIL: Maintains the current allocation compared to estimated net FY 2026.

8 18 2. OFFENDER REENTRY PROGRAM

8 19 a. For the development and administration of an offender
 8 20 reentry program to provide offenders with employment skills,
 8 21 and for not more than the following full-time equivalent
 8 22 positions:

8 23	\$	387,158
8 24	FTEs	4.00

General Fund appropriation to the IWD for the Offender Reentry Program, also known as the Returning Citizens Initiative.

DETAIL: Maintains the current level of funding and is no change in FTE positions compared to estimated net FY 2026. The appropriation is used to place workforce advisors on site at the Mitchellville, Newton, Mount Pleasant, Rockwell City, Clarinda, and Fort Dodge prisons. This staff works with soon-to-be-released offenders with the goal of having them placed in a job before they leave prison.

8 25 b. The department of workforce development shall partner
 8 26 with the department of corrections to provide staff within
 8 27 the correctional facilities resources to improve offenders'
 8 28 abilities to find and retain productive employment.

Requires the IWD to partner with the Department of Corrections to improve the ability of offenders to find and retain productive employment.

8 29 3. STATE ACCOUNTING SYSTEM

8 30 For the payment of services provided by the department of
 8 31 administrative services related to the state accounting system:

8 32	\$	228,822

General Fund appropriation to the IWD for the expenses of the State Accounting System.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The appropriation is used to reimburse the Department of Administrative Services (DAS) for the expenses of operating the State Accounting System related to use by the IWD.

8 33 4. WORKPLACE INJURY AND SAFETY SURVEYS

8 34 For the operation of workplace safety surveys and workplace
 8 35 data collection and analysis, including salaries, support,
 9 1 maintenance, and miscellaneous purposes, and for not more than
 9 2 the following full-time equivalent positions:

9 3	\$	125,555
9 4	FTEs	1.90

General Fund appropriation to the IWD for the operation of workplace safety surveys and workplace data collection and analysis.

DETAIL: Maintains the current level of funding and is no change in FTE positions compared to estimated net FY 2026.

9 5 5. VOCATIONAL REHABILITATION SERVICES DIVISION
 9 6 a. For salaries, support, maintenance, and miscellaneous
 9 7 purposes, and for not more than the following full-time
 9 8 equivalent positions:
 9 9 \$ 6,226,739
 9 10 FTEs 233.00

General Fund appropriation to the IWD for the Vocational Rehabilitation Services Division.

DETAIL: Maintains the current level of funding and is a decrease of 35.00 FTE positions compared to estimated net FY 2026. The Division assists individuals with disabilities to achieve employment and live independently.

9 11 For purposes of optimizing the job placement of individuals
 9 12 with disabilities, the division shall make its best efforts
 9 13 to work with community rehabilitation program providers for
 9 14 job placement and retention services for individuals with
 9 15 significant disabilities and most significant disabilities. By
 9 16 January 15, 2027, the division shall submit a written report to
 9 17 the general assembly regarding the division's outreach efforts
 9 18 with community rehabilitation program providers.

Requires the Vocational Rehabilitation Services Division to work with community rehabilitation program providers for job placement and retention services for individuals with significant and most significant disabilities. The Division is required to submit a written report to the General Assembly by January 15, 2027, detailing the Division's outreach efforts with community rehabilitation program providers.

9 19 b. For the entrepreneurs with disabilities program
 9 20 described in section 84H.4:
 9 21 \$ 138,506

General Fund appropriation to the IWD for the Entrepreneurs with Disabilities Program.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The Program provides business development funds in the form of technical assistance and financial assistance to qualified individuals with disabilities who start, expand, or acquire a business within the State.

9 22 6. ADULT EDUCATION AND LITERACY PROGRAMS
 9 23 For distribution as grants to community colleges for
 9 24 the purpose of adult basic education programs for students
 9 25 requiring instruction in English as a second language:
 9 26 \$ 500,000

General Fund appropriation to the IWD for distribution to community colleges for adult education and literacy programs for the following:

- Adult basic education.
- Adult education leading to a high school equivalency diploma.
- Instruction in English as a second language.
- Workplace and family literacy instruction.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. This appropriation is in addition to a \$4,500,000 appropriation from the Skilled Worker and Job

9 27 In issuing grants under this subsection, the department of
 9 28 workforce development shall use the same application process
 9 29 and criteria as are used for purposes of awarding grants to
 9 30 community colleges for the purpose of adult basic education
 9 31 programs for students requiring instruction in English as a
 9 32 second language using moneys that are appropriated to the
 9 33 department from the Iowa skilled worker and job creation fund
 9 34 created in section 8.57J.

9 35 7. REGISTERED APPRENTICESHIP PROGRAMS
 10 1 For the funding of the registered apprenticeship programs
 10 2 under chapter 84F to encourage small to midsize businesses to
 10 3 start or grow registered apprenticeships:
 10 4 \$ 760,000

10 5 8. REVERSION
 10 6 Notwithstanding section 8.33, moneys appropriated in this
 10 7 section that remain unencumbered or unobligated at the close of
 10 8 the fiscal year shall not revert but shall remain available for
 10 9 expenditure for the purposes designated until the close of the
 10 10 succeeding fiscal year.

10 11 Sec. 9. DEPARTMENT OF WORKFORCE DEVELOPMENT — SPECIAL
 10 12 EMPLOYMENT SECURITY CONTINGENCY FUND.
 10 13 1. There is appropriated from the special employment
 10 14 security contingency fund created in section 96.13 to the
 10 15 department of workforce development for the fiscal year
 10 16 beginning July 1, 2026, and ending June 30, 2027, the following
 10 17 amount, or so much thereof as is necessary, to be used for
 10 18 field offices:

Creation Fund (SWJCF) for the same programs in Section 10 of this Act.

Requires the IWD to use the same application process and criteria when issuing grants from this General Fund appropriation that are used when awarding grants to community colleges for adult basic education programs for instruction in English as a second language from the SWJCF.

General Fund appropriation to the IWD for registered apprenticeship programs for small to midsize businesses.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026.

NOTE: [House File 2800](#) (FY 2027 Standing Appropriations Act) allows moneys appropriated to IWD for registered apprenticeship programs under Iowa Code chapter [84F](#) that are unencumbered or unobligated at the close of a fiscal year to be used for the operation and maintenance of the Iowa Office of Apprenticeship or for other apprenticeship activities in future fiscal years.

CODE: Allows any unencumbered or unobligated moneys appropriated to the IWD from the General Fund for FY 2027 under Section 8 of this Act to remain available for expenditure in FY 2028.

Special Employment Security Contingency Fund appropriation to the IWD for the operation of field offices. This Fund is also known as the Penalty and Interest or P&I Fund under Iowa Code section [96.13](#)(3).

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The field offices deliver an integrated network of information resources and workforce

PG LN	GA:91 HF2772	Explanation
10 19	 \$ 4,616,084	development services to job seekers, businesses, employees, students, schools and colleges, and the public at large. NOTE: Total funding for field offices is discussed in Section 8.1 of this Act.
10 20 10 21 10 22 10 23 10 24	2. Any remaining additional penalty and interest revenue collected by the department of workforce development is appropriated to the department for the fiscal year beginning July 1, 2026, and ending June 30, 2027, to accomplish the mission of the department.	Appropriates any remaining additional penalty and interest revenues in FY 2027 to be used as needed by the IWD. NOTE: Iowa Code section 96.13(3)(b) requires the IWD to annually report to the Economic Development Appropriations Subcommittee on plans for expenditures during the next State fiscal year from the Special Employment Security Contingency Fund. The report must describe the specific expenditures and explain why the expenditures are to be made from the Fund and not from federal administrative funds.
10 25 10 26 10 27 10 28 10 29 10 30 10 31	Sec. 10. IOWA SKILLED WORKER AND JOB CREATION FUND. 1. There is appropriated from the Iowa skilled worker and job creation fund created in section 8.57J to the following departments, agencies, and institutions for the fiscal year beginning July 1, 2026, and ending June 30, 2027, the following amounts, or so much thereof as is necessary, to be used for the purposes designated:	
10 32 10 33 10 34 10 35 11 1	a. ECONOMIC DEVELOPMENT AUTHORITY (1) For providing financial assistance to eligible businesses for the business incentives for growth program pursuant to chapter 15, subchapter II, part 33: \$ 11,700,000	SWJCF appropriation to the IEDA for the BIG Program. DETAIL: The BIG Program was created in 2025 Iowa Acts, Senate File 657 (Economic Development Programs and Credits Act), as a successor to the High Quality Jobs Program. Maintains the current level of funding compared to the High Quality Jobs Program appropriation for estimated net FY 2026. The appropriation may be used to provide cash incentives for the following: • Innovation and commercialization • Disaster recovery • Entrepreneur investment awards • Strategic infrastructure

				• Property remediation • Building remediation • Financial assistance to businesses eligible for BIG Program tax incentives • Support and administrative expenses
11	2	(a) Of the moneys appropriated in this subparagraph (1),		Permits the IEDA to use no more than \$1,000,000 of this appropriation for the Main Street Iowa Program.
11	3	not more than \$1,000,000 may be used for purposes of providing		
11	4	infrastructure grants to main street communities under the main		
11	5	street Iowa program.		DETAIL: Maintains the current funding level authorized for the Main Street Iowa Program compared to estimated net FY 2026.
11	6	(b) As a condition of receiving moneys appropriated in this		
11	7	subparagraph (1), an entity shall testify upon the request of		Requires recipients of BIG Program funds to testify regarding the use of the funds at the request of the Economic Development Appropriations Subcommittee.
11	8	the joint appropriations subcommittee on economic development		
11	9	regarding the expenditure of such moneys.		
11	10	(2) For support of the manufacturing 4.0 technology		SWJCF appropriation to the IEDA for the Manufacturing 4.0 Program .
11	11	investment program established in section 15.371:		
11	12	 \$	2,350,000	DETAIL: This is an increase of \$333,325 compared to estimated net FY 2026. The Program provides grants to assist small- and mid-sized companies with the adoption and integration of smart technologies into existing operations.
11	13	(3) For the empower rural Iowa program:		SWJCF appropriation to the IEDA for the Empower Rural Iowa Program.
11	14	 \$	700,000	DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The Program is a continuation of the Empower Rural Iowa Housing Needs Assessment Grant Program, which provides support for small communities in obtaining housing-related information specific to the community, and the Empower Rural Iowa Rural Innovation Grants Program, which supports innovative rural grants.
11	15	b. STATE BOARD OF REGENTS AND REGENTS INSTITUTIONS		SWJCF appropriation to the Board of Regents (BOR) for capacity building infrastructure in areas related to technology commercialization, marketing and business development efforts,
11	16	(1) STATE BOARD OF REGENTS		
11	17	For capacity building infrastructure in areas related		

11 18 to technology commercialization, marketing and business
 11 19 development efforts in areas related to technology
 11 20 commercialization, entrepreneurship, and business growth,
 11 21 and infrastructure projects and programs needed to assist in
 11 22 implementation of activities under chapter 262B:
 11 23 \$ 3,000,000

and infrastructure projects and programs needed to assist in the implementation of activities under Iowa Code chapter [262B](#).

DETAIL: Maintains the current level of funding compared to estimated net FY 2026.

11 24 (a) Of the moneys appropriated pursuant to this
 11 25 subparagraph (1), 35 percent shall be allocated for Iowa state
 11 26 university of science and technology, 35 percent shall be
 11 27 allocated for the state university of Iowa, and 30 percent
 11 28 shall be allocated for the university of northern Iowa.

Specifies the allocation of the BOR funding among the three Regents universities as follows:

- Iowa State University (ISU): \$1,050,000
- University of Iowa (SUI): \$1,050,000
- University of Northern Iowa (UNI): \$900,000

11 29 (b) The institutions shall provide a one-to-one match
 11 30 of additional moneys for the activities funded with moneys
 11 31 appropriated under this subparagraph (1).

Requires the Regents universities to provide a one-to-one match of funding received from the BOR funding.

11 32 (c) The state board of regents shall submit a report by
 11 33 January 15, 2027, to the governor and the general assembly
 11 34 regarding the activities, projects, and programs funded with
 11 35 moneys appropriated under this subparagraph (1). The report
 12 1 must be provided in an electronic format and must include a
 12 2 list of metrics and criteria mutually agreed to in advance by
 12 3 the board of regents and the economic development authority.
 12 4 The metrics and criteria must allow the governor's office and
 12 5 the general assembly to quantify and evaluate the progress
 12 6 of the board of regents institutions with regard to their
 12 7 activities, projects, and programs in the areas of technology
 12 8 commercialization, entrepreneurship, regional development, and
 12 9 market research.

Requires the BOR to submit a report by January 15, 2027, to the Governor and the General Assembly regarding the use of the appropriation to the BOR for activities, projects, and programs in the areas of technology commercialization, entrepreneurship, regional development, and market research.

12 10 (2) IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY
 12 11 For small business development centers, the research park,
 12 12 and the center for industrial research and service, and for not
 12 13 more than the following full-time equivalent positions:
 12 14 \$ 2,424,302
 12 15 FTEs 50.94

SWJCF appropriation to ISU for ongoing economic development efforts related to Small Business Development Centers (SBDCs), the ISU Research Park, and the Center for Industrial Research and Service (CIRAS).

DETAIL: Maintains the current level of funding and is no change in FTE positions compared to estimated net FY 2026.

12 16 (a) Of the moneys appropriated in this subparagraph (2),
 12 17 Iowa state university of science and technology shall allocate
 12 18 at least \$735,728 for purposes of funding small business
 12 19 development centers. Iowa state university of science and
 12 20 technology may allocate the appropriated moneys to the various
 12 21 small business development centers in any manner necessary to
 12 22 achieve the purposes of this subparagraph (2).

Specifies that at least \$735,728 of the appropriation must be allocated to the SBDCs.

DETAIL: Maintains the current minimum allocation compared to estimated net FY 2026.

12 23 (b) Iowa state university of science and technology shall
 12 24 do all of the following:
 12 25 (i) Direct expenditures for research toward projects that
 12 26 will provide economic stimulus for Iowa.
 12 27 (ii) Emphasize providing services to Iowa-based companies.

Requires ISU to focus expenditures on projects that will provide economic stimulus for Iowa and emphasize the provision of services to Iowa-based companies.

12 28 (c) It is the intent of the general assembly that the
 12 29 center for industrial research and service industrial incentive
 12 30 program focus on Iowa industrial sectors and seek contributions
 12 31 and in-kind donations from businesses, industrial foundations,
 12 32 and trade associations, and that moneys for the program shall
 12 33 be allocated only for projects which are matched by private
 12 34 sector moneys for directed contract research or for nondirected
 12 35 research. The match required of small businesses as defined
 13 1 in section 15.102 for directed contract research or for
 13 2 nondirected research shall be \$1 for each \$3 of state funds.
 13 3 The match required for other businesses for directed contract
 13 4 research or for nondirected research shall be \$1 for each \$1 of
 13 5 state funds. The match required of industrial foundations or
 13 6 trade associations shall be \$1 for each \$1 of state funds.

Specifies the intent of the General Assembly that the Industrial Incentive Program focus on Iowa industrial sectors and seek contributions and in-kind donations from businesses, industrial foundations, and trade associations. Specifies matching requirements under the Program as follows:

- For small businesses for directed contract research or nondirected research, \$1 for every \$3 of State funds.
- For other businesses for directed contract research or nondirected research, \$1 for every \$1 of State funds.
- For industrial foundations or trade associations, \$1 for every \$1 of State funds.

13 7 (d) Iowa state university of science and technology shall
 13 8 report annually to the general assembly the total amount of
 13 9 private contributions, the proportion of contributions from
 13 10 small businesses and other businesses, and the proportion for
 13 11 directed contract research and nondirected research of benefit
 13 12 to Iowa businesses and industrial sectors.

Requires ISU to report annually to the General Assembly regarding the total amount of private contributions received, the proportion of those contributions that are from small businesses and other businesses, and the proportion used for directed contract research and nondirected research.

13 13 (3) STATE UNIVERSITY OF IOWA

13 14 (a) For the state university of Iowa research park and for
 13 15 university of Iowa pharmaceuticals located at the research
 13 16 park, including salaries, support, maintenance, equipment, and
 13 17 miscellaneous purposes, and for not more than the following
 13 18 full-time equivalent positions:

SWJCF appropriation to the SUI for ongoing economic development efforts, including the SUI Research Park and the Pharmaceuticals Program.

DETAIL: Maintains the current level of funding and is no change in FTE positions compared to estimated net

PG LN	GA:91 HF2772	Explanation
13 19	 \$ 209,279	FY 2026.
13 20	 FTEs 6.00	
13 21	The state university of Iowa shall do all of the following:	Requires the SUI to focus expenditures on projects that will
13 22	(i) Direct expenditures for research toward projects that	provide economic stimulus for Iowa and emphasize
13 23	will provide economic stimulus for Iowa.	providing services to Iowa-based companies.
13 24	(ii) Emphasize providing services to Iowa-based companies.	
13 25	(b) For the purpose of implementing the entrepreneurship	SWJCF appropriation to the SUI for the Entrepreneurship
13 26	and economic growth initiative, and for not more than the	and Economic Growth Initiative.
13 27	following full-time equivalent positions:	
13 28	 \$ 2,000,000	DETAIL: Maintains the current level of funding and is no
13 29	 FTEs 8.00	change in FTE positions compared to estimated net
		FY 2026. The appropriation is to expand public-private
		partnerships and programming through the John Pappajohn
		Entrepreneurial Center.
13 30	(4) UNIVERSITY OF NORTHERN IOWA	SWJCF appropriation to the UNI for ongoing economic
13 31	(a) For the metal casting and foundry 4.0 centers,	development efforts related to the Metal Casting Center, the
13 32	advance Iowa, family business center, and the institute for	Foundry 4.0 Center, Advance Iowa, the Family Business
13 33	decision making, including salaries, support, maintenance, and	Center, and the Institute for Decision Making.
13 34	miscellaneous purposes, and for not more than the following	
13 35	full-time equivalent positions:	DETAIL: Maintains the current level of funding and is no
14 1	 \$ 1,466,419	change in FTE positions compared to estimated net
14 2	 FTEs 13.00	FY 2026.
14 3	The university of northern Iowa shall do all of the	Requires the UNI to focus expenditures on projects that will
14 4	following:	provide economic stimulus for Iowa and emphasize
14 5	(i) Direct expenditures for research toward projects that	providing services to Iowa-based companies.
14 6	will provide economic stimulus for Iowa.	
14 7	(ii) Emphasize providing services to Iowa-based companies.	
14 8	(b) For the purpose of providing in-state undergraduate	SWJCF appropriation to the UNI to provide in-state tuition
14 9	tuition and undergraduate mandatory fees to individuals	and mandatory fees to undergraduate students who reside in
14 10	who reside in a state contiguous to Iowa, who enroll in an	a state contiguous to Iowa.
14 11	undergraduate program offered by the university of northern	
14 12	Iowa, and who are classified as residents of this state for	DETAIL: This is a new appropriation for FY 2027.
14 13	purposes of undergraduate tuition and undergraduate mandatory	
14 14	fees:	
14 15	 \$ 1,000,000	

PG LN	GA:91 HF2772	Explanation
14 16	(c) For the purpose of expanding the nursing program:	SWJCF appropriation to the UNI to expand the nursing program.
14 17	 \$ 600,000	DETAIL: This is a new appropriation for FY 2027.
14 18	(5) DUTY TO TESTIFY	
14 19	As a condition of receiving moneys appropriated in this	Requires recipients of SWJCF appropriations to the BOR to testify regarding the use of the funds appropriated at the request of the Economic Development Appropriations Subcommittee.
14 20	lettered paragraph “b”, an entity shall testify upon the	
14 21	request of the joint appropriations subcommittee on economic	
14 22	development regarding the expenditure of such moneys.	
14 23	c. DEPARTMENT OF WORKFORCE DEVELOPMENT	SWJCF appropriation to the IWD for workforce preparation outcome reporting in conjunction with the Department of Education.
14 24	(1) For staffing costs related to completing workforce	
14 25	preparation outcome reporting in conjunction with the	
14 26	department of education:	
14 27	 \$ 125,000	DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The appropriation supports the collection and reporting of data related to the educational and employment outcomes of workforce preparation programs receiving funding from the SWJCF.
14 28	(2) For distribution to community colleges for the purposes	SWJCF appropriation to the IWD for distribution to community colleges for adult education and literacy programs for the following:
14 29	of implementing adult education and literacy programs pursuant	
14 30	to section 84A.19:	
14 31	 \$ 4,500,000	• Adult basic education. • Adult education leading to a high school equivalency diploma. • Instruction in English as a second language. • Workplace and family literacy instruction.
		DETAIL: This is a decrease of \$1,000,000 compared to estimated net FY 2026. This appropriation is in addition to a \$500,000 General Fund appropriation for the same programs in Section 8.6 of this Act.
14 32	(a) From the moneys appropriated in this numbered	Requires \$3,125,000 of the appropriation for adult education and literacy programs to be allocated to community colleges using the formula established in statute for the distribution of State general aid.
14 33	subparagraph, \$3,125,000 shall be allocated pursuant to the	
14 34	formula established in section 260C.18C.	

14 35 (b) From the moneys appropriated in this numbered
 15 1 subparagraph, not more than \$150,000 shall be used by the
 15 2 department of workforce development for implementation of adult
 15 3 education and literacy programs pursuant to section 84A.19.

DETAIL: This is a decrease of \$758,000 compared to the estimated net FY 2026 allocation.

Permits the IWD to use up to \$150,000 of the appropriation for implementation of adult education and literacy programs.

DETAIL: Maintains the current level of funding compared to the estimated net FY 2026 allocation.

15 4 (c) From the moneys appropriated in this numbered
 15 5 subparagraph, not more than \$1,015,000 shall be distributed
 15 6 as grants to community colleges for the purpose of adult
 15 7 basic education programs for students requiring instruction
 15 8 in English as a second language. The department of workforce
 15 9 development shall establish an application process and criteria
 15 10 to award grants pursuant to this subparagraph division to
 15 11 community colleges. The criteria must be based on need for
 15 12 instruction in English as a second language in the region
 15 13 served by each community college as determined by factors
 15 14 including data from the latest federal decennial census and
 15 15 outreach efforts to determine regional needs.

Permits the IWD to use up to \$1,015,000 of the appropriation as grants to community colleges for adult basic education programs for students requiring instruction in English as a second language. Requires the IWD to establish an application process and criteria to award grants to community colleges. The criteria are required to be based on need for instruction in English as a second language in the region served by each community college.

DETAIL: This is a decrease of \$242,000 compared to the estimated net FY 2026 allocation.

15 16 (d) From the moneys appropriated in this numbered
 15 17 subparagraph, \$210,000 shall be transferred to the department
 15 18 of health and human services for purposes of administering
 15 19 a program to provide access to international resources to
 15 20 lowans and new lowans to provide economic and leadership
 15 21 development resulting in Iowa being a more welcoming place
 15 22 to live, work, and raise a family. The program must provide
 15 23 supplemental support services for international refugees to
 15 24 improve learning, English literacy, life skills, cultural
 15 25 competencies, and integration in a county with a population
 15 26 over 350,000 as determined by the 2020 federal decennial
 15 27 census. The department of health and human services shall
 15 28 utilize a request-for-proposals process to identify the entity
 15 29 best qualified to implement the program.

Requires \$210,000 of the appropriation to be transferred to the Department of Health and Human Services (HHS) for a program that provides supplemental support services to international refugees. The program must provide supplemental support services for international refugees to improve learning, English literacy, life skills, cultural competencies, and integration in a county with a population over 350,000 as determined by the 2020 federal decennial census. The HHS must utilize a request for proposals (RFP) process to identify the entity best qualified to implement the program.

DETAIL: Maintains the current level of funding compared to the estimated net FY 2026 allocation.

15 30 2. Notwithstanding section 8.33, moneys appropriated in
 15 31 this section that remain unencumbered or unobligated at the
 15 32 close of the fiscal year shall not revert but shall remain

CODE: Allows any unencumbered or unobligated moneys appropriated from the SWJCF to the IEDA, the BOR, and the IWD for FY 2027 to remain available for expenditure in

15 33 available for expenditure for the purposes designated until the
15 34 close of the succeeding fiscal year.

FY 2028.

15 35 Sec. 11. GENERAL FUND — CERTAIN REGENTS INSTITUTIONS.

16 1 1. There is appropriated from the general fund of the state
16 2 to the following institutions for the fiscal year beginning
16 3 July 1, 2026, and ending June 30, 2027, the following amounts,
16 4 or so much thereof as is necessary, to be used for the purposes
16 5 designated:

16 6 a. IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY

16 7 In cooperation with the economic development authority, for
16 8 support of a biosciences innovation ecosystem, to strengthen
16 9 Iowa's leadership positions in the area of bio-based chemicals,
16 10 digital agriculture, vaccines, and medical devices, including
16 11 salaries, support, maintenance, and miscellaneous purposes, and
16 12 for not more than the following full-time equivalent positions:
16 13 \$ 2,963,995
16 14 FTEs 14.81

General Fund appropriation to ISU for support of a biosciences innovation ecosystem.

DETAIL: Maintains the current level of funding and is no change in FTE positions compared to estimated net FY 2026. The funding is used to strengthen Iowa's leadership positions in the area of bio-based chemicals, digital agriculture, vaccines, and medical devices.

16 15 b. STATE UNIVERSITY OF IOWA

16 16 In cooperation with the economic development authority, for
16 17 support of a biosciences innovation ecosystem, to strengthen
16 18 Iowa's leadership positions in the area of bio-based chemicals,
16 19 digital agriculture, vaccines, and medical devices, including
16 20 salaries, support, maintenance, and miscellaneous purposes, and
16 21 for not more than the following full-time equivalent positions:
16 22 \$ 1,000,000
16 23 FTEs 4.35

General Fund appropriation to the SUI for support of a biosciences innovation ecosystem.

DETAIL: Maintains the current level of funding and is no change in FTE positions compared to estimated net FY 2026. The funding is used to strengthen Iowa's leadership positions in the area of bio-based chemicals, digital agriculture, vaccines, and medical devices.

16 24 c. UNIVERSITY OF NORTHERN IOWA

16 25 For equipment and technology to expand the university's
16 26 additive manufacturing capabilities related to investment
16 27 castings technology and industry support, including salaries,
16 28 support, maintenance, and miscellaneous purposes, and for not
16 29 more than the following full-time equivalent positions:
16 30 \$ 394,321
16 31 FTEs 2.73

General Fund appropriation to the UNI for expansion of additive manufacturing.

DETAIL: Maintains the current level of funding and is no change in FTE positions compared to estimated net FY 2026. The funding is used for the UNI Metal Casting Center's additive manufacturing capabilities related to investment castings technology and industry support.

16 32 The university of northern Iowa shall make a good-faith
 16 33 effort to coordinate with private entities to seek moneys to
 16 34 supplement this appropriation to support the expansion of the
 16 35 university's additive manufacturing capabilities.

Requires the UNI to make a good-faith effort to coordinate support from private entities for the expansion of additive manufacturing.

17 1 2. Notwithstanding section 8.33, moneys appropriated in
 17 2 subsection 1, paragraphs "a" and "b", that remain unencumbered
 17 3 or unobligated at the close of the fiscal year shall not revert
 17 4 but shall remain available for expenditure for the purposes
 17 5 designated until the close of the succeeding fiscal year.

CODE: Allows any unencumbered or unobligated moneys appropriated from the General Fund to the SUI and to ISU for support of a biosciences innovation ecosystem for FY 2027 to remain available for expenditure through FY 2028.

17 6 DIVISION II
 17 7 HOUSING RENEWAL PROGRAM

Division II codifies the Housing Renewal Program that was previously a pilot program under Session Law.

17 8 Sec. 12. NEW SECTION 16.52 HOUSING RENEWAL PROGRAM.

CODE: Provides definitions for the Housing Renewal Program.

17 9 1. For purposes of this section:

17 10 a. "Eligible participant" includes cities, counties,
 17 11 consortiums of local governments, and organizations exempt from
 17 12 taxation pursuant to section 501(c)(3) of the Internal Revenue
 17 13 Code.

17 14 b. "Nonprofit Iowa affiliate" means a nonprofit Iowa
 17 15 affiliate of a nonprofit international organization whose
 17 16 primary activity is the promotion of the construction,
 17 17 remodeling, or rehabilitation of one-family or two-family
 17 18 dwellings for use by low-income families.

17 19 2. a. A housing renewal program fund is created in the
 17 20 state treasury under the control of the authority. The fund
 17 21 shall consist of moneys appropriated to or deposited in the
 17 22 fund. Moneys in the fund are appropriated to the authority to
 17 23 administer the housing renewal program.

CODE: Establishes the Housing Renewal Program Fund under the IFA to be used for the Housing Renewal Program.

17 24 b. Notwithstanding section 8.33, moneys appropriated to
 17 25 the housing renewal program fund that remain unencumbered or
 17 26 unobligated at the close of a fiscal year shall not revert
 17 27 but shall remain available for expenditure for the purposes
 17 28 designated until the close of the succeeding fiscal year.

CODE: Allows any unencumbered or unobligated moneys appropriated to the Housing Renewal Program Fund at the end of a fiscal year to remain available for expenditure in the succeeding fiscal year.

17 29 c. Notwithstanding section 12C.7, subsection 2, interest or
 17 30 earnings on moneys in the housing renewal program fund shall be
 17 31 credited to the fund. Payment of interest, income generated

CODE: Provides that interest and earnings on moneys in the Housing Renewal Program Fund are credited to the Fund. Payment of interest, income generated from the sale of an

17 32 from the sale of an ownership unit pursuant to subsection 6,
 17 33 recaptures of financial assistance awards, and other repayments
 17 34 under the housing renewal program shall be retained by the
 17 35 nonprofit Iowa affiliate for the purpose of awarding financial
 18 1 assistance under the housing renewal program to eligible
 18 2 participants.

ownership unit, recaptures of financial assistance awards, and other repayments under the Housing Renewal Program are retained by the nonprofit Iowa affiliate for the purpose of awarding financial assistance under the Housing Renewal Program.

18 3 3. a. The authority shall provide moneys from the housing
 18 4 renewal program fund to a nonprofit Iowa affiliate that shall
 18 5 use the moneys to award financial assistance under the housing
 18 6 renewal program to eligible participants.

CODE: Requires that the IFA provide moneys from the Housing Renewal Program Fund to a nonprofit Iowa affiliate to award financial assistance to eligible participants.

18 7 b. Eligible participants shall use financial assistance
 18 8 awarded under the housing renewal program only for purposes of
 18 9 the acquisition, rehabilitation, and resale of ownership units;
 18 10 the acquisition and demolition of blighted structures; and the
 18 11 redevelopment of ownership units.

CODE: Provides that an eligible participant use financial assistance under the Housing Renewal Program only for the acquisition, rehabilitation, and resale of ownership units; the acquisition and demolition of blighted structures; and the redevelopment of ownership units.

18 12 4. Twenty-five percent of moneys appropriated to the
 18 13 housing renewal program fund shall be allocated to financial
 18 14 assistance awards for eligible participants located in the
 18 15 eighty-eight least populated counties in the state according to
 18 16 the most recent federal decennial census.

CODE: Requires that 25.00% of moneys appropriated to the Housing Renewal Program Fund be allocated to eligible participants in the 88 least populated counties in the State according to the most recent federal decennial census.

18 17 5. a. The nonprofit Iowa affiliate shall determine the
 18 18 criteria used to evaluate eligible participants and to award
 18 19 financial assistance to eligible participants selected by the
 18 20 nonprofit Iowa affiliate.

CODE: Requires the nonprofit Iowa affiliate to establish criteria to evaluate eligible participants.

18 21 b. The nonprofit Iowa affiliate shall not award an eligible
 18 22 participant more than one hundred thousand dollars per
 18 23 ownership unit. The nonprofit Iowa affiliate may use up to
 18 24 five percent of the financial assistance awarded to an eligible
 18 25 participant for administrative expenses related to the housing
 18 26 renewal program.

CODE: Limits a financial assistance award to \$100,000 per ownership unit. Permits the nonprofit Iowa affiliate to use up to 5.00% of financial assistance awarded for administrative expenses.

18 27 c. (1) An eligible participant shall have a maximum of
 18 28 thirty-six months from the date a contract is executed between
 18 29 the nonprofit Iowa affiliate and the eligible participant
 18 30 for the eligible participant to complete the eligible
 18 31 participant's project. The eligible participant's project
 18 32 shall be considered complete when all financial assistance

CODE: Requires that a project be completed within 36 months from the date a Housing Renewal Program contract is executed.

18 33 awarded to the eligible participant has been expended, and all
 18 34 ownership units that are covered by the contract are finished
 18 35 and available for sale.

19 1 (2) Unless the nonprofit Iowa affiliate authorizes
 19 2 additional time for good cause shown, if an eligible
 19 3 participant has no project activity within twelve months
 19 4 from the date a contract is executed between the nonprofit
 19 5 Iowa affiliate and the eligible participant, the financial
 19 6 assistance award shall be returned to the nonprofit Iowa
 19 7 affiliate to be used to award financial assistance under the
 19 8 housing renewal program to eligible participants.

CODE: Provides that a financial assistance award is returned to the nonprofit Iowa affiliate if an eligible participant has no project activity within 12 months from the date a Housing Renewal Program contract is executed, unless good cause is shown.

19 9 d. An eligible participant shall sell each completed
 19 10 ownership unit to a homebuyer whose household income is
 19 11 equal to or less than the one hundred twenty percent area
 19 12 median income and who must occupy the ownership unit as the
 19 13 homebuyer's primary residence. The deed to the ownership unit
 19 14 must contain a restrictive resale requirement that prohibits
 19 15 the homebuyer or a subsequent owner from selling the ownership
 19 16 unit to a person with a household income above the one hundred
 19 17 twenty percent area median income for five calendar years from
 19 18 the date the eligible participant sold the ownership unit to
 19 19 the first homebuyer whose household income is equal to or less
 19 20 than the one hundred twenty percent area median income.

CODE: Requires that eligible participants sell each completed ownership unit to a homebuyer whose household income is equal to or less than 120.00% of the area median income to be used as the homebuyer's primary residence. Prohibits the resale of an ownership unit to a person with a household income above 120.00% of the area median income for five years after the ownership unit is first sold.

19 21 6. The nonprofit Iowa affiliate shall use income generated
 19 22 from the sale of an ownership unit only for the purpose of
 19 23 awarding financial assistance to eligible participants under
 19 24 the housing renewal program.

CODE: Requires that any income generated from the sale of an ownership unit be used for the Housing Renewal Program.

19 25 7. The authority shall not use more than five percent of
 19 26 moneys appropriated to the housing renewal program fund for
 19 27 administration and oversight of the housing renewal program.

CODE: Permits the IFA to use up to 5.00% of moneys appropriated to the Housing Renewal Program Fund for administration and oversight.

19 28 8. The authority, in coordination with the nonprofit
 19 29 Iowa affiliate, shall submit an annual report to the general
 19 30 assembly on or before December 31 describing the community,
 19 31 economic, and financial impact of the housing renewal program.

CODE: Requires the IFA, in coordination with the nonprofit Iowa affiliate, to submit an annual report to the General Assembly by December 31 describing the community, economic, and financial impact of the Housing Renewal Program.

PG LN	GA:91 HF2772	Explanation
19 32 19 33 19 34	Sec. 13. REPEAL. 2022 Iowa Acts, chapter 1148, section 20, as amended by 2023 Iowa Acts, chapter 110, section 18, and 2025 Iowa Acts, chapter 155, section 14, is repealed.	Repeals the Session Law sections creating the Housing Renewal Pilot Program under the IFA. DETAIL: This includes Section 20 of the FY 2023 Economic Development Appropriations Act as amended by Section 18 of the FY 2024 Economic Development Appropriations Act and Section 14 of the FY 2025 Economic Development Appropriations Act.

Economic Development General Fund

	Actual FY 2025 (1)	Estimated FY 2026 (2)	Final Action FY 2027 (4)	Final Action vs Est FY 2026 (5)	Page and Line # (6)
<u>Economic Development Authority</u>					
Economic Development Authority					
Economic Development Appropriation	\$ 12,921,510	\$ 12,921,510	\$ 12,903,510	\$ -18,000	PG 3 LN 3
World Food Prize	650,000	500,000	450,000	-50,000	PG 5 LN 1
Councils of Governments (COGs) Assistance	350,000	350,000	0	-350,000	
Community Advertising and Strategic Plan	1,100,000	1,050,000	1,050,000	0	PG 5 LN 8
Community Cultural Grants	172,090	0	0	0	
Iowa Arts Council	1,450,000	1,771,800	1,601,800	-170,000	PG 5 LN 32
Great Places	149,710	0	0	0	
Cultural Trust Grants	150,000	0	0	0	
Arts and Culture Enhancement	428,282	448,403	448,403	0	PG 6 LN 20
Tourism Marketing - Adjusted Gross Receipts	1,443,700	1,443,700	1,443,700	0	PG 6 LN 23
Court Reporter Equipment Incentive Program	100,000	0	0	0	
Total Economic Development Authority	\$ 18,915,292	\$ 18,485,413	\$ 17,897,413	\$ -588,000	
<u>Iowa Finance Authority</u>					
Iowa Finance Authority					
Rent Subsidy Program	\$ 873,000	\$ 873,000	\$ 873,000	\$ 0	PG 7 LN 9
Housing Renewal Pilot Program	550,000	550,000	550,000	0	PG 7 LN 22
Total Iowa Finance Authority	\$ 1,423,000	\$ 1,423,000	\$ 1,423,000	\$ 0	

Economic Development General Fund

	Actual FY 2025 (1)	Estimated FY 2026 (2)	Final Action FY 2027 (4)	Final Action vs Est FY 2026 (5)	Page and Line # (6)
<u>Workforce Development, Department of</u>					
IWD - Vocational Rehabilitation Services					
Vocational Rehabilitation	\$ 6,226,739	\$ 0	\$ 0	\$ 0	
Independent Living	84,804	0	0	0	
Entrepreneurs with Disabilities Program	138,506	0	0	0	
Independent Living Center Grant	86,547	0	0	0	
IWD - Vocational Rehabilitation Services	\$ 6,536,596	\$ 0	\$ 0	\$ 0	
Iowa Workforce Development					
Operations - Field Offices	\$ 6,902,636	\$ 6,902,636	\$ 6,902,636	\$ 0	PG 8 LN 7
Offender Reentry Program	387,158	387,158	387,158	0	PG 8 LN 18
State Accounting System	228,822	228,822	228,822	0	PG 8 LN 29
Workplace Injury and Safety Surveys	125,555	125,555	125,555	0	PG 8 LN 33
Future Ready Summer Youth Intern Program	250,000	250,000	0	-250,000	
Vocational Rehabilitation Services	0	6,226,739	6,226,739	0	PG 9 LN 5
Independent Living	0	84,804	0	-84,804	
Entrepreneurs with Disabilities Program	0	138,506	138,506	0	PG 9 LN 19
Independent Living Center Grant	0	86,547	0	-86,547	
Adult Education and Literacy Programs	500,000	500,000	500,000	0	PG 9 LN 22
Future Ready Reg. Apprenticeship Prog.	760,000	760,000	760,000	0	PG 9 LN 35
Employee Misclassification Program	379,631	379,631	0	-379,631	
Iowa Workforce Development	\$ 9,533,802	\$ 16,070,398	\$ 15,269,416	\$ -800,982	
Total Workforce Development, Department of	\$ 16,070,398	\$ 16,070,398	\$ 15,269,416	\$ -800,982	
<u>Regents, Board of</u>					
Regents, Board of					
ISU - Biosciences Innovation Ecosystem	\$ 2,963,995	\$ 2,963,995	\$ 2,963,995	\$ 0	PG 16 LN 6
SUI - Biosciences Innovation Ecosystem	1,000,000	1,000,000	1,000,000	0	PG 16 LN 15
UNI - Additive Manufacturing	394,321	394,321	394,321	0	PG 16 LN 24
Total Regents, Board of	\$ 4,358,316	\$ 4,358,316	\$ 4,358,316	\$ 0	
Total Economic Development	\$ 40,767,006	\$ 40,337,127	\$ 38,948,145	\$ -1,388,982	

Economic Development Other Funds

	Actual FY 2025 (1)	Estimated FY 2026 (2)	Final Action FY 2027 (4)	Final Action vs Est FY 2026 (5)	Page and Line # (6)
<u>Economic Development Authority</u>					
Economic Development Authority					
High Quality Jobs Program - SWJCF	\$ 11,700,000	\$ 11,700,000	\$ 0	\$ -11,700,000	
Business Incentives for Growth - SWJCF	0	0	11,700,000	11,700,000	PG 10 LN 32
Manufacturing 4.0 Program - SWJCF	2,016,675	2,016,675	2,350,000	333,325	PG 11 LN 10
Empower Rural Iowa Program - SWJCF	700,000	700,000	700,000	0	PG 11 LN 13
Total Economic Development Authority	\$ 14,416,675	\$ 14,416,675	\$ 14,750,000	\$ 333,325	
<u>Workforce Development, Department of</u>					
Iowa Workforce Development					
Field Offices - Spec Cont Fund	\$ 2,416,084	\$ 4,616,084	\$ 4,616,084	\$ 0	PG 10 LN 11
Field Offices - UI Reserve Interest	2,200,000	0	0	0	
AMOS Mid-Iowa Organizing Strategy - SWJCF	100,000	0	0	0	
Workforce Prep Outcome Rep - SWJCF	0	125,000	125,000	0	PG 14 LN 23
Adult Ed and Literacy for the Workforce - SWJCF	5,500,000	5,500,000	4,500,000	-1,000,000	PG 14 LN 28
STEM Internships - SWJCF	633,325	633,325	0	-633,325	
Total Workforce Development, Department of	\$ 10,849,409	\$ 10,874,409	\$ 9,241,084	\$ -1,633,325	
<u>Regents, Board of</u>					
Regents, Board of					
Regents Innovation Fund - SWJCF	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 0	PG 11 LN 15
ISU - Economic Development - SWJCF	2,424,302	2,424,302	2,424,302	0	PG 12 LN 10
SUI - Economic Development - SWJCF	209,279	209,279	209,279	0	PG 13 LN 13
SUI - Entrepreneur and Econ Growth - SWJCF	2,000,000	2,000,000	2,000,000	0	PG 13 LN 25
UNI - Economic Development - SWJCF	1,466,419	1,466,419	1,466,419	0	PG 13 LN 30
UNI - Workforce Development - SWJCF	0	0	1,000,000	1,000,000	PG 14 LN 8
UNI - Nursing Program Expansion - SWJCF	0	0	600,000	600,000	PG 14 LN 16
Total Regents, Board of	\$ 9,100,000	\$ 9,100,000	\$ 10,700,000	\$ 1,600,000	
Total Economic Development	\$ 34,366,084	\$ 34,391,084	\$ 34,691,084	\$ 300,000	

Economic Development FTE Positions

	Actual FY 2025 (1)	Estimated FY 2026 (2)	Final Action FY 2027 (4)	Final Action vs Est FY 2026 (5)	Page and Line # (6)
<u>Economic Development Authority</u>					
Economic Development Authority					
Economic Development Appropriation	57.41	66.25	70.15	3.90	PG 3 LN 3
High Quality Jobs Creations Assistance	8.37	0.50	0.00	-0.50	
Economic Dev Energy Projects Fund	4.75	8.95	8.95	0.00	
Wine, Beer, and Spirits Promotion Board	0.98	1.00	1.00	0.00	
Small Business Credit Initiative Fund	0.00	0.00	4.50	4.50	
State Historical Preservation Program Fund	9.30	9.85	9.85	0.00	
Business Incentives for Growth Fund	0.00	11.35	11.35	0.00	
Iowa Arts Council	4.56	5.95	5.70	-0.25	PG 5 LN 32
Great Places	0.93	0.75	0.00	-0.75	
Total Economic Development Authority	86.30	104.60	111.50	6.90	
<u>Workforce Development, Department of</u>					
IWD - Vocational Rehabilitation Services					
Vocational Rehabilitation	231.71	0.00	0.00	0.00	
Independent Living	0.02	0.00	0.00	0.00	
IWD - Vocational Rehabilitation Services	231.74	0.00	0.00	0.00	
Iowa Workforce Development					
Field Office Operating Fund	190.88	156.09	157.09	1.00	PG 8 LN 7
Offender Reentry Program	3.74	4.00	4.00	0.00	PG 8 LN 18
Workplace Injury and Safety Surveys	1.51	1.90	1.90	0.00	PG 8 LN 33
Vocational Rehabilitation Services	0.00	268.00	233.00	-35.00	PG 9 LN 5
Employee Misclassification Program	2.34	3.00	0.00	-3.00	
Iowa Workforce Development	198.47	432.99	395.99	-37.00	
Total Workforce Development, Department of	430.21	432.99	395.99	-37.00	
<u>Public Employment Relations Board</u>					
Public Employment Relations					
General Office	0.01	0.00	0.00	0.00	
Total Public Employment Relations Board	0.01	0.00	0.00	0.00	

Economic Development FTE Positions

	Actual FY 2025	Estimated FY 2026	Final Action FY 2027	Final Action vs Est FY 2026	Page and Line #
	(1)	(2)	(4)	(5)	(6)
<u>Regents, Board of</u>					
Regents, Board of					
ISU - Economic Development - SWJCF	50.94	50.94	50.94	0.00	PG 12 LN 10
SUI - Economic Development - SWJCF	6.00	6.00	6.00	0.00	PG 13 LN 13
SUI - Entrepreneur and Econ Growth - SWJCF	8.00	8.00	8.00	0.00	PG 13 LN 25
UNI - Economic Development - SWJCF	13.00	13.00	13.00	0.00	PG 13 LN 30
ISU - Biosciences Innovation Ecosystem	14.81	14.81	14.81	0.00	PG 16 LN 6
SUI - Biosciences Innovation Ecosystem	4.35	4.35	4.35	0.00	PG 16 LN 15
UNI - Additive Manufacturing	2.73	2.73	2.73	0.00	PG 16 LN 24
Total Regents, Board of	99.83	99.83	99.83	0.00	
Total Economic Development	616.35	637.42	607.32	-30.10	

FUNDING SUMMARY

General Fund FY 2027: Appropriates a total of \$1.042 billion and 11,088.2 FTE positions from the General Fund for FY 2027 to the Department for the Blind, the Department of Education (DE), and the Board of Regents. The Governor item vetoed a \$500,000 General Fund appropriation to the DE and vetoed [Senate File 2320](#) (Concurrent Enrollment Course Delivery Methods Bill), which was estimated to increase the school aid appropriation by \$626,000 and included in the attached tracking. These vetoed appropriations decreased the total General Fund appropriation for FY 2027 to \$1.041 billion. This is an increase of \$9.3 million and 61.7 FTE positions compared to estimated net FY 2026.

Other Funds FY 2027: Appropriates a total of \$33.7 million from the SWJCF for FY 2027. This is no change compared to estimated net FY 2026.

Standing Appropriations FY 2027: The attached tracking also includes standing appropriations from the General Fund of \$53.8 million for the Tuition Grant Program, \$2.5 million for Re-Organization Incentives, \$1.9 million for the Vocational Technical Tuition Grant, and \$750,000 for Therapeutic Classroom Services. These do not appear in this Act.

An estimated \$626,000 increase from the School-Aid Formula was authorized for Concurrent Enrollment Delivery Methods in 2026 Iowa Acts, [Senate File 2320](#) (Concurrent Enrollment, Course Delivery Methods Bill) has also been included in the attached tracking. *This Bill was vetoed by the Governor.*

NEW PROGRAMS, SERVICES, OR ACTIVITIES

Advanced Dyslexia Specialist Endorsement: Appropriates \$335,000 from the General Fund to the Department of Education for the Advanced Dyslexia Specialist Endorsement grant program to offset costs associated with obtaining an Advanced Dyslexia Specialist Endorsement issued by the Board of Educational Examiners. This is a new appropriation for FY 2027.

Page 11, Line 35

School District Electronic Mail Security: Appropriates \$500,000 to the Department of Education in FY 2027 for the procurement, implementation, and maintenance of on-premises and secure electronic mail gateway appliances to protect school district electronic mail systems from phishing, compromise, malware, and other advanced cyber threats. This is a new appropriation for FY 2027. *This item was vetoed by the Governor.*

Page 12, Line 3

MAJOR INCREASES/DECREASES/TRANSFERS OF EXISTING PROGRAMS

Department of Education: Appropriates \$462.8 million and 443.8 FTE positions from the General Fund. This is a net increase of \$11.5 million and 61.7 FTE positions compared to estimated net FY 2026. The General Fund changes include:

Page 1, Line 22

- An increase of \$76,000 for School Food Service.
- A decrease of \$1.5 million for Children's Mental Health Training.
- An increase of \$3,000 for the Midwestern Higher Education Compact (MEHC).
- An increase of \$3.5 million for Community Colleges.
- An increase of \$764,000 for the Iowa School for the Deaf.
- An increase of \$100,000 for Education Services for the Blind and Visually Impaired.
- A decrease of \$44,000 for the Science, Technology, Engineering, and Mathematics (STEM) Collaborative Initiative.
- An increase of \$5.0 million for the Special Education Division.
- A decrease of \$500,000 for Professional Development.
- An increase of \$97,000 for the Teach Iowa Scholars Program.
- A new appropriation of \$335,000 for the Dyslexia Specialist Grant Program.
- A new appropriation of \$500,000 for School District Electronic Mail Security.

Also included, but not appearing in the language of this Act, are a new \$2.5 million standing appropriation for Reorganization Incentives and a new \$626,000 standing appropriation for concurrent enrollment delivery methods.

Career Training Physical Expansion Program Fund: Authorizes a contingent allocation of \$3.5 million from the funds appropriated from the Skilled Worker Job Creation Fund for vertical infrastructure projects at community colleges for the Career Training Physical Expansion Program Fund. This allocation is contingent upon the enactment of [House File 2466](#) (Workforce and Apprenticeships, Program and Funding Bill), or successor legislation, or [Senate File 2168](#) (Reemployment Case Management and Unemployment Insurance Processing Act), or successor legislation. This allocation occurs only if no other moneys are received by the Fund in FY 2027.

Page 13, Line 8

Board of Regents: Appropriates \$576.0 million and 10,540.6 FTE positions from the General Fund. This is a net decrease of \$1.0 million and no change in FTE positions compared to estimated net FY 2026 to consolidate the funding under the ISU General Fund appropriation. The General Fund changes include the following:

Page 14, Line 18

- A decrease of \$1.0 million for University of Iowa (SUI) Cancer Research.

- An increase of \$51.4 million for General Aid for Iowa State University (ISU).
- A decrease of \$30.5 million for the ISU Agricultural Experiment Station.
- A decrease of \$18.2 million for ISU Cooperative Extension.
- A decrease of \$2.8 million for ISU Future Ready Workforce.

Vocational-Technical Tuition Grants: Repeals the standing limited General Fund appropriation of \$113,000 to the Iowa Tuition Grants For-Profit Institution Fund and increases the standing limited General Fund appropriation to Vocational-Technical Tuition Grants Fund from \$1.8 million to \$1.9 million. Page 23, Line 31

Transfers all unencumbered and unobligated funds that remain in the Iowa Tuition Grants For-Profit Institutions Fund as of July 1, 2026, to the Vocational-Technical Tuition Grants Fund. Page 24, Line 2

FISCAL IMPACT: As of April 15, 2026, there was approximately \$170,000 in the Iowa Tuition For-Profits Institutions Fund.

STUDIES AND INTENT

Intent

Requires \$76,000 of the \$2.3 million General Fund appropriation to the Department of Education for School Food Services to be used for the administrative costs associated with the participation in the federal Summer Electronic Benefit Transfer Program. Page 2, Line 33

Requires \$384,000 of the \$1.7 million General Fund appropriation to the Department of Education to supplement federal funding for special education services for children up to three years of age to be allocated to the Child Health Specialty Clinics (CHSC) at the SUI to provide additional support for specified infants and toddlers. Page 3, Line 5

Requires the General Fund appropriation to the Department of Education for Early Head Start projects to be used for the implementation and expansion of Early Head Start pilot projects addressing the comprehensive cognitive, social, emotional, and developmental needs of children from birth to three years of age, including prenatal support for qualified families. Requires the projects to promote healthy prenatal outcomes and healthy family functioning and to strengthen the development of infants and toddlers in low-income families. Page 3, Line 13

Allocates up to \$300,000 to Iowa Testing Programs at the SUI to offset the costs of administering the statewide assessment at accredited nonpublic schools. Page 3, Line 37

EXECUTIVE SUMMARY
EDUCATION APPROPRIATIONS ACT

HOUSE FILE 2783

Requires the Department of Education to provide reading assessments for prekindergarten through grade six to identify students not proficient in reading. Allows the Department to charge school districts for the cost of the assessment. The fee is determined by dividing the actual remaining costs to purchase the statewide license for the school year by the number of pupils assessed under the system in the current fiscal year. School districts are permitted to use the early intervention allocation and the successful progression for early readers to pay for the early warning assessment system fee.

Page 5, Line 21

Permits the Iowa Reading Research Center to use up to \$250,000 for the establishment and continuing oversight of the Advanced Dyslexia Specialist Endorsement.

Page 6, Line 3

Requires \$200,000 of the appropriation for children's mental health school-based training and support to be used to implement a Children's Grief and Loss Rural Pilot Program to serve Iowa children in rural school districts or accredited nonpublic schools. The Program must be administered by, and \$200,000 must be allocated to, an existing statewide not-for-profit health care organization that currently provides grief and loss services to children.

Page 6, Line 31

Requires the Department of Education to establish criteria for the distribution of moneys appropriated to Best Buddies Iowa and organizations receiving moneys to annually report student identifying data to the Department.

Page 7, Line 13

Specifies that the STEM Collaborative Initiative appropriation is for activities directly related to the recruitment of kindergarten through grade 12 mathematics and science teachers and for ongoing mathematics and science programming for students enrolled in kindergarten through grade 12.

Page 8, Line 26

Requires that at least \$500,000 of the General Fund appropriation for the STEM Collaborative Initiative be used to provide or support access to technology education opportunities for initiatives detailed in the Act.

Page 8, Line 33

Permits private colleges and universities that are eligible for the Iowa Tuition Grant Program to be included in the All Iowa Opportunity Scholarship Program.

Page 10, Line 34

Allocates \$97,000 to grants to eligible applicants under the Teach Iowa Scholar program who teach in a city in Iowa with a population of less than 26,000 and farther than 20 miles from a city with a population greater than 50,000.

Page 11, Line 4

Permits the Department of Education to use up to \$100,000 of the appropriation for administration of the workforce training and economic development funds at community colleges.

Page 12, Line 31

EXECUTIVE SUMMARY
EDUCATION APPROPRIATIONS ACT

HOUSE FILE 2783

Requires that the funds appropriated for vertical infrastructure at community colleges be allocated equally among the 15 community colleges. Specifies that qualifying projects must include at least one of the following:

Page 12, Line 39

- Accelerated Career Education (ACE) Program capital projects.
- Major renovations and repairs, including health, life, and fire safety needs, to comply with the federal [Americans with Disabilities Act](#) (ADA).

Permits the funds in the Chiropractic Loan Revolving Fund for FY 2027 to be used for the Chiropractic Loan Forgiveness Program.

Page 14, Line 2

Requires the Department of Administrative Services to pay to the Iowa School for the Deaf and the Iowa Braille and Sight Saving School the funds collected from counties for prescription drug expenses for students attending the special schools.

Page 14, Line 8

Prohibits the Board of Regents and the Regents universities from reducing moneys budgeted for FY 2027 for the institutions' police departments.

Page 14, Line 39

Allocates \$255,000 of the Primary Health Care Initiative appropriation to the Department of Family Medicine at the SUI College of Medicine for family practice faculty and support staff.

Page 16, Line 34

Permits the Board of Regents to use indebtedness to finance projects for energy cost savings if the cost of the projects can be recovered within an average of six years.

Page 18, Line 25

Nonreversion

Allows any unencumbered or unobligated funds appropriated to the Department of Education for the Summer Joint Enrollment Program for FY 2027 from the General Fund to remain available for expenditure in FY 2028.

Page 4, Line 17

Allows any unencumbered or unobligated funds appropriated to the Department of Education for Jobs for America's Graduates for FY 2027 from the General Fund to remain available for expenditure in FY 2028.

Page 4, Line 31

Allows any unencumbered or unobligated moneys appropriated from the General Fund to the Department of Education for the Iowa Reading Research Center for FY 2027 to remain available for expenditure in FY 2028.

Page 6, Line 14

Allows any unencumbered or unobligated moneys appropriated from the General Fund to the Department of Education for membership dues in the MHEC for FY 2027 to remain available for expenditure in FY 2028.

Page 7, Line 24

EXECUTIVE SUMMARY
EDUCATION APPROPRIATIONS ACT

Allows any unencumbered or unobligated funds appropriated to the Department of Education for nonpublic concurrent enrollment payments to community colleges for FY 2027 from the General Fund to remain available for expenditure in FY 2028.

Page 7, Line 35

Allows any unencumbered or unobligated moneys appropriated from the General Fund to the Innovation Division for the STEM Collaborative Initiative for FY 2027 to remain available for expenditure in FY 2028.

Page 9, Line 18

Allows any unencumbered or unobligated funds appropriated for School District Electronic Mail Security for FY 2027 from the General Fund to remain available for expenditure through 2031.

Page 12, Line 13

Allows any unencumbered or unobligated moneys appropriated from the Skilled Worker Job Creation Fund to the Department of Education for FY 2027 to remain available for expenditure in FY 2028.

Page 13, Line 36

Allows any unencumbered or unobligated licensing fees collected by the Board of Educational Examiners for FY 2027 to remain available for expenditure in FY 2028.

Page 25, Line 26

Required Reports

Requires the Iowa Reading Research Center to submit a report to the General Assembly detailing the FY 2027 expenditures for the Advanced Dyslexia Specialist Endorsement.

Page 6, Line 3

Requires the statewide not-for-profit health care organization receiving moneys for the Children's Grief and Loss Rural Pilot Program, in collaboration with the Department of Education, to prepare a report detailing the expenditure of moneys used for the purposes of the Program and its outcomes to the General Assembly by September 30, 2027.

Page 6, Line 31

Requires quarterly financial reports from the Board of Regents to be submitted to the General Assembly and the Legislative Services Agency (LSA). The second quarter report for FY 2027 must include the five-year graduation rates for Regents universities.

Page 14, Line 29

Requires the Department of Education to submit an annual report to the General Assembly on or before November 1 each year containing all of the following:

Page 24, Line 34

- Summary of the annual reports about incidents of violence.
- Description of the Department's antibullying programming and current and projected expenditures for said programming for the immediately preceding fiscal year.

SIGNIFICANT CODE CHANGES

Programs for At-Risk Children: Limits the standing appropriation under Iowa Code section [279.51](#) for at-risk children to \$10.5 million. This makes inapplicable the General Fund appropriation of \$12.6 million specified in the section. Requires appropriated funds to be prorated among the programs specified under Iowa Code section [279.51](#). Page 18, Line 34

College Work Study Program: Suspends the standing appropriation for FY 2027. The suspension is a continuation from FY 2026. Page 19, Line 4

Iowa Tuition Grants For-Profit Institutions Fund: Repeals the standing limited General Fund appropriation of \$113,000 to the Iowa Tuition Grants For-Profit Institutions Fund. Page 23, Line 29

Iowa Tuition Grants — For-Profit Institutions: Repeals Iowa Code section [256.191](#) (Iowa Tuition Grants — For-Profit Institutions — Fund). Page 24, Line 1

Iowa Special Education Council: Repeals the Iowa Special Education Council in Iowa Code section [256.35B](#). Page 24, Line 11

Board of Educational Examiners — Fees: Removes the requirement that 25.0% of educator licensing fees collected annually be credited to the General Fund and instead directs 100.0% of the licensing fees to be retained by and appropriated to the Board of Educational Examiners (BOEE). Page 25, Line 26

FISCAL IMPACT: This will result in approximately a \$600,000 increase to the BOEE compared to estimated net FY 2026 and a decrease of \$600,000 to the General Fund in FY 2027.

EFFECTIVE DATE

This Act takes effect July 1, 2026.

GOVERNOR'S VETOES

The Governor vetoed the General Fund appropriation of \$500,000 for School District Electronic Mail Security. The Governor stated that the allocation incentivized schools to subscribe to ongoing cybersecurity services with potentially long-term substantial financial commitment that would exceed the one-time funding Page 12, Line 3

EXECUTIVE SUMMARY
EDUCATION APPROPRIATIONS ACT

HOUSE FILE 2783

provided in this Act. The Governor also stated that school districts already have access to the services outlined in the Act through State-negotiated master agreements.

ENACTMENT DATE

This Act was approved by the General Assembly on April 30, 2026, and item vetoed and signed by the Governor on June 2, 2026.

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House File 2783 provides for the following changes to the Code of Iowa.

Page #	Line #	Bill Section	Action	Code Section
19	12	10	Amend	284.13.1.a.(1)
19	22	11	Amend	284.13.1.b,c,e,f,g
20	35	12	Amend	256.183.3
21	22	13	Amend	256.192.1,2,4,5
23	29	14	Strike	256.194.2
23	31	15	Amend	256.194.3
24	1	16	Repeal	256.191
24	11	18	Repeal	256.35B
24	15	19	Amend	279.51A.5
25	26	20	Amend	256.155.2,3

1 7 DIVISION I
1 8 FY 2026-2027 APPROPRIATIONS — DEPARTMENT FOR THE BLIND

1 9 Section 1. GENERAL FUND APPROPRIATIONS —
1 10 ADMINISTRATION. There is appropriated from the general
1 11 fund of the state to the department for the blind for the
1 12 fiscal year beginning July 1, 2026, and ending June 30, 2027,
1 13 the following amount, or so much thereof as is necessary, to be
1 14 used for the purposes designated:
1 15 For salaries, support, maintenance, and miscellaneous
1 16 purposes, and for not more than the following full-time
1 17 equivalent positions:
1 18 \$ 3,207,190
1 19 FTEs 103.74

General Fund appropriation to the Department for the Blind for general operations.

DETAIL: Maintains the current level of funding and no change in full-time equivalent (FTE) positions compared to estimated net FY 2026. The Iowa Department for the Blind provides services to lowans who are blind or visually impaired through vocational rehabilitation, independent living, and the Library for the Blind and Print Disabled.

1 20 DIVISION II
1 21 FY 2026-2027 APPROPRIATIONS — DEPARTMENT OF EDUCATION

1 22 Sec. 2. GENERAL FUND APPROPRIATIONS. There is appropriated
1 23 from the general fund of the state to the department of
1 24 education for the fiscal year beginning July 1, 2026, and
1 25 ending June 30, 2027, the following amounts, or so much thereof
2 1 as is necessary, to be used for the purposes designated:

General Fund appropriations to the Department of Education for FY 2027.

2 2 1. GENERAL ADMINISTRATION
2 3 For salaries, support, maintenance, and miscellaneous
2 4 purposes, and for not more than the following full-time
2 5 equivalent positions:
2 6 \$ 7,073,808
2 7 FTEs 71.87

General Fund appropriation to the Department of Education for administration. The Department of Education provides oversight, supervision, and support for the State education system, including all of the following:

- Public elementary and secondary schools
- Community colleges
- Area Education Agencies (AEAs)
- Elementary and secondary schools under the purview of the Department of Health and Human Services (HHS)
- Nonpublic schools that receive State accreditation
- Teacher preparation programs
- The Board of Educational Examiners (BOEE)
- The College Student Aid Commission
- The Iowa School for the Deaf
- Iowa Educational Services for the Blind and Visually Impaired (IESBVI)

				DETAIL: Maintains the current level of funding and no change in FTE positions compared to estimated net FY 2026.
2	8	2. CAREER AND TECHNICAL EDUCATION ADMINISTRATION		General Fund appropriation to the Department of Education for Career and Technical Education (CTE) Administration for administrative costs related to CTE programming in K-12 schools and community colleges.
2	9	For salaries, support, maintenance, and miscellaneous		
2	10	purposes, and for not more than the following full-time		
2	11	equivalent positions:		
2	12	 \$	721,779	
2	13	 FTEs	10.80	DETAIL: Maintains the current level of funding and no change in FTE positions compared to estimated net FY 2026.
2	14	3. PUBLIC BROADCASTING DIVISION		General Fund appropriation to the Department of Education for the Public Broadcasting Division (Iowa PBS).
2	15	For salaries, support, maintenance, capital expenditures,		
2	16	and miscellaneous purposes, and for not more than the following		
2	17	full-time equivalent positions:		DETAIL: Maintains the current level of funding and no change in FTE positions compared to estimated net FY 2026.
2	18	 \$	8,165,236	
2	19	 FTEs	53.20	
2	20	4. CAREER AND TECHNICAL EDUCATION		General Fund appropriation to the Department of Education for CTE aid to be disbursed to regional CTE planning partnerships to support CTE programming in Iowa's secondary schools.
2	21	For reimbursement for career and technical education		
2	22	expenditures made by regional career and technical education		
2	23	planning partnerships in accordance with section 256.136:		DETAIL: Maintains the current level of funding compared to estimated net FY 2026. This appropriation serves as part of the overall maintenance-of-effort requirement to receive federal Perkins funding.
2	24	 \$	2,952,459	
2	25	5. SCHOOL FOOD SERVICE		General Fund appropriation to the Department of Education for school food service programs in K-12 schools.
2	26	a. For use as state matching moneys for federal programs		
2	27	that shall be disbursed according to federal regulations,		
2	28	including salaries, support, maintenance, and miscellaneous		DETAIL: This is an increase of \$76,258 and no change in FTE positions compared to estimated net FY 2026. This appropriation serves as the maintenance-of-effort match for federal funding for school nutrition programs.
2	29	purposes, and for not more than the following full-time		
2	30	equivalent positions:		
2	31	 \$	2,253,055	
2	32	 FTEs	27.83	

2 33 b. From the moneys appropriated in this subsection, \$76,258
 2 34 shall be allocated to the administrative costs associated with
 2 35 participation in the federal summer electronic benefit transfer
 2 36 program.

Requires \$76,258 to be used for the administrative costs associated with the participation in the federal Summer Electronic Benefit Transfer Program.

2 37 6. BIRTH TO AGE THREE SERVICES

2 38 a. For expansion of the federal Individuals with
 2 39 Disabilities Education Improvement Act of 2004, Pub.L. No.
 3 1 108-446, as amended to January 1, 2018, birth through age three
 3 2 services due to increased numbers of children qualifying for
 3 3 those services:

3 4 \$ 1,721,400

General Fund appropriation to the Department of Education to supplement federal funding for special education services provided to children from birth to three years of age.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. This appropriation serves as the maintenance-of-effort match for federal funds for this purpose.

3 5 b. From the moneys appropriated in this subsection,
 3 6 \$383,769 shall be allocated to the child health specialty
 3 7 clinics administered by the state university of Iowa in order
 3 8 to provide additional support for infants and toddlers who are
 3 9 born prematurely, drug-exposed, or medically fragile.

Allocates \$383,769 to the Child Health Specialty Clinics (CHSC) at the University of Iowa (SUI) to provide additional support for specified infants and toddlers.

DETAIL: Maintains the current level of funding compared to the estimated net FY 2026 allocation.

3 10 7. EARLY HEAD START PROJECTS

3 11 a. For early head start projects:

3 12 \$ 574,500

General Fund appropriation to the Department of Education for Early Head Start projects.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The funds are used to address comprehensive cognitive, social, emotional, and developmental needs of children from birth to three years of age, including prenatal support for qualifying families.

3 13 b. The moneys appropriated in this subsection shall be
 3 14 used for implementation and expansion of early head start
 3 15 pilot projects addressing the comprehensive cognitive, social,
 3 16 emotional, and developmental needs of children from birth to
 3 17 age three, including prenatal support for qualified families.
 3 18 The projects shall promote healthy prenatal outcomes and
 3 19 healthy family functioning, and strengthen the development of
 3 20 infants and toddlers in low-income families. Priority shall be
 3 21 given to those organizations that have previously qualified for
 3 22 and received state funding to administer an early head start
 3 23 project.

Requires funding to be used for the implementation and expansion of Early Head Start pilot projects addressing the comprehensive cognitive, social, emotional, and developmental needs of children from birth to three years of age, including prenatal support for qualified families. Requires the projects to promote healthy prenatal outcomes and healthy family functioning, and to strengthen the development of infants and toddlers in low-income families. Priority for funding is to be given to organizations that previously qualified for State funding for a project.

3 24	8. STUDENT ACHIEVEMENT AND TEACHER QUALITY PROGRAM	General Fund appropriation to the Department of Education for the Student Achievement and Teacher Quality Program.
3 25	For purposes of the student achievement and teacher quality	
3 26	program established pursuant to chapter 284, and for not more	
3 27	than the following full-time equivalent positions:	DETAIL: Maintains the current level of funding and no change in FTE positions compared to estimated net FY 2026.
3 28	 \$ 2,990,467	
3 29	 FTEs 5.83	
3 30	9. STATEWIDE STUDENT ASSESSMENT	General Fund appropriation to the Department of Education for the Statewide Student Assessment to offset the cost of the statewide assessment for school districts and accredited nonpublic schools.
3 31	a. For distribution to the Iowa testing program by the	
3 32	department of education on behalf of school districts and	
3 33	accredited nonpublic schools to offset the costs associated	
3 34	with a statewide student assessment administered in accordance	
3 35	with section 256.7, subsection 21, paragraph "b":	DETAIL: Maintains the current level of funding compared to estimated net FY 2026.
3 36	 \$ 3,000,000	
3 37	b. From the moneys appropriated in this subsection, not more	Allocates up to \$300,000 of the Statewide Student Assessment appropriation to Iowa Testing Programs at the SUI to offset the costs of administering the statewide assessment at accredited nonpublic schools.
3 38	than \$300,000 shall be distributed to the Iowa testing programs	
3 39	within the state university of Iowa college of education	
4 1	to offset the costs of administering the statewide student	
4 2	assessment at accredited nonpublic schools.	
4 3	10. STATEWIDE CLEARINGHOUSE TO EXPAND WORK-BASED LEARNING	General Fund appropriation to the Department of Education for the creation of a statewide work-based learning clearinghouse .
4 4	For support costs associated with the creation of a	
4 5	statewide clearinghouse to expand work-based learning:	
4 6	 \$ 300,000	DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The clearinghouse connects employers and educators in a virtual space to create work-based learning opportunities for K-12 students, as well as students in college and trade school.
4 7	11. POSTSECONDARY SUMMER CLASSES FOR HIGH SCHOOL STUDENTS	General Fund appropriation to the Department of Education for the Summer Joint Enrollment Program to provide concurrent enrollment opportunities to high school students during the summer, when school aid weighting is not available as a funding source.
4 8	PROGRAM	
4 9	For support costs associated with the creation of a program	
4 10	to provide additional moneys for resident high school pupils	
4 11	enrolled in grades 9 through 12 to attend a community college	
4 12	for college-level classes or attend a class taught by a	
4 13	community college-employed instructor during the summer and	DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The appropriation is intended to fund programming provided during the summer of FY 2027.
4 14	outside of the regular school year through a contractual	
4 15	agreement between a community college and a school district:	

4 16 \$ 600,000

4 17 Notwithstanding section 8.33, moneys received by the
4 18 department pursuant to this subsection that remain unencumbered
4 19 or unobligated at the close of the fiscal year shall not revert
4 20 but shall remain available for expenditure for the purposes
4 21 specified in this subsection until the close of the succeeding
4 22 fiscal year.

CODE: Allows any unencumbered or unobligated funds appropriated to the Department of Education for the Summer Joint Enrollment Program for FY 2027 from the General Fund to remain available for expenditure in FY 2028.

4 23 12. JOBS FOR AMERICA'S GRADUATES
4 24 For school districts to reinforce collaborative efforts and
4 25 regional initiatives that accelerate work-based learning and
4 26 credential attainment, and to provide direct career education
4 27 services to identified middle school or high school students
4 28 enrolled in school districts through direct instruction by a
4 29 jobs for America's graduates specialist:
4 30 \$ 9,946,450

General Fund appropriation to the Department of Education that will be distributed to the Iowa Jobs for America's Graduates (iJAG) Program.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026.

4 31 Notwithstanding section 8.33, moneys received by the
4 32 department pursuant to this subsection that remain unencumbered
4 33 or unobligated at the close of the fiscal year shall not revert
4 34 but shall remain available for expenditure for the purposes
4 35 specified in this subsection until the close of the succeeding
4 36 fiscal year.

CODE: Allows any unencumbered or unobligated funds appropriated to the Department of Education for iJAG Graduates for FY 2027 from the General Fund to remain available for expenditure in FY 2028.

4 37 13. ATTENDANCE CENTER PERFORMANCE/GENERAL INTERNET SITE AND
4 38 DATA SYSTEM SUPPORT
4 39 For administration of a process for school districts to
5 1 establish specific performance goals and to evaluate the
5 2 performance of each attendance center operated by the district
5 3 in order to arrive at an overall school performance grade and
5 4 report card for each attendance center, for internet site
5 5 and data system support, and for not more than the following
5 6 full-time equivalent positions:
5 7 \$ 250,000
5 8 FTEs 1.60

General Fund appropriation to the Department of Education for the Attendance Center Website and Data System, which provides school performance reporting by district and by attendance center.

DETAIL: Maintains the current level of funding and no change in FTE positions compared to estimated net FY 2026.

5 9 14. SUCCESSFUL PROGRESSION FOR EARLY READERS
5 10 For distribution to school districts for implementation
5 11 of section 279.68, subsection 2, relating to successful

General Fund appropriation to the Department of Education for the Successful Progression for Early Readers Program.

5 12 progression for early readers:
 5 13 \$ 7,824,782

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The Program requires school districts to provide intensive instructional services and supports to students with a deficiency in reading.

5 14 15. EARLY WARNING SYSTEM FOR LITERACY
 5 15 a. For purposes of purchasing a statewide license for an
 5 16 early warning assessment and administering the early warning
 5 17 system for literacy established in accordance with section
 5 18 279.68 and rules adopted in accordance with section 256.7,
 5 19 subsection 31:
 5 20 \$ 1,915,000

General Fund appropriation to the Department of Education for the Early Warning System for Literacy Program.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The Program provides reading assessments for students in prekindergarten through grade six to identify students persistently at risk in reading. Local school districts use universal screening and progress monitoring assessments and store student performance data on a statewide database.

5 21 b. The department shall administer and distribute to school
 5 22 districts and accredited nonpublic schools the early warning
 5 23 assessment system that allows teachers to screen and monitor
 5 24 student literacy skills from prekindergarten through grade
 5 25 six. The department may charge school districts and accredited
 5 26 nonpublic schools a fee for the system not to exceed the actual
 5 27 costs to purchase a statewide license for the early warning
 5 28 assessment minus the moneys received by the department under
 5 29 this subsection. The fee shall be determined by dividing the
 5 30 actual remaining costs to purchase the statewide license for
 5 31 the school year by the number of pupils assessed under the
 5 32 system in the current fiscal year. School districts may use
 5 33 moneys received pursuant to section 257.10, subsection 11, and
 5 34 moneys received for purposes of implementing section 279.68,
 5 35 subsection 2, to pay the early warning assessment system fee.

Requires the Department of Education to provide reading assessments for prekindergarten through grade six to identify students not proficient in reading. Allows the Department to charge school districts for the cost of the assessment. The fee is determined by dividing the actual remaining costs to purchase the statewide license for the school year by the number of pupils assessed under the system in the current fiscal year. School districts are permitted to use the early intervention allocation and the successful progression for early readers to pay for the early warning assessment system fee.

DETAIL: Currently, the Department of Education provides the assessments at no cost to schools.

5 36 16. IOWA READING RESEARCH CENTER
 5 37 a. For purposes of the Iowa reading research center in
 5 38 order to implement, in collaboration with the area education
 5 39 agencies, the provisions of section 256.9, subsection 49,
 6 1 paragraph "c":
 6 2 \$ 1,500,000

General Fund appropriation to the Department of Education for the Iowa Reading Research Center.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The Center's purpose is to apply current research on literacy to the development of materials and to disseminate these materials across the State.

6 3 b. From moneys appropriated in this subsection, not more
 6 4 than \$250,000 shall be used for collaborations with the state
 6 5 board of education relating to the approval of practitioner
 6 6 preparation programs pursuant to section 256.7, subsection 3,
 6 7 paragraph "c", and with the board of educational examiners for
 6 8 the establishment and continuing oversight of the advanced
 6 9 dyslexia specialist endorsement pursuant to section 256.146,
 6 10 subsection 21. For the fiscal year beginning July 1, 2026, and
 6 11 ending June 30, 2027, the center shall submit a report to the
 6 12 general assembly detailing the expenditures of moneys used for
 6 13 purposes of this paragraph "b".

Limits the Iowa Reading Research Center from expending more than \$250,000 for the establishment and continuing oversight of the Advanced Dyslexia Specialist Endorsement. For FY 2027, the Act requires the Center to submit a report to the General Assembly detailing the expenditures of moneys used for these purposes in FY 2027.

6 14 c. Notwithstanding section 8.33, moneys received by the
 6 15 department pursuant to this subsection that remain unencumbered
 6 16 or unobligated at the close of the fiscal year shall not revert
 6 17 but shall remain available for expenditure for the purposes
 6 18 specified in this subsection until the close of the succeeding
 6 19 fiscal year.

CODE: Allows any unencumbered or unobligated moneys appropriated from the General Fund to the Department of Education for the Iowa Reading Research Center for FY 2027 to remain available for expenditure in FY 2028.

6 20 17. COMPUTER SCIENCE PROFESSIONAL DEVELOPMENT INCENTIVE
 6 21 FUND

General Fund appropriation to the Department of Education for the Computer Science Professional Development Incentive Fund.

6 22 For deposit in the computer science professional development
 6 23 incentive fund established in section 284.6A:
 6 24 \$ 500,000

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. School districts and teachers may receive moneys from the Fund as reimbursement for various forms of professional development relating to computer science.

6 25 18. CHILDREN'S MENTAL HEALTH SCHOOL-BASED TRAINING AND
 6 26 SUPPORT

General Fund appropriation to the Department of Education for children's mental health school-based training and support.

6 27 a. For distribution to area education agencies for
 6 28 school-based children's mental health services, including
 6 29 mental health awareness training for educators:
 6 30 \$ 1,899,682

DETAIL: This is a decrease of \$1,484,254 compared to estimated net FY 2026. This appropriation is managed by the Department and distributed to the AEAs. It is used to provide free, statewide access to Adverse Childhood Experiences (ACEs), Crisis Prevention Institute (CPI), and Mental Health First Aid professional learning for all educators and schools. AEAs also utilize additional funds to provide crisis intervention services.

6 31 b. Of the moneys appropriated in this subsection for
 6 32 distribution to area education agencies, \$200,000 shall be
 6 33 used for purposes of implementing a children's grief and
 6 34 loss rural program to serve Iowa children in rural school
 6 35 districts or accredited nonpublic schools. The program shall
 6 36 be administered by, and the moneys allocated pursuant to this
 6 37 paragraph shall be distributed to, an existing statewide
 6 38 not-for-profit health care organization that currently provides
 6 39 grief and loss services to children. For the fiscal year
 7 1 beginning July 1, 2026, and ending June 30, 2027, the health
 7 2 care organization receiving moneys pursuant to this paragraph
 7 3 shall prepare a report, in collaboration with the department
 7 4 of education, detailing the expenditures of moneys used for
 7 5 the purposes of this program and its outcomes, which shall be
 7 6 submitted to the general assembly by September 30, 2027.

Requires that \$200,000 of the appropriation for children's mental health school-based training and support to be used to implement a Children's Grief and Loss Rural Pilot Program to serve Iowa children in rural school districts or accredited nonpublic schools. The Program must be administered by, and \$200,000 must be allocated to, an existing statewide not-for-profit health care organization that currently provides grief and loss services to children.

Requires the statewide not-for-profit health care organization receiving moneys for the Children's Grief and Loss Rural Pilot Program, in collaboration with the Department of Education, to prepare a report detailing the expenditure of moneys used for the purposes of the Program and its outcomes to the General Assembly by September 30, 2027.

7 7 19. BEST BUDDIES IOWA

7 8 a. For school districts to create opportunities for
 7 9 one-to-one friendships, integrated employment, and leadership
 7 10 development for students with intellectual and developmental
 7 11 disabilities:
 7 12 \$ 35,000

General Fund appropriation to the Department of Education for Best Buddies Iowa.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The purpose of Best Buddies Iowa is to establish a volunteer movement that creates opportunities for one-to-one friendships, integrated employment, leadership development, and inclusive living for people with intellectual and developmental disabilities.

7 13 b. The department of education shall establish criteria for
 7 14 the distribution of moneys appropriated under this subsection
 7 15 and shall require an organization receiving moneys under this
 7 16 subsection to annually report student identifying data for
 7 17 students participating in the program to the department in the
 7 18 manner prescribed by the department as a condition of receiving
 7 19 such moneys.

Requires the Department of Education to establish criteria for the distribution of the General Fund appropriation for Best Buddies Iowa. Requires organizations receiving a distribution to report annually to the Department student identifying data for students participating in the program.

7 20 20. MIDWESTERN HIGHER EDUCATION COMPACT

7 21 For distribution to the midwestern higher education compact
 7 22 to pay Iowa's member state annual obligation:
 7 23 \$ 118,450

General Fund appropriation to the Department of Education for the State's annual membership dues for the Midwest Higher Education Compact (MHEC).

DETAIL: This is an increase of \$3,450 compared to estimated net FY 2026. The increase will be used to cover the cost

7 24 Notwithstanding section 8.33, moneys appropriated pursuant
 7 25 to this subsection that remain unencumbered or unobligated at
 7 26 the close of the fiscal year shall not revert but shall remain
 7 27 available for expenditure for the purposes designated until the
 7 28 close of the succeeding fiscal year.

7 29 21. NONPUBLIC SCHOOL CONCURRENT ENROLLMENT PAYMENTS TO
 7 30 COMMUNITY COLLEGES
 7 31 For payments to community colleges for the concurrent
 7 32 enrollment of accredited nonpublic school students under
 7 33 section 261E.8, subsection 2, paragraph "b":
 7 34 \$ 1,000,000

7 35 Notwithstanding section 8.33, moneys received by the
 7 36 department pursuant to this subsection that remain unencumbered
 7 37 or unobligated at the close of the fiscal year shall not revert
 7 38 but shall remain available for expenditure for the purposes
 7 39 designated until the close of the succeeding fiscal year.

8 1 22. COMMUNITY COLLEGES
 8 2 For general state financial aid to merged areas, as defined

increase of Iowa's membership in the MHEC. The MHEC provides cost-saving opportunities to the member states in the areas of technology, property insurance, and health care benefits. The MHEC also provides policy research to legislators, governors, trustees, and college and university leaders.

CODE: Allows any unencumbered or unobligated funds appropriated to the Department of Education for membership dues for the MHEC for FY 2027 from the General Fund to remain available for expenditure in FY 2028.

General Fund appropriation to the Department of Education for the community colleges for nonpublic school concurrent enrollment.

DETAIL: Maintains the current funding level compared to estimated net FY 2026. This appropriation is for the implementation of Iowa Code section [261E.8\(2\)\(b\)](#). Under this provision, the Department of Education pays some costs to a community college to cover the cost of administering concurrent enrollment with accredited nonpublic schools. Community colleges are to decrease the amount billed to the accredited nonpublic schools by the amount paid to the community colleges. If a student at an accredited nonpublic school takes a concurrent enrollment course at a community college, some of the cost is paid by the nonpublic school and some by the Department of Education. The Department of Education prorates the amount available if the funds are insufficient to pay for all contracted concurrent enrollment with an accredited nonpublic school.

CODE: Allows any unencumbered or unobligated funds appropriated to the Department of Education for nonpublic concurrent enrollment payments to community colleges for FY 2027 from the General Fund to remain available for expenditure in FY 2028.

General Fund appropriation for the Community Colleges General Aid.

8 3 in section 260C.2, in accordance with section 260C.18C:
 8 4 \$ 246,858,161

DETAIL: This is an increase of \$3,500,000 compared to estimated net FY 2026. The General Assembly annually appropriates general aid to the 15 community colleges to support their general operations. The colleges treat the funding as unrestricted general fund revenue.

8 5 23. IOWA SCHOOL FOR THE DEAF
 8 6 For salaries, support, maintenance, and miscellaneous
 8 7 purposes, and for not more than the following full-time
 8 8 equivalent positions:
 8 9 \$ 12,813,313
 8 10 FTEs 132.00

General Fund appropriation to the Iowa School for the Deaf.

DETAIL: This is an increase of \$763,669 and 29.15 FTE positions compared to estimated net FY 2026. The funding provides for a 2.00% general increase to match State supplemental aid and a new Registered Nurse, Special Education Director, and School Security and Safety system. The School for the Deaf operates under the supervision of the Department of Education to provide educational services to deaf or hearing-impaired Iowa students from preschool through age 21. The school is located in Council Bluffs.

8 11 24. IOWA EDUCATIONAL SERVICES FOR THE BLIND AND VISUALLY
 8 12 IMPAIRED PROGRAM
 8 13 For salaries, support, maintenance, and miscellaneous
 8 14 purposes, and for not more than the following full-time
 8 15 equivalent positions:
 8 16 \$ 5,112,412
 8 17 FTEs 68.72

General Fund appropriation to the Iowa Educational Services for the Blind and Visually Impaired (IESBVI).

DETAIL: This is an increase of \$100,243 and no change in FTE positions compared to estimated net FY 2026. The IESBVI operates under the direction of the Department of Education. The IESBVI collaborates with the Department for the Blind and AEs to provide a wide variety of services to visually impaired or blind Iowans and their educators. The Iowa School for the Deaf and the IESBVI share a director.

8 18 25. SCIENCE, TECHNOLOGY, ENGINEERING, AND MATHEMATICS
 8 19 (STEM) COLLABORATIVE INITIATIVE
 8 20 For purposes of the science, technology, engineering, and
 8 21 mathematics (STEM) collaborative initiative established in
 8 22 section 256.111, and for not more than the following full-time
 8 23 equivalent positions:
 8 24 \$ 6,310,409
 8 25 FTEs 7.00

General Fund appropriation to the Innovation Division of the Department of Education for the Science, Technology, Engineering, and Mathematics (STEM) Collaborative Initiative.

DETAIL: This is a decrease of \$44,439 and an increase of 2.00 FTE positions compared to estimated net FY 2026, due to the elimination of STEM Day at the Iowa State Fair. The Iowa Mathematics and Science Education Partnership (IMSEP) is the program arm of the Governor's STEM Advisory Council as well as an interuniversity STEM initiative headquartered at the

- 8 26 a. Except as otherwise provided in this subsection, the
 8 27 moneys appropriated in this subsection shall be expended for
 8 28 salaries, staffing, institutional support, activities directly
 8 29 related to recruitment of kindergarten through grade 12
 8 30 mathematics and science teachers, and for ongoing mathematics
 8 31 and science programming for students enrolled in kindergarten
 8 32 through grade 12.
- 8 33 b. From the moneys appropriated in this subsection, not less
 8 34 than \$500,000 shall be used to provide, or support access to,
 8 35 all of the following:
- 8 36 (1) Technology and emerging technology education
 8 37 opportunities, including but not limited to artificial
 8 38 intelligence, computer science, data science, and related
 8 39 fields, to high school students and career academy students.
 - 9 1 (2) Opportunities for students and instructional staff to
 9 2 obtain industry-recognized credentials, certifications, or
 9 3 other validated competencies.
 - 9 4 (3) Research-based or evidence-informed instructional
 9 5 content and learning frameworks.
 - 9 6 (4) Online or hybrid access to instructional content.
 - 9 7 (5) Instructional software, platforms, tools, or resources
 9 8 for classroom and student use.
 - 9 9 (6) Validation, certification, or credentialing of skills
 9 10 and competencies across a broad range of technology-related and
 9 11 artificial intelligence-related disciplines.
 - 9 12 (7) Professional development, training, or
 9 13 capacity-building opportunities for teachers and instructional
 9 14 staff.
 - 9 15 (8) Deployment, implementation, and programmatic support,
 9 16 including but not limited to alignment or integration with
 9 17 applicable academic standards or workforce needs.
- 9 18 c. Notwithstanding section 8.33, moneys received by the
 9 19 department pursuant to this subsection that remain unencumbered
 9 20 or unobligated at the close of the fiscal year shall not revert

Innovation Division. Core programs include I-Teach Mathematics and Science Teacher Recruitment Program; Project Lead the Way expansion; Real-World Externships for Teachers; and statewide professional development, outreach, and learner enrichment.

Specifies that the STEM Collaborative Initiative appropriation is for activities directly related to the recruitment of kindergarten through grade 12 mathematics and science teachers and for ongoing mathematics and science programming for students enrolled in kindergarten through grade 12.

Requires that at least \$500,000 of the General Fund appropriation for the STEM Collaborative Initiative be used to provide or support access to technology education opportunities for initiatives detailed in the Act.

CODE: Allows any unencumbered or unobligated moneys appropriated from the General Fund to the Innovation

9 21	but shall remain available for expenditure for the purposes		Division for the STEM Collaborative Initiative for FY 2027 to
9 22	designated until the close of the succeeding fiscal year.		remain available for expenditure in FY 2028.
9 23	26. THERAPEUTIC CLASSROOM INCENTIVE FUND		General Fund appropriation to the Department of Education for
9 24	For deposit in the therapeutic classroom incentive fund		the Therapeutic Classroom Incentive Fund.
9 25	established in section 256.25:		
9 26	 \$	2,351,382	DETAIL: Maintains the current level of funding compared to
			estimated net FY 2026.
9 27	27. ONLINE STATE JOB POSTING SYSTEM		General Fund appropriation to the Department of Education
9 28	For purposes of administering an online state job posting		to administer an Online State Job Posting System.
9 29	system that allows the department of education, school		
9 30	districts, charter schools, area education agencies, and		DETAIL: Maintains the current level of funding compared to
9 31	accredited nonpublic schools to post job openings on an		estimated net FY 2026. Allows the Department of Education,
9 32	internet site:		school districts, charter schools, AEAs, and accredited
9 33	 \$	265,000	nonpublic schools to post job openings on the System.
9 34	28. LEAD-K PROGRAM		General Fund appropriation to the Department of Education
9 35	For purposes of maintaining and implementing the program		for the Language Equality and Acquisition for Deaf Kids
9 36	established pursuant to section 256.106, including ensuring		(LEAD-K) Program.
9 37	statewide consistency in guidance and supports related to		
9 38	language and communication outcomes for children who are deaf		
9 39	or hard of hearing:		DETAIL: Maintains the current level of funding compared to
10 1	 \$	200,000	estimated net FY 2026. The Program provides assistance to
			deaf and hard-of-hearing children by coordinating, developing,
			and disseminating resources for use by parents or guardians
			pursuant to Iowa Code section 256.106 .
10 2	29. DIVISION OF SPECIAL EDUCATION		General Fund appropriation for the Division of Special Education
10 3	For general supervision, oversight, compliance, employee		under the Department of Education.
10 4	salaries, support, maintenance, and miscellaneous purposes		
10 5	within the area education agency regions and the department		DETAIL: This is an increase of \$5,000,000 from the General
10 6	of education main office, and for not more than the following		Fund and 30.50 FTE positions compared to estimated net
10 7	full-time equivalent positions:		FY 2026. The Division of Special Education oversees special
10 8	 \$	10,000,000	education services provided by the AEAs and the Department of
10 9	 FTEs	60.00	Education throughout the State.
			NOTE: 2025 Iowa Acts, chapter 160 (Sports Wagering Receipts
			Act), appropriated \$5,000,000 from the Sports Wagering
			Receipts Fund (SWRF) for the Division of Special Education in

					FY 2026. The appropriation will no longer be made from the SWRF and will instead be fully funded by the General Fund in FY 2027.
10	10	30. PROFESSIONAL DEVELOPMENT			General Fund appropriation to the Department of Education for professional development.
10	11	For purposes of providing required professional development			
10	12	to public and nonpublic schools:			
10	13	 \$	1,676,458		DETAIL: This is a decrease of \$500,000 compared to estimated net FY 2026. The decrease in funding reflects the elimination of duplicative training.
10	14	31. COLLEGE STUDENT AID COMMISSION			
10	15	a. ADMINISTRATION			General Fund appropriation to the Department of Education for College Student Aid Commission administration.
10	16	For general administration salaries, support, maintenance,			
10	17	and miscellaneous purposes, and for the administration of the			
10	18	future ready Iowa skilled workforce last-dollar scholarship			DETAIL: Maintains the current level of funding and no change in FTE positions compared to estimated net
10	19	program in accordance with section 256.228, including salaries,			FY 2026. Commission administrative costs are funded by a
10	20	support, maintenance, and miscellaneous purposes related to the			combination of the annual General Fund appropriation and
10	21	future ready Iowa skilled workforce last-dollar scholarship			the agency's Operating Fund. The Operating Fund consists
10	22	program, and for not more than the following full-time			of revenue from the remainder of the agency's federal
10	23	equivalent positions:			student loan portfolio.
10	24	 \$	591,533		
10	25	 FTEs	4.95		
10	26	b. National guard service scholarship program			General Fund appropriation to the Department of Education
10	27	For purposes of providing national guard service			for the College Student Aid Commission National Guard
10	28	scholarships under the program established in section 256.210:			Service Scholarship Program.
10	29	 \$	6,600,000		DETAIL: Maintains the current level of funding compared to estimated net FY 2026.
					The National Guard Service Scholarship, previously known as the National Guard Educational Assistance Program, provides scholarships to National Guard members attending eligible Iowa colleges and universities, including community colleges. The maximum award cannot exceed the average resident tuition rate established for the Regents universities. Each year, the Guard determines what percentage of tuition

10 30 c. All Iowa opportunity scholarship program
10 31 (1) For deposit in the all Iowa opportunity scholarship fund
10 32 created in section 256.212:
10 33 \$ 3,229,468

will be reimbursed based on the available funding and the anticipated number of applications. Awardees are limited to receiving total assistance under the Scholarship for up to 120.00 semester credit hours of undergraduate study or the equivalent. An additional 10.00 semester hours of undergraduate study are available for those pursuing a degree that qualifies for the federal Edith Nourse Rogers STEM Scholarship.

General Fund appropriation to the Department of Education for the College Student Aid Commission All Iowa Opportunity Scholarship Program.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The FY 2027 appropriation is sufficient to fund all applicants who fall under the Program's first priority for foster care students, the second priority for surviving children of public safety officers killed in the line of duty, and the third priority for renewal applicants not in the first two priorities, and to fund a portion of applicants in the fourth priority for alternative high school students. To be eligible for the All Iowa Opportunity Scholarship, applicants must meet the following requirements:

- The applicant must be an Iowa resident who begins initial enrollment at an eligible Iowa college or university within two academic years of graduating from high school or receipt of a high school equivalency diploma and remains enrolled continuously from year to year.
- The applicant must be enrolled in at least 3.00 semester hours (or the trimester or quarter equivalent) in a program leading to an undergraduate degree.
- The applicant's Expected Family Contribution (EFC) on the Free Application for Federal Student Aid (FAFSA) must fall below the eligibility level determined annually by the College Student Aid Commission.

10 34 (2) For the fiscal year beginning July 1, 2026, if the
10 35 moneys appropriated in this lettered paragraph exceed \$500,000,
10 36 "eligible institution" as defined in section 256.212 shall,
10 37 during the fiscal year beginning July 1, 2026, include
10 38 accredited private institutions as defined in section 256.183.

Permits private colleges and universities that are eligible for the Iowa Tuition Grant Program to be included in the All Iowa Opportunity Scholarship Program if the amount appropriated for FY 2027 exceeds \$500,000.

10 39 d. Teach Iowa scholar program
 11 1 (1) For deposit in the teach Iowa scholar fund established
 11 2 in section 256.218:
 11 3 \$ 1,045,248

DETAIL: The FY 2027 appropriation is \$3,229,468 and exceeds the \$500,000 appropriation requirement. Therefore, private colleges and universities that are eligible for the Iowa Tuition Grant Program are permitted to be included in the All Iowa Opportunity Scholarship Program.

General Fund appropriation to the Department of Education for the College Student Aid Commission Teach Iowa Scholar Program.

DETAIL: This is an increase of \$96,533 compared to estimated net FY 2026.

The Teach Iowa Scholar Program offers an income bonus or student loan repayment to recent graduates of postsecondary teacher preparation programs who teach in eligible teaching fields at a school district or AEA for up to five years. Eligible teaching fields are designated annually as shortage areas by the Department of Education. To be eligible, teachers must graduate in the top 25.00% of their class within the teacher preparation program and must secure full-time employment for the coming school year. The employment can be at either a local school district or an AEA but must be in a designated teaching field.

11 4 (2) From the moneys appropriated in this paragraph, \$96,533
 11 5 shall be allocated to grants to eligible applicants under the
 11 6 teach Iowa scholar program who teach in a school district that
 11 7 is located in a city in Iowa with a population of less than
 11 8 twenty-six thousand that is located more than twenty miles from
 11 9 a city with a population of greater than fifty thousand.

Allocates \$96,533 to grants to eligible applicants under the Teach Iowa Scholar program who teach in a city in Iowa with a population of less than 26,000 and farther than 20 miles from a city with a population greater than 50,000.

11 10 e. Health care professional incentive program
 11 11 For deposit in the health care professional incentive
 11 12 program fund created in section 256.222:
 11 13 \$ 7,985,911

General Fund appropriation to the Department of Education for the Health Care Professional Incentive Program.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026.

11 14 f. Rural veterinarian loan repayment program
 11 15 For deposit in the rural veterinary care trust fund created
 11 16 in section 256.226:

General Fund appropriation to the Department of Education for the College Student Aid Commission Rural Veterinarian Loan Repayment Program.

PG LN	GA:91 HF2783	Explanation
11 17	 \$ 700,000	DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The Rural Veterinarian Loan Repayment Program was created in 2020 Iowa Acts, chapter 1049 (Rural Veterinarian Loan Repayment Program Act). The Program is administered by the College Student Aid Commission and provides loan repayments for veterinarians who agree to practice in rural service commitment areas or veterinary shortage areas for at least four years. A rural service commitment area is defined as a city in Iowa with a population of less than 26,000 that is located more than 20 miles from a city with a population of 50,000 or more. The service commitment area must provide matching funding equivalent to 12.50% of the veterinarian's total eligible loan amount upon graduation. Veterinary shortage areas are identified and nominated by the State Veterinarian or recommended for designation in accordance with the federal National Veterinary Medical Service Act and published by the United States Department of Agriculture.
11 18	g. Future ready Iowa skilled workforce last-dollar	General Fund appropriation to the Department of Education for the College Student Aid Commission Future Ready Iowa Skilled Workforce Last-Dollar Scholarship Program. DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The Last-Dollar Scholarship Program was created in 2018 Iowa Acts, chapter 1067 (Future Ready Iowa Act), and first funded for FY 2020. The Program provides financial aid to students who attend community colleges or accredited private nonprofit institutions and enroll in programs of study that lead to a postsecondary credential, up to and including an associate degree, aligned with a high-demand job as designated by Iowa Workforce Development or a community college. The full amount of other State and federal nonrepayable student aid available to the student must be considered first, and that amount combined with the Last-Dollar Scholarship award cannot exceed the total of tuition and mandatory fees charged by the institution.
11 19	scholarship program	
11 20	For deposit in the future ready Iowa skilled workforce	
11 21	last-dollar scholarship fund created in section 256.228:	
11 22	 \$ 23,927,005	

11 23 h. Future ready Iowa skilled workforce grant program
 11 24 For deposit in the future ready Iowa skilled workforce grant
 11 25 fund created in section 256.229:
 11 26 \$ 425,000

General Fund appropriation to the Department of Education for the College Student Aid Commission Future Ready Iowa Skilled Workforce Grant Program.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The Grant provides assistance to students enrolled in specific vocational-technical or career option programs at Iowa community colleges or virtual institutions.

11 27 i. Iowa workforce grant and incentive program
 11 28 For deposit in the Iowa workforce grant and incentive
 11 29 program fund created in section 256.230:
 11 30 \$ 6,500,000

General Fund appropriation to the Department of Education for the Iowa Workforce Grant and Incentive Program.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026.

11 31 j. Court reporter equipment grant program
 11 32 For deposit in the court reporter equipment grant program
 11 33 fund created in section 256.231:
 11 34 \$ 50,000

General Fund appropriation to the Department of Education for the Court Reporter Equipment Grant program.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026.

11 35 32. ADVANCED DYSLEXIA SPECIALIST ENDORSEMENT
 11 36 For purposes of a grant program that provides grants to
 11 37 teachers licensed by the board of educational examiners to
 11 38 offset the costs associated with obtaining an advanced dyslexia
 11 39 specialist endorsement issued by the board of educational
 12 1 examiners pursuant to section 256.146, subsection 21:
 12 2 \$ 335,000

General Fund appropriation to the Advanced Dyslexia Specialist Endorsement under the Department of Education.

DETAIL: This is a new appropriation of \$335,000 in FY 2027 to the Department of Education. The program provides grants to teachers licensed by the BOEE to offset the costs associated with obtaining an Advanced Dyslexia Specialist Endorsement.

12 3 33. SCHOOL DISTRICT ELECTRONIC MAIL SECURITY
 12 4 a. For purposes of procuring, implementing, and maintaining
 12 5 on-premises and secure electronic mail gateway appliances
 12 6 that support centralized policy management, automated threat
 12 7 response, and unified threat visibility, and that utilize
 12 8 artificial intelligence-powered security subscriptions and
 12 9 support services to protect school district electronic mail
 12 10 systems from phishing, compromise, malware, and other advanced
 12 11 cyber threats:

VETOED

General Fund appropriation for School District Electronic Mail Security.

DETAIL: This is a new appropriation of \$500,000 to the Department of Education in FY 2027. It provides for the procurement, implementation, and maintenance of on-premises and secure electronic mail gateway appliances to protect school district electronic mail systems from phishing, compromise, malware, and other advanced cyber threats.

PG LN	GA:91 HF2783	Explanation
12 12	 \$ 500,000	VETOED: The Governor vetoed this appropriation, stating that the provision benefited a specific vendor, and that the allocation incentivized school districts to subscribe to ongoing cybersecurity services with long-term financial commitments that would exceed the one-time funding provided in the Act. The Governor also stated that the cybersecurity services described in the Act are already accessible to school districts through State-negotiated agreements.
12 13 12 14 12 15 12 16 12 17	b. Notwithstanding section 8.33, moneys appropriated in this subsection that remain unencumbered or unobligated at the close of the fiscal year shall not revert but shall remain available for expenditure for the purposes designated until the close of the fiscal year that begins July 1, 2030.	CODE: Allows any unencumbered or unobligated funds appropriated for School District Electronic Mail Security for FY 2027 from the General Fund to remain available for expenditure through FY 2031.
12 18 12 19 12 20 12 21 12 22 12 23 12 24	Sec. 3. IOWA SKILLED WORKER AND JOB CREATION FUND APPROPRIATIONS. There is appropriated from the Iowa skilled worker and job creation fund created in section 8.57J to the department of education for the fiscal year beginning July 1, 2026, and ending June 30, 2027, the following amounts, or so much thereof as is necessary, to be used for the purposes designated:	Skilled Worker and Job Creation Fund appropriations to the Department of Education.
12 25 12 26 12 27	1. For purposes of providing skilled workforce shortage tuition grants in accordance with section 256.227: \$ 5,000,000	Skilled Worker and Job Creation Fund appropriation for the Skilled Workforce Shortage Tuition Grant Program.
		DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The Grant provides assistance to students enrolled in specific vocational-technical or career option programs at Iowa community colleges. Students must be Iowa residents enrolled in at least 3.00 credit hours (or 12 weeks) of a qualified program of study in an identified workforce shortage area.
12 28 12 29 12 30	2. For deposit in the workforce training and economic development funds created pursuant to section 260C.18A: \$ 15,100,000	Skilled Worker and Job Creation Fund appropriation for the workforce training and economic development funds at community colleges.

	DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The funds are administered by the Department of Education and used to support a variety of job training and retraining programs, as well as career academies for high school students. At least 70.00% of the funds must be used on projects in the areas of advanced manufacturing; information technology and insurance; alternative and renewable energy; and life sciences, including biotechnology, health care technology, and nursing care technology.
12 31 From the moneys appropriated in this subsection, not 12 32 more than \$100,000 shall be used by the department for 12 33 administration of the workforce training and economic 12 34 development funds created pursuant to section 260C.18A.	Permits the Department of Education to use up to \$100,000 of the appropriation for administration of the workforce training and economic development funds at community colleges.
12 35 3. a. For capital projects at community colleges that meet 12 36 the definition of the term “vertical infrastructure” in section 12 37 8.57, subsection 3, paragraph “c”: 12 38 \$ 6,000,000	Skilled Worker and Job Creation Fund appropriation for vertical infrastructure projects at community colleges.
	DETAIL: Maintains the current level of funding compared to estimated net FY 2026. This budget unit has been renamed from the ACE Infrastructure — SWJCF in FY 2026 to Workforce Infrastructure Fund — SWJCF in FY 2027 as requested by the Department of Management. A portion of this funding may be used for the Accelerated Career Education (ACE) Program capital projects, which are funded in large part through job credits from withholding taxes under agreements among the colleges, the Department of Revenue, and employers.
12 39 b. Moneys appropriated in this subsection shall be 13 1 disbursed pursuant to section 260G.6, subsection 3. Projects 13 2 that qualify for moneys appropriated in this subsection must 13 3 include at least one of the following: 13 4 (1) Accelerated career education program capital projects. 13 5 (2) Major renovations and major repair needs, including 13 6 health, life, and fire safety needs, including compliance with 13 7 the federal Americans with Disabilities Act.	Requires that the funds appropriated for vertical infrastructure at community colleges be allocated equally among the 15 community colleges. Specifies that qualifying projects must include at least one of the following: • Accelerated Career Education (ACE) Program capital projects • Major renovations and repairs to comply with the federal Americans with Disabilities Act (ADA)

13 8 c. (1) If the career training physical expansion program
 13 9 fund created in section 84J.3 is enacted by 2026 Iowa Acts,
 13 10 House File 2466, or successor legislation, or by 2026 Iowa
 13 11 Acts, Senate File 2168, or successor legislation, then the
 13 12 department of education shall deposit \$3,500,000 of the moneys
 13 13 appropriated under paragraph "a" into the career training
 13 14 physical expansion program fund.

13 15 (2) The deposit of moneys described in this paragraph is
 13 16 contingent on the career training physical expansion program
 13 17 fund created in section 84J.3, if enacted by 2026 Iowa Acts,
 13 18 House File 2466, or successor legislation, or by 2026 Iowa
 13 19 Acts, Senate File 2168, or successor legislation, receiving no
 13 20 other moneys for the fiscal year beginning July 1, 2026, in any
 13 21 Act of the general assembly.

Authorizes a contingent allocation of \$3,500,000 from the funds appropriated from the Skilled Worker Job Creation Fund for vertical infrastructure projects at community colleges for the Career Training Physical Expansion Program Fund.

DETAIL: This appropriation is contingent upon the enactment of [House File 2466](#) (Workforce and Apprenticeships, Programs and Funding Bill), or [Senate File 2168](#) (Reemployment Case Management and Unemployment Insurance Processing Act) or successor legislation. This is a new appropriation for FY 2027. The appropriation would be used to provide financial assistance for the construction of new facilities and the procurement of equipment to expand the capacity of community colleges and apprenticeship programs to provide education and training for workers in high-demand fields.

NOTE: [Senate File 2168](#) (Reemployment Case Management and Unemployment Insurance Processing Act) was passed by the General Assembly on May 1, 2026, and signed by the Governor on June 2, 2026.

13 22 4. For deposit in the pathways for academic career and
 13 23 employment fund created in section 260H.2:
 13 24 \$ 4,800,000

Skilled Worker and Job Creation Fund appropriation for the Pathways for Academic Career and Employment (PACE) Program.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. Under the PACE Program, the community colleges coordinate with the Iowa Economic Development Authority, the Department of Education, Iowa Workforce Development, regional advisory boards, and community partners to develop a simplified, streamlined, and comprehensive process and customized support services to help participants acquire training to secure gainful, quality, in-state employment.

13 25 5. For deposit in the gap tuition assistance fund
 13 26 established in section 260I.2:
 13 27 \$ 2,000,000

Skilled Worker and Job Creation Fund appropriation for the Gap Tuition Assistance Program.

			DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The appropriation provides funding to community colleges for need-based tuition assistance to enable applicants to complete continuing education certificate training programs for in-demand occupations.
13 28	6. For support costs associated with administering a		Skilled Worker and Job Creation Fund appropriation for
13 29	workforce preparation outcome reporting system for the purpose		administration of a Workforce Preparation Outcome Reporting
13 30	of collecting and reporting data relating to the educational		System.
13 31	and employment outcomes of workforce preparation programs		
13 32	receiving moneys pursuant to this section:		DETAIL: Maintains the current level of funding compared to
13 33	 \$	75,000	estimated net FY 2026.
13 34	7. For STEM best:		Skilled Worker and Job Creation Fund appropriation for the
13 35	 \$	700,000	Future Ready Iowa STEM Best Program.
			DETAIL: Maintains the current funding level compared to
			estimated net FY 2026.
			The STEM Best Program seeks to bridge cultures between
			businesses and schools through education programs in the
			fields of manufacturing, information technology, bioscience,
			finance, and more while focusing on business applications. The
			Program was created in 2012 Iowa Acts, chapter 1132 (FY 2013
			Education Appropriations Act).
13 36	Notwithstanding section 8.33, moneys appropriated in this		CODE: Allows unencumbered or unobligated funds
13 37	section that remain unencumbered or unobligated at the close of		appropriated from the Skilled Worker and Job Creation Fund
13 38	the fiscal year shall not revert but shall remain available for		for FY 2027 in this section to remain available to the
13 39	expenditure for the purposes designated until the close of the		Department of Education for expenditure in FY 2028.
14 1	succeeding fiscal year.		
14 2	Sec. 4. CHIROPRACTIC LOAN FUNDS. Notwithstanding section		CODE: Permits the funds in the Chiropractic Loan Revolving
14 3	256.204, the moneys deposited in the chiropractic loan		Fund for FY 2027 to be used for the Chiropractic Loan
14 4	revolving fund created in section 256.204 for the fiscal year		Forgiveness Program.
14 5	beginning July 1, 2026, and ending June 30, 2027, may be used		
14 6	for purposes of the chiropractic loan forgiveness program		
14 7	established in section 256.205.		
14 8	Sec. 5. PRESCRIPTION DRUG COSTS. The department of		Requires the Department of Administrative Services to pay to
14 9	administrative services shall pay the Iowa school for the deaf		the special schools the funds collected from the counties for

PG LN	GA:91 HF2783	Explanation
14 10 14 11 14 12 14 13 14 14 14 15	and the Iowa educational services for the blind and visually impaired program the moneys collected from the counties during the fiscal year beginning July 1, 2026, for expenses relating to prescription drug costs for students attending the Iowa school for the deaf and the Iowa educational services for the blind and visually impaired program.	prescription drug expenses for students attending the special schools.
14 16 14 17	DIVISION III FY 2026-2027 APPROPRIATIONS — STATE BOARD OF REGENTS	
14 18 14 19 14 20 14 21 14 22	Sec. 6. GENERAL FUND APPROPRIATIONS. There is appropriated from the general fund of the state to the state board of regents for the fiscal year beginning July 1, 2026, and ending June 30, 2027, the following amounts, or so much thereof as is necessary, to be used for the purposes designated:	General Fund appropriations to the Board of Regents.
14 23 14 24 14 25 14 26	1. OFFICE OF STATE BOARD OF REGENTS a. For salaries, support, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions:	General Fund appropriation to the Board of Regents for the Board of Regents Office.
14 27 14 28	 \$ 764,642 FTEs 2.48	DETAIL: Maintains the current level of funding and no change in FTE positions compared to estimated net FY 2026. Created by the Iowa General Assembly in 1909, the Board of Regents is a group of nine citizens appointed to govern the three State universities. The Board governs through policymaking, coordination, and oversight, as provided by law.
14 29 14 30 14 31 14 32 14 33 14 34 14 35	For the fiscal year beginning July 1, 2026, and ending June 30, 2027, the state board of regents shall submit a quarterly financial report to the general assembly in a format agreed upon by the state board of regents office and the legislative services agency. The report submitted for the quarter ending December 31, 2026, must include the five-year graduation rates for the regents universities.	Requires quarterly financial reports from the Board of Regents to be submitted to the General Assembly and the Legislative Services Agency (LSA). The second quarter report for FY 2027 must include the five-year graduation rates for Regents universities.
14 36 14 37 14 38	b. For distribution to the western Iowa regents resource center: \$ 268,297	General Fund appropriation to the Board of Regents for the Western Iowa Regents Resource Centers.
		DETAIL: Maintains the current level of funding compared to estimated net FY 2026. Through the Western Iowa Regents Resource Centers, the Regents universities partner with community colleges to provide access to credit courses, the opportunity to complete degree programs, and access to

information regarding admission or transfer to the universities.
The locations of the five centers are:

- Iowa Western Community College in Council Bluffs
- Iowa Western Community College in Harlan
- Southwestern Community College in Creston
- Northwest Iowa Community College in Sheldon
- Western Iowa Tech Community College in Sioux City

14 39 c. For the fiscal year beginning July 1, 2026, and ending
15 1 June 30, 2027, the state board of regents and the institutions
15 2 of higher learning governed by the state board of regents
15 3 shall not reduce moneys budgeted for the fiscal year for the
15 4 institutions' police departments.

Prohibits the Board of Regents and the Regents universities
from reducing moneys budgeted for FY 2027 for the
institutions' police departments.

15 5 d. For allocation in equal parts by the state board of
15 6 regents to the state university of Iowa, the Iowa state
15 7 university of science and technology, and the university
15 8 of northern Iowa to support the John Pappajohn centers for
15 9 entrepreneurship:
15 10 \$ 125,000

General Fund appropriation to the Board of Regents for
distribution to the Regent universities' John Pappajohn Centers
for Entrepreneurship (JPECs).

DETAIL: Maintains the current level of funding compared to
estimated net FY 2026. The Board of Regents is to distribute
these funds equally to the Regents universities. The
appropriation will be equally allocated to the University of Iowa
(SUI), Iowa State University (ISU), and University of Northern
Iowa (UNI) to support the JPECs.

15 11 The moneys appropriated in this lettered paragraph shall be
15 12 used to supplement, not supplant, any other funding received by
15 13 the John Pappajohn centers for entrepreneurship.

Funds provided to the JPECs are required to supplement, not
supplant, other funding received by the JPECs.

15 14 2. STATE UNIVERSITY OF IOWA

15 15 a. General university
15 16 For salaries, support, maintenance, equipment, financial
15 17 aid, and miscellaneous purposes, and for not more than the
15 18 following full-time equivalent positions:
15 19 \$ 223,496,355
15 20 FTEs 5,058.32

General Fund appropriation to the SUI for the general education
budget.

DETAIL: Maintains the current level of funding and no change in
FTE positions compared to estimated net FY 2026. The SUI was
established in 1847 and is a major national research university.
The University offers more than 100 areas for both
undergraduate and graduate study that range across the arts,
sciences, and humanities, and it offers seven professional

degrees. The areas of study are organized into 11 colleges: Liberal Arts and Sciences, Education, Engineering, Law, Nursing, Pharmacy, Dentistry, Public Health, the Henry B. Tippie College of Business, the Roy J. and Lucille A. Carver College of Medicine, and the Graduate College.

15 21 b. Oakdale campus
 15 22 For salaries, support, maintenance, and miscellaneous
 15 23 purposes, and for not more than the following full-time
 15 24 equivalent positions:
 15 25 \$ 2,103,819
 15 26 FTEs 38.25

General Fund appropriation to the SUI for the Oakdale Campus.

DETAIL: Maintains the current level of funding and no change in FTE positions compared to estimated net FY 2026. Established in 1989 as the Oakdale Research Park, the SUI Research Park leases building sites and space to growing technology companies that require a sustained relationship with the SUI. The SUI Research Park offers collaborative opportunities and access to the SUI's research resources, including a business incubator; research facilities; and a faculty of scientists, physicians, and engineers.

15 27 c. State hygienic laboratory
 15 28 For salaries, support, maintenance, and miscellaneous
 15 29 purposes, and for not more than the following full-time
 15 30 equivalent positions:
 15 31 \$ 4,822,610
 15 32 FTEs 102.51

General Fund appropriation to the SUI for the State Hygienic Laboratory.

DETAIL: Maintains the current level of funding and no change in FTE positions compared to estimated net FY 2026. Established in 1904, the State Hygienic Laboratory serves all of Iowa's 99 counties through disease detection, environmental monitoring, and newborn and maternal screening. The main facilities are headquartered on the SUI Research Park campus in Coralville. Additional testing facilities are part of the Iowa Laboratory Facilities in Ankeny.

15 33 d. Family practice program
 15 34 For allocation by the dean of the college of medicine, with
 15 35 approval of the advisory board, to qualified participants
 15 36 to carry out the provisions of chapter 148D for the family
 15 37 practice residency education program, including salaries
 15 38 and support, and for not more than the following full-time
 15 39 equivalent positions:
 16 1 \$ 2,220,598
 16 2 FTEs 2.71

General Fund appropriation to the SUI for the Family Practice Residency Education Program.

DETAIL: Maintains the current level of funding and no change in FTE positions compared to estimated net FY 2026. The Family Practice Residency Education Program provides financial, educational, and technical support to a network of eight community-based residencies that train physicians in the specialty of family practice. The residencies are dispersed into regions of the State to help improve the geographic distribution

of family practice graduates and physicians in general. The training programs are located in Davenport, Des Moines, Iowa City, Mason City, Sioux City, and Waterloo.

16	3	e. Child health care services		
16	4	For specialized child health care services, including		
16	5	childhood cancer diagnostic and treatment network programs,		
16	6	rural comprehensive care for hemophilia patients, and the		
16	7	Iowa high-risk infant follow-up program, including salaries		
16	8	and support, and for not more than the following full-time		
16	9	equivalent positions:		
16	10	 \$	634,502	
16	11	 FTEs	4.16	

General Fund appropriation to the SUI for Specialized Child Health Care Services (CHSC).

DETAIL: Maintains the current level of funding and no change in FTE positions compared to estimated net FY 2026. The CHSC serves children and youth, from birth through 21 years of age, who live in Iowa and have a chronic condition (physical, developmental, behavioral, or emotional) or are at increased risk for a chronic condition and also have a need for special services. The CHSC facilitates the development of family-centered, community-based, coordinated systems of care. The CHSC is funded partially by the federal Title V Maternal and Child Health Block Grant, in addition to funding provided by the HHS, the Iowa Department of Education, and other community partners. The CHSC is administered by the Department of Pediatrics at the SUI.

16	12	f. Statewide cancer registry		
16	13	For the statewide cancer registry, and for not more than the		
16	14	following full-time equivalent positions:		
16	15	 \$	143,410	
16	16	 FTEs	2.10	

General Fund appropriation to the SUI for the Statewide Cancer Registry.

DETAIL: Maintains the current level of funding and no change in FTE positions compared to estimated net FY 2026. The State Health Registry of Iowa (SHRI) is a population-based cancer registry that has served the State of Iowa since 1973. The SHRI has been funded, in whole or in part, with federal funds from the National Cancer Institute, which is part of the National Institutes of Health in the U.S. Department of Health and Human Services, in addition to funds from the State of Iowa and the SUI.

16	17	g. Substance abuse consortium		
16	18	For distribution to the Iowa consortium for substance abuse		
16	19	research and evaluation, and for not more than the following		
16	20	full-time equivalent positions:		
16	21	 \$	53,427	
16	22	 FTEs	.99	

General Fund appropriation to the SUI for the Consortium for Substance Abuse Research and Evaluation.

DETAIL: Maintains the current level of funding and no change in FTE positions compared to estimated net FY 2026. The Iowa Consortium for Substance Abuse Research and Evaluation is an alliance committed to strengthening substance abuse prevention

				and intervention activities through collaborative research. The Consortium coordinates research and knowledge transfer among researchers, assists professionals in the field, and informs public policymakers in the area of substance abuse. The Consortium's Advisory Board includes representatives from the three Regents universities, the HHS, the Department of Corrections, the Governor's Office of Drug Control Policy, and local substance abuse service agencies.
16 23	h. Center for biocatalysis			General Fund appropriation to the SUI for the Center for Biocatalysis.
16 24	For the center for biocatalysis, and for not more than the			
16 25	following full-time equivalent positions:			
16 26	 \$	696,342		DETAIL: Maintains the current level of funding and no change in FTE positions compared to estimated net FY 2026. The Center's goal is to reshape the agricultural, chemical, nutritional, and pharmaceutical industries by combining the intellectual talents of top scientific faculty with the practical delivery of new technologies. Confidential collaborations with clients enable the laboratory to produce products and develop processes for industry, government, and academia.
16 27	 FTEs	6.28		
16 28	i. Primary health care initiative			General Fund appropriation to the SUI for the Primary Health Care Initiative.
16 29	For the primary health care initiative in the college			
16 30	of medicine, and for not more than the following full-time			
16 31	equivalent positions:			DETAIL: Maintains the current level of funding and no change in FTE positions compared to estimated net FY 2026. The Initiative supports operational programs that educate and train future health professionals and helps efforts to recruit, place, retain, and track today's workforce. The Initiative funds four programs that form a foundation for the primary care workforce efforts of the SUI Health Sciences Center. The programs are as follows:
16 32	 \$	624,374		
16 33	 FTEs	6.22		• The Rural Physician Support Program • The Iowa Health Professions Inventory • The Department of Family Medicine Predoctoral Teaching Program • The Regional Medical Education Center Grant Program

16 34 From the moneys appropriated in this lettered paragraph,
 16 35 \$254,889 shall be allocated to the department of family
 16 36 practice at the state university of Iowa college of medicine
 16 37 for family practice faculty and support staff.

Allocates \$254,889 of the Primary Health Care Initiative appropriation to the Department of Family Medicine at the SUI College of Medicine.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026.

16 38 j. Birth defects registry
 16 39 For the birth defects registry, and for not more than the
 17 1 following full-time equivalent positions:
 17 2 \$ 36,839
 17 3 FTEs .38

General Fund appropriation to the SUI for the Birth Defects Registry.

DETAIL: Maintains the current level of funding and no change in FTE positions compared to estimated net FY 2026. The Iowa Registry for Congenital and Inherited Disorders (IRCID) was established in 1983 through the joint efforts of the SUI and the HHS. The IRCID is located within the College of Public Health at the SUI. The IRCID conducts active surveillance to identify information about congenital and inherited disorders experienced by Iowa residents.

17 4 k. Larned A. Waterman Iowa nonprofit resource center
 17 5 For the Larned A. Waterman Iowa nonprofit resource center,
 17 6 and for not more than the following full-time equivalent
 17 7 positions:
 17 8 \$ 156,389
 17 9 FTEs 2.75

General Fund appropriation to the SUI for the Larned A. Waterman Iowa Nonprofit Resource Center.

DETAIL: Maintains the current level of funding and no change in FTE positions compared to estimated net FY 2026. The Resource Center strives to help Iowa's charitable nonprofit organizations become more effective in building their communities by offering useful information, training, and assistance from across the SUI.

17 10 l. Iowa online advanced placement academy science,
 17 11 technology, engineering, and mathematics initiative
 17 12 For the Iowa online advanced placement academy science,
 17 13 technology, engineering, and mathematics initiative established
 17 14 in section 263.8A:
 17 15 \$ 463,616

General Fund appropriation to the SUI for the Iowa Online Advanced Placement Academy (IOAPA).

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. Established in 2011, the IOAPA within the SUI Belin-Blank Center for Gifted Education brings Advanced Placement (AP) and advanced learning opportunities to all high schools in Iowa. The Academy provides Iowa students the opportunity to enroll in online AP coursework through Apex Learning without paying the course fee.

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17 16	m. Iowa flood center	General Fund appropriation to the SUI for the Iowa Flood Center.
17 17	For the Iowa flood center for use by the university's college	
17 18	of engineering pursuant to section 466C.1:	DETAIL : Maintains the current level of funding compared to estimated net FY 2026. The Center is actively engaged in flood projects in several Iowa communities and employs graduate and undergraduate students participating in flood-related research. Center researchers:
17 19	 \$ 1,205,593	
		• Have designed a cost-efficient sensor network to better monitor stream flow in the State. • Have developed a library of flood-inundation maps for several Iowa communities. • Are working on a project to develop new floodplain maps.
17 20	n. College of nursing	General Fund appropriation to the SUI for the purpose of supporting the SUI College of Nursing.
17 21	For employing additional instructors in the college of	
17 22	nursing to increase the number of students who graduate from	DETAIL: Maintains the current level of funding compared to estimated net FY 2026. This appropriation is used to employ additional instructors to increase the number of graduates from the College of Nursing.
17 23	the college of nursing:	
17 24	 \$ 2,800,000	
17 25	o. Center for intellectual freedom	General Fund appropriation to the SUI for the Center for Intellectual Freedom.
17 26	For purposes of supporting the center for intellectual	
17 27	freedom established in section 263C.2:	DETAIL: Maintains the current level of funding compared to estimated net FY 2026.
17 28	 \$ 1,000,000	
17 29	3. IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY	General Fund appropriation to ISU for the general education budget.
17 30	For salaries, support, maintenance, equipment, financial	
17 31	aid, and miscellaneous purposes, and for not more than the	DETAIL: This is an increase of \$51,419,901 and 414.93 FTE positions compared to estimated net FY 2026. This increase reflects the consolidation of three individual appropriations under the ISU General Appropriation, as requested by the University. The increased FTE positions are existing positions moving from the consolidated appropriations to the ISU general education budget. The three consolidated programs include the following:
17 32	following full-time equivalent positions:	
17 33	 \$ 229,864,938	
17 34	 FTEs 4,062.34	

- \$30,462,535 from the ISU — Agricultural Experiment Station
- \$18,157,366 from the ISU — Cooperative Extension
- \$2,800,000 from the ISU — Future Ready Workforce

The University was established as the Iowa Agricultural College and Model Farm in 1858 and became a land-grant university in 1864. As a land-grant institution, ISU focuses on the ideals that higher education should be accessible to all and that the University should teach liberal arts and practical subjects. The University offers more than 300 degree programs at the bachelor's, master's, doctoral, and professional levels. These degrees are offered through eight colleges: Agriculture and Life Sciences, Business, Design, Engineering, the Graduate College, Human Sciences, Liberal Arts and Sciences, and Veterinary Medicine.

17 35 4. UNIVERSITY OF NORTHERN IOWA

17 36	a. General university		
17 37	For salaries, support, maintenance, equipment, financial		
17 38	aid, and miscellaneous purposes, and for not more than the		
17 39	following full-time equivalent positions:		
18 1	 \$	101,894,146	
18 2	 FTEs	1,250.28	

General Fund appropriation to the UNI for the general education budget.

DETAIL: Maintains current level of funding and no change in FTE positions compared to estimated net FY 2026. The UNI was formed as a normal school, a college for teacher preparation, and held its first class in 1876. The University offers more than 120 majors offered by 40 departments. The departments are organized into six colleges: Business Administration, Education, Humanities and Fine Arts, Natural Sciences, Social and Behavioral Sciences, and the Graduate College.

18 3	b. Real estate education program		
18 4	For purposes of the real estate education program, and for		
18 5	not more than the following full-time equivalent positions:		
18 6	 \$	123,523	
18 7	 FTEs	.86	

General Fund appropriation to the UNI for the Real Estate Education Program.

DETAIL: Maintains the current level of funding and no change in FTE positions compared to estimated net FY 2026. The UNI Real Estate Education Program is the only such program in Iowa leading to a bachelor's degree and the second undergraduate program in the nation to be approved by The Appraisal Foundation's Appraiser Qualifications Board. Graduates are able to satisfy 267.00 of 300.00 credit hours needed for the Certified

			General Appraiser license. State funding of the Program supports salaries to retain faculty that are in high demand.
18	8	c. Educators for Iowa	
18	9	For purposes of recruiting additional students to	General Fund appropriation to the UNI for recruiting teacher candidates.
18	10	participate in educational opportunities that lead to teacher	
18	11	licensure:	DETAIL: Maintains the current level of funding compared to estimated net FY 2026. This appropriation is used to recruit additional students to participate in educational opportunities that lead to teacher licensure.
18	12	 \$ 1,500,000	
18	13	d. Center for civic education	General Fund appropriation to the UNI for the Center for Civic Education.
18	14	For purposes of establishing and operating a center for	
18	15	civic education that promotes the values of free speech,	DETAIL: Maintains the current level of funding compared to estimated net FY 2026. This Center was established at the UNI and was created in response to Recommendation 9 from the BOR DEI Study Group Report and Recommendations from November 2023.
18	16	civic leadership, public service, and citizenship, and	
18	17	that enhances civic education among students enrolled in	
18	18	colleges and universities in this state, students enrolled	
18	19	in prekindergarten through grade twelve in schools in this	
18	20	state, teachers, and the public by developing and implementing	
18	21	effective civic learning strategies, encouraging respectful	
18	22	dialogue, and offering educational resources related to free	
18	23	speech and civic knowledge:	
18	24	 \$ 1,000,000	
18	25	Sec. 7. ENERGY COST-SAVINGS PROJECTS — FINANCING. For	Permits the Board of Regents to use indebtedness to finance projects for energy cost savings if the cost of the projects can be recovered within an average of six years.
18	26	the fiscal year beginning July 1, 2026, and ending June 30,	
18	27	2027, the state board of regents may use notes, bonds, or	
18	28	other evidences of indebtedness issued under section 262.48 to	
18	29	finance projects that will result in energy cost savings in an	
18	30	amount that will cause the state board to recover the cost of	
18	31	the projects within an average of six years.	
18	32	DIVISION IV	
18	33	STANDING APPROPRIATIONS	
18	34	Sec. 8. AT-RISK CHILDREN. Notwithstanding the standing	CODE: Limits the standing appropriation under Iowa Code section 279.51 for at-risk children to \$10,524,389. Requires appropriated funds to be prorated among the programs specified under Iowa Code section 279.51.
18	35	appropriation in section 279.51 for the fiscal year beginning	
18	36	July 1, 2026, and ending June 30, 2027, the amount appropriated	
18	37	from the general fund of the state to the department of	
18	38	education for programs for at-risk children under section	
18	39	279.51 shall not be more than \$10,524,389. The amount of any	

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19 1 reduction in this section shall be prorated among the programs 19 2 specified in section 279.51, subsection 1, paragraphs “a”, “b”, 19 3 and “c”.		DETAIL: Maintains the current level of funding compared to estimated net FY 2026. This makes inapplicable the General Fund standing appropriation of \$12,606,196 under Iowa Code section 279.51 and requires the Department of Education to prorate the FY 2027 appropriation among the specified programs.
19 4 Sec. 9. WORK-STUDY APPROPRIATION. Notwithstanding section 19 5 256.209, for the fiscal year beginning July 1, 2026, and 19 6 ending June 30, 2027, the amount appropriated from the general 19 7 fund of the state to the college student aid commission of 19 8 the department of education for the work-study program under 19 9 section 256.209 shall be zero.		CODE: Suspends the standing appropriation for the College Work Study Program for FY 2027. The suspension is a continuation from FY 2026. DETAIL: Maintains the current level of funding compared to estimated net FY 2026. This makes inapplicable the General Fund standing appropriation of \$2,750,000 under Iowa Code section 256.209.
19 10 DIVISION V 19 11 STATE PROGRAM ALLOCATION		
19 12 Sec. 10. Section 284.13, subsection 1, paragraph a, 19 13 subparagraph (1), Code 2026, is amended to read as follows: 19 14 (1) For the fiscal year beginning July 1, ~~2025~~ 2026, and 19 15 ending June 30, ~~2026~~ 2027, to the department, the amount of 19 16 five hundred eight thousand two hundred fifty dollars for the 19 17 issuance of national board certification awards in accordance 19 18 with section 256.44. Of the amount allocated under this 19 19 paragraph, not less than eighty-five thousand dollars shall 19 20 be used to administer the ambassador to education position in 19 21 accordance with section 256.45. 19 22 Sec. 11. Section 284.13, subsection 1, paragraphs b, c, e, 19 23 f, and g, Code 2026, are amended to read as follows: 19 24 b. For the fiscal year beginning July 1, ~~2025~~ 2026, and 19 25 ending June 30, ~~2026~~ 2027, up to seven hundred twenty-eight 19 26 thousand two hundred sixteen dollars to the department for 19 27 purposes of implementing the professional development program 19 28 requirements of section 284.6, assistance in developing model 19 29 evidence for teacher quality committees established pursuant to 19 30 section 284.4, subsection 1, paragraph “b”, and the evaluator 19 31 training program in section 284.10. A portion of the funds 19 32 allocated to the department for purposes of this paragraph may		CODE: Maintains the required allocations to the Student Achievement and Teacher Quality Program for FY 2027.

19 33 be used by the department for administrative purposes and for
19 34 not more than four full-time equivalent positions.
19 35 c. For the fiscal year beginning July 1, ~~2025~~ 2026,
19 36 and ending June 30, ~~2026~~ 2027, an amount up to one million
19 37 seventy-seven thousand eight hundred ten dollars to the
19 38 department for the establishment of teacher development
19 39 academies in accordance with section 284.6, subsection 10. A
20 1 portion of the funds allocated to the department for purposes
20 2 of this paragraph may be used for administrative purposes.
20 3 e. For the fiscal year beginning July 1, ~~2025~~ 2026, and
20 4 ending June 30, ~~2026~~ 2027, to the department an amount up to
20 5 fifty thousand dollars for purposes of the fine arts beginning
20 6 teacher mentoring program established under section 256.34.
20 7 f. For the fiscal year beginning July 1, ~~2025~~ 2026, and
20 8 ending June 30, ~~2026~~ 2027, to the department an amount up
20 9 to six hundred twenty-six thousand one hundred ninety-one
20 10 dollars shall be used by the department for a delivery system,
20 11 in collaboration with area education agencies, to assist in
20 12 implementing the career paths and leadership roles considered
20 13 pursuant to sections 284.15, 284.16, and 284.17, including but
20 14 not limited to planning grants to school districts and area
20 15 education agencies, technical assistance for the department,
20 16 technical assistance for districts and area education agencies,
20 17 training and staff development, and the contracting of external
20 18 expertise and services. In using moneys allocated for purposes
20 19 of this paragraph, the department shall give priority to school
20 20 districts with certified enrollments of fewer than six hundred
20 21 students. A portion of the moneys allocated annually to the
20 22 department for purposes of this paragraph may be used by the
20 23 department for administrative purposes and for not more than
20 24 five full-time equivalent positions.
20 25 g. For the fiscal year beginning July 1, ~~2026~~ 2027, and
20 26 for each subsequent fiscal year, to the department, ten
20 27 million dollars for purposes of implementing the supplemental
20 28 assistance for high-need schools provisions of section 284.11.
20 29 Annually, of the moneys allocated to the department for
20 30 purposes of this paragraph, up to one hundred thousand dollars
20 31 may be used by the department for administrative purposes and
20 32 for not more than one full-time equivalent position.

20 33 DIVISION VI
20 34 IOWA TUITION GRANTS

20 35 Sec. 12. Section 256.183, subsection 3, Code 2026, is
 20 36 amended to read as follows:
 20 37 3. "Eligible institution" means an institution of higher
 20 38 learning located in Iowa which is operated privately and
 20 39 not controlled or administered by any state agency or any
 21 1 subdivision of the state, which is not exempt from taxation
 21 2 under section 501(c)(3) of the Internal Revenue Code, and
 21 3 which meets all of the criteria in subsection 1, paragraphs
 21 4 "d" through "k", and is a school of barbering and cosmetology
 21 5 arts and sciences licensed under chapter 157 and is accredited
 21 6 by a national accrediting agency recognized by the United
 21 7 States department of education. For the fiscal year beginning
 21 8 July 1, 2017, such a school of barbering and cosmetology arts
 21 9 and sciences shall provide a matching aggregate amount of
 21 10 institutional financial aid equal to at least seventy-five
 21 11 percent of the amount received by the institution's students
 21 12 for Iowa tuition grant assistance under section 256.191. For
 21 13 the fiscal year beginning July 1, 2018, the school of barbering
 21 14 and cosmetology arts and sciences shall provide a matching
 21 15 aggregate amount of institutional financial aid equal to at
 21 16 least eighty-five percent of the amount received in that fiscal
 21 17 year. Commencing with the fiscal year beginning July 1, 2019,
 21 18 and each succeeding fiscal year, the matching aggregate amount
 21 19 of institutional financial aid shall be at least equal to the
 21 20 match provided by eligible institutions under section 261.9,
 21 21 subsection 3, paragraph "a", Code 2023.

Removes the requirement for the school of barbering and cosmetology arts and sciences to provide a matching aggregate amount of institutional financial aid that is at least equal to the match provided by an eligible institution as defined in the Act.

21 22 Sec. 13. Section 256.192, subsections 1, 2, 4, and 5, Code
 21 23 2026, are amended to read as follows:
 21 24 1. A vocational-technical tuition grant may be awarded to
 21 25 any resident of Iowa who establishes financial need and who is
 21 26 admitted and in attendance as a full-time or part-time student
 21 27 in a any of the following:
 21 28 a. A vocational-technical or career option program at a
 21 29 community college in the state, and who establishes financial
 21 30 need.
 21 31 b. An eligible institution.

CODE: Expands the availability of the vocational-technical tuition grant to include those who attend eligible institutions as defined by Iowa Code section [256.183](#)(3) in addition to those who attend a vocational-technical or career option program at a community college.

21 32 2. All classes, including liberal arts classes, identified
 21 33 by the community college or eligible institution as required
 21 34 for completion of the student's vocational-technical or

CODE: Expands grant eligibility requirements to include classes identified by eligible institutions and classes required

21 35 career option program, or barbering and cosmetology arts
 21 36 and sciences program, shall be considered a part of the
 21 37 student's vocational-technical or career option program
 21 38 or barbering and cosmetology arts and sciences program for
 21 39 the purpose of determining the student's eligibility for a
 22 1 grant. Notwithstanding subsection 3, if a student is making
 22 2 satisfactory academic progress but the student cannot complete
 22 3 a vocational-technical or career option program or barbering
 22 4 and cosmetology arts and sciences program in the time frame
 22 5 allowed for a student to receive a vocational-technical tuition
 22 6 grant as provided in subsection 3 because additional classes
 22 7 are required to complete the program, the student may continue
 22 8 to receive a vocational-technical tuition grant for not more
 22 9 than one additional enrollment period.

for the completion of a barbering and cosmetology arts and sciences program.

22 10 4. a. (1) The amount of a vocational-technical tuition
 22 11 grant to a qualified full-time student who is enrolled in a
 22 12 vocational-technical or career option program at a community
 22 13 college shall not exceed the lesser of one thousand two hundred
 22 14 dollars per year or the amount of the student's established
 22 15 financial need.
 22 16 ~~b.~~ (2) The amount of a vocational-technical tuition
 22 17 grant to a qualified part-time student who is enrolled in a
 22 18 vocational-technical or career option program at a community
 22 19 college in a course of study including at least three semester
 22 20 hours but fewer than twelve semester hours or the trimester
 22 21 or quarter equivalent shall be equal to the amount of a
 22 22 vocational-technical tuition grant that would be paid to a
 22 23 full-time student, except that the commission shall prorate
 22 24 the amount in a manner consistent with the federal Pell grant
 22 25 program proration.

CODE: Establishes allowable grant amounts for full-time students enrolled in a vocational-technical or career option program at a community college wherein the allowable grant amount is limited based on full-time student status or by part-time student status and enrolled credit hours.

22 26 b. (1) The amount of a vocational-technical tuition
 22 27 grant to a qualified full-time student who is enrolled in an
 22 28 eligible institution for the fall and spring semesters, or the
 22 29 equivalent, shall be the amount of the student's financial need
 22 30 for that period not to exceed six thousand dollars.
 22 31 (2) The amount of a vocational-technical tuition grant to
 22 32 a qualified full-time student who is enrolled in an eligible
 22 33 institution for the summer semester or equivalent shall be
 22 34 one-half the amount of the vocational-technical tuition grant
 22 35 the student receives under subparagraph (1).

CODE: Establishes allowable grant amounts for full- and part-time students enrolled in an eligible institution wherein the allowable grant amount is limited based on full-time student status or by part-time student status, enrolled credit hours, and other financial aid not to exceed \$6,000.

22 36 (3) The amount of a vocational-technical tuition grant to
 22 37 a qualified part-time student who is enrolled in an eligible
 22 38 institution in a course of study including at least three
 22 39 semester hours but fewer than twelve semester hours for the
 23 1 fall, spring, and summer semesters, or the equivalent, shall be
 23 2 equal to the amount of a tuition grant that would be paid to a
 23 3 full-time student times a number which represents the number
 23 4 of hours in which the part-time student is actually enrolled
 23 5 divided by twelve semester hours, or the equivalent.

23 6 (4) If a qualified student receives financial aid under any
 23 7 other program, the full amount of such financial aid shall be
 23 8 considered part of the student's financial resources available
 23 9 in determining the amount of the student's financial need
 23 10 for that period. In no case may the state's total financial
 23 11 contribution to the student's education, including financial
 23 12 aid under any other state or federal program, exceed the
 23 13 tuition and mandatory fees at the eligible institution the
 23 14 student attends.

23 15 5. A vocational-technical tuition grant shall be awarded
 23 16 on an annual basis, requiring reapplication by the student for
 23 17 each year. Payments under the grant shall be allocated equally
 23 18 among the semesters or quarters of the year upon certification
 23 19 by the ~~institution~~ community college or eligible institution
 23 20 that the student is in full-time or part-time attendance
 23 21 in a vocational-technical or career option program or a
 23 22 barbering and cosmetology arts and sciences program, as defined
 23 23 under rules of the department. If the student discontinues
 23 24 attendance before the end of any term after receiving payment
 23 25 of the grant, the entire amount of any refund due that student,
 23 26 up to the amount of any payments made under the annual grant,
 23 27 shall be paid by the ~~institution~~ community college or eligible
 23 28 institution to the state.

23 29 Sec. 14. Section 256.194, subsection 2, Code 2026, is
 23 30 amended by striking the subsection.

23 31 Sec. 15. Section 256.194, subsection 3, Code 2026, is
 23 32 amended to read as follows:
 23 33 3. For each fiscal year beginning on or after July 1, 2025,
 23 34 there is appropriated from the general fund of the state to

CODE: Expands the vocational-technical tuition grant to include both community colleges and eligible institutions at which a student is taking classes in pursuit of a vocational-technical or career option program as well as a barbering and cosmetology arts and sciences program.

CODE: Repeals the standing limited General Fund appropriation of \$112,914 to the Iowa Tuition Grants For-Profit Institutions Fund.

CODE: Changes the standing limited General Fund appropriation to Vocational-Technical Tuition Grants Fund from \$1,750,185 to \$1,863,099.

PG LN	GA:91 HF2783	Explanation
23 35	the commission for deposit in the vocational-technical tuition	
23 36	grants fund established in section 256.192, subsection 8, the	
23 37	sum of ~~one million seven hundred fifty thousand one hundred~~	
23 38	~~eighty-five one million eight hundred sixty-three thousand~~	
23 39	~~ninety-nine~~ dollars.	DETAIL: This is an increase of \$112,914 compared to estimated net FY 2026, reflecting the transfer of funds from the Iowa Tuition Grants For-Profit Institutions Fund to the Vocational-Technical Tuition Grants Fund.
24 1	Sec. 16. REPEAL. Section 256.191, Code 2026, is repealed.	CODE: Repeals Iowa Code section 256.191 (Iowa Tuition Grants — For-Profit Institutions — Fund).
24 2	Sec. 17. TRANSFER OF MONEYS. Any moneys appropriated to	
24 3	the college student aid commission for purposes of the Iowa	
24 4	tuition grants for-profit institutions fund established in	
24 5	section 256.191, subsection 8, that remain unencumbered or	
24 6	unobligated as of July 1, 2026, shall be transferred to the	
24 7	vocational-technical tuition grants fund established in section	
24 8	256.192, subsection 8.	Transfers all unencumbered and unobligated funds that remain in the Iowa Tuition Grants For-Profit Institutions Fund as of July 1, 2026, to the Vocational-Technical Tuition Grants Fund. FISCAL IMPACT: As of April 15, 2026, there was \$170,048 in the Iowa Tuition Grants For-Profit Institutions Fund.
24 9	DIVISION VII	
24 10	IOWA SPECIAL EDUCATION COUNCIL — REPEAL	
24 11	Sec. 18. REPEAL. Section 256.35B, Code 2026, is repealed.	CODE: Repeals the Iowa Special Education Council in Iowa Code section 256.35B . DETAIL: The Iowa Special Education Council was created in 2024 Iowa Acts, chapter 1170 (State Government Boards and Commissions Act), to act in an advisory capacity to the Department of Education in promoting, directing, and supervising education for children requiring special education in the schools under the supervision and control of the Department of Education.
24 12	DIVISION VIII	
24 13	DEPARTMENT OF EDUCATION — REPORTING REQUIREMENTS RELATED TO	
24 14	ANTIBULLYING PROGRAMMING	
24 15	Sec. 19. Section 279.51A, subsection 5, Code 2026, is	
24 16	amended to read as follows:	
24 17	5. <u>a.</u> Each school district shall report to the department	
24 18	of education, in a manner prescribed by the department, an	
24 19	annual count of all incidents of violence that result in	
24 20	injury or property damage or assault by a student in a school	CODE: Requires the Department of Education to compile the reports submitted by each school district on violent or assault incidents.

24 21 building, on school grounds, or at a school-sponsored function,
 24 22 and any time a student is referred for the use of or transfer
 24 23 to a therapeutic classroom. The report shall include but not
 24 24 be limited to demographic information on students reported as
 24 25 victims and reported as perpetrators of incidents of violence
 24 26 that result in injury or property damage or assault, including
 24 27 but not limited to disaggregated information on race, gender,
 24 28 national origin, age, grade level, and disability, along with
 24 29 any other data required for the department to implement the
 24 30 federal Elementary and Secondary Education Act, as amended by
 24 31 the federal Every Student Succeeds Act, Pub.L.No.114-95,
 24 32 with appropriate safeguards to ensure student privacy. The
 24 33 department shall compile the reports.

24 34 b. The department shall compile and summarize the reports,
 24 35 categorized by behavior, and shall submit the summary an annual
 24 36 report to the general assembly by on or before November 1
 24 37 annually each year that contains all of the following:
 24 38 (1) A summary of the annual reports compiled pursuant to
 24 39 paragraph "a".
 25 1 (2) A description of the department's antibullying
 25 2 programming and current and projected expenditures for the
 25 3 antibullying programming for the immediately preceding fiscal
 25 4 year.

CODE: Requires the Department of Education to submit an annual report to the General Assembly on or before November 1 each year containing all of the following:

- Summary of the annual reports about incidents of violence.
- Description of the Department's antibullying programming and current and projected expenditures for said programming for the immediately preceding fiscal year.

25 5 c. A teacher or administrator who submits a report in
 25 6 accordance with this section and who meets the requirements of
 25 7 section 280.27 or section 613.21 shall be immune from civil
 25 8 or criminal liability relating to such action, as well as for
 25 9 participating in any administrative or judicial proceeding
 25 10 resulting from or relating to the report pursuant to the
 25 11 provisions of sections 280.27 and 613.21. The provisions of
 25 12 section 70A.29 shall apply to a teacher or administrator who
 25 13 submits a report in accordance with this section or who reports
 25 14 an incident of violence or assault to a local law enforcement
 25 15 agency in good faith and without fraudulent intent or the
 25 16 intent to deceive. Personal information regarding a student
 25 17 in a report submitted pursuant to this section shall be kept
 25 18 confidential as required under the federal Family Educational
 25 19 Rights and Privacy Act, 20 U.S.C. §1232g, and in the same
 25 20 manner as personal information in student records maintained,
 25 21 created, collected, or assembled by or for a school corporation

CODE: Conforming change.

PG LN	GA:91 HF2783	Explanation
25 22 25 23	or educational institution in accordance with section 22.7, subsection 1.	
25 24	DIVISION IX	
25 25	BOARD OF EDUCATIONAL EXAMINERS — FEES	
25 26 25 27	Sec. 20. Section 256.155, subsections 2 and 3, Code 2026, are amended to read as follows:	CODE: Removes the requirement that 25.00% of educator licensing fees collected annually be credited to the General Fund and instead directs 100.00% of the licensing fees to be retained by and appropriated to the BOEE.
25 28 25 29	2. Licensing fees are payable to the treasurer of state and shall be deposited with the executive director of the board.	
25 30 25 31	~~The executive director shall deposit twenty-five percent of the fees collected annually with the treasurer of state and~~	FISCAL IMPACT: This will result in approximately a \$600,000 increase to the BOEE compared to estimated net FY 2026 and a decrease of \$600,000 to the General Fund in FY 2027.
25 32	~~the fees shall be credited to the general fund of the state.~~	
25 33	~~The remaining licensing fees~~ <u>Licensing fees</u> collected during	
25 34	the fiscal year shall be retained by and are appropriated to	
25 35	the board for the purposes related to the board's duties.	
25 36	Notwithstanding section 8.33, licensing fees retained by and	
25 37	appropriated to the board pursuant to this section that remain	
25 38	unencumbered or unobligated at the close of the fiscal year	
25 39	shall not revert but shall remain available for expenditure for	
26 1	the activities of the board as provided in this part until the	
26 2	close of the succeeding fiscal year.	
26 3	3. The executive director shall keep an accurate and	
26 4	detailed account of fees received, including ~~fees paid to the~~	
26 5	~~treasurer of state and~~ fees retained by the board.	

Education General Fund

	Actual FY 2025	Estimated Net FY 2026	Final Action FY 2027	Item Veto FY 2027	Net Final Action FY 2027	Net Final Act. FY27 vs Est Net FY26	Page and Line #
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
Blind, Department for the							
Department for the Blind							
Department for the Blind	\$ 3,087,171	\$ 3,207,190	\$ 3,207,190	\$ 0	\$ 3,207,190	\$ 0	PG 1 LN 9
Total Blind, Department for the	\$ 3,087,171	\$ 3,207,190	\$ 3,207,190	\$ 0	\$ 3,207,190	\$ 0	
Education, Department of							
Education, Dept. of							
Dept. of Education Administration	\$ 6,922,250	\$ 7,073,808	\$ 7,073,808	\$ 0	\$ 7,073,808	\$ 0	PG 2 LN 2
Career Technical Education Administration	721,779	721,779	721,779	0	721,779	0	PG 2 LN 8
Career Technical Education Secondary	2,952,459	2,952,459	2,952,459	0	2,952,459	0	PG 2 LN 20
School Food Service	2,176,797	2,253,055	2,253,055	0	2,253,055	76,258	PG 2 LN 25
Special Ed. Services Birth to 3	1,721,400	1,721,400	1,721,400	0	1,721,400	0	PG 2 LN 37
Early Head Start Projects	574,500	574,500	574,500	0	574,500	0	PG 3 LN 10
Student Achievement/Teacher Quality	2,990,467	2,990,467	2,990,467	0	2,990,467	0	PG 3 LN 24
Statewide Student Assessment	3,000,000	3,000,000	3,000,000	0	3,000,000	0	PG 3 LN 30
Work-Based Learning Clearinghouse	300,000	300,000	300,000	0	300,000	0	PG 4 LN 3
Summer Joint Enrollment Program	600,000	600,000	600,000	0	600,000	0	PG 4 LN 7
Jobs for America's Grads	9,946,450	9,946,450	9,946,450	0	9,946,450	0	PG 4 LN 23
Attendance Center/Website & Data System	250,000	250,000	250,000	0	250,000	0	PG 4 LN 37
Early Lit - Successful Progression	7,824,782	7,824,782	7,824,782	0	7,824,782	0	PG 5 LN 9
Early Lit - Early Warning System	1,915,000	1,915,000	1,915,000	0	1,915,000	0	PG 5 LN 14
Early Lit - Iowa Reading Research Center	1,500,000	1,500,000	1,500,000	0	1,500,000	0	PG 5 LN 36
Computer Science Prof. Devel. Incentive Fund	500,000	500,000	500,000	0	500,000	0	PG 6 LN 20
Children's Mental Health Training	3,383,936	3,383,936	1,899,682	0	1,899,682	-1,484,254	PG 6 LN 25
Best Buddies Iowa	35,000	35,000	35,000	0	35,000	0	PG 7 LN 7
Midwestern Higher Education Compact	115,000	115,000	118,450	0	118,450	3,450	PG 7 LN 20
Nonpublic School Concurrent Enrollment	1,000,000	1,000,000	1,000,000	0	1,000,000	0	PG 7 LN 29
Community Colleges General Aid	235,858,161	243,358,161	246,858,161	0	246,858,161	3,500,000	PG 8 LN 1
ISD - Iowa School for the Deaf	11,707,253	12,049,644	12,813,313	0	12,813,313	763,669	PG 8 LN 5
Ed. Services for the Blind & Visually Impaired	4,913,891	5,012,169	5,112,412	0	5,112,412	100,243	PG 8 LN 11
STEM Collaborative Initiative	6,354,848	6,354,848	6,310,409	0	6,310,409	-44,439	PG 8 LN 18
Therapeutic Classroom Incentive Fund	2,351,382	2,351,382	2,351,382	0	2,351,382	0	PG 9 LN 23
Therapeutic Classroom Trans. Claims Reimb.	500,000	0	0	0	0	0	
Online State Job Posting System	0	265,000	265,000	0	265,000	0	PG 9 LN 27
LEAD-K Program	200,000	200,000	200,000	0	200,000	0	PG 9 LN 34
Special Education Division	10,000,000	5,000,000	10,000,000	0	10,000,000	5,000,000	PG 10 LN 26
Professional Development	2,176,458	2,176,458	1,676,458	0	1,676,458	-500,000	PG 10 LN 10
College Aid Commission	591,533	591,533	591,533	0	591,533	0	PG 10 LN 15
National Guard Benefits Program	6,600,000	6,600,000	6,600,000	0	6,600,000	0	PG 10 LN 26
All Iowa Opportunity Scholarships	3,229,468	3,229,468	3,229,468	0	3,229,468	0	PG 10 LN 30
Teach Iowa Scholars	650,000	948,715	1,045,248	0	1,045,248	96,533	PG 10 LN 39
Health Care-Related Loan Program	500,000	0	0	0	0	0	
Health Care Professional Incentive Program	0	7,985,911	7,985,911	0	7,985,911	0	PG 11 LN 10
Rural Iowa Primary Care Loan Repayment Program	2,629,933	0	0	0	0	0	
Rural Veterinarian Loan Repayment Program	700,000	700,000	700,000	0	700,000	0	PG 11 LN 14
Future Ready Iowa Last-Dollar Scholarship Program	23,927,005	23,927,005	23,927,005	0	23,927,005	0	PG 11 LN 18
Future Ready Iowa Skilled Workforce Grant Program	425,000	425,000	425,000	0	425,000	0	PG 11 LN 23
Mental Health Practitioner Loan Repayment Program	520,000	0	0	0	0	0	
Iowa Workforce Grant and Incentive Program	6,500,000	6,500,000	6,500,000	0	6,500,000	0	PG 11 LN 27
Court Reporter Forgivable Loan Program	0	50,000	50,000	0	50,000	0	PG 11 LN 31
Dyslexia Specialist Grant Program	0	0	335,000	0	335,000	335,000	PG 11 LN 35

Education General Fund

	Actual FY 2025	Estimated Net FY 2026	Final Action FY 2027	Item Veto FY 2027	Net Final Action FY 2027	Net Final Act. FY27 vs Est Net FY26	Page and Line #
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
School District Electronic Mail Security	\$ 0	\$ 0	\$ 500,000	\$ -500,000	\$ 0	\$ 0	PG 12 LN 3
Child Development - Standing	10,524,389	10,524,389	10,524,389	0	10,524,389	0	PG 18 LN 34
Health Care Professional Recruitment	500,973	0	0	0	0	0	
Tuition Grant Program - Standing	52,707,069	53,761,210	53,761,210	0	53,761,210	0	STANDING
Tuition Grant - For-Profit	110,700	112,914	0	0	0	-112,914	PG 23 LN 29
Vocational Technical Tuition Grant - Standing	1,750,185	1,750,185	1,863,099	0	1,863,099	112,914	PG 23 LN 31
Reorganization Incentives	0	0	2,500,000	0	2,500,000	2,500,000	STANDING
Therapeutic Classroom Services - Standing	1,240,642	750,000	750,000	0	750,000	0	STANDING
SF 2320 - CE, Course Delivery Methods	0	0	626,000	-626,000	0	0	STANDING
Education, Dept. of	\$ 435,298,710	\$ 443,205,370	\$ 454,677,830	\$ -1,126,000	\$ 453,551,830	\$ 10,346,460	
Iowa PBS							
Iowa PBS Operations	\$ 8,116,032	\$ 8,165,236	\$ 8,165,236	\$ 0	\$ 8,165,236	\$ 0	PG 2 LN 14
Total Education, Department of	\$ 443,414,742	\$ 451,370,606	\$ 462,843,066	\$ -1,126,000	\$ 461,717,066	\$ 10,346,460	

Education General Fund

	Actual FY 2025	Estimated Net FY 2026	Final Action FY 2027	Item Veto FY 2027	Net Final Action FY 2027	Net Final Act. FY27 vs Est Net FY26	Page and Line #
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<u>Regents, Board of</u>							
Regents, Board of							
Regents Board Office	\$ 764,642	\$ 764,642	\$ 764,642	\$ 0	\$ 764,642	\$ 0	PG 14 LN 23
BOR - Regents Resource Centers	268,297	268,297	268,297	0	268,297	0	PG 14 LN 36
BOR - John Pappajohn Centers	125,000	125,000	125,000	0	125,000	0	PG 15 LN 5
University of Iowa - General	223,496,355	223,496,355	223,496,355	0	223,496,355	0	PG 15 LN 15
SUI - Oakdale Campus	2,103,819	2,103,819	2,103,819	0	2,103,819	0	PG 15 LN 21
SUI - Hygienic Laboratory	4,822,610	4,822,610	4,822,610	0	4,822,610	0	PG 15 LN 27
SUI - Family Practice Program	2,220,598	2,220,598	2,220,598	0	2,220,598	0	PG 15 LN 33
SUI - Specialized Children Health Services	634,502	634,502	634,502	0	634,502	0	PG 16 LN 3
SUI - Iowa Cancer Registry	143,410	143,410	143,410	0	143,410	0	PG 16 LN 12
SUI - Substance Abuse Consortium	53,427	53,427	53,427	0	53,427	0	PG 16 LN 17
SUI - Biocatalysis	696,342	696,342	696,342	0	696,342	0	PG 16 LN 23
SUI - Primary Health Care	624,374	624,374	624,374	0	624,374	0	PG 16 LN 28
SUI - Iowa Birth Defects Registry	36,839	36,839	36,839	0	36,839	0	PG 16 LN 38
SUI - Iowa Nonprofit Resource Center	156,389	156,389	156,389	0	156,389	0	PG 17 LN 4
SUI - Iowa Online Advanced Placement Acad.	463,616	463,616	463,616	0	463,616	0	PG 17 LN 10
SUI - Iowa Flood Center	1,205,593	1,205,593	1,205,593	0	1,205,593	0	PG 17 LN 16
SUI - College of Nursing	2,800,000	2,800,000	2,800,000	0	2,800,000	0	PG 17 LN 20
SUI - Cancer Research	0	1,000,000	0	0	0	-1,000,000	
SUI - Center for Intellectual Freedom	0	1,000,000	1,000,000	0	1,000,000	0	PG 17 LN 25
Iowa State University - General	178,445,037	178,445,037	229,864,938	0	229,864,938	51,419,901	PG 17 LN 29
ISU - Agricultural Experiment Station	29,462,535	30,462,535	0	0	0	-30,462,535	
ISU - Cooperative Extension	18,157,366	18,157,366	0	0	0	-18,157,366	
ISU - Future Ready Workforce	2,800,000	2,800,000	0	0	0	-2,800,000	
University of Northern Iowa - General	101,894,146	101,894,146	101,894,146	0	101,894,146	0	PG 17 LN 35
UNI - Real Estate Education Program	123,523	123,523	123,523	0	123,523	0	PG 18 LN 3
UNI - Educators for Iowa	1,500,000	1,500,000	1,500,000	0	1,500,000	0	PG 18 LN 8
UNI - Center for Civic Education	0	1,000,000	1,000,000	0	1,000,000	0	PG 18 LN 13
Total Regents, Board of	\$ 572,998,420	\$ 576,998,420	\$ 575,998,420	\$ 0	\$ 575,998,420	\$ -1,000,000	
Total Education	\$ 1,019,500,333	\$ 1,031,576,216	\$ 1,042,048,676	\$ -1,126,000	\$ 1,040,922,676	\$ 9,346,460	

Education Other Funds

	Actual FY 2025	Estimated Net FY 2026	Final Action FY 2027	Item Veto FY 2027	Net Final Action FY 2027	Net Final Act. FY27 vs Est Net FY26	Page and Line #
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<u>Education, Department of</u>							
Education, Dept. of							
Skilled Workforce Shortage Tuition Grant - SWJCF	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000	\$ 0	\$ 5,000,000	\$ 0	PG 12 LN 25
Workforce Training & Econ Dev Funds - SWJCF	15,100,000	15,100,000	15,100,000	0	15,100,000	0	PG 12 LN 28
Workforce Infrastructure Fund - SWJCF	0	0	6,000,000	0	6,000,000	6,000,000	PG 12 LN 35
ACE Infrastructure - SWJCF	6,000,000	6,000,000	0	0	0	-6,000,000	
PACE and Regional Sectors - SWJCF	5,000,000	4,800,000	4,800,000	0	4,800,000	0	PG 13 LN 22
Gap Tuition Assistance Fund - SWJCF	2,000,000	2,000,000	2,000,000	0	2,000,000	0	PG 13 LN 25
Workforce Prep. Outcome Reporting - SWJCF	200,000	75,000	75,000	0	75,000	0	PG 13 LN 28
STEM Best - SWJCF	700,000	700,000	700,000	0	700,000	0	PG 13 LN 34
Total Education, Department of	\$ 34,000,000	\$ 33,675,000	\$ 33,675,000	\$ 0	\$ 33,675,000	\$ 0	
Total Education	\$ 34,000,000	\$ 33,675,000	\$ 33,675,000	\$ 0	\$ 33,675,000	\$ 0	

Education FTE Positions

	Actual FY 2025	Estimated Net FY 2026	Final Action FY 2027	Item Veto FY 2027	Net Final Action FY 2027	Net Final Act. FY27 vs Est Net FY26	Page and Line #
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<u>Blind, Department for the</u>							
Department for the Blind							
Department for the Blind	75.83	103.74	103.74	0.00	103.74	0.00	PG 1 LN 9
Total Blind, Department for the	75.83	103.74	103.74	0.00	103.74	0.00	
<u>Education, Department of</u>							
Education, Dept. of							
Dept. of Education Administration	54.79	71.87	71.87	0.00	71.87	0.00	PG 2 LN 2
Career Technical Education Administration	8.19	10.80	10.80	0.00	10.80	0.00	PG 2 LN 8
School Food Service	24.45	27.83	27.83	0.00	27.83	0.00	PG 2 LN 25
Student Achievement/Teacher Quality	5.12	5.83	5.83	0.00	5.83	0.00	PG 3 LN 24
Attendance Center/Website & Data System	1.51	1.60	1.60	0.00	1.60	0.00	PG 4 LN 37
ISD - Iowa School for the Deaf	109.05	102.85	132.00	0.00	132.00	29.15	PG 8 LN 5
Ed. Services for the Blind & Visually Impaired	77.06	68.72	68.72	0.00	68.72	0.00	PG 8 LN 11
STEM Collaborative Initiative	5.00	5.00	7.00	0.00	7.00	2.00	PG 8 LN 18
Special Education Division	11.32	29.50	60.00	0.00	60.00	30.50	PG 10 LN 26
College Aid Commission	4.31	4.95	4.95	0.00	4.95	0.00	PG 10 LN 15
Education, Dept. of	300.81	328.95	390.60	0.00	390.60	61.65	
Iowa PBS							
Iowa PBS Operations	54.53	53.20	53.20	0.00	53.20	0.00	PG 2 LN 14
Total Education, Department of	355.33	382.15	443.80	0.00	443.80	61.65	

Education FTE Positions

	Actual FY 2025	Estimated Net FY 2026	Final Action FY 2027	Item Veto FY 2027	Net Final Action FY 2027	Net Final Act. FY27 vs Est Net FY26	Page and Line #
	(1)	(2)	(3)	(4)	(5)	(6)	(7)
<u>Regents, Board of</u>							
Regents, Board of							
Regents Board Office	0.00	2.48	2.48	0.00	2.48	0.00	PG 14 LN 23
University of Iowa - General	5,058.55	5,058.32	5,058.32	0.00	5,058.32	0.00	PG 15 LN 15
SUI - Oakdale Campus	38.25	38.25	38.25	0.00	38.25	0.00	PG 15 LN 21
SUI - Hygienic Laboratory	102.51	102.51	102.51	0.00	102.51	0.00	PG 15 LN 27
SUI - Family Practice Program	2.71	2.71	2.71	0.00	2.71	0.00	PG 15 LN 33
SUI - Specialized Children Health Services	4.16	4.16	4.16	0.00	4.16	0.00	PG 16 LN 3
SUI - Iowa Cancer Registry	2.10	2.10	2.10	0.00	2.10	0.00	PG 16 LN 12
SUI - Substance Abuse Consortium	0.99	0.99	0.99	0.00	0.99	0.00	PG 16 LN 17
SUI - Biocatalysis	6.28	6.28	6.28	0.00	6.28	0.00	PG 16 LN 23
SUI - Primary Health Care	6.22	6.22	6.22	0.00	6.22	0.00	PG 16 LN 28
SUI - Iowa Birth Defects Registry	0.38	0.38	0.38	0.00	0.38	0.00	PG 16 LN 38
SUI - Iowa Nonprofit Resource Center	2.75	2.75	2.75	0.00	2.75	0.00	PG 17 LN 4
Iowa State University - General	3,647.41	3,647.41	4,062.34	0.00	4,062.34	414.93	PG 17 LN 29
ISU - Agricultural Experiment Station	174.52	174.52	0.00	0.00	0.00	-174.52	
ISU - Cooperative Extension	240.41	240.41	0.00	0.00	0.00	-240.41	
University of Northern Iowa - General	1,250.28	1,250.28	1,250.28	0.00	1,250.28	0.00	PG 17 LN 35
UNI - Real Estate Education Program	0.86	0.86	0.86	0.00	0.86	0.00	PG 18 LN 3
Total Regents, Board of	10,538.38	10,540.63	10,540.63	0.00	10,540.63	0.00	
Total Education	10,969.54	11,026.52	11,088.17	0.00	11,088.17	61.65	

FUNDING SUMMARY

General Fund FY 2027: Appropriates a total of \$2,560.4 million from the General Fund and 4,724.0 full-time equivalent (FTE) positions to the Department of Health and Human Services (HHS), and the Department of Veterans Affairs (DVA). This is an increase of \$3.1 million and 384.1 FTE positions compared to estimated net FY 2026. Total FTE positions authorized provide an increase of 576.0 FTE positions compared to the total authorized in 2025 Iowa Acts, [House File 1049](#) (FY 2026 Health and Human Services Appropriations Act).

Other Funds FY 2027: Appropriates a total of \$447.2 million from other funds. The Governor item vetoed a \$3.0 million appropriation from the Opioid Settlement Fund (OSF), reducing this total to \$444.2 million. This is a decrease of \$13.1 million compared to estimated net FY 2026.

Standing General Fund Appropriations FY 2027: In addition to the appropriations in this Act, the attached tracking includes the following standing General Fund appropriations totaling \$3.0 million that are automatically appropriated in statute:

- \$990,000 for the County Commissions of Veteran Affairs Fund.
- \$233,000 to the HHS for Child Abuse Prevention.
- \$224,000 to the HHS for the Center for Congenital and Inherited Disorders Central Registry.
- \$425,000 to the HHS for Centers of Excellence.
- \$1 to the HHS for the Low-Income Home Energy Assistance Program (LIHEAP) Weatherization Assistance Program.
- \$1,400 to the HHS for the Commission of Inquiry.
- \$143,000 to the HHS for Nonresident Mental Illness Commitment.
- \$1.0 million to the HHS for the Behavioral Health Fund.

Standing Other Fund Appropriations FY 2027: In addition to the appropriations in this Act, the attached tracking includes the following standing Other Fund appropriation estimates totaling \$137.8 million that are automatically appropriated in statute:

- \$150,000 from the Medicaid Fraud Fund to the HHS for Medical Assistance.
- \$137.6 million from the Health Care Trust Fund to the HHS for Medical Assistance.

HEALTH AND HUMAN SERVICES APPROPRIATIONS ACT

NEW PROGRAMS, SERVICES, OR ACTIVITIES

Requires the HHS to apply to the Centers for Medicare and Medicaid Services (CMS) for a waiver of Medicaid's institution for mental diseases (IMD) exclusion no later than July 1, 2027.

Page 26, Line 21

FISCAL IMPACT: The HHS estimates that applying to the CMS for a waiver of Medicaid's IMD exclusion will increase costs to the HHS by the following amounts for future fiscal years:

- FY 2027: \$595,000, of which the State cost is \$298,000 and the federal cost is \$298,000.
- FY 2028: \$278,000, of which the State cost is \$139,000 and the federal cost is \$139,000.
- FY 2029: \$679,000, of which the State cost is \$339,000 and the federal cost is \$339,000.
- FY 2030: \$679,000, of which the State cost is \$339,000 and the federal cost is \$339,000.
- FY 2031: \$679,000, of which the State cost is \$339,000 and the federal cost is \$339,000.

Requires the HHS to make certain FTE information publicly available.

Page 26, Line 30

MAJOR INCREASES/DECREASES/TRANSFERS OF EXISTING PROGRAMS

Department of Health and Human Services — Aging and Disability Services: Appropriates a total of \$19.4 million and 101.0 FTE positions from the General Fund. This is an increase of \$171,000 and 18.0 FTE positions compared to estimated net FY 2026.

Page 2, Line 27

Department of Health and Human Services — Behavioral Health: Appropriates a total of \$23.1 million from the General Fund and 70.0 FTE positions. This is a decrease of \$1.3 million and an increase of 6.0 FTE positions compared to estimated net FY 2026.

Page 3, Line 34

Department of Health and Human Services — Public Health: Appropriates a total of \$21.2 million and 348.6 FTE positions from the General Fund. This is a net decrease of \$1.3 million and an increase of 6.5 FTE positions compared to estimated net FY 2026.

Page 5, Line 9

Creates a new allocation of \$191,000 from the General Fund Public Health appropriation for a Child Vision Screening Program contract with University of Iowa Health Care (UIHC). Requires the Program to submit a report to the HHS regarding objectives, results, and the use of funds allocated to the Child Vision Screening Program.

Page 5, Line 26

Creates a new allocation of \$144,000 from the General Fund Public Health appropriation for epilepsy education and support. Requires funds to be distributed on July 1, 2026. Requires a dollar-for-dollar match of the funds above \$50,000.

Page 5, Line 38

EXECUTIVE SUMMARY

HEALTH AND HUMAN SERVICES APPROPRIATIONS ACT

HOUSE FILE 2782

Allocates a total of \$999,000 of the Public Health appropriation to support increased access, health system integration, and engagement. This is a decrease of \$225,000 compared to the estimated net FY 2026 allocation.

Page 6, Line 8

Creates a new allocation of \$1.5 million from the General Fund Public Health appropriation for medical residency program grants that are not related to the practice of family medicine and not in Johnson county.

Page 7, Line 4

Department of Health and Human Services — Community Access and Eligibility: Appropriates a total of \$76.4 million and 883.9 FTE positions from the General Fund. This is an increase of \$7.8 million and an increase of 76.9 FTE positions compared to estimated net FY 2026.

Page 7, Line 22

Temporary Assistance for Needy Families (TANF) Block Grant: Appropriates \$153.7 million for various programs administered by the HHS funded through the TANF Block Grant. This is a decrease of \$5.3 million compared to estimated net FY 2026.

Page 9, Line 33

Department of Health and Human Services — Medical Assistance Program, State Supplementary Assistance (SSA), and Healthy and Well Kids in Iowa (Hawki) Program: Appropriates a total of \$1,992.6 million from the General Fund. This is no change compared to estimated net FY 2026 and includes the following:

Page 11, Line 12

- An increase of \$151.9 million for the expected Medical Assistance shortfall in FY 2026.
- An increase of \$3.0 million for a Home- and Community-Based Services (HCBS) elderly waiver rate increase.
- An increase of \$1.2 million for an ambulatory surgical center rate increase.
- An increase of \$333,000 for a special population nursing facility (SPNF) rate adjustment.
- A decrease of \$150,000 due to allowing Medicaid to dispense a 90-day supply of a prescription.
- A decrease of \$308,000 due to shifting certain behavioral service costs from Medicaid to Medicare.
- A decrease of \$491,000 due to applying a site of service differential for telehealth service billing.
- A decrease of \$602,000 due to venipuncture and therapy rehabilitation billing code adjustments.
- A decrease of \$1.1 million due to a 30-day readmission policy requiring the use of the same diagnosis related group payment for the same condition.
- A decrease of \$1.2 million due to changes for speech therapy and rehabilitation service codes and reimbursement.
- A decrease of \$2.2 million due to requiring Medicaid to always pay the lowest available price when adjudicating claims.
- A decrease of \$5.4 million for a facility- and provider-based billing adjustment.
- A decrease of \$5.6 million for an appropriation from the Behavioral Health Fund.

HEALTH AND HUMAN SERVICES APPROPRIATIONS ACT

- A decrease of \$6.5 million for a Managed Care Organization (MCO) premium tax payment adjustment, shifting costs to the MCOs.
- A decrease of \$132.9 million due to Health Maintenance Organization (HMO) tax revenue.

Department of Health and Human Services — Health Program Operations: Appropriates a total of \$40.3 million and 97.0 FTE positions from the General Fund. This is an increase of \$670,000 and an increase of 15.0 FTE positions compared to estimated net FY 2026.

Page 12, Line 19

Behavioral Health Fund (BHF): Appropriates \$5.6 million from the BHF to the HHS to supplement the FY 2027 General Fund Medical Assistance appropriation. This is a new appropriation for FY 2027.

Page 14, Line 37

Requires the HHS to base case-mix nursing facility reimbursement rates for FY 2027 based on the rates in effect June 30, 2026. Requires the HHS to calculate each nursing facility's case-mix index for the rate period beginning July 1, 2026, from July 1, 2025, through December 31, 2025. Requires the HHS to calculate each nursing facility's case-mix index for the rate period beginning January 1, 2027, from January 1, 2026, through June 30, 2026. Requires the nursing facility rate adjustment to be budget neutral.

Page 15, Line 22

Requires \$1.2 million to be used for FY 2027 to increase Medicaid reimbursement rates for ambulatory surgical centers.

Page 15, Line 35

Requires \$3.0 million to be used for FY 2027 to increase Medicaid reimbursement rates for HCBS elderly waiver services.

Page 15, Line 39

Department of Health and Human Services — Child Care Assistance: Appropriates a total of \$32.7 million from the General Fund and 53.0 FTE positions. This is a decrease of \$2.3 million and no change in FTE positions compared to estimated net FY 2026.

Page 16, Line 18

Department of Health and Human Services — Early Intervention and Supports: Appropriates a total of \$36.5 million from the General Fund and 28.0 FTE positions. This is a net increase of \$1.2 million and 1.0 FTE position compared to estimated net FY 2026.

Page 16, Line 39

Creates a new allocation of \$1.5 million from the Early Intervention and Supports appropriation in FY 2027 for the More Options for Maternal Supports (MOMS) Program.

Page 17, Line 23

Department of Health and Human Services — Child Protective Services: Appropriates a total of \$164.5 million from the General Fund and 977.0 FTE positions. This is a net decrease of \$1.0 million and an increase of 117.8 FTE positions compared to estimated net FY 2026.

Page 17, Line 27

EXECUTIVE SUMMARY

HEALTH AND HUMAN SERVICES APPROPRIATIONS ACT

HOUSE FILE 2782

Department of Health and Human Services — State-Operated Specialty Care: Appropriates a total of \$100.2 million from the General Fund and 1,304.5 FTE positions. This is a decrease of \$2.1 million and 25.0 FTE positions compared to estimated net FY 2026.

Page 20, Line 3

Allocates \$19.9 million from the State-Operated Specialty Care appropriation for the Cherokee Mental Health Institute (MHI). This is a decrease of \$650,000 compared to the estimated net FY 2026 allocation.

Page 20, Line 20

Allocates \$23.8 million from the State-Operated Specialty Care appropriation for the Independence MHI. This is a decrease of \$1.1 million compared to the estimated net FY 2026 allocation.

Page 20, Line 22

Allocates \$23.3 million from the State-Operated Specialty Care appropriation for the Civil Commitment Unit for Sexual Offenders (CCUSO). This is an increase of \$2.8 million compared to the estimated net FY 2026 allocation.

Page 20, Line 24

Allocates \$12.6 million from the State-Operated Specialty Care appropriation for the Woodward Resource Center. This is a decrease of \$1.9 million compared to the estimated net FY 2026 allocation.

Page 20, Line 27

Allocates \$19.8 million from the State-Operated Specialty Care appropriation for the Eldora State Training School (STS). This is a decrease of \$673,000 compared to the estimated net FY 2026 allocation.

Page 20, Line 29

Allocates \$942,000 from the State-Operated Specialty Care appropriation for the Glenwood Resource Center. This is a decrease of \$648,000 compared to the estimated net FY 2026 allocation.

Page 20, Line 31

Department of Health and Human Services — Accountability, Compliance, and Program Integrity: Appropriates a total of \$23.2 million from the General Fund and 382.0 FTE positions. This is a net increase of \$1.2 million and 112.0 FTE positions compared to estimated net FY 2026.

Page 20, Line 38

Opioid Settlement Fund: Appropriates \$3.0 million from the OSF to the HHS for [Renewal Falls Recovery Center](#) in Cedar Falls. This is a new appropriation for FY 2027. *This item was vetoed by the Governor.*

Page 31, Line 14

Modifies 2025 Iowa Acts, [House File 972](#) (Rural Health Care Act), to transfer any unencumbered moneys remaining in the repealed accounts under Division VI of the Act to the HHS to award grants to start medical residency programs in the State that are not sponsored by the UIHC and that are not related to the practice of family medicine, rather than to fund Medicaid graduate medical education (GME) efforts. Requires \$298,000 from the Medical Residency Training Account to be used to apply for a waiver of Medicaid's IMD exclusion.

Page 32, Line 5

FISCAL IMPACT: In June 2025, the HHS estimated that the repealed funds and accounts may have a total unobligated and unencumbered balance of \$9.9 million, which includes the following:

- \$1.1 million from the Health Care Workforce Shortage Fund Interest Account.
- \$7.2 million from the Medical Residency Training Account.
- \$1.1 million from the Family Medicine Obstetrics Fellowship Program Fund.
- \$454,000 from the rural psychiatry residency and fellowship positions allocation.

Requires the HHS to set the Medicaid reimbursement rate for SPNFs at the facility’s average allowable per diem cost adjusted in compliance with applicable federal laws and regulations, including upper payment limits. Provides that the reimbursement requirements also apply to new beds and services

Page 33, Line 17

FISCAL IMPACT: Adjusting SPNF reimbursement is estimated to cost approximately \$905,000 in FY 2027. Of the cost, the federal government will pay \$572,000 and the State will pay \$333,000.

CHANGES TO PRIOR APPROPRIATIONS

Allows any unencumbered or unobligated funds appropriated in 2025 Iowa Acts, [House File 1049](#) (FY 2026 Health and Human Services Appropriations Act), from the General Fund for the MOMS Program in FY 2026 to remain available for expenditure until the close of FY 2027.

Page 25, Line 11

Requires 70.0% of the funds set aside for community mental health service providers in federal fiscal year (FFY) 2026 and FFY 2027 appropriated to the HHS from the Community Mental Health Services Block Grant to be distributed to State-accredited community mental health centers under Iowa Code section [225A.3](#). *This item was vetoed by the Governor.*

Page 30, Line 13

STUDIES AND INTENT

Emergency Rules

Requires the HHS to adopt emergency administrative rules to comply with federal requirements or to implement this Act. The rules are required to be effective immediately upon filing or on a later effective date specified in the rules.

Page 24, Line 24

Requires the HHS to notify the General Assembly and the Department of Management (DOM) if adopted emergency administrative rules will increase expenditures. The notification is required to be made at least 30

Page 24, Line 35

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HEALTH AND HUMAN SERVICES APPROPRIATIONS ACT

HOUSE FILE 2782

calendar days prior to the notice of the rules being submitted to the Administrative Rules Coordinator and Editor.

Intent

Specifies that it is the intent of the General Assembly to provide sufficient funding for the State Child Care Assistance (CCA) Program in FY 2027 to avoid the establishment of a waiting list.

Page 16, Line 29

Prohibits a district or juvenile court from ordering any service that is a charge to the State if there are insufficient funds to pay for the service.

Page 18, Line 25

Nonreversion

Requires federal moneys received in FY 2027 because of the expenditure of State funds in a previous year to be used for Child Protective Services. Allows any unencumbered or unobligated funds to remain available for expenditure through FY 2028.

Page 18, Line 9

Allows any unencumbered or unobligated funds appropriated from the General Fund for the Family Development and Self-Sufficiency (FaDSS) grant program in FY 2027 to remain available for FY 2028.

Page 22, Line 26

Allows any unencumbered or unobligated funds appropriated from the General Fund, the Quality Assurance Trust Fund (QATF), and the Hospital Health Care Access Trust Fund (HHCAT) to the HHS in FY 2027 for the Medicaid Program to remain available for FY 2028.

Page 22, Line 37

Allows any unencumbered or unobligated funds appropriated from the General Fund to the HHS for State-Operated Specialty Care in FY 2027 to remain available for subsequent fiscal years.

Page 23, Line 9

Allows any unencumbered or unobligated funds appropriated from the General Fund to the HHS for the Iowa Commission on Volunteer Services in FY 2027 to remain available for subsequent fiscal years.

Page 23, Line 19

Allows any unencumbered or unobligated funds appropriated from the General Fund to the HHS for rural psychiatric residencies in FY 2027 to remain available for FY 2028.

Page 23, Line 27

Allows any unencumbered or unobligated funds appropriated from the General Fund to the HHS and allocated for adoption subsidy payments or post-adoption services in FY 2027 to remain available for FY 2028.

Page 23, Line 35

EXECUTIVE SUMMARY

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Allows any unencumbered or unobligated funds appropriated from the General Fund to the HHS and allocated for Child Protective Services in FY 2027 to remain available for FY 2028.

Page 24, Line 5

Required Reports

Requires the Iowa Veterans Home (IVH) to submit a monthly expenditure report to the General Assembly.

Page 2, Line 16

Requires the HHS to report any transfers made for continuing alignment efforts, maximizing federal support, and the implementation and administration of services to the General Assembly. Requires the HHS to report to the chairpersons of the HHS appropriations subcommittee the allocations and FTE positions for each division of the HHS for FY 2028 on or before December 1, 2026.

Page 21, Line 22

Requires the HHS to report the expenditure of any moneys for which nonreversion authorization was provided for FY 2026 to the General Assembly on a quarterly basis beginning October 1, 2027.

Page 24, Line 15

Requires the HHS, on or before October 1 of the immediately succeeding calendar year in which the review on shelter care and QRTP provider rates is conducted, to submit a report to the Governor and the General Assembly detailing the results of the review and recommendations for rate adjustments.

Page 25, Line 28

Requires the HHS to submit an annual report that summarizes the review of provider reimbursement rates for Medicaid services that are reimbursed by a statewide fee schedule and that are not periodically updated or rebased pursuant to federal or State law or rule to the General Assembly by January 15.

Page 26, Line 16

Requires the HHS to publish the amounts to be distributed to community mental health centers from the Community Mental Health Services Block Grant for FFY 2026 and FFY 2027 on the Department's internet site on or before October 1, 2025, and on or before October 1, 2026. *This item was vetoed by the Governor.*

Page 30, Line 13

Requires the HHS to submit to the General Assembly a summary of the Department's expenditures for behavioral health services for adults and children for the immediately preceding fiscal year, including a summary of which appropriations or funding sources were used to fund the expenditures, no later than December 15 of each year.

Page 31, Line 4

SIGNIFICANT CODE CHANGES

Requires the HHS to biennially review shelter care and Qualified Residential Treatment Program (QRTP) provider rates upon implementation of a uniform cost report.

Page 25, Line 28

Requires the HHS to annually review provider reimbursement rates for Medicaid services that are reimbursed by a statewide fee schedule and that are not periodically updated or rebased pursuant to federal or State law or rule. Requires the HHS to compare provider reimbursement rates, other than dental services, to the federal Medicare program. Requires the HHS to compare dental provider reimbursement rates to the rates set by Medicaid programs in states contiguous to Iowa.

Page 26, Line 2

Reestablishes the Comprehensive Family Support Program (CFSP) under the HHS in Iowa Code to provide a statewide system of services and support to eligible families. Requires the CFSP to be implemented to enable a family member of an individual with a disability to identify the needed services and support. The CFSP was previously authorized under 2025 Iowa Code section [225C.47](#), but was repealed by 2024 Iowa Acts, chapter [1161](#) (Behavioral Health Service System Act).

Page 27, Line 6

EFFECTIVE DATE

This Act takes effect July 1, 2026 unless specified below.

Specifies that Division XIII of this Act related to MOMS appropriation nonreversion takes effect upon enactment and applies retroactively to July 1, 2025.

Page 25, Line 22

Specifies that Division XVII of this Act related to the CFSP takes effect upon enactment and applies retroactively to July 1, 2025.

Page 30, Line 7

GOVERNOR'S VETOES

The Governor vetoed Division XVIII of this Act related to the Community Mental Health Block Grant stating that there was an intentional redesign of Iowa’s mental and behavioral health administration and funding through 2024 Iowa Acts, chapter [1161](#) (Behavioral Health Service System Act), as well as 2025 Iowa Acts, [Senate File 626](#) (Federal Block Grant Appropriations and Other Federal Funds Act). The Governor noted that to support the redesign of Iowa’s Community Mental Health Services Block Grant allocations, Medicaid reimbursements for community mental health centers were increased and additional funds were made available through the Behavioral Health Administrative Service Organization to sustain safety net access.

Page 30, Line 13

The Governor vetoed Division XX of this Act related to the OSF and the appropriation of \$3.0 million from the OSF stating that Iowa established a competitive, accessible, and fair process for allocation of opioid settlement funds in 2025 Iowa Acts, [House File 1038](#) (Opioid Settlement Fund Act).

Page 31, Line 14

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HEALTH AND HUMAN SERVICES APPROPRIATIONS ACT

HOUSE FILE 2782

ENACTMENT DATE

This Act was approved by the General Assembly on May 2, 2026, and item vetoed and signed by the Governor on June 2, 2026,

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House File 2782 provides for the following changes to the Code of Iowa.

Page #	Line #	Bill Section	Action	Code Section
25	28	28	Add	235.2.9
26	2	29	Add	249A.4.15
27	6	32	New	231.80
31	4	37	New	225A.10
33	17	40	Add	249A.2.15
33	35	41	New	249A.38C

1 20 DIVISION I
 1 21 DEPARTMENT OF VETERANS AFFAIRS — FY 2026-2027

 1 22 Section 1. DEPARTMENT OF VETERANS AFFAIRS. There is
 1 23 appropriated from the general fund of the state to the
 1 24 department of veterans affairs for the fiscal year beginning
 1 25 July 1, 2026, and ending June 30, 2027, the following amounts,
 2 1 or so much thereof as is necessary, to be used for the purposes
 2 2 designated:

 2 3 1. DEPARTMENT OF VETERANS AFFAIRS ADMINISTRATION
 2 4 For salaries, support, maintenance, and miscellaneous
 2 5 purposes, and for not more than the following full-time
 2 6 equivalent positions:
 2 7 \$ 1,369,205
 2 8 FTEs 15.00

 2 9 2. IOWA VETERANS HOME
 2 10 For salaries, support, maintenance, and miscellaneous
 2 11 purposes:
 2 12 \$ 8,145,736

 2 13 a. The Iowa veterans home billings involving the department
 2 14 of health and human services shall be submitted to the
 2 15 department on at least a monthly basis.

 2 16 b. The Iowa veterans home expenditure report shall be
 2 17 submitted monthly to the general assembly.

 2 18 3. HOME OWNERSHIP ASSISTANCE PROGRAM
 2 19 For transfer to the Iowa finance authority for the
 2 20 continuation of the home ownership assistance program for
 2 21 persons who are or were eligible members of the armed forces
 2 22 of the United States or eligible service members pursuant to
 2 23 section 16.54:
 2 24 \$ 2,200,000

General Fund appropriation to the Department of Veterans Affairs (DVA).

DETAIL: This is no change in funding and an increase of 4.00 full-time equivalent (FTE) positions compared to estimated net FY 2026. The increase of 4.00 FTE positions is to restore the FTE positions to the previously authorized amount in 2025 Iowa Acts, [House File 1049](#) (FY 2026 Health and Human Services Appropriations Act).

General Fund appropriation to the Iowa Veterans Home (IVH).

DETAIL: This is no change in funding compared to estimated net FY 2026.

Requires the IVH to submit monthly claims relating to Medicaid to the Department of Health and Human Services (HHS).

Requires the IVH to submit a monthly expenditure report to the General Assembly.

General Fund appropriation to the Home Ownership Assistance Program for military service members and veterans, to be transferred to the Iowa Finance Authority.

DETAIL: This is no change in funding compared to estimated net FY 2026. Under the Program, a \$5,000 grant is available to a service member for down payment and closing costs toward the

PG LN	GA:91 HF2782	Explanation
		purchase of a new home in the State of Iowa. The home must be a primary residence, and this is a once-in-a-lifetime grant.
2 25 2 26	DIVISION II AGING AND DISABILITY SERVICES — FY 2026-2027	
2 27 2 28 2 29 2 30 2 31 2 32 2 33 2 34 2 35 2 36 2 37 2 38 2 39 3 1 3 2 3 3 3 4 3 5 3 6 3 7 3 8 3 9 3 10 3 11 3 12 3 13 3 14 3 15	Sec. 2. DEPARTMENT OF HEALTH AND HUMAN SERVICES — AGING AND DISABILITY SERVICES. There is appropriated from the general fund of the state to the department of health and human services for the fiscal year beginning July 1, 2026, and ending June 30, 2027, the following amount, or so much thereof as is necessary, to be used for the purposes designated: For aging programs for the department of health and human services and area agencies on aging to provide citizens of Iowa who are 60 years of age and older with case management; for Iowa's aging and disabilities resource centers; for the return to community program; for the purposes of chapter 231E; to administer the prevention of elder abuse, neglect, and exploitation program pursuant to section 231.56A, in accordance with the requirements of the federal Older Americans Act of 1965, 42 U.S.C. §3001 et seq., as amended; for the operation of the dependent adult abuse services program pursuant to chapter 235B; for matching funding for programs to enable persons with severe physical or mental disabilities to function more independently; for costs associated with centers for independent living; and for other services which may include but are not limited to adult day care, respite care, chore, information and assistance, and material aid; for information and options counseling for persons with disabilities; and for salaries, support, administration, maintenance, and miscellaneous purposes, and for not more than the following full-time equivalent positions: \$ 19,379,531 FTEs 101.00	General Fund appropriation to the HHS — Aging and Disability Services for FY 2027. DETAIL: This is an increase of \$171,351 and 18.00 FTE positions compared to estimated net FY 2026. The funding and FTE position changes include the following: • An increase of \$171,351 due to moving the administration of the Statewide Independent Living Councils (SILCs) and Centers for Independent Living (CILs) from Iowa Workforce Development to the HHS. • An increase of 5.00 FTE positions to provide the same amount of FTE positions as the total authorized in 2025 Iowa Acts, House File 1049 (FY 2026 Health and Human Services Appropriations Act). • An increase of 12.00 FTE positions to shift Long Term Care Ombudsman staff from the Accountability, Compliance, and Program Integrity appropriation. • An increase of 1.00 FTE position to shift a community advocacy services position from the Early Intervention and Supports appropriation. The Division of Aging and Disability Services works with Iowa's Area Agencies on Aging (AAAs) and Aging and Disability Resource Centers to provide supports and services to individuals aged 60 years old and older and individuals with disabilities through programs and initiatives that improve access to affordable, high-quality, long-term living and community supports.
3 16 3 17 3 18 3 19	1. Moneys appropriated in this section may be used to supplement federal moneys received under federal regulations. To receive moneys appropriated in this section, a local area agency on aging shall match the moneys with moneys from other	Permits the use of funds appropriated in this section to supplement federal funds for elderly services if those services are approved by the HHS as part of an AAA's area

3 20 sources according to rules adopted by the department. Moneys
 3 21 appropriated in this section may be used for services not
 3 22 specifically enumerated in this section only if approved by the
 3 23 department as part of an area agency on aging's area plan.

plan. Requires local AAAs to match the funds for aging programs and services.

3 24 2. Of the moneys appropriated in this section, \$949,282
 3 25 is allocated to be used for the comprehensive family support
 3 26 program created in section 231.80 as enacted under this Act.

Allocates \$949,282 for the Comprehensive Family Support Program (CFSP), also known as the Children at Home Program, which is reestablished in Iowa Code in Division XVII of this Act.

DETAIL: This is no change in funding compared to estimated net FY 2026.

3 27 3. Of the moneys appropriated in this section, \$33,632
 3 28 is allocated to be used to build community capacity through
 3 29 the coordination and provision of training opportunities in
 3 30 accordance with the consent decree of Conner v.Branstad, No.
 3 31 4-86-CV-30871 (S.D. Iowa, July 15, 1994).

Allocates \$33,632 to the HHS for the Conner Decree training requirements.

DETAIL: This is no change in funding compared to estimated net FY 2026. The funds are used for training purposes to comply with the [Conner v. Branstad](#) consent decree mandating placement of persons with developmental disabilities in the least restrictive setting possible.

3 32 DIVISION III
 3 33 BEHAVIORAL HEALTH — FY 2026-2027

3 34 Sec. 3. DEPARTMENT OF HEALTH AND HUMAN SERVICES —
 3 35 BEHAVIORAL HEALTH. There is appropriated from the general fund
 3 36 of the state to the department of health and human services for
 3 37 the fiscal year beginning July 1, 2026, and ending June 30,
 3 38 2027, the following amount, or so much thereof as is necessary,
 3 39 to be used for the purposes designated:

General Fund appropriation to the HHS — Behavioral Health for FY 2027.

4 1 For behavioral health prevention, education, early
 4 2 intervention, treatment, recovery support, and crisis
 4 3 services in order to support statewide access to treatment for
 4 4 behavioral health conditions; stabilization and mitigation of
 4 5 behavioral health crises; and recovery for individuals and
 4 6 families impacted by behavioral health conditions. Activities
 4 7 shall align with accepted best practice guidance standards for
 4 8 behavioral health including those published by the centers for
 4 9 disease control and prevention of the United States department
 4 10 of health and human services, and the substance abuse and

DETAIL: This is a decrease of \$1,315,000 and an increase of 6.00 FTE positions compared to estimated net FY 2026. Total FTE positions authorized provide a decrease of 1.00 FTE position compared to the total authorized in 2025 Iowa Acts, [House File 1049](#) (FY 2026 Health and Human Services Appropriations Act). The funding and FTE position changes include:

- A decrease of \$15,000 and 1.00 FTE position to eliminate a vacant information technology (IT) specialist position.
- A decrease of \$100,000 for the Center of Excellence for Behavioral Health.

4 11 mental health services administration of the United States
 4 12 department of health and human services, for health promotion;
 4 13 universal, selective, and indicated prevention; treatment; and
 4 14 recovery services and supports; and shall include a 24-hour
 4 15 helpline, public information resources, professional training,
 4 16 youth prevention, program evaluation, and efforts at the state
 4 17 and local levels, and for not more than the following full-time
 4 18 equivalent positions:

4 19	\$	23,127,121
4 20	FTEs	70.00

- A decrease of \$120,000 for the Iowa Students for Tobacco Education and Prevention (ISTEP) Summit.
- A decrease of \$500,000 to eliminate the National Jewish Health Quitline contract.
- A decrease of \$580,000 to eliminate certain marketing for gambling and tobacco programs to reflect changes in the public's consumption of marketing and advertising materials.

The Division of Behavioral Health works to provide prevention, treatment, and recovery services related to mental health and addictive disorders.

4 21 1. Of the moneys appropriated in this section, \$300,000
 4 22 is allocated to support the work of the children's behavioral
 4 23 health system including evidence-based behavioral health
 4 24 prevention, treatment, and recovery services and supports for
 4 25 children and their families.

Allocates \$300,000 for the Children's Behavioral Health System.

DETAIL: This is no change in funding compared to the estimated net FY 2026 allocation.

4 26 2. Of the moneys appropriated in this section, \$950,000
 4 27 is allocated for an integrated substance use disorder managed
 4 28 care system. The department shall maintain the level of mental
 4 29 health and substance use disorder treatment services provided
 4 30 by the managed care contractors, and shall take the steps
 4 31 necessary to continue the federal waivers as needed to maintain
 4 32 the level of services.

Allocates \$950,000 for continuation of the Managed Substance Abuse Treatment Program.

DETAIL: This is no change in funding compared to the estimated net FY 2026 allocation.

4 33 Sec. 4. DEPARTMENT OF HEALTH AND HUMAN SERVICES — SPORTS
 4 34 WAGERING RECEIPTS FUND. There is appropriated from the
 4 35 sports wagering receipts fund created in section 8.571, to the
 4 36 department of health and human services for the fiscal year
 4 37 beginning July 1, 2026, and ending June 30, 2027, the following
 4 38 amount, or so much thereof as is necessary, to be used for
 4 39 behavioral health prevention, education, early intervention,
 5 1 treatment, recovery support, and crisis services in order to
 5 2 support statewide access to treatment for behavioral health
 5 3 conditions; stabilization and mitigation of behavioral health
 5 4 crises; and recovery for individuals and families impacted by
 5 5 behavioral health conditions:

5 6	\$	1,750,000

Sports Wagering Receipts Fund (SWRF) appropriation for problem gambling and substance-related disorder prevention, treatment, and recovery services, including Your Life Iowa, professional training, youth prevention, and program evaluation.

DETAIL: This is no change in funding compared to estimated net FY 2026.

5 7 DIVISION IV
 5 8 PUBLIC HEALTH — FY 2026-2027

 5 9 Sec. 5. DEPARTMENT OF HEALTH AND HUMAN SERVICES — PUBLIC
 5 10 HEALTH. There is appropriated from the general fund of the
 5 11 state to the department of health and human services for the
 5 12 fiscal year beginning July 1, 2026, and ending June 30, 2027,
 5 13 the following amount, or so much thereof as is necessary, to be
 5 14 used for the purposes designated:
 5 15 For programs that support health promotion, protect the
 5 16 health and safety of the public, conduct disease surveillance
 5 17 and investigation to reduce the incidence of morbidity and
 5 18 mortality, serve individuals with chronic conditions including
 5 19 but not limited to cancer, support the Iowa donor registry as
 5 20 specified in section 142C.18, and strengthen the health care
 5 21 delivery system and workforce to improve health outcomes for
 5 22 all Iowans, and for not more than the following full-time
 5 23 equivalent positions:
 5 24 \$ 21,168,369
 5 25 FTEs 348.60

General Fund appropriation to the HHS — Public Health for FY 2027.

DETAIL: This is a decrease of \$1,265,000 and an increase of 6.45 FTE positions compared to estimated net FY 2026. Total FTE positions authorized provide the same as the total authorized in 2025 Iowa Acts, [House File 1049](#) (FY 2026 Health and Human Services Appropriations Act). The funding changes include the following:

- A decrease of \$40,000 to eliminate a contract for the survey of children who experience adverse childhood experiences.
- A decrease of \$225,000 to eliminate a contract with the Polk County Medical Society for the safety net provider patients access to specialty health care clinics initiative.
- A decrease of \$1,000,000 for a Medicaid graduate medical education reduction.

The Division of Public Health's responsibilities include promoting the health and safety of the public, conducting disease surveillance and investigation to reduce the incidence of morbidity and mortality, serving individuals with chronic conditions, and strengthening the health care delivery system.

5 26 1. Of the moneys appropriated in this section, \$191,000
 5 27 is allocated to the university of Iowa hospitals and clinics
 5 28 to administer a child vision screening program through
 5 29 continuation of an existing contract. The program shall submit
 5 30 a report to the department regarding the use of funds allocated
 5 31 under this subsection. The report shall include the objectives
 5 32 and results for the program year including the target
 5 33 population and how the funds allocated assisted the program in
 5 34 meeting the objectives; the number, age, and location within
 5 35 the state of individuals served; the type of services provided
 5 36 to the individuals served; the distribution of moneys based on

Allocates \$191,000 for the Child Vision Screening Program contract with University of Iowa Health Care (UIHC). Requires the Program to submit a report to the HHS regarding objectives, results, and the use of funds allocated to the Child Vision Screening Program.

DETAIL: This is a new allocation for FY 2027. The allocation previously existed in 2023 Iowa Acts, chapter [112](#) (FY 2024 Health and Human Services Appropriations Act).

5 37 the services provided; and the continuing needs of the program.

5 38 2. Of the moneys appropriated in this section, \$144,000 is
 5 39 allocated for the public purpose of allowing the department
 6 1 to continue an existing contract with an existing affiliated
 6 2 organization to provide education, client-centered programs,
 6 3 and client and family support, for people living with epilepsy
 6 4 and their families. The moneys allocated in excess of \$50,000
 6 5 shall be matched dollar for dollar by the existing affiliated
 6 6 organization. Moneys under this section shall be distributed
 6 7 in their entirety on July 1, 2026, for the purpose specified.

Allocates \$144,000 for epilepsy education and support. Funds allocated are required to be distributed on July 1, 2026. The allocation requires a dollar-for-dollar match of the funds above \$50,000.

DETAIL: This is a new allocation for FY 2027. The allocation previously existed in 2023 Iowa Acts, chapter [112](#) (FY 2024 Health and Human Services Appropriations Act). Funding provides for education, client-centered programs, and client and family support for people and families of people living with epilepsy.

6 8 3. Of the moneys appropriated in this section, the following
 6 9 amounts are allocated to the department of health and human
 6 10 services to be used as follows to support the goals of
 6 11 increased access, health system integration, and engagement:

Allocates a total of \$999,000 of the Public Health appropriation to support increased access, health system integration, and engagement.

DETAIL: This is a decrease of \$225,000 compared to the estimated net FY 2026 allocation to eliminate a contract with the Polk County Medical Society for the safety net provider patients access to specialty health care clinics initiative.

6 12 a. \$600,000 for distribution to a nonprofit organization
 6 13 that established the first statewide drug donation repository
 6 14 for continuation of the pharmaceutical infrastructure for
 6 15 safety net providers established as described in 2007 Iowa
 6 16 Acts, chapter 218, section 108, and for the prescription drug
 6 17 donation repository program established in chapter 135M.
 6 18 Moneys under this paragraph shall be distributed in their
 6 19 entirety on July 1, 2026, for the purpose specified.

Distributes \$600,000 of the allocation to be used for pharmaceutical infrastructure for the SafeNetRx prescription drug donation repository program. Requires these moneys to be distributed in their entirety on July 1, 2026.

6 20 b. \$374,000 for distribution to free clinics, as defined in
 6 21 section 135.24, and a nonprofit organization that facilitates
 6 22 the initiation, operation, and collaboration of free clinics
 6 23 for necessary infrastructure, statewide coordination, provider
 6 24 recruitment, service delivery, and provision of assistance to
 6 25 patients in securing a medical home inclusive of oral health
 6 26 care. Of the moneys allocated, \$40,000 shall be used to lower
 6 27 fees associated with using an electronic prescribing system.
 6 28 Moneys under this paragraph shall be distributed in their

Distributes \$374,000 of the allocation to be used for free clinics and a nonprofit organization that facilitates free clinics. Of these moneys, \$40,000 will be used to lower fees associated with an electronic prescribing system. Requires these moneys to be distributed in their entirety on July 1, 2026.

6 29 entirety on July 1, 2026, for the purpose specified.

6 30 c. \$25,000 for distribution to an organization that raises
6 31 awareness about issues related to rural health clinics for
6 32 necessary infrastructure and service delivery transformation.
6 33 Moneys under this paragraph shall be distributed in their
6 34 entirety on July 1, 2026, for the purpose specified.

Distributes \$25,000 of the allocation to be used for an organization that raises awareness about rural health clinic issues and infrastructure and service delivery transformation. Requires these moneys to be distributed in their entirety on July 1, 2026.

6 35 4. Of the moneys appropriated in this section, \$400,000
6 36 is allocated for rural psychiatric residencies for residents
6 37 selected on or before June 30, 2026.

Allocates \$400,000 of the Public Health appropriation for rural psychiatric residencies to support the funding of psychiatric residents, selected on or before June 30, 2026.

DETAIL: This is a decrease of \$200,000 compared to the estimated net FY 2026 allocation.

6 38 5. Of the moneys appropriated in this section, \$20,000 is
6 39 allocated to make radon test kits available, free of charge,
7 1 to homeowners and renters in the state. The department shall
7 2 provide a link on the department's internet site for homeowners
7 3 and renters in the state to order radon test kits.

Allocates \$20,000 of the Public Health appropriation to make radon test kits available, free of charge, to homeowners and renters in Iowa. Requires the HHS to provide a link on the HHS's website for homeowners and renters to order radon test kits.

DETAIL: This is no change in funding compared to the estimated net FY 2026 allocation.

7 4 6. Of the moneys appropriated in this section, \$1,500,000 is
7 5 allocated for awarding grants for medical residency programs in
7 6 the state that meet the following criteria:
7 7 a. The medical residency program is not related to the
7 8 practice of family medicine.
7 9 b. The medical residency program is not located in a county
7 10 that has a population of one hundred fifty thousand or more
7 11 based on the most recent federal decennial census, and in which
7 12 the main campus of an institution of higher learning governed
7 13 by the state board of regents is located.

Allocates \$1,500,000 for medical residency program grants that are not related to the practice of family medicine and not located in Johnson county.

DETAIL: This is a new allocation for FY 2027.

7 14 7. The university of Iowa hospitals and clinics under
7 15 the control of the state board of regents shall not receive
7 16 indirect costs from the moneys appropriated in this section.
7 17 The university of Iowa hospitals and clinics billings to the
7 18 department shall be, at a minimum, on a quarterly basis.

Prohibits the UIHC from receiving indirect costs from the General Fund Public Health appropriation to the HHS. Requires the UIHC to submit billings to the HHS on no less than a quarterly basis.

7 19 DIVISION V

7 20 COMMUNITY ACCESS AND ELIGIBILITY — CHILD SUPPORT SERVICES —

7 21 TANF — FY 2026-2027

7 22 Sec. 6. DEPARTMENT OF HEALTH AND HUMAN SERVICES — COMMUNITY

7 23 ACCESS AND ELIGIBILITY. There is appropriated from the

7 24 general fund of the state to the department of health and human

7 25 services for the fiscal year beginning July 1, 2026, and ending

7 26 June 30, 2027, the following amount, or so much thereof as is

7 27 necessary, to be used for the purposes designated:

7 28 To be used for salaries, support, maintenance, and

7 29 miscellaneous purposes and for family investment program (FIP)

7 30 assistance in accordance with chapter 239B, and for other costs

7 31 associated with providing needs-based benefits or assistance

7 32 including but not limited to maternal and child health, oral

7 33 health, obesity prevention, the promoting independence and

7 34 self-sufficiency through employment, job opportunities and the

7 35 basic skills (PROMISE JOBS) program, supplemental nutrition

7 36 assistance program (SNAP) employment and training, the FIP

7 37 diversion program, family planning, rent reimbursement,

7 38 and eligibility determinations for medical assistance, food

7 39 assistance, and the children’s health insurance program, and

8 1 for not more than the following full-time equivalent positions:

8 2 \$ 76,371,516

8 3 FTEs 883.90

General Fund appropriation to the HHS — Community Access and Eligibility for FY 2027.

DETAIL: This is a net increase of \$7,829,060 and 76.90 FTE positions compared to estimated net FY 2026. The funding and FTE position changes include the following:

- An increase of \$8,738,907 for the increase to the State share of Supplemental Nutrition Assistance Program (SNAP) administrative costs beginning in federal fiscal year (FFY) 2027 due to requirements of the federal [One Big Beautiful Bill Act \(OBBBA\)](#).
- An increase of \$1,171,999 for the State share of administrative costs for the Summer Electronic Benefits Transfer (EBT) program.
- An increase of \$859,280 and 23.00 FTE positions for Medicaid eligibility services related to requirements of the federal OBBBA.
- An increase of \$58,874 for Medicaid waiver cost neutrality analysis.
- A decrease of \$3,000,000 to move Family Investment Program (FIP) expenditures to the Temporary Assistance for Needy Families (TANF) block grant to address excess maintenance of effort (MOE) spending.
- An increase of 63.40 FTE positions to provide the same amount of FTE positions as the total authorized in 2025 Iowa Acts, [House File 1049](#) (FY 2026 Health and Human Services Appropriations Act).
- A decrease of 9.50 FTE positions due to the reorganization of refugee services.

The Division of Community Access and Eligibility is the entity responsible for the determination of eligibility for needs-based benefits and assistance programs under the authority of the HHS.

8 4 1. Of the child support collections assigned under FIP,
8 5 the federal share of the child support collections shall be
8 6 credited to the child support services appropriation made in
8 7 this division of this Act. Of the remainder of the child
8 8 support collections assigned under FIP, a portion shall be
8 9 credited to community access and eligibility, and the remaining
8 10 moneys may be used to increase recoveries, to sustain cash flow
8 11 in the collection services center refund account as provided in
8 12 section 252B.13A, or for technology needs. If child support
8 13 collections assigned under FIP are greater than estimated or
8 14 are otherwise determined not to be required for maintenance of
8 15 efforts, the state share of either amount is appropriated to
8 16 the department for child support services as described in this
8 17 division of this Act, or may be transferred to or retained in
8 18 the collection services center refund account.

Requires the federal share of child support collections recovered by the State to be credited to Child Support Services. Of the remainder of support collected, a portion is credited to community access and eligibility, and the HHS is permitted to use the remaining funds to increase recoveries, to sustain cash flow, or for technology needs for the Child Support Payments Account.

8 19 2. Of the moneys appropriated in this section, \$3,075,000 is
8 20 allocated for continuation of the department's initiative to
8 21 provide for adequate developmental surveillance and screening
8 22 during a child's first five years. The moneys shall first be
8 23 used to fully fund the current participating counties to ensure
8 24 that those counties are fully operational, with the remaining
8 25 moneys to be used for expanding participation to additional
8 26 counties. Full implementation and expansion shall include
8 27 enhancing the scope of the initiative through collaboration
8 28 with child health specialty clinics to promote the use of
8 29 developmental surveillance and screening to support healthy
8 30 child development through early identification and response to
8 31 biomedical and social determinants of healthy development by
8 32 providing practitioner consultation and continuous improvement
8 33 through training and education, particularly for children
8 34 with behavioral conditions and needs. The department shall
8 35 also collaborate with the Medicaid program and child health
8 36 specialty clinics to assist in coordinating the activities
8 37 of the first five initiative into the establishment of
8 38 patient-centered medical homes developed to improve health
8 39 quality and population health while reducing health care costs.
9 1 To the maximum extent possible, moneys allocated in this
9 2 subsection shall be utilized as matching moneys for Medicaid
9 3 program reimbursement.

Allocates \$3,075,000 for the Iowa First Five Healthy Mental Development Initiative programs.

DETAIL: This is no change in funding compared to the estimated net FY 2026 allocation. This is a public-private mental development initiative that partners primary care and public health services in Iowa to enhance high-quality well-child care. The First Five Model supports health providers in the early detection of socioemotional delays, developmental delays, and family risk-related factors in children from birth to age five. The Initiative then coordinates referrals, interventions, and follow-ups.

9 4 3. Of the moneys appropriated in this section, \$1,145,102 is
 9 5 allocated to the Iowa commission on volunteer service created
 9 6 in section 15H.2 for programs and grants.

Allocates \$1,145,102 to the Iowa Commission on Volunteer Service in the HHS for programs and grants.

DETAIL: This is no change in funding compared to the estimated net FY 2026 allocation.

9 7 4. The university of Iowa hospitals and clinics under
 9 8 the control of the state board of regents shall not receive
 9 9 indirect costs from the moneys appropriated in this section.
 9 10 The university of Iowa hospitals and clinics billings to the
 9 11 department shall be, at a minimum, on a quarterly basis.

Prohibits the UIHC from receiving indirect cost reimbursement from General Fund appropriations to the HHS. Requires the UIHC to submit billings to the HHS on a quarterly basis.

9 12 Sec. 7. DEPARTMENT OF HEALTH AND HUMAN SERVICES — CHILD
 9 13 SUPPORT SERVICES. There is appropriated from the general fund
 9 14 of the state to the department of health and human services for
 9 15 the fiscal year beginning July 1, 2026, and ending June 30,
 9 16 2027, the following amount, or so much thereof as is necessary,
 9 17 to be used for the purposes designated:
 9 18 For child support services, including salaries, support,
 9 19 maintenance, and miscellaneous purposes, and for not more than
 9 20 the following full-time equivalent positions:
 9 21 \$ 15,644,114
 9 22 FTEs 464.00

General Fund appropriation to the HHS — Child Support Services for FY 2027.

DETAIL: This is no change in funding and an increase of 52.00 FTE positions compared to estimated net FY 2026. Total FTE positions authorized provide the same amount as the total authorized in 2025 Iowa Acts, [House File 1049](#) (FY 2026 Health and Human Services Appropriations Act).

9 23 1. Federal access and visitation grant moneys shall be used
 9 24 for services designed to increase compliance with the child
 9 25 access provisions of court orders, including but not limited to
 9 26 neutral visitation sites and mediation services.

Specifies the process for utilization of receipts from federal Access and Visitation Grants.

9 27 2. Moneys appropriated in this section may be used
 9 28 throughout the fiscal year in the manner necessary for
 9 29 cash flow management. For cash flow management under this
 9 30 subsection, the department may temporarily draw more than the
 9 31 amount appropriated provided the amount appropriated is not
 9 32 exceeded at the close of the fiscal year.

Permits the HHS to use the appropriation for child support recovery as necessary and draw more than appropriated if needed to solve any cash flow problems, provided the amount appropriated is not exceeded at the end of the fiscal year.

9 33 Sec. 8. DEPARTMENT OF HEALTH AND HUMAN SERVICES —
 9 34 TEMPORARY ASSISTANCE FOR NEEDY FAMILIES BLOCK GRANT. There is
 9 35 appropriated from the special fund created in section 8.41 to
 9 36 the department of health and human services for the fiscal year
 9 37 beginning July 1, 2026, and ending June 30, 2027, from moneys

Appropriates a total of \$153,673,068 from the TANF Federal Block Grant Fund appropriation for FY 2027.

DETAIL: This is a decrease of \$5,307,315 compared to estimated net FY 2026. The federal government implemented

9 38 received under the federal temporary assistance for needy
 9 39 families (TANF) block grant pursuant to the federal Personal
 10 1 Responsibility and Work Opportunity Reconciliation Act of 1996,
 10 2 Pub.L. No.104-193, and successor legislation, including TANF
 10 3 block grant moneys received in any prior fiscal year that
 10 4 were deposited in the special fund and remain unencumbered
 10 5 or unobligated on June 30, 2026, the following amounts, or
 10 6 so much thereof as is necessary, to be used for the purposes
 10 7 designated:

10 8 1. For community access and eligibility:
 10 9 \$ 12,566,312

Appropriates funds from the TANF Block Grant for community access and eligibility.

DETAIL: This is a decrease of \$422,315 compared to estimated net FY 2026 to reflect expected decreased technology expenditures for FY 2027.

10 10 2. For community access and eligibility to provide
 10 11 pregnancy prevention grants on the condition that family
 10 12 planning services are funded:
 10 13 \$ 1,913,203

Appropriates funds from the TANF Block Grant for pregnancy prevention grants on the condition that family planning services are funded.

DETAIL: This is no change in funding compared to estimated net FY 2026.

10 14 Pregnancy prevention grants shall be awarded to programs
 10 15 in existence on or before July 1, 2026, if the programs have
 10 16 demonstrated positive outcomes. Grants shall be awarded
 10 17 to pregnancy prevention programs developed after July 1,
 10 18 2026, if the programs are based on existing models that have
 10 19 demonstrated positive outcomes. Grants must comply with the
 10 20 requirements provided in 1997 Iowa Acts, chapter 208, section
 10 21 14, subsections 1 and 2, including the requirement that a
 10 22 program awarded a grant must emphasize sexual abstinence.
 10 23 Priority in awarding grants shall be given to programs
 10 24 that serve areas of the state which demonstrate the highest
 10 25 percentage of unplanned pregnancies of females of childbearing
 10 26 age within the geographic area to be served by the grant.

Requires the HHS to award pregnancy prevention grants only to programs that are based on existing models and have demonstrated positive outcomes. Requires pregnancy prevention grants from the TANF to include the requirement that sexual abstinence be emphasized. Specifies that priority in awarding the grants is to be given to programs in areas of Iowa that have the highest percentage of unplanned adolescent pregnancies within the geographic area served by the grant.

10 27 3. To meet one of the four purposes of TANF as specified
 10 28 in 45 C.F.R. §260.20, including by modernizing the program
 10 29 to promote economic mobility and self-sufficiency, ensuring

Appropriates funds from the TANF Block Grant to promote economic mobility and self-sufficiency, ensure that families are able to overcome benefit cliffs, encourage healthy

PG LN	GA:91 HF2782	Explanation
10 30	that families are able to overcome benefit cliffs, encouraging	families, and streamline service delivery.
10 31	healthy families, and streamlining service delivery to reduce	
10 32	duplication:	DETAIL: This is no change in funding compared to estimated
10 33	 \$ 25,000,000	net FY 2026.
10 34	4. For early intervention and supports for child abuse	Appropriates funds from the TANF Block Grant for early
10 35	prevention and the family development and self-sufficiency	intervention and supports for child abuse prevention grants
10 36	(FaDSS) grant program in accordance with section 216A.107:	and the Family Development and Self-Sufficiency (FaDSS)
10 37	 \$ 3,013,980	Grant Program.
		DETAIL: This is no change in funding compared to estimated
		net FY 2026.
10 38	5. For accountability, compliance, program integrity,	Appropriates funds from the TANF Block Grant for
10 39	technology needs, and other resources necessary to meet	administration and compliance for federal and State
11 1	federal and state reporting, tracking, and case management	reporting, tracking, and case management technology and
11 2	requirements, and other departmental needs:	resource needs.
11 3	 \$ 3,533,647	DETAIL: This is no change in funding compared to estimated
		net FY 2026.
11 4	6. For state child care assistance:	Appropriates funds from the TANF Block Grant to Child Care
11 5	 \$ 42,281,826	Assistance (CCA).
		DETAIL: This is a decrease of \$4,885,000 compared to
		estimated net FY 2026 to reflect the estimated CCA budget
		for FY 2027.
11 6	7. For child protective services:	Appropriates funds from the TANF Block Grant to Child
11 7	 \$ 65,364,100	Protective Services.
		DETAIL: This is no change in funding compared to estimated
		net FY 2026.
11 8	DIVISION VI	
11 9	MEDICAL ASSISTANCE PROGRAM — STATE SUPPLEMENTARY ASSISTANCE —	
11 10	HEALTHY AND WELL KIDS IN IOWA PROGRAM AND OTHER HEALTH-RELATED	
11 11	PROGRAMS — FY 2026-2027	

11 12 Sec. 9. DEPARTMENT OF HEALTH AND HUMAN SERVICES — MEDICAL
 11 13 ASSISTANCE PROGRAM, STATE SUPPLEMENTARY ASSISTANCE, AND HEALTHY
 11 14 AND WELL KIDS IN IOWA PROGRAM. There is appropriated from the
 11 15 general fund of the state to the department of health and human
 11 16 services for the fiscal year beginning July 1, 2026, and ending
 11 17 June 30, 2027, the following amount, or so much thereof as is
 11 18 necessary, to be used for the purposes designated:
 11 19 For medical assistance program reimbursement and associated
 11 20 costs as specifically provided in the reimbursement
 11 21 methodologies in effect on June 30, 2026, except as otherwise
 11 22 expressly authorized by law, consistent with options under
 11 23 federal law and regulations, and contingent upon receipt of
 11 24 approval from the office of the governor of reimbursement for
 11 25 each abortion performed under the medical assistance program;
 11 26 for the state supplementary assistance program; for the health
 11 27 insurance premium payment program; and for maintenance of
 11 28 the healthy and well kids in Iowa (Hawki) program pursuant
 11 29 to chapter 514I, including supplemental dental services,
 11 30 for receipt of federal financial participation under Tit.
 11 31 XXI of the federal Social Security Act, which creates the
 11 32 children's health insurance program; and for other specified
 11 33 health-related programs:
 11 34 \$ 1,992,550,706

General Fund appropriation to the HHS for the Medical Assistance (Medicaid) Program, State Supplementary Assistance (SSA), and the Healthy and Well Kids in Iowa (Hawki) Program for FY 2027.

DETAIL: This is no change in funding compared to estimated net FY 2026. The changes include:

- An increase of \$151,896,005 for the expected Medical Assistance shortfall in FY 2026.
- An increase of \$3,000,000 for a Home- and Community-Based Services (HCBS) elderly waiver rate increase.
- An increase of \$1,167,867 for an ambulatory surgical center rate increase.
- An increase of \$333,000 for a special population nursing facility (SPNF) rate adjustment.
- A decrease of \$150,000 due to allowing Medicaid to dispense a 90-day supply of a prescription.
- A decrease of \$307,500 due to shifting certain behavioral service costs from Medicaid to Medicare.
- A decrease of \$491,250 due to applying a site of service differential for telehealth service billing.
- A decrease of \$601,593 due to venipuncture and therapy rehabilitation billing code adjustments.
- A decrease of \$1,136,250 due to a 30-day readmission policy requiring the use of the same diagnosis related group payment for the same condition.
- A decrease of \$1,166,667 million due to changes for speech therapy and rehabilitation service codes and reimbursement.
- A decrease of \$2,169,875 due to requiring Medicaid to always pay the lowest available price when adjudicating claims.
- A decrease of \$5,400,000 for a facility- and provider-based billing adjustment.
- A decrease of \$5,580,938 for an appropriation from the Behavioral Health Fund.
- A decrease of \$6,465,833 for a Managed Care Organization (MCO) premium tax payment adjustment, shifting costs to the MCOs.

- A decrease of \$132,926,966 due to Health Maintenance Organization (HMO) tax revenue.

11 35 1. Of the moneys appropriated in this section,
 11 36 \$1,919,596,113 is allocated for medical assistance program
 11 37 reimbursement and associated costs. Of the moneys allocated
 11 38 in this subsection, \$3,383,880 shall be used for program
 11 39 administration, outreach, and enrollment activities of the
 12 1 state family planning services program pursuant to section
 12 2 217.41B, and of this amount, the department may use \$200,000
 12 3 for administrative expenses.

Allocates \$1,919,596,113 for the Medicaid Program. Requires \$3,383,880 of the allocation to be used for the State Family Planning Services Program and allows \$200,000 to be used for administrative expenses.

DETAIL: This is an increase of \$81,792,040 compared to estimated net FY 2026. This is no change in funding for the State Family Planning Services Program compared to the estimated net FY 2026 allocation.

12 4 2. Iowans support reducing the number of abortions
 12 5 performed in our state. Moneys appropriated under this section
 12 6 shall not be used for abortions, unless otherwise authorized
 12 7 under this section.

Prohibits moneys appropriated for Medical Assistance from being used for abortions, unless otherwise authorized under this section.

12 8 3. The provisions of this section relating to abortions
 12 9 shall also apply to the Iowa health and wellness plan created
 12 10 pursuant to chapter 249N.

Specifies that the policy on abortion also applies to the Iowa Health and Wellness Plan.

12 11 4. Of the moneys appropriated in this section, \$4,479,762 is
 12 12 allocated for the state supplementary assistance program.

Allocates \$4,479,762 of the funds appropriated for Medicaid for the SSA Program.

DETAIL: This is no change in funding compared to the estimated net FY 2026 allocation.

12 13 5. Of the moneys appropriated in this section, \$68,474,831
 12 14 is allocated for maintenance of the Hawki program pursuant
 12 15 to chapter 514I, including supplemental dental services, for
 12 16 receipt of federal financial participation under Tit.XXI of
 12 17 the federal Social Security Act, which creates the children's
 12 18 health insurance program.

Allocates \$68,474,831 of the funds appropriated for Medicaid for the Children's Health Insurance Program (CHIP), also known as the Hawki Program.

DETAIL: This is an increase of \$7,207,960 compared to estimated net FY 2026.

12 19 Sec. 10. DEPARTMENT OF HEALTH AND HUMAN SERVICES — HEALTH
 12 20 PROGRAM OPERATIONS. There is appropriated from the general
 12 21 fund of the state to the department of health and human
 12 22 services for the fiscal year beginning July 1, 2026, and ending
 12 23 June 30, 2027, the following amount, or so much thereof as is

General Fund appropriation to the HHS — Health Program Operations for FY 2027.

12 24 necessary, to be used for the purposes designated:
 12 25 For health program operations and the autism support program
 12 26 under section 225D.2, and for not more than the following
 12 27 full-time equivalent positions:
 12 28 \$ 40,342,766
 12 29 FTEs 97.00

DETAIL: This is an increase of \$670,333 and 15.00 FTE positions compared to estimated net FY 2026. The funding and FTE position changes include the following:

- An increase of \$670,333 for costs associated with 2026 Iowa Acts, [Senate File 2422](#) (Public Assistance, Verification and Eligibility Act).
- An increase of 15.00 FTE positions to shift Medicaid staffing from the Accountability, Compliance, and Program Integrity appropriation.

12 30 1. The department of inspections, appeals, and licensing
 12 31 shall provide all state matching moneys for survey and
 12 32 certification activities performed by the department of
 12 33 inspections, appeals, and licensing. The department of health
 12 34 and human services shall be solely responsible for distributing
 12 35 the federal matching moneys for such activities.

Requires the Department of Inspections, Appeals, and Licensing (DIAL) to provide the State matching funds for survey and certification activities and requires the HHS to distribute the federal matching funds.

12 36 2. Of the moneys appropriated in this section, a sufficient
 12 37 amount is allocated for the administration of the health
 12 38 insurance premium payment program, including salaries, support,
 12 39 maintenance, and miscellaneous purposes.

Requires a sufficient portion of the allocation to be used for the administration of the Health Insurance Premium Payment Program.

13 1 3. Of the moneys appropriated in this section, \$750,000 is
 13 2 allocated for a nonprofit organization that provides access
 13 3 to emergency poison information and treatment. Pursuant to
 13 4 the directive under 2014 Iowa Acts, chapter 1140, section
 13 5 102, the federal matching moneys available to the nonprofit
 13 6 organization from the department under the federal Children's
 13 7 Health Insurance Program Reauthorization Act of 2009 shall be
 13 8 subject to the federal administrative cap rule of 10 percent
 13 9 applicable to moneys provided under Tit.XXI of the federal
 13 10 Social Security Act, and shall be included in the department's
 13 11 calculations of the cap.

Allocates \$750,000 for the State Poison Control Center.

DETAIL: This is no change in funding compared to the estimated net FY 2026 allocation. Requires the moneys to be used by a nonprofit organization to provide access to emergency room poison information and treatment. Requires the federal matching moneys to be subject to the cap rule of 10.00% of applicable moneys to the federal Social Security cap and to be included in the HHS calculations of the cap.

13 12 4. Unless otherwise provided by law, if a contract for
 13 13 services provided under this section initially entered into
 13 14 during the fiscal year beginning July 1, 2026, and ending
 13 15 June 30, 2027, provides for an annual increase of the cost of
 13 16 services provided under the contract, the annual increase shall
 13 17 not exceed the amount by which the consumer price index for
 13 18 all urban consumers increased during the immediately preceding

Specifies that annual increases for services provided through contracts must not exceed the increase in the Consumer Price Index for All Urban Consumers for the most recently ended calendar year.

DETAIL: The Consumer Price Index for All Urban Consumers was 2.70% in calendar year 2025.

13 19 calendar year. This subsection does not affect a contract
 13 20 entered into on or before June 30, 2026, that is for a term of
 13 21 more than one year.

13 22 Sec. 11. DEPARTMENT OF HEALTH AND HUMAN SERVICES —
 13 23 PHARMACEUTICAL SETTLEMENT ACCOUNT. There is appropriated
 13 24 from the pharmaceutical settlement account created in section
 13 25 249A.33 to the department of health and human services for the
 13 26 fiscal year beginning July 1, 2026, and ending June 30, 2027,
 13 27 the following amount, or so much thereof as is necessary, to be
 13 28 used for the purposes designated:
 13 29 Notwithstanding any provision of law to the contrary, to
 13 30 supplement the appropriation made in this Act from the general
 13 31 fund of the state for health program operations under the
 13 32 medical assistance program for the same fiscal year:
 13 33 \$ 234,193

Pharmaceutical Settlement Account (PSA) appropriation to the HHS to supplement Health Program Operations under the Medicaid Program.

DETAIL: This is no change in funding compared to estimated net FY 2026.

13 34 Sec. 12. DEPARTMENT OF HEALTH AND HUMAN SERVICES — QUALITY
 13 35 ASSURANCE TRUST FUND.
 13 36 1. Notwithstanding any provision of law to the contrary, and
 13 37 subject to the availability of moneys, there is appropriated
 13 38 from the quality assurance trust fund created in section 249L.4
 13 39 to the department of health and human services for the fiscal
 14 1 year beginning July 1, 2026, and ending June 30, 2027, the
 14 2 following amount, or so much thereof as is necessary, for the
 14 3 purposes designated:
 14 4 To supplement the appropriation made in this Act from the
 14 5 general fund of the state to the department of health and human
 14 6 services for medical assistance for the same fiscal year:
 14 7 \$ 111,216,205

Quality Assurance Trust Fund (QATF) appropriation to the HHS to supplement nursing facilities under the Medicaid Program.

DETAIL: This is no change in funding compared to estimated net FY 2026.

14 8 2. Notwithstanding section 249L.4, subsection 2, after the
 14 9 appropriation in subsection 1, any moneys remaining in the
 14 10 quality assurance trust fund for the fiscal year beginning
 14 11 July 1, 2026, and ending June 30, 2027, are appropriated to
 14 12 the department of health and human services to supplement the
 14 13 appropriation made in this Act from the general fund of the
 14 14 state for the medical assistance program for the same fiscal
 14 15 year.

CODE: Appropriates any moneys remaining in the QATF to the HHS for Medical Assistance in FY 2027.

14 16 Sec. 13. DEPARTMENT OF HEALTH AND HUMAN SERVICES — HOSPITAL
 14 17 HEALTH CARE ACCESS TRUST FUND.

Hospital Health Care Access Trust Fund (HHCAT) appropriation to the HHS for the Medicaid Program.

14 18 1. Notwithstanding any provision of law to the contrary, and
 14 19 subject to the availability of moneys, there is appropriated
 14 20 from the hospital health care access trust fund created in
 14 21 section 249M.4, to the department of health and human services
 14 22 for the fiscal year beginning July 1, 2026, and ending June 30,
 14 23 2027, the following amount, or so much thereof as is necessary,
 14 24 for the purposes designated:
 14 25 To supplement the appropriation made in this Act from the
 14 26 general fund of the state to the department of health and human
 14 27 services for medical assistance for the same fiscal year:
 14 28 \$ 33,920,554

DETAIL: This is no change in funding compared to estimated net FY 2026.

14 29 2. Notwithstanding section 249M.4, subsection 2, after
 14 30 the appropriation in subsection 1, any moneys remaining in
 14 31 the hospital health care access trust fund for the fiscal
 14 32 year beginning July 1, 2026, and ending June 30, 2027, are
 14 33 appropriated to the department of health and human services to
 14 34 supplement the appropriation made in this Act from the general
 14 35 fund of the state for the medical assistance program for the
 14 36 same fiscal year.

CODE: Appropriates any moneys remaining in the HHCAT to the HHS for Medical Assistance in FY 2027.

14 37 Sec. 14. DEPARTMENT OF HEALTH AND HUMAN SERVICES —
 14 38 BEHAVIORAL HEALTH FUND. Notwithstanding section 225A.7,
 14 39 subsection 2, and subject to the availability of moneys, there
 15 1 is appropriated from the behavioral health fund established in
 15 2 section 225A.7, to the department of health and human services
 15 3 for the fiscal year beginning July 1, 2026, and ending June 30,
 15 4 2027, the following amount, or so much thereof as is necessary,
 15 5 for the purposes designated:
 15 6 To supplement the appropriation made in this Act from the
 15 7 general fund of the state to the department of health and human
 15 8 services for medical assistance for the fiscal year beginning
 15 9 July 1, 2026, and ending June 30, 2027:
 15 10 \$ 5,580,938

Behavioral Health Fund (BHF) appropriation to the HHS to supplement the FY 2027 General Fund Medical Assistance appropriation.

DETAIL: This is a new appropriation for FY 2027.

15 11 Sec. 15. REIMBURSEMENT RATES.
 15 12 1. Reimbursement for medical assistance, state
 15 13 supplementary assistance, and social service providers and
 15 14 services reimbursed under the purview of the department of
 15 15 health and human services shall remain at the reimbursement
 15 16 rate in effect on June 30, 2026, or shall be determined
 15 17 pursuant to the reimbursement methodology in effect on June 30,

Requires that reimbursement for Medical Assistance, SSA, and social service providers and services remain at the reimbursement rate in effect of June 30, 2026, or be determined pursuant to the reimbursement methodology in effect on June 30, 2026, unless otherwise negotiated by contract or provided in this section.

15 18 2026, with the exception of the following:
 15 19 a. If reimbursement is otherwise negotiated by contract or
 15 20 pursuant to an updated fee schedule.
 15 21 b. As otherwise provided in this section.

15 22 2. a. (1) Notwithstanding any provision of law to the
 15 23 contrary, for the fiscal year beginning July 1, 2026, and
 15 24 ending June 30, 2027, the department of health and human
 15 25 services shall reimburse case-mix nursing facility rates based
 15 26 on the methodology in effect on June 30, 2026.

Requires the HHS to base case-mix nursing facility reimbursement rates for FY 2027 based on the rates in effect June 30, 2026.

15 27 (2) July 1, 2025, through December 31, 2025, the department
 15 28 of health and human services shall calculate each nursing
 15 29 facility's case-mix index for rates effective July 1, 2026.

Requires the HHS to calculate each nursing facility's case-mix index for the rate period beginning July 1, 2026, from July 1, 2025, through December 31, 2025.

15 30 (3) January 1, 2026, through June 30, 2026, the department
 15 31 of health and human services shall calculate each nursing
 15 32 facility's case-mix index for rates effective January 1, 2027.

Requires the HHS to calculate each nursing facility's case-mix index for the rate period beginning January 1, 2027, from January 1, 2026, through June 30, 2026.

15 33 (4) All nursing facility rate adjustments under this
 15 34 paragraph shall be budget neutral.

Requires the nursing facility rate adjustment to be budget neutral.

15 35 b. For the fiscal year beginning July 1, 2026, \$1,167,867
 15 36 shall be used to increase to the extent possible reimbursement
 15 37 rates for ambulatory surgical centers compared to rates in
 15 38 effect on June 30, 2026.

Requires \$1,167,867 to be used for FY 2027 to increase Medicaid reimbursement rates for ambulatory surgical centers compared to rates in effect on June 30, 2026.

DETAIL: Medicaid reimbursement expenditures are paid for by the Medical Assistance appropriation.

15 39 c. For the fiscal year beginning July 1, 2026, \$3,000,000
 16 1 shall be used to increase to the extent possible, compared
 16 2 with rates in effect on June 30, 2026, reimbursement rates for
 16 3 providers of Medicaid home and community-based services waiver
 16 4 services used most frequently by elderly waiver recipients
 16 5 including attendant care, homemaker, and assisted living
 16 6 services.

Requires \$3,000,000 to be used for FY 2027 to increase Medicaid reimbursement rates for HCBS elderly waiver services compared to the rates in effect on June 30, 2026.

DETAIL: Medicaid reimbursement expenditures are paid for by the Medical Assistance appropriation.

16 7 d. (1) Adjustments to Medicaid reimbursement rates
 16 8 developed using cost reports shall be applied starting on the
 16 9 effective date specified in the applicable rate letter issued

Requires adjustments to Medicaid reimbursement rates developed using cost reports to be applied starting on the

PG LN	GA:91 HF2782	Explanation
16 10	to a provider.	effective date specified in the applicable rate letter issued to a provider.
16 11	(2) Minimum Medicaid reimbursement rates for all provider	Prohibits minimum Medicaid reimbursement rates from being lower than the rates established in the HHS's minimum fee schedule.
16 12	and service types shall be no lower than the reimbursement	
16 13	rates established in the department's minimum fee schedule.	
16 14	(3) Any increase in a Medicaid reimbursement rate specified	Provides that any increase in a Medicaid reimbursement rate is effective October 1, 2026.
16 15	under this section shall be effective October 1, 2026.	
16 16	DIVISION VII	
16 17	FAMILY WELL-BEING AND PROTECTION — FY 2026-2027	
16 18	Sec. 16. DEPARTMENT OF HEALTH AND HUMAN SERVICES — STATE	General Fund appropriation to the HHS for CCA for FY 2027.
16 19	CHILD CARE ASSISTANCE. There is appropriated from the general	
16 20	fund of the state to the department of health and human	DETAIL: This is a decrease of \$2,260,000 and no change in FTE positions compared to estimated net FY 2026. Total FTE positions authorized provide the same amount as the total authorized in 2025 Iowa Acts, House File 1049 (FY 2026 Health and Human Services Appropriations Act). The decrease in funding is to move funding to the federal Child Care Development Block Grant and the federal TANF Block Grant.
16 21	services for the fiscal year beginning July 1, 2026, and ending	
16 22	June 30, 2027, the following amount, or so much thereof as is	
16 23	necessary, to be used for the purposes designated:	
16 24	For state child care assistance in accordance with sections	
16 25	237A.13 and 237A.14, and for not more than the following	
16 26	full-time equivalent positions:	
16 27	 \$ 32,723,000	
16 28	 FTEs 53.00	
16 29	1. If the appropriation made for purposes of the state child	Specifies that it is the intent of the General Assembly to provide sufficient funding for the State CCA Program in FY 2027 to avoid the establishment of a waiting list.
16 30	care assistance program for the fiscal year is determined to	
16 31	be insufficient, it is the intent of the general assembly to	
16 32	appropriate sufficient moneys for the fiscal year to avoid	
16 33	application of waiting list requirements.	
16 34	2. A portion of the state match for the federal child care	Requires a portion of the State match for the federal Child Care and Development Block Grant to be provided from the State appropriation for child development grants and other programs for at-risk children as necessary to meet federal matching requirements.
16 35	and development block grant shall be provided as necessary to	
16 36	meet federal matching moneys requirements through the state	
16 37	general fund appropriation made for child development grants	
16 38	and other programs for at-risk children in section 279.51.	
16 39	Sec. 17. DEPARTMENT OF HEALTH AND HUMAN SERVICES — EARLY	General Fund appropriation to the HHS — Early Intervention and Supports for FY 2027.
17 1	INTERVENTION AND SUPPORTS. There is appropriated from the	
17 2	general fund of the state to the department of health and human	

17 3 services for the fiscal year beginning July 1, 2026, and ending
 17 4 June 30, 2027, the following amount, or so much thereof as is
 17 5 necessary, to be used for the purposes designated:
 17 6 For promotion of optimum health status for children and
 17 7 adolescents from birth through 21 years of age, and for
 17 8 families, and for not more than the following full-time
 17 9 equivalent positions:
 17 10 \$ 36,495,203
 17 11 FTEs 28.00

DETAIL: This is a net increase of \$1,193,299 and an increase of 1.00 FTE position compared to estimated net FY 2026. Total FTE positions authorized provide a decrease of 1.00 FTE position compared to the total authorized in 2025 Iowa Acts, [House File 1049](#) (FY 2026 Health and Human Services Appropriations Act). These changes in funding and FTE positions include the following:

- An increase of \$1,493,299 to meet increased program expenditure needs for the More Options for Maternal Support (MOMS) Program
- A decrease of \$300,000 to eliminate funding for a contracted Child Abuse Prevention administrator that the HHS had deemed duplicative.
- A decrease of 1.00 FTE position to move a program manager from the Family Well-Being and Protection division to the Aging and Disability Services division.

17 12 1. Of the moneys appropriated in this section, not more than
 17 13 \$734,000 is allocated for the healthy opportunities for parents
 17 14 to experience success (HOPES) – healthy families Iowa (HFI)
 17 15 program established pursuant to section 135.106.

Limits the General Fund allocation used to fund the Healthy Opportunities for Parents to Experience Success – Healthy Families Iowa (HOPES-HFI) Program to \$734,000.

DETAIL: This is no change in funding compared to the estimated net FY 2026 allocation. This Program provides support for families through home visits that begin during pregnancy or at the birth of a child and can continue through age four.

17 16 2. Of the moneys appropriated in this section, \$4,313,854
 17 17 is allocated for the FaDSS grant program, and not more
 17 18 than 5 percent of the allocated moneys shall be used for
 17 19 administration of the grant program.

Allocates \$4,313,854 for the FaDSS Grant Program. Requires that a maximum of 5.00% (\$215,693) of the allocation be spent on administration of the Program.

DETAIL: This is no change in funding compared to the estimated net FY 2026 allocation.

17 20 3. Of the moneys appropriated in this section, \$29,256,799
 17 21 shall be deposited in the early childhood Iowa fund created in
 17 22 section 256I.11.

Allocates \$29,256,799 for the Early Childhood Iowa (ECI) Fund.

DETAIL: This is no change in funding compared to the estimated net FY 2026 allocation. The funds are distributed to local ECI Area Boards in addition to the following five allocations:

- Funding for technical assistance through the ECI Office within the Department of Management (DOM) and to provide skill development and support for training the ECI State Board.
- Funding to local ECI Area Boards to improve the quality of early care, health, and education programs.
- Funding to support professional development and training activities for persons working in early care, health, and education.
- Funding for the State's early childhood database system.
- Funding for community-based early childhood programs.

17 23 4. Of the moneys appropriated in this section, \$1,493,299 is
 17 24 allocated for program administration and provision of pregnancy
 17 25 support services through the more options for maternal support
 17 26 program pursuant to section 217.41C.

Allocates \$1,493,299 for the MOMS Program.

DETAIL: This is a new allocation for FY 2027.

17 27 Sec. 18. DEPARTMENT OF HEALTH AND HUMAN SERVICES — CHILD
 17 28 PROTECTIVE SERVICES. There is appropriated from the general
 17 29 fund of the state to the department of health and human
 17 30 services for the fiscal year beginning July 1, 2026, and ending
 17 31 June 30, 2027, the following amount, or so much thereof as is
 17 32 necessary, to be used for the purposes designated:
 17 33 For child, family, and adoption services, and for salaries,
 17 34 support, maintenance, and miscellaneous purposes, and for not
 17 35 more than the following full-time equivalent positions:
 17 36 \$ 164,527,690
 17 37 FTEs 977.00

General Fund appropriation to the HHS — Child Protective Services for FY 2027.

DETAIL: This is a net decrease of \$1,030,341 and an increase of 117.80 FTE positions compared to estimated net FY 2026. Total FTE positions authorized provide the same amount as the total authorized in 2025 Iowa Acts, [House File 1049](#) (FY 2026 Health and Human Services Appropriations Act). The changes in funding in include:

- An increase of \$3,245,594 for a Qualified Residential Treatment Program (QRTP) rate increase.
- An increase of \$1,590,842 for shelter rate increases.
- A decrease of \$110,000 to end auto-dissemination of printed Child Protective Services reports.
- A decrease of \$243,000 to charge the Juvenile Court Services (JCS) for certain activities conducted by the Child Protective Services team.
- A decrease of \$1,004,000 for personnel salary costs due to the establishment of a central consulting model that is expected to decrease overtime hours for social workers.
- A decrease of \$1,400,000 to end contracts for the Treatment Outcome Package (TOPs) protocol in order to utilize an existing lower-cost tool.

		• A decrease of \$1,409,777 for the adoption subsidy program to utilize existing surplus in the program. • A decrease of \$1,700,000 to end the Child Protective Services Decategorization Program.
17 38	1. Based on client need, a portion of the moneys	
17 39	appropriated in this section may be used to provide other	Permits funds to be used for emergency family assistance
18 1	resources required to support family preservation, emergency	under certain conditions.
18 2	client need, or family reunification efforts.	
18 3	2. Of the moneys appropriated in this section, a sufficient	Allocates a sufficient amount of the Child Protective Services
18 4	amount is allocated for foster family care, group foster care	appropriation to group foster care.
18 5	maintenance and services, shelter care, child welfare emergency	
18 6	services, qualified residential treatment programs, supervised	DETAIL: In FY 2024, \$40,500,000 was allocated for group
18 7	apartment living contracts, and for medical assistance program	foster care.
18 8	reimbursement and associated costs.	
18 9	3. Federal moneys received by the state during the fiscal	Requires federal moneys received in FY 2027 because of
18 10	year beginning July 1, 2026, as the result of the expenditure	the expenditure of State funds in a previous year to be used
18 11	of state moneys appropriated during a previous state fiscal	for Child Protective Services. Allows any unencumbered or
18 12	year for a service or activity funded under this section,	unobligated funds to remain available for expenditure
18 13	are appropriated to the department to be used as additional	through FY 2028.
18 14	moneys for services and purposes provided under this section.	
18 15	Notwithstanding section 8.33, moneys appropriated under this	
18 16	subsection that remain unencumbered or unobligated at the close	
18 17	of the fiscal year shall not revert but shall remain available	
18 18	for the purposes designated until the close of the succeeding	
18 19	fiscal year.	
18 20	4. a. Of the moneys appropriated in this section, \$748,000	Allocates \$748,000 for court-ordered services provided to
18 21	is allocated for the payment of the expenses of court-ordered	children who are under the supervision of the HHS.
18 22	services provided to children who are under the supervision	
18 23	of the department, which expenses are a charge upon the state	DETAIL: This is no change in funding compared to the
18 24	pursuant to section 232.141, subsection 4.	estimated net FY 2026 allocation.
18 25	b. Notwithstanding chapter 232 or any other provision of	Prohibits a district or juvenile court from ordering any service
18 26	law to the contrary, a district or juvenile court shall not	that is a charge to the State if there are insufficient funds to
18 27	order any service which is a charge upon the state pursuant to	pay for the service.
18 28	section 232.141, subsection 4, if the moneys allocated under	
18 29	paragraph "a" for court-ordered services are insufficient to	
18 30	pay for the service.	

18 31 5. Of the moneys appropriated in this section, \$4,359,500
 18 32 is allocated for the preparation for adult living program
 18 33 established pursuant to section 234.46.

Allocates \$4,359,500 to the Preparation for Adult Living (PAL) Program.

DETAIL: This is no change in funding compared to the estimated net FY 2026 allocation.

18 34 6. Of the moneys appropriated in this section, a portion may
 18 35 be used for family-centered services for purposes of complying
 18 36 with the federal Family First Prevention Services Act of 2018,
 18 37 Pub.L. No.115-123, and successor legislation.

Allows the HHS to use a portion of the funds allocated in this section for family-centered services to comply with the federal [Family First Prevention Services Act](#).

18 38 7. a. Of the moneys appropriated in this section,
 18 39 \$38,414,178 is allocated for adoption subsidy payments and
 19 1 related costs.

Allocates \$38,414,178 to the Adoption Subsidy Program.

DETAIL: This is a decrease of \$1,409,777 compared to the estimated net FY 2026 allocation.

19 2 b. Any moneys remaining after the allocation under
 19 3 paragraph "a" is designated and allocated as state savings
 19 4 resulting from implementation of the federal Fostering
 19 5 Connections to Success and Increasing Adoptions Act of 2008,
 19 6 Pub.L. No.110-351, and successor legislation, as determined
 19 7 in accordance with 42 U.S.C. §673(a)(8), and shall be used for
 19 8 post-adoption services and for other purposes allowed under
 19 9 those federal Acts and regulations, and Tit.IV-B or Tit.IV-E
 19 10 of the federal Social Security Act.

CODE: Directs the HHS to use the funds appropriated to the Adoption Subsidy Program for adoption subsidy payments and post-adoption services as allowed under Title IV-B and Title IV-E of the federal Social Security Act, due to the federal [Fostering Connections to Success and Increasing Adoptions Act of 2008](#).

19 11 8. Of the moneys appropriated in this section, a sufficient
 19 12 amount is allocated to support training needs for child welfare
 19 13 providers and to address disproportionality within the child
 19 14 welfare system.

Allocates a sufficient amount of moneys appropriated for Child Protective Services to support training and to address disproportionality within the child welfare system.

19 15 9. Of the moneys appropriated in this subsection,
 19 16 \$1,658,000 shall be allocated for child protection centers
 19 17 located in Iowa pursuant to the child protection center grant
 19 18 program under section 135.118. The grant amounts under the
 19 19 program shall be equalized so that each center receives a
 19 20 uniform base amount of \$245,000, and the remaining moneys
 19 21 are awarded through a funding formula based upon the volume
 19 22 of children served by a center. To increase access to child
 19 23 protection center services for children in rural areas, the

Requires \$1,658,000 to be used for the Child Protection Center (CPC) Grant Program. Each CPC will receive \$245,000, and the remaining funds will be distributed through a funding formula based on the volume of children served. Requires the funding formula to provide for the awarding of an enhanced amount to eligible grantees to develop and maintain satellite centers in underserved regions of the State.

19 24 funding formula for awarding the remaining moneys shall provide
 19 25 for awarding an enhanced amount to eligible grantees to develop
 19 26 and maintain satellite centers in underserved regions of the
 19 27 state.

DETAIL: This is no change in funding compared to the estimated net FY 2026 allocation.

19 28 10. Of the moneys appropriated in this subsection, up to
 19 29 \$227,000 shall be used for the public purpose of continuing a
 19 30 grant to a nonprofit human services organization that provides
 19 31 services to individuals and families in multiple locations in
 19 32 southwest Iowa and Nebraska, for support of a project providing
 19 33 immediate, sensitive support and forensic interviews, medical
 19 34 exams, needs assessments, and referrals for victims of child
 19 35 abuse and their nonoffending family members.

Allocates \$227,000 to Project Harmony for support of victims of child abuse and their nonoffending family members.

DETAIL: This is no change in funding compared to the estimated net FY 2026 allocation.

19 36 11. If a separate funding source is available that reduces
 19 37 the need for state moneys within an allocation under this
 19 38 section, the allocated state moneys may be redistributed to
 19 39 other allocations under this section for the same fiscal year.

Specifies that if other funding is available, the allocations of State funds in this section may be redistributed to other allocations for FY 2027.

DETAIL: Other funding sources for Child and Family Services include Title IV-B and IV-E of the Social Security Act, the TANF Block Grant, and the Social Services Block Grant.

20 1 DIVISION VIII
 20 2 STATE-OPERATED SPECIALTY CARE — FY 2026-2027

20 3 Sec. 19. DEPARTMENT OF HEALTH AND HUMAN SERVICES —
 20 4 STATE-OPERATED SPECIALTY CARE. There is appropriated from the
 20 5 general fund of the state to the department of health and human
 20 6 services for the fiscal year beginning July 1, 2026, and ending
 20 7 June 30, 2027, the following amount, or so much thereof as is
 20 8 necessary, to be used for the purposes designated:
 20 9 For salaries, support, maintenance, and miscellaneous
 20 10 purposes at institutions under the jurisdiction of the
 20 11 department of health and human services, and for not more than
 20 12 the following full-time equivalent positions:

20 13 \$ 100,225,768
 20 14 FTEs 1,304.45

20 15 1. The department shall utilize the moneys appropriated in
 20 16 this section as necessary to maximize bed capacity and to most
 20 17 effectively meet the needs of the individuals served.

General Fund appropriation to the HHS — State-Operated Specialty Care for FY 2027.

DETAIL: This is a decrease of \$2,117,739 and 25.00 FTE positions compared to estimated net FY 2026. Total FTE positions authorized provide an increase of 548.45 FTE positions compared to the total authorized in 2025 Iowa Acts, [House File 1049](#) (FY 2026 Health and Human Services Appropriations Act), in order to include the FTE positions at the Woodward Resource Center in the authorized FTE positions. The change in funding and FTE positions includes:

- A decrease of \$56,600 and 1.00 FTE position to eliminate a vacant advanced typist position at the Independence Mental Health Institute (MHI).

			• A decrease of \$74,357 and 1.00 FTE position to eliminate a vacant behavioral health assistant position at the Eldora State Training School (STS). • A decrease of \$349,315 and 5.00 FTE positions to eliminate five vacant licensed practical nurse (LPN) positions at the Woodward Resource Center. • A decrease of \$410,100 and 1.00 FTE position to eliminate a vacant physician position at the Independence MHI. • A decrease of \$1,227,367 and 17.00 FTE positions to consolidate the homes in use at the Woodward Resource Center from 10 to 9 when the census at the facility approaches 100 individuals.
20 18	2.	Of the moneys appropriated in this section, the following	
20 19		amounts are allocated to each institution as follows:	
20 20	a.	For the state mental health institute at Cherokee:	Allocates \$19,878,962 for the MHI at Cherokee.
20 21		 \$ 19,878,962	DETAIL: This is a decrease of \$650,139 compared to estimated net FY 2026 for general operating expenses.
20 22	b.	For the state mental health institute at Independence:	Allocates \$23,760,205 for the MHI at Independence.
20 23		 \$ 23,760,205	DETAIL: This is a decrease of \$1,090,878 compared to estimated net FY 2026. Of this decrease, \$56,600 is to eliminate a vacant advanced typist position, \$410,100 is to eliminate a vacant physician position, and \$624,178 is for general operating expenses.
20 24	c.	For the civil commitment unit for sexual offenders at	Allocates \$23,272,111 for the Civil Commitment Unit for Sexual Offenders (CCUSO) at Cherokee.
20 25		Cherokee:	
20 26		 \$ 23,272,111	DETAIL: This is an increase of \$2,810,827 compared to estimated net FY 2026 for general operating expenses.
20 27	d.	For the state resource center at Woodward:	Allocates \$12,567,092 for the State Resource Center at Woodward.
20 28		 \$ 12,567,092	DETAIL: This is a decrease of \$1,866,780 compared to estimated net FY 2026. Of this decrease, \$290,098 is for

				general operating expenses, \$349,315 is to eliminate five vacant LPN positions, and \$1,227,367 is to consolidate the homes in use at the Woodward Resource Center from 10 to 9 when the census at the facility approaches 100 individuals.
20	29	e. For the state training school at Eldora:		Allocates \$19,805,171 for the STS at Eldora.
20	30	 \$	19,805,171	DETAIL: This is a decrease of \$672,866 compared to estimated net FY 2026. Of this decrease, \$74,357 is to eliminate a vacant behavioral health assistant position and \$598,509 is for general operating expenses.
20	31	f. For outstanding obligations related to workers'		Allocates \$942,227 for outstanding obligations related to workers' compensation, the Sick Leave Insurance Program, unemployment, and other costs related to the closure of the Glenwood Resource Center.
20	32	compensation, the sick leave insurance program, unemployment,		
20	33	and other costs related to the closure of the state resource		
20	34	center at Glenwood:		
20	35	 \$	942,227	DETAIL: This is a decrease of \$647,903 compared to estimated net FY 2026 to reflect the estimated obligation needs for FY 2027.
20	36	DIVISION IX		
20	37	ADMINISTRATION AND COMPLIANCE — FY 2026-2027		
20	38	Sec. 20. DEPARTMENT OF HEALTH AND HUMAN SERVICES —		General Fund appropriation to the HHS — Accountability, Compliance, and Program Integrity for FY 2027.
20	39	ACCOUNTABILITY, COMPLIANCE, AND PROGRAM INTEGRITY. There		
21	1	is appropriated from the general fund of the state to the		DETAIL: This is net increase of \$1,248,190 and 111.99 FTE positions compared to estimated net FY 2026. Total FTE positions authorized provide a decrease of 27.00 FTE positions compared to the total authorized in 2025 Iowa Acts, House File 1049 (FY 2026 Health and Human Services Appropriations Act). The changes in funding and FTE positions include the following:
21	2	department of health and human services for the fiscal year		
21	3	beginning July 1, 2026, and ending June 30, 2027, the following		
21	4	amount, or so much thereof as is necessary, to be used for the		
21	5	purposes designated:		
21	6	For accountability, compliance, and program integrity,		
21	7	including salaries, support, maintenance, and miscellaneous		
21	8	purposes, and for not more than the following full-time		
21	9	equivalent positions:		
21	10	 \$	23,152,404	• An increase of \$1,383,620 for the increase to the State share of SNAP administrative costs beginning in FFY 2027.
21	11	 FTEs	382.00	• An increase of \$64,570 for Medicaid waiver cost neutrality analysis.

		• A decrease of \$200,000 to move the Iowa Achieving a Better Life Experience (ABLE) Savings Plan Trust allocation from the HHS Accountability, Compliance, and Program Integrity appropriation line item to a new appropriation for the Treasurer of State, who administers the Trust. • A decrease of 12.00 FTE positions to move Long-Term Care Ombudsman staff from the Accountability, Compliance, and Program Integrity division to the Aging and Disability Services division. • A decrease of 15.00 FTE positions to move Medicaid staff from the Accountability, Compliance, and Program Integrity division to the Health Program Operations division.
21 12	1. Of the moneys appropriated in this section, \$2,602,312	Allocates \$2,602,312 for foster care review and the Court
21 13	is allocated for foster care review and the court appointed	Appointed Special Advocate (CASA) Program.
21 14	special advocate program, including for salaries, support,	
21 15	maintenance, and miscellaneous purposes.	DETAIL: This is no change in funding compared to the estimated net FY 2026 allocation. The State's Local Foster Care Review Boards and the CASA Program work to recruit, train, and support community volunteers through the State to represent the interests of abused and neglected children.
21 16	2. Of the moneys appropriated in this section, \$1,148,959	Allocates \$1,148,959 to the Office of Long-Term Care
21 17	is allocated for the office of long-term care ombudsman	Ombudsman.
21 18	for salaries, support, administration, maintenance, and	
21 19	miscellaneous purposes.	DETAIL: This is no change in funding compared to the estimated net FY 2026 allocation.
21 20	DIVISION X	
21 21	TRANSFERS, CASH FLOW, AND NONREVERSIONS — FY 2026-2027	
21 22	Sec. 21. DEPARTMENT OF HEALTH AND HUMAN SERVICES —	Permits the HHS to transfer funds allocated in this Act for continuing alignment efforts, maximizing federal support, and the implementation and administration of services. Requires the HHS to report any transfers made pursuant to this subsection to the General Assembly. Requires the HHS to report to the chairpersons of the HHS appropriations subcommittee the allocations and FTE positions for each
21 23	TRANSFERS AND CASH FLOW.	
21 24	1. Notwithstanding any provision of law to the contrary,	
21 25	the department of health and human services may transfer moneys	
21 26	appropriated in this Act to support continuing alignment	
21 27	efforts, to maximize federal support in accordance with the	
21 28	department's federal costs allocation plan, and to secure	
21 29	resources necessary to implement and administer the services	

21 30 for which moneys are appropriated. The department shall report
 21 31 any transfers made pursuant to this subsection to the general
 21 32 assembly. On or before December 1, 2026, the department shall
 21 33 report to the chairpersons of the health and human services
 21 34 appropriations subcommittee the allocations and full-time
 21 35 equivalent positions for each division of the department for
 21 36 the fiscal year beginning July 1, 2027.

division of the HHS for FY 2028 on or before December 1, 2026.

21 37 2. If, due to ongoing cost management efforts,
 21 38 appropriations under this Act for the Medicaid program
 21 39 exceed the associated costs for the Medicaid program for the
 22 1 fiscal year, the department may transfer any savings to the
 22 2 appropriations made in this Act for health program operations,
 22 3 or for accountability, compliance, and program integrity,
 22 4 to defray the costs associated with ongoing cost management
 22 5 efforts.

Specifies that if savings to the Medicaid Program for cost management efforts during FY 2027 exceed costs, the HHS may transfer any savings to the appropriations in this Act to Health Program Operations, or for Accountability, Compliance, and Program Integrity, to defray the costs associated with implementation of cost management efforts.

22 6 3. Notwithstanding any provision of law to the contrary,
 22 7 the department may transfer moneys appropriated under this Act
 22 8 for child protective services to pay the nonfederal share costs
 22 9 of services reimbursed under the medical assistance program,
 22 10 state child care assistance program, or family investment
 22 11 program which are provided to children who would otherwise
 22 12 receive services paid by the appropriation for child protective
 22 13 services.

Permits the HHS to transfer funds appropriated to Child Protective Services to pay the nonfederal share of services reimbursed under Medicaid, the State CCA Program, or the FIP for children who would otherwise receive services paid under the appropriation for Child Protective Services.

22 14 4. The department may transfer moneys from the temporary
 22 15 assistance for needy families block grant to the federal social
 22 16 services block grant appropriation, and to the child care and
 22 17 development block grant appropriation, in accordance with
 22 18 federal law.

Permits the HHS to transfer funds from the TANF Block Grant to the Federal Social Services Block Grant appropriation and the Child Care and Development Block Grant appropriation in accordance with federal law.

22 19 5. To the extent the department determines that moneys
 22 20 appropriated under this Act, or allocated for a specific
 22 21 purpose under this Act, will remain unencumbered or unobligated
 22 22 at the close of the fiscal year, such unencumbered or
 22 23 unobligated moneys may be used in the same fiscal year for any
 22 24 other purpose for which the appropriated moneys may be used, or
 22 25 for any other allocation within the same appropriation.

Allows the HHS to use unencumbered and unobligated moneys for any other purpose for which the moneys appropriated may be used or for any other allocation within the same appropriation.

22 26 Sec. 22. DEPARTMENT OF HEALTH AND HUMAN SERVICES —
22 27 NONREVERSIONS.

22 28 1. Notwithstanding section 8.33, moneys appropriated under
22 29 this Act from the general fund of the state and the temporary
22 30 assistance for needy families block grant to the department of
22 31 health and human services for the fiscal year beginning July
22 32 1, 2026, and ending June 30, 2027, for the purposes of the
22 33 FaDSS grant program, that remain unencumbered or unobligated at
22 34 the close of the fiscal year shall not revert but shall remain
22 35 available for expenditure for the purposes designated until the
22 36 close of the succeeding fiscal year.

CODE: Allows any unencumbered or unobligated funds appropriated from the General Fund for the FaDSS grant program in FY 2027 to remain available for FY 2028.

22 37 2. Notwithstanding section 8.33, of the moneys appropriated
22 38 under this Act from the general fund of the state, the quality
22 39 assurance trust fund, and the hospital health care access trust
23 1 fund to the department of health and human services for the
23 2 fiscal year beginning July 1, 2026, and ending June 30, 2027,
23 3 for the purposes of the medical assistance program, the amount
23 4 in excess of actual expenditures for the medical assistance
23 5 program that remains unencumbered or unobligated at the close
23 6 of the fiscal year shall not revert but shall remain available
23 7 for expenditure for the medical assistance program until the
23 8 close of the succeeding fiscal year.

CODE: Allows any unencumbered or unobligated funds appropriated from the General Fund, the QATF, and the HHCAT to the HHS in FY 2027 for the Medicaid Program to remain available for FY 2028.

23 9 3. Notwithstanding section 8.33, and notwithstanding the
23 10 nonreversion amount limitation specified for state resource
23 11 centers in section 222.92, subsection 4, moneys appropriated
23 12 under this Act from the general fund of the state to the
23 13 department of health and human services for the fiscal year
23 14 beginning July 1, 2026, and ending June 30, 2027, for the
23 15 purposes of state-operated specialty care, that remain
23 16 unencumbered or unobligated at the close of the fiscal year
23 17 shall not revert but shall remain available for expenditure for
23 18 the purposes designated for subsequent fiscal years.

CODE: Allows any unencumbered or unobligated funds appropriated from the General Fund to the HHS for State-Operated Specialty Care in FY 2027 to remain available for subsequent fiscal years.

23 19 4. Notwithstanding section 8.33, moneys appropriated in
23 20 this Act from the general fund of the state to the department
23 21 of health and human services for the fiscal year beginning July
23 22 1, 2026, and ending June 30, 2027, for the Iowa commission
23 23 on volunteer service for programs and grants, that remain
23 24 unencumbered or unobligated at the close of the fiscal year

CODE: Allows any unencumbered or unobligated funds appropriated from the General Fund to the HHS for the Iowa Commission on Volunteer Services in FY 2027 to remain available for subsequent fiscal years.

23 25 shall not revert but shall remain available for expenditure for
23 26 the purposes designated for subsequent fiscal years.

23 27 5. Notwithstanding section 8.33, moneys appropriated under
23 28 this Act from the general fund of the state to the department
23 29 of health and human services for the fiscal year beginning
23 30 July 1, 2026, and ending June 30, 2027, and allocated for
23 31 rural psychiatric residencies, that remain unencumbered or
23 32 unobligated at the close of the fiscal year shall not revert
23 33 but shall remain available for expenditure for the purposes
23 34 designated until the close of the succeeding fiscal year.

CODE: Allows any unencumbered or unobligated funds appropriated from the General Fund to the HHS for rural psychiatric residencies in FY 2027 to remain available for FY 2028.

23 35 6. Notwithstanding section 8.33, moneys appropriated under
23 36 this Act from the general fund of the state to the department
23 37 of health and human services for the fiscal year beginning July
23 38 1, 2026, and ending June 30, 2027, and allocated for adoption
23 39 subsidy payments and related costs, or for post-adoption
24 1 services and allowable related purposes, that remain
24 2 unencumbered or unobligated at the close of the fiscal year
24 3 shall not revert but shall remain available for expenditure for
24 4 adoption reinvestment obligations.

CODE: Allows any unencumbered or unobligated funds appropriated from the General Fund to the HHS and allocated for adoption subsidy payments or post-adoption services in FY 2027 to remain available for FY 2028.

24 5 7. Notwithstanding section 8.33, moneys appropriated under
24 6 this Act from the general fund of the state to the department
24 7 of health and human services for the fiscal year beginning July
24 8 1, 2026, and ending June 30, 2027, and allocated for child
24 9 protective services, that remain unencumbered or unobligated at
24 10 the close of the fiscal year shall not revert but shall remain
24 11 available for expenditure for the purposes designated until the
24 12 close of the succeeding fiscal year.

CODE: Allows any unencumbered or unobligated funds appropriated from the General Fund to the HHS and allocated for Child Protective Services in FY 2027 to remain available for FY 2028.

24 13 DIVISION XI
24 14 REPORT ON NONREVERSION OF MONEYS

24 15 Sec. 23. DEPARTMENT OF HEALTH AND HUMAN SERVICES — REPORT
24 16 ON NONREVERSION OF MONEYS. The department of health and
24 17 human services shall report the expenditure of any moneys for
24 18 which nonreversion authorization was provided for the fiscal
24 19 year beginning July 1, 2026, and ending June 30, 2027, to the
24 20 general assembly on a quarterly basis beginning October 1,
24 21 2027.

Requires the HHS to report the expenditure of any moneys for which nonreversion authorization was provided for FY 2026 to the General Assembly on a quarterly basis beginning October 1, 2027.

24 22 DIVISION XII

24 23 EMERGENCY RULES

24 24 Sec. 24. DEPARTMENT OF HEALTH AND HUMAN SERVICES —
24 25 EMERGENCY RULES.

24 26 1. If necessary to comply with federal requirements,
24 27 including time frames, the department of health and human
24 28 services shall adopt administrative rules under section 17A.4,
24 29 subsection 3, and section 17A.5, subsection 2, paragraph “b”,
24 30 to implement the applicable provisions of this Act. The rules
24 31 shall be effective immediately upon filing unless a later date
24 32 is specified in the rules. Any rules adopted in accordance
24 33 with this section shall also be published as a notice of
24 34 intended action as provided in section 17A.4.

Requires the HHS to adopt emergency administrative rules to comply with federal requirements or to implement this Act. The rules are required to be effective immediately upon filing or on a later effective date specified in the rules. The rules must also be published as a Notice of Intended Action under Iowa Code section [17A.4](#).

24 35 2. If the department of health and human services adopts
24 36 emergency rules in accordance with this section, or as
24 37 otherwise directed or authorized by state law, and the rules
24 38 will result in an increase in expenditures beyond the amount
24 39 anticipated in the budget for the fiscal year, or if the
25 1 expenditures were not addressed in the budget for the fiscal
25 2 year, the department shall notify the general assembly and the
25 3 department of management concerning the rules and the increase
25 4 in expenditures. The notification shall be provided at least
25 5 thirty calendar days prior to the date notice of the rules
25 6 is submitted to the administrative rules coordinator and the
25 7 administrative code editor.

Requires the HHS to notify the General Assembly and the DOM if adopted emergency administrative rules will increase expenditures. The notification is required to be made at least 30 calendar days prior to the notice of the rules being submitted to the Administrative Rules Coordinator and Editor.

25 8 DIVISION XIII

25 9 MORE OPTIONS FOR MATERNAL SUPPORT PROGRAM APPROPRIATION

25 10 NONREVERSION

25 11 Sec. 25. 2025 Iowa Acts, chapter 169, section 27, is amended
25 12 by adding the following new subsection:

25 13 NEW SUBSECTION 8. Notwithstanding section 8.33, moneys
25 14 appropriated from the general fund of the state to the
25 15 department of health and human services for the fiscal year
25 16 beginning July 1, 2025, and ending June 30, 2026, for the more
25 17 options for maternal support program created in section 217.41C
25 18 that remain unencumbered or unobligated at the close of the
25 19 fiscal year shall not revert but shall remain available for
25 20 expenditure for the purposes designated until the close of the
25 21 succeeding fiscal year.

CODE: Allows any unencumbered or unobligated funds appropriated in 2025 Iowa Acts, [House File 1049](#) (FY 2026 Health and Human Services Appropriations Act), from the General Fund for the MOMS Program in FY 2026 to remain available for expenditure until the close of FY 2027.

PG LN	GA:91 HF2782	Explanation
25 22 25 23	Sec. 26. EFFECTIVE DATE. This division of this Act, being deemed of immediate importance, takes effect upon enactment.	Specifies that Division XIII of this Act related to MOMS appropriation nonreversion takes effect upon enactment.
25 24 25 25	Sec. 27. RETROACTIVE APPLICABILITY. This division of this Act applies retroactively to July 1, 2025.	Specifies that Division XIII of this Act related to MOMS appropriation nonreversion applies retroactively to July 1, 2025.
25 26 25 27	DIVISION XIV REIMBURSEMENT RATES — REVIEW	
25 28 25 29 25 30 25 31 25 32 25 33 25 34 25 35 25 36 25 37 25 38 25 39 26 1	Sec. 28. Section 235.2, Code 2026, is amended by adding the following new subsection: NEW SUBSECTION 9. Upon implementation by the department of a uniform cost report for shelter care and qualified residential treatment providers, biennially conduct a review of shelter care and qualified residential treatment provider costs compared to current shelter care and qualified residential treatment provider rates. On or before October 1 of the calendar year immediately succeeding the calendar year in which the review is conducted, the department shall submit a report to the governor and the general assembly detailing the results of the department's review and recommendations for rate adjustments.	CODE: Requires the HHS to biennially review shelter care and QRTP provider rates upon implementation of a uniform cost report. Requires the HHS, on or before October 1 of the immediately succeeding calendar year in which the review is conducted, to submit a report to the Governor and the General Assembly detailing the results of the review and recommendations for rate adjustments.
26 2 26 3 26 4 26 5 26 6 26 7 26 8 26 9 26 10	Sec. 29. Section 249A.4, Code 2026, is amended by adding the following new subsection: NEW SUBSECTION 15. a. Conduct an annual review of provider reimbursement rates for medical and health services provided under this chapter that are reimbursed by a statewide fee schedule and that are not periodically updated or rebased pursuant to federal or state law or rule. The department shall compare each provider reimbursement rate in the following manner:	CODE: Requires the HHS to annually review provider reimbursement rates for Medicaid services that are reimbursed by a statewide fee schedule and that are not periodically updated or rebased pursuant to federal or State law or rule.
26 11 26 12 26 13	(1) For all medical and health services other than dental services, to reimbursement rates under the federal Medicare program.	CODE: Requires the HHS to compare provider reimbursement rates, other than dental services, to the federal Medicare program.

PG LN	GA:91 HF2782	Explanation
26 14 (2) For dental services, to reimbursement rates for 26 15 Medicaid programs in states contiguous to Iowa.		CODE: Requires the HHS to compare dental provider reimbursement rates to the rates set by Medicaid programs in states contiguous to Iowa.
26 16 b. On or before January 15 of each calendar year, the 26 17 department shall submit to the general assembly a report 26 18 summarizing the department's review under paragraph "a".		CODE: Requires the HHS to submit an annual report that summarizes the review to the General Assembly by January 15.
26 19 DIVISION XV 26 20 MENTAL DISEASES EXCLUSION — WAIVER		
26 21 Sec. 30. DEPARTMENT OF HEALTH AND HUMAN SERVICES — MEDICAL 26 22 DISEASES EXCLUSION WAIVER. No later than July 1, 2027, the 26 23 department of health and human services shall apply to the 26 24 centers for Medicare and Medicaid services of the United 26 25 States department of health and human services for a waiver of 26 26 Medicaid's institution for mental diseases exclusion.		Requires the HHS to apply to the Centers for Medicare and Medicaid Services (CMS) for a waiver of Medicaid's institution for mental diseases (IMD) exclusion no later than July 1, 2027.
		FISCAL IMPACT: The HHS estimates that applying to the CMS for a waiver of Medicaid's IMD exclusion will increase costs to the HHS by the following amounts for future fiscal years: • FY 2027: \$595,000, of which the State cost is \$297,500 and the federal cost is \$297,500. • FY 2028: \$277,500, of which the State cost is \$138,750 and the federal cost is \$138,750. • FY 2029: \$678,750, of which the State cost is \$339,375 and the federal cost is \$339,375. • FY 2030: \$678,750, of which the State cost is \$339,375 and the federal cost is \$339,375. • FY 2031: \$678,750, of which the State cost is \$339,375 and the federal cost is \$339,375.
26 27 DIVISION XVI 26 28 DEPARTMENT OF HEALTH AND HUMAN SERVICES — FULL-TIME EQUIVALENT 26 29 DASHBOARD		
26 30 Sec. 31. DEPARTMENT OF HEALTH AND HUMAN SERVICES — 26 31 FULL-TIME EQUIVALENT DASHBOARD. Pursuant to section 217.22, 26 32 the department of health and human services shall make publicly 26 33 available information on full-time equivalent positions as		Requires the HHS to make the following FTE position information publicly available:

26 34 described in section 8.36A, that details all of the following:
 26 35 1. The number of full-time equivalent positions authorized
 26 36 by the general assembly for the department, categorized by the
 26 37 department division or appropriation.
 26 38 2. The number of filled full-time, part-time, or temporary
 26 39 positions by department division or appropriation.
 27 1 3. The percentage of moneys from each federal, state,
 27 2 or other funding source for each department division and
 27 3 department appropriation.

- The number of FTE positions authorized by the General Assembly for the HHS categorized by division or appropriation.
- The number of filled full-time, part-time, or temporary positions by division or appropriation.
- The percentage of moneys from each federal, State, or other funding source for each division or appropriation.

27 4 DIVISION XVII
 27 5 COMPREHENSIVE FAMILY SUPPORT PROGRAM

27 6 Sec. 32. NEW SECTION 231.80 COMPREHENSIVE FAMILY SUPPORT
 27 7 PROGRAM.

CODE: Defines terms related to the CFSP as reestablished by this Act.

27 8 1. For the purposes of this section, unless the context
 27 9 otherwise requires:
 27 10 a. "Comprehensive family support" means services and
 27 11 supports that assist families caring for an individual with
 27 12 a disability who is a member of the family, including but
 27 13 not limited to programs, services, parent-to-parent support,
 27 14 assistive devices, and various adaptations that allow an
 27 15 individual with a disability to participate more fully in
 27 16 family and community life.
 27 17 b. (1) "Family" means a group of interdependent persons
 27 18 living in the same household. A family consists of an
 27 19 individual with a disability and any of the following:
 27 20 (a) The individual's parent.
 27 21 (b) The individual's sibling.
 27 22 (c) The individual's grandparent, aunt, or uncle.
 27 23 (d) The individual's legal custodian.
 27 24 (e) A person providing short-term foster care to the
 27 25 individual with a disability subject to a case permanency plan
 27 26 that provides for reunification between the individual and the
 27 27 individual's parent.
 27 28 (2) "Family" does not include a person who is employed
 27 29 to provide services to an individual with a disability in an
 27 30 out-of-home setting, including but not limited to a hospital,
 27 31 nursing facility, personal care home, board and care home,
 27 32 group foster care home, or other institutional setting.
 27 33 c. "Individual with a disability" means an individual who is
 27 34 less than twenty-two years of age and meets the definition of

27 35 developmental disability in 42 U.S.C. §15002.
 27 36 d. "Services and support" means assistance intended
 27 37 to enable an individual with a disability to control
 27 38 the individual's environment, to remain living with the
 27 39 individual's family, to function more independently, and
 28 1 to increase the integration of the individual into the
 28 2 individual's community including but not limited to funding
 28 3 for purchase of equipment, respite care, supplies, assistive
 28 4 technology, and payment of other costs attributable to
 28 5 the individual's disability which are identified by the
 28 6 individual's family.

28 7 2. A comprehensive family support program is created under
 28 8 the purview of the department to provide a statewide system of
 28 9 services and support to eligible families. The program shall
 28 10 be implemented in a manner that enables a family member of an
 28 11 individual with a disability to identify the needed services
 28 12 and support.

28 13 3. Eligibility for the program is limited to families who
 28 14 meet all of the following criteria:
 28 15 a. The family resides in the state of Iowa.
 28 16 b. The family intends for the family member who is an
 28 17 individual with a disability to remain living in the family's
 28 18 home.
 28 19 c. The family's taxable income is less than sixty thousand
 28 20 dollars for the most recently completed tax year.

28 21 4. A family may apply to the department or to a family
 28 22 support center for assistance under the comprehensive family
 28 23 support program. The department or family support center shall
 28 24 determine eligibility for the comprehensive family support
 28 25 program in accordance with subsection 3.

28 26 5. The department shall adopt rules pursuant to chapter
 28 27 17A to implement the comprehensive family support program.
 28 28 The comprehensive family support program must do all of the

CODE: Reestablishes the CFSP under the HHS in Iowa Code to provide a statewide system of services and support to eligible families. Requires the CFSP to be implemented to enable a family member of an individual with a disability to identify the needed services and support.

DETAIL: The CFSP was previously authorized under 2025 Iowa Code section [225C.47](#), but was repealed by 2024 Iowa Acts, chapter [1161](#) (Behavioral Health Service System Act).

CODE: Requires families to meet the following criteria to be eligible for the CFSP:

- The family resides in Iowa.
- The family intends for the family member who is an individual with a disability to remain living in the family's home.
- The family's taxable income is less than \$60,000 for the most recently completed tax year.

CODE: Allows a family to apply to the HHS or to a family support center for assistance under the CFSP. Requires the HHS or the family support center to determine eligibility for the CFSP.

CODE: Requires the HHS to adopt administrative rules to implement the CFSP. Requires the CFSP to do all of the following:

28 29 following:

28 30 a. To the extent possible, incorporate in the application

28 31 process the eligibility determination processes that the

28 32 department uses for other disability services programs.

28 33 b. Ensure the ability of families to maintain control of

28 34 decisions which affect an individual with a disability who is a

28 35 member of a family.

28 36 c. Utilize existing local agencies to provide facilities and

28 37 a single entry point for program applicants.

28 38 d. Ensure services and support are provided in a timely

28 39 manner and emergency access to needed services and support is

29 1 provided.

29 2 e. Ensure technical assistance is provided to providers and

29 3 users of services and support.

29 4 f. Utilize state, regional, and local media to publicize the

29 5 program.

29 6 g. Incorporate a process to appeal the department's or

29 7 family support center's denial of services and support to a

29 8 family under the program, including reasonable efforts by the

29 9 department to utilize telecommunications in the appeal process.

29 10 h. Identify the services and support, and service provider

29 11 components, included in the program.

29 12 i. Upon request by a family member, provide a family with

29 13 assistance in locating a service provider.

29 14 j. Make payment for services and support directly to

29 15 families by voucher or other appropriate means.

29 16 k. Utilize a voucher system for payment for the family

29 17 support center component of the program under subsection 7.

29 18 6. Services and support provided under the comprehensive

29 19 family support program shall not be used to supplant other

29 20 services and support available to a family of an individual

29 21 with a disability but shall be used to meet family needs that

29 22 will not be met without the program.

29 23 7. The comprehensive family support program shall include a

29 24 family support center component. Under the component, a family

29 25 member of an individual with a disability shall be assisted

29 26 by a family support center in identifying the services and

29 27 support to be provided to the family under the family support

29 28 subsidy program or the comprehensive family support program.

29 29 The identification of services and support must be based upon

- Incorporate the eligibility determination processes that the HHS uses for other disability services programs in the applications process.
- Ensure the ability of families to maintain control of decisions which affect an individual with a disability who is a member of a family.
- Use existing local agencies to provide facilities and a single entry point for applicants.
- Ensure that services and support are provided in a timely manner and that emergency access to needed services and support is provided.
- Ensure that technical assistance is provided to providers and users of services and support.
- Use State, regional, and local media to publicize the CFSP.
- Incorporate a process to appeal the HHS's or family support center's denial of services and support to a family under the CFSP, including reasonable efforts by the HHS to utilize telecommunications in the appeal process.
- Identify the services and support, and service provider components, included in the CFSP.
- Provide a family with assistance in locating a service provider upon request by a family member.
- Make payment for services and support directly to families by voucher or other appropriate means.
- Use a voucher system for payment for the family support center component of the CFSP.

CODE: Prohibits services and support provided under the CFSP from being used to supplant other services and support available to a family of an individual with a disability.

CODE: Requires the CFSP to include a family support center component in which a family member of an individual with a disability must be assisted by a family support center in identifying the services and support to be provided to the family under the family support subsidy program or the CFSP. Requires the identification of services and support to be based on the specific needs of the individual with a

29 30 the specific needs of the individual with a disability and
 29 31 the individual's family which are not met by other service
 29 32 programs available to the individual with a disability and the
 29 33 individual's family.

disability and the individual's family which are not met by other service programs.

29 34 8. The comprehensive family support program shall be funded
 29 35 by appropriations made by the general assembly for purposes of
 29 36 the program. Notwithstanding section 8.33, moneys appropriated
 29 37 for the comprehensive family support program under this section
 29 38 that remain unobligated or unexpended at the close of each
 29 39 fiscal year shall not revert but shall remain available for
 30 1 expenditure for the purposes designated until the close of the
 30 2 immediately succeeding fiscal year.

CODE: Requires the CFSP to be funded by appropriations made by the General Assembly. Allows any unobligated or unexpended funds appropriated for the CFSP to remain available for subsequent fiscal years.

30 3 Sec. 33. CODE EDITOR DIRECTIVE. The Code editor is directed
 30 4 to designate section 231.80, as enacted in this division
 30 5 of this Act, as subchapter VIII of chapter 231 entitled
 30 6 "Comprehensive Family Support Program".

Requires the Iowa Code Editor to designate Iowa Code section 231.80, as established by this Act, as subchapter VIII of Iowa Code chapter [231](#) entitled "Comprehensive Family Support Program."

30 7 Sec. 34. EFFECTIVE DATE. This division of this Act, being
 30 8 deemed of immediate importance, takes effect upon enactment.

Specifies that Division XVII of this Act related to the CFSP takes effect upon enactment.

30 9 Sec. 35. RETROACTIVE APPLICABILITY. This division of this
 30 10 Act applies retroactively to July 1, 2025.

Provides that Division XVII of this Act related to the CFSP applies retroactively to July 1, 2025.

30 11 DIVISION XVIII
 30 12 FEDERAL COMMUNITY MENTAL HEALTH SERVICES BLOCK GRANT

30 13 Sec. 36. 2025 Iowa Acts, chapter 152, section 2, subsection
 30 14 1, paragraph d, is amended to read as follows:
 30 15 d. ~~For the federal fiscal year beginning October 1, 2025,~~
 30 16 ~~and ending September 30, 2026, of~~ Of the moneys allocated
 30 17 to providers under paragraph "c", 70 percent of the moneys
 30 18 allocated each federal fiscal year shall be distributed by
 30 19 a behavioral health administrative services organization or
 30 20 the department of health and human services to the state's
 30 21 accredited community mental health centers designated by
 30 22 the department of health and human services under section
 30 23 225A.3, as enacted by 2024 Iowa Acts, chapter 1161, section
 30 24 3. Community mental health centers that receive moneys
 30 25 distributed under this paragraph shall use the moneys for the

VETOED

CODE: Requires 70.00% of the funds set aside for community mental health service providers in FFY 2026 and FFY 2027 appropriated to the HHS from the Community Mental Health Services Block Grant to be distributed to State-accredited community mental health centers under Iowa Code section [225A.3](#) as enacted by 2024 Iowa Acts, chapter [1161](#) (Behavioral Health Service System Act), and requires the HHS to publish the amounts to be distributed to community mental health centers on the Department's internet site on or before October 1, 2025, and on or before October 1, 2026.

30 26 purposes of training staff, providing services to adults with
 30 27 a serious mental illness, or providing services to children
 30 28 with a serious emotional disturbance, and shall bill treatment
 30 29 dollars related to such services to the department of health
 30 30 and human services through the department's claims system.
 30 31 The department of health and human services shall publish the
 30 32 amounts to be distributed to community mental health centers on
 30 33 the department's internet site on or before October 1, 2025,
 30 34 and on or before October 1, 2026, and distribute the moneys to
 30 35 the recipients on a quarterly basis. Recipients of the moneys
 30 36 shall submit quarterly reports to the department of health and
 30 37 human services containing data consistent with performance
 30 38 measures approved by the federal substance abuse and mental
 30 39 health services administration.

DETAIL: 2025 Iowa Acts, [Senate File 626](#) (Federal Block Grant Appropriations and Other Federal Funds Act), appropriated \$7,754,083 in FFY 2026 and \$7,754,083 in FFY 2027 from the Community Mental Health Services Block Grant to the HHS.

VETOED: The Governor vetoed Division XVIII this Act stating that there was an intentional redesign of Iowa's mental and behavioral health administration and funding through 2024 Iowa Acts, chapter [1161](#) (Behavioral Health Service System Act), as well as 2025 Iowa Acts, [Senate File 626](#) (Federal Block Grant Appropriations and Other Federal Funds Act). The Governor noted that to support the redesign of Iowa's Community Mental Health Services Block Grant allocations, Medicaid reimbursements for community mental health centers were increased and additional funds were made available through the Behavioral Health Administrative Service Organization to sustain safety net access.

31 1 DIVISION XIX
 31 2 DEPARTMENT OF HEALTH AND HUMAN SERVICES — BEHAVIORAL HEALTH
 31 3 EXPENDITURE REPORT

31 4 Sec. 37. NEW SECTION 225A.10 BEHAVIORAL HEALTH SERVICES
 31 5 EXPENDITURE REPORT.

31 6 No later than December 15 of each year, the department shall
 31 7 submit to the general assembly a summary of the department's
 31 8 expenditures for behavioral health services for adults and
 31 9 children for the immediately preceding fiscal year, including a
 31 10 summary of which appropriations or funding sources were used to
 31 11 fund the expenditures.

CODE: Requires the HHS to submit to the General Assembly a summary of the Department's expenditures for behavioral health services for adults and children for the immediately preceding fiscal year, including a summary of which appropriations or funding sources were used to fund the expenditures, no later than December 15 of each year.

31 12 DIVISION XX
 31 13 OPIOID SETTLEMENT FUND — FY 2026-2027

31 14 Sec. 38. OPIOID SETTLEMENT FUND — DEPARTMENT OF HEALTH AND
 31 15 HUMAN SERVICES.

31 16 1. There is appropriated from the opioid settlement fund
 31 17 created in section 12.51 to the department of health and human
 31 18 services for the fiscal year beginning July 1, 2026, and ending
 31 19 June 30, 2027, the following amount, or so much thereof is as

VETOED

Opioid Settlement Fund (OSF) appropriation to the HHS for for an opioid treatment program that meets the requirements of this Act.

DETAIL: This is a new appropriation for FY 2027.

31 20 necessary, for the purposes designated:
 31 21 \$ 3,000,000

VETOED: The Governor vetoed Division XX of this Act stating that Iowa established a competitive, accessible, and fair process for allocation of opioid settlement funds in 2025 Iowa Acts, [House File 1038](#) (Opioid Settlement Fund Act).

31 22 2. Notwithstanding any provision of law to the contrary,
 31 23 of the moneys appropriated to the department of health and
 31 24 human services under subsection 1, the department shall
 31 25 disburse to an opioid treatment program that operates a
 31 26 facility with at least one hundred fifty licensed beds that
 31 27 provides medical detoxification stabilization and residential
 31 28 substance abuse disorder treatment to support comprehensive
 31 29 addiction and co-occurring mental health treatment, and provides
 31 30 24-hour medical detoxification, residential treatment, and
 31 31 medication-assisted treatment.

Requires the HHS to disburse the appropriation to [Renewal Falls Recovery Center](#) in Cedar Falls.

31 32 a. Moneys disbursed under this subsection shall be used
 31 33 by the recipient in compliance with the requirements of the
 31 34 national opioid settlement agreements and section 12.51.

Requires the moneys disbursed from the OSF to be used by the recipient in compliance with the requirements of the national opioid settlement agreements and Iowa Code section [12.51](#) (Opioid Settlement Fund).

31 35 b. The recipient shall utilize the indicators and outcomes
 31 36 identified under section 12.51, subsection 2, paragraph “b”,
 31 37 subparagraph (3), subparagraph division (c), to determine
 31 38 whether the services and activities that are funded by the
 31 39 disbursement achieve the intended outcomes, and shall report
 32 1 the recipient’s findings to the department of health and human
 32 2 services.

Requires the recipient of the OSF appropriation to use the indicators and outcomes under Iowa Code section [12.51](#)(2)(b)(3)(c) to determine whether the services and activities achieve the intended outcomes, and to report the recipient's findings to the HHS.

32 3 DIVISION XXI 32 4 GRADUATE MEDICAL EDUCATION

32 5 Sec. 39. 2025 Iowa Acts, chapter 120, section 19, is amended
 32 6 to read as follows:

32 7 SEC. 19. TRANSFER OF MONEYS. Notwithstanding section
 32 8 8.33 or any other provision to the contrary, any unobligated
 32 9 or unencumbered moneys in any of the following accounts or
 32 10 funds or constituting any specified appropriation, shall not
 32 11 revert but are appropriated to the department of health and
 32 12 human services to fund Medicaid graduate medical education
 32 13 efforts award grants to start medical residency programs in

CODE: Modifies 2025 Iowa Acts, [House File 972](#) (Rural Health Care Act), to transfer any unencumbered moneys remaining in the repealed accounts under Division VI of the Act to the HHS to award grants to start medical residency programs in the State that are not sponsored by the UIHC and that are not related to the practice of family medicine, rather than to fund Medicaid graduate medical education (GME) efforts. Requires \$298,000 from the Medical

32 14 the state that are not related to the practice of family
 32 15 medicine, are not located in a county which has a population
 32 16 of one hundred fifty thousand or more based on the most recent
 32 17 federal decennial census, and in which the main campus of an
 32 18 institution of higher learning governed by the state board of
 32 19 regents is located.
 32 20 1. The health care workforce shortage fund created in
 32 21 section 135.175, subsection 1, paragraph “b”, Code 2025.
 32 22 2. The medical residency training account created in
 32 23 section 135.175, subsection 5, paragraph “a”, Code 2025, except
 32 24 \$298,000 of such moneys is appropriated to the department of
 32 25 health and human services for the purposes of implementing the
 32 26 waiver of Medicaid’s institution for mental diseases exclusion
 32 27 the department must apply for under this 2026 Iowa Act.
 32 28 3. The nurse residency state matching grants program
 32 29 account created in section 135.175, subsection 5, paragraph
 32 30 “b”, Code 2025.
 32 31 4. The health care workforce shortage national initiatives
 32 32 account created in section 135.175, subsection 5, paragraph
 32 33 “c”, Code 2025.
 32 34 5. The family medicine obstetrics fellowship program fund
 32 35 created in section 135.193, Code 2025.
 32 36 6. Moneys appropriated to the department of health and human
 32 37 services for rural psychiatric residencies to fund psychiatric
 32 38 residents to provide mental health services in underserved
 32 39 areas of the state as described in the following:
 33 1 a. 2024 Iowa Acts, chapter 1157, section 5, subsection 3,
 33 2 and 2024 Iowa Acts, chapter 1157, section 22, subsection 5.
 33 3 b. 2023 Iowa Acts, chapter 112, section 5, subsection 4,
 33 4 paragraph “j”, as amended by 2024 Iowa Acts, chapter 1157,
 33 5 section 29.
 33 6 c. 2022 Iowa Acts, chapter 1131, section 3, subsection 4,
 33 7 paragraph “j”, as amended by 2024 Iowa Acts, chapter 1157,
 33 8 section 23.
 33 9 d. 2021 Iowa Acts, chapter 182, section 3, subsection 4,
 33 10 paragraph “j”.
 33 11 e. 2019 Iowa Acts, chapter 85, section 3, subsection 4,
 33 12 paragraph “j”, as amended by 2020 Iowa Acts, chapter 1121,
 33 13 section 19.

Residency Training Account to be used to apply for a waiver of Medicaid’s IMD exclusion.

FISCAL IMPACT: In June 2025, the HHS estimated that the repealed funds and accounts may have a total unobligated and unencumbered balance of \$9,919,682, which includes the following:

- \$1,103,235 from the Health Care Workforce Shortage Fund Interest Account.
- \$7,242,641 from the Medical Residency Training Account.
- \$1,120,000 from the Family Medicine Obstetrics Fellowship Program Fund.
- \$453,806 from the rural psychiatry residency and fellowship positions allocation.

33 14 DIVISION XXII
 33 15 MEDICAID REIMBURSEMENT RATE — SPECIAL POPULATION NURSING

33 16 FACILITIES

33 17 Sec. 40. Section 249A.2, Code 2026, is amended by adding the
 33 18 following new subsection:

33 19 NEW SUBSECTION 15. "Special population nursing facility"
 33 20 refers to a nursing facility that serves one of the following
 33 21 populations and has been designated as a special population
 33 22 nursing facility by the department:

33 23 a. One hundred percent of the residents served are aged
 33 24 thirty and under and require a skilled level of care.

33 25 b. Seventy percent of the residents served require a skilled
 33 26 level of care for neurological disorders.

33 27 c. One hundred percent of the residents require care from a
 33 28 facility licensed by the department of inspections, appeals,
 33 29 and licensing as an intermediate care facility for persons with
 33 30 mental illness.

33 31 d. One hundred percent of the residents require care from a
 33 32 facility licensed by the department of inspections, appeals,
 33 33 and licensing as an intermediate care facility for persons with
 33 34 medical complexity.

33 35 Sec. 41. NEW SECTION 249A.38C MEDICAID REIMBURSEMENT RATE
 33 36 — SPECIAL POPULATION NURSING FACILITIES.

33 37 The provider reimbursement rate for each special population
 33 38 nursing facility must be the special population nursing
 33 39 facility's average allowable per diem costs as adjusted in
 34 1 compliance with applicable federal laws and regulations,
 34 2 including the upper payment limits specified in 42 C.F.R.
 34 3 §447.272(b). If a special population nursing facility subject
 34 4 to this section increases the special population nursing
 34 5 facility's number of beds or expands to provide additional
 34 6 services on or after July 1, 2026, the reimbursement rate in
 34 7 this section shall apply to such additional beds or services.

CODE: Defines "special population nursing facility" as a nursing facility that has been designated as an SPNF by the HHS and services one of the following:

- 100.00% of the residents served are aged 30 and under and require a skilled level of care.
- 70.00% of the residents served require a skilled level of care for neurological disorders.
- 100.00% of the residents require care from a facility licensed by the DIAL as an intermediate care facility for persons with mental illness.
- 100.00% of the residents require care from a facility licensed by the DIAL as an intermediate care facility for persons with medical complexity.

CODE: Requires the HHS to set the Medicaid reimbursement rate for SPNFs at the facility's average allowable per diem costs as adjusted in compliance with applicable federal laws and regulations, including upper payment limits. Provides that the reimbursement requirements also apply to new beds and services.

FISCAL IMPACT: Adjusting SPNF reimbursement is estimated to cost approximately \$905,000 in FY 2027. Of the cost, the federal government will pay \$572,000 and the State will pay \$333,000.

Health and Human Services General Fund

	Actual FY 2025 (1)	Estimated Net FY 2026 (2)	Final Action FY 2027 (3)	Final Action vs Est Net FY26 (4)	Page and Line # (5)
Health and Human Services, Department of					
Health and Human Services					
Child Abuse Prevention - Standing	\$ 221,830	\$ 232,570	\$ 232,570	\$ 0	STANDING
Congenital & Inherited Disorders Registry - Standing	221,830	223,521	223,521	0	STANDING
Psychiatry Residency & Fellowship Program - Standing	100,000	0	0	0	STANDING
Centers of Excellence - Standing	383,538	425,000	425,000	0	STANDING
LiHEAP Weatherization Assistance Program - Standing	139,637	1	1	0	STANDING
Commission of Inquiry - Standing	0	1,394	1,394	0	STANDING
Nonresident Mental Illness Commitment - Standing	7,010	142,802	142,802	0	STANDING
Aging and Disability Services	19,088,714	19,208,180	19,379,531	171,351	PG 2 LN 27
Behavioral Health	24,400,114	24,442,121	23,127,121	-1,315,000	PG 3 LN 34
Public Health	22,531,821	22,433,369	21,168,369	-1,265,000	PG 5 LN 9
Community Access and Eligibility	68,043,944	68,542,456	76,371,516	7,829,060	PG 7 LN 22
Child Support Services	15,434,282	15,644,114	15,644,114	0	PG 9 LN 12
Medical Assistance	1,650,866,536	1,992,550,706	1,992,550,706	0	PG 11 LN 12
Health Program Operations	39,597,231	39,672,433	40,342,766	670,333	PG 12 LN 19
Child Care Assistance	34,966,931	34,983,000	32,723,000	-2,260,000	PG 16 LN 18
Early Intervention and Supports	35,277,739	35,301,904	36,495,203	1,193,299	PG 16 LN 39
Child Protective Services	166,101,034	165,558,031	164,527,690	-1,030,341	PG 17 LN 27
State-Operated Specialty Care	100,006,128	102,343,507	100,225,768	-2,117,739	PG 20 LN 3
Accountability, Compliance, and Program Integrity	22,356,598	21,904,214	23,152,404	1,248,190	PG 20 LN 38
Behavioral Health Fund - Standing	0	1,000,000	1,000,000	0	STANDING
Total Health and Human Services, Department of	\$ 2,199,744,916	\$ 2,544,609,323	\$ 2,547,733,476	\$ 3,124,153	
Veterans Affairs, Department of					
Veterans Affairs, Dept. of					
General Administration	\$ 1,369,205	\$ 1,369,205	\$ 1,369,205	\$ 0	PG 2 LN 3
Home Ownership Assistance Program	2,200,000	2,200,000	2,200,000	0	PG 2 LN 18
Veterans County Grants - Standing	990,000	990,000	990,000	0	STANDING
Veterans Affairs, Dept. of	\$ 4,559,205	\$ 4,559,205	\$ 4,559,205	\$ 0	
Veterans Affairs, Dept. of					
Iowa Veterans Home	\$ 8,145,736	\$ 8,145,736	\$ 8,145,736	\$ 0	PG 2 LN 9
Total Veterans Affairs, Department of	\$ 12,704,941	\$ 12,704,941	\$ 12,704,941	\$ 0	
Total Health and Human Services	\$ 2,212,449,857	\$ 2,557,314,264	\$ 2,560,438,417	\$ 3,124,153	

Health and Human Services Other Funds

	Actual FY 2025 (1)	Estimated Net FY 2026 (2)	Final Action FY 2027 (3)	Item Veto FY 2027 (4)	Net Final Action FY 2027 (5)	Net Final Act FY27 vs Est Net FY26 (6)	Page and Line # (7)
Health and Human Services, Department of							
Health and Human Services							
Gambling Treatment Program - SWRF	\$ 1,750,000	\$ 1,750,000	\$ 1,750,000	\$ 0	\$ 1,750,000	\$ 0	PG 4 LN 33
Health Program Operations - PSA	234,193	234,193	234,193	0	234,193	0	PG 13 LN 22
Medical Assistance - QATF	111,216,205	111,216,205	111,216,205	0	111,216,205	0	PG 13 LN 34
Medical Assistance - HHCAT	33,920,554	33,920,554	33,920,554	0	33,920,554	0	PG 14 LN 16
Behavioral Analysis Treatment - ASF	750,000	0	0	0	0	0	
Medical Assistance - BHF	0	0	5,580,938	0	5,580,938	5,580,938	PG 14 LN 37
Opioid Treatment Program - OSF	0	0	3,000,000	-3,000,000	0	0	PG 31 LN 14
Medical Assistance - MFF	744,869	150,000	150,000	0	150,000	0	STANDING
Medical Assistance - HCTF	176,470,000	150,997,000	137,639,000	0	137,639,000	-13,358,000	STANDING
Health and Human Services	\$ 325,085,821	\$ 298,267,952	\$ 293,490,890	\$ -3,000,000	\$ 290,490,890	\$ -7,777,062	
HHS - Human Services							
Community Access and Eligibility - TANF	\$ 15,347,831	\$ 12,988,627	\$ 12,566,312	\$ 0	\$ 12,566,312	\$ -422,315	PG 10 LN 8
Core Purposes - TANF	0	25,000,000	25,000,000	0	25,000,000	0	PG 10 LN 27
FaDSS - TANF	2,736,168	0	0	0	0	0	
Early Intervention and Supports - TANF	0	3,013,980	3,013,980	0	3,013,980	0	PG 10 LN 34
Administration and Compliance - TANF	3,288,458	3,533,647	3,533,647	0	3,533,647	0	PG 10 LN 38
Child Care Assistance - TANF	26,205,412	47,166,826	42,281,826	0	42,281,826	-4,885,000	PG 11 LN 4
Child Protective Service - TANF	64,716,156	65,364,100	65,364,100	0	65,364,100	0	PG 11 LN 6
HHS - Human Services	\$ 112,294,025	\$ 157,067,180	\$ 151,759,865	\$ 0	\$ 151,759,865	\$ -5,307,315	
HHS - Assistance Payment							
Pregnancy Prevention - TANF	\$ 1,721,903	\$ 1,913,203	\$ 1,913,203	\$ 0	\$ 1,913,203	\$ 0	PG 10 LN 10
Total Health and Human Services, Department of	\$ 439,101,749	\$ 457,248,335	\$ 447,163,958	\$ -3,000,000	\$ 444,163,958	\$ -13,084,377	
Total Health and Human Services	\$ 439,101,749	\$ 457,248,335	\$ 447,163,958	\$ -3,000,000	\$ 444,163,958	\$ -13,084,377	

Health and Human Services FTE Positions

	Actual FY 2025 (1)	Estimated Net FY 2026 (2)	Final Action FY 2027 (3)	Final Action vs Est Net FY26 (4)	Page and Line # (5)
Health and Human Services, Department of					
HHS - Aging					
Aging Programs	0.39	0.00	0.00	0.00	
Office of LTC Ombudsman	0.16	0.00	0.00	0.00	
HHS - Aging	<u>0.55</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	
HHS - Assistance Payment					
Family Investment Program/PROMISE JOBS	0.39	0.00	0.00	0.00	
Medical Assistance	0.17	0.00	0.00	0.00	
Health Program Operations	0.06	0.00	0.00	0.00	
Child Care Assistance	0.07	0.00	0.00	0.00	
Child and Family Services	0.12	0.00	0.00	0.00	
Volunteers	0.02	0.00	0.00	0.00	
HHS - Assistance Payment	<u>0.82</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	
HHS - Eldora State Training School					
Eldora Training School	2.66	0.00	0.00	0.00	
HHS - Cherokee Mental Health Institution					
Cherokee MHI	2.46	0.00	0.00	0.00	
HHS - Independence Mental Health Institution					
Independence MHI	2.55	0.00	0.00	0.00	
HHS - Glenwood Resource Center					
Glenwood Resource Center	2.77	0.00	0.00	0.00	
HHS - Woodward Resource Center					
Woodward Resource Center	8.36	0.00	0.00	0.00	
HHS - Civil Commitment Unit / Sexual Offenders					
Civil Commitment Unit for Sexual Offenders	2.18	0.00	0.00	0.00	
HHS - Community Services					
Child Support Services	6.60	0.00	0.00	0.00	
Field Operations	24.32	0.00	0.00	0.00	
HHS - Community Services	<u>30.92</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	
HHS - Human Services					
General Administration	5.14	0.00	0.00	0.00	
HHS - Human Rights					
Central Administration	0.07	0.00	0.00	0.00	
Community Advocacy and Services	0.09	0.00	0.00	0.00	
Criminal & Juvenile Justice	0.15	0.00	0.00	0.00	
HHS - Human Rights	<u>0.31</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	

Health and Human Services FTE Positions

	Actual FY 2025 (1)	Estimated Net FY 2026 (2)	Final Action FY 2027 (3)	Final Action vs Est Net FY26 (4)	Page and Line # (5)
Health and Human Services					
Aging and Disability Services	75.25	83.00	101.00	18.00	PG 2 LN 27
Behavioral Health	56.23	64.00	70.00	6.00	PG 3 LN 34
Public Health	238.48	342.15	348.60	6.45	PG 5 LN 9
Community Access and Eligibility	820.60	807.00	883.90	76.90	PG 7 LN 22
Child Support Services	400.02	412.00	464.00	52.00	PG 9 LN 12
Health Program Operations	67.37	82.00	97.00	15.00	PG 12 LN 19
Child Care Assistance	33.71	53.00	53.00	0.00	PG 16 LN 18
Early Intervention and Supports	20.22	27.00	28.00	1.00	PG 16 LN 39
Child Protective Services	836.16	859.20	977.00	117.80	PG 17 LN 27
State-Operated Specialty Care	1,177.16	1,329.45	1,304.45	-25.00	PG 20 LN 3
Accountability, Compliance, and Program Integrity	361.77	270.01	382.00	111.99	PG 20 LN 38
Health and Human Services	4,086.95	4,328.81	4,708.95	380.14	
HHS - Public Health					
Addictive Disorders	0.16	0.00	0.00	0.00	
Healthy Children and Families	0.15	0.00	0.00	0.00	
Chronic Conditions	0.18	0.00	0.00	0.00	
Community Capacity	0.07	0.00	0.00	0.00	
Infectious Diseases	0.08	0.00	0.00	0.00	
Public Protection	0.78	0.00	0.00	0.00	
Resource Management	0.05	0.00	0.00	0.00	
HHS - Public Health	1.45	0.00	0.00	0.00	
Total Health and Human Services, Department of	4,147.12	4,328.81	4,708.95	380.14	
<u>Veterans Affairs, Department of</u>					
Veterans Affairs, Dept. of					
General Administration	10.14	11.00	15.00	4.00	PG 2 LN 3
Total Veterans Affairs, Department of	10.14	11.00	15.00	4.00	
Total Health and Human Services	4,157.26	4,339.81	4,723.95	384.14	

FUNDING SUMMARY

General Fund FY 2027: Appropriates a total of \$222.3 million from the General Fund to the Judicial Branch for FY 2027. This is no change in funding compared to estimated net FY 2026. This Act makes the following appropriations:

- \$202.7 million for general operations within the Judicial Branch.
- \$3.6 million to the Jury and Witness Fee Revolving Fund.
- \$3.3 million for court-ordered services.
- \$12.3 million for juvenile delinquent graduated sanctions services.
- \$500,000 for salaries of business court judges and the establishment and operation of a specialty business court.

The Judicial Branch has 1,858.3 full-time equivalent (FTE) positions that are not appropriated in this Act. This is no change in FTE positions compared to estimated net FY 2026.

NEW PROGRAMS, SERVICES, OR ACTIVITIES

Appropriates \$500,000 from the General Fund for the establishment of the Business Court of Iowa pursuant to [Senate File 639](#) (Business Court Act). This is a new appropriation for FY 2027. This Act was approved by the General Assembly on May 2, 2026, and signed by the Governor on June 1, 2026.

Page 3, Line 30

STUDIES AND INTENT

Intent

Requires appropriations to be distributed among the judicial districts, as determined by the State Court Administrator, within 30 days of the date on which the annual census data is released.

Page 2, Line 14

Prohibits a district or juvenile court from ordering any service that is a charge to the State pursuant to Iowa Code section [232.141](#) if there are insufficient funds to pay for the service. Requires the Chief Juvenile Court Officer to use the court-ordered services funds in a manner that will cover the entire fiscal year and permits funds to be transferred between districts.

Page 2, Line 21

Prohibits a district or juvenile court from ordering a county to pay for a service provided to a juvenile that is chargeable to the State under Iowa Code section 232.141(4).

Page 2, Line 35

EXECUTIVE SUMMARY
JUDICIAL BRANCH APPROPRIATIONS ACT

HOUSE FILE 2769

Prohibits the Judicial Branch from duplicating current State payroll, budgeting, and accounting systems, except for the purposes of internal processing. Page 3, Line 34

Requires the Judicial Branch to focus efforts on collecting delinquent fines and fees. Page 4, Line 11

Specifies that it is the intent of the General Assembly that the offices of the clerks of the district court operate in all 99 counties and be accessible to the public as much as is reasonably possible to address the relative needs of the citizens of each county. Requires that an office of the clerk of the district court be open during regular courthouse hours. Page 4, Line 14

Permits parties to a civil case, including a jury trial, to move the case to a contiguous county during FY 2027 if all parties in a case agree. The case may be moved even if the contiguous county is located in an adjacent judicial district. Specifies that if the trial is moved, court personnel will treat the case as a change of venue. Page 5, Line 7

Permits a judicial officer to waive travel reimbursement for any official judicial business travel outside the county of residence of the judicial officer during FY 2027. Page 5, Line 16

Permits the Supreme Court to order judicial officers to take unpaid leave in the same manner as noncontract employees of the Judicial Branch during FY 2027. Page 5, Line 21

Specifies that it is the intent of the General Assembly that the Judicial Branch use the Iowa Communications Network (ICN) or other secure electronic communications instead of traveling during FY 2027. Page 5, Line 35

Nonreversion

Allows any unencumbered or unobligated funds appropriated to the Judicial Branch for court-ordered services from the General Fund to remain available for expenditure through FY 2030. Page 3, Line 11

Allows any unencumbered or unobligated funds appropriated to the Judicial Branch for Juvenile Court Services from the General Fund to remain available for expenditure through FY 2030. Page 3, Line 25

Required Reports

Requires the Judicial Branch to submit monthly financial statements for all appropriated accounts to the Legislative Services Agency (LSA) and to the Department of Management (DOM). Specifies the format and content to be included in the financial statements. Page 4, Line 1

Requires the Judicial Branch to notify the LSA prior to any intradepartmental transfer of funds and specifies the contents to be included in the notice. Page 4, Line 20

Requires the Judicial Branch to provide a semiannual report to the LSA and the DOM specifying the amounts of fines, surcharges, and court costs collected using the Iowa Court Information System (ICIS). Requires the Judicial Branch to continue to share vital sentencing and other information with other State departments and government agencies involved with the criminal justice system through the ICIS. Page 4, Line 29

Requires the Judicial Branch to provide a report to the General Assembly and the DOM by January 1, 2027, specifying funds received and expended from the Court Technology and Modernization Fund during FY 2026 and the plans for expenditures from the Fund during FY 2027. Page 4, Line 38

SIGNIFICANT CODE CHANGES

Requires the Judicial Council to conduct an open session meeting when discussing the Judicial Retirement System. Page 6, Line 1

Requires the State Court Administrator to advise the Judicial Council regarding all decisions made about the Judicial Retirement System. Page 6, Line 14

EFFECTIVE DATE

This Act takes effect July 1, 2026.

ENACTMENT DATE

This Act was approved by the General Assembly on May 2, 2026, and signed by the Governor on June 2, 2026.

STAFF CONTACT: Nathan Moore (515.725.0155) nathan.moore@legis.iowa.gov

House File 2769 provides for the following changes to the Code of Iowa.

Page #	Line #	Bill Section	Action	Code Section
6	1	6	Amend	602.1202
6	14	7	Amend	602.9102

1 3 Section 1. JUDICIAL BRANCH.

1 4 1. There is appropriated from the general fund of the state
1 5 to the judicial branch for the fiscal year beginning July 1,
1 6 2026, and ending June 30, 2027, the following amounts, or so
1 7 much thereof as is necessary, to be used for the purposes
1 8 designated:

1 9 a. For salaries of supreme court justices, appellate court
1 10 judges, district court judges, district associate judges,
1 11 associate juvenile judges, associate probate judges, judicial
1 12 magistrates and staff, state court administrator, clerk of
1 13 the supreme court, district court administrators, clerks of
1 14 the district court, juvenile court officers, board of law
1 15 examiners, board of examiners of shorthand reporters, and
1 16 commission on judicial qualifications; receipt and disbursement
1 17 of child support payments; reimbursement of the auditor
1 18 of state for expenses incurred in completing audits of the
1 19 offices of the clerks of the district court during the fiscal
1 20 year beginning July 1, 2026; and maintenance, equipment, and
1 21 miscellaneous purposes:
1 22 \$ 202,691,378

1 23 b. For deposit in the revolving fund created pursuant to
1 24 section 602.1302, subsection 3, for jury and witness fees,
2 1 mileage, costs related to summoning jurors, costs and fees for
2 2 interpreters and translators, and reimbursement of attorney
2 3 fees paid by the state public defender:
2 4 \$ 3,600,000

2 5 c. For payment of expenses for court-ordered services
2 6 provided to juveniles who are under the supervision of juvenile
2 7 court services, which expenses are a charge upon the state
2 8 pursuant to section 232.141, subsection 4:
2 9 \$ 3,290,000

2 10 (1) Of the moneys appropriated in this lettered paragraph,
2 11 no more than \$1,556,000 is allocated to provide school-based
2 12 supervision of children under chapter 232, of which no more

General Fund appropriation to the Judicial Branch for operations.

DETAIL: This is no change in funding compared to estimated net FY 2026.

NOTE: For FY 2027, the full-time equivalent (FTE) positions for the Judicial Branch are not appropriated in this Act but can be found within the FTE positions tracking spreadsheet attached to this document.

General Fund appropriation to the Jury and Witness Fee Revolving Fund for the reimbursement of juror and witness fees, mileage, costs related to summoning jurors, interpreters, translators, and reimbursement of attorney fees paid by the Office of the State Public Defender.

DETAIL: This is no change in funding compared to estimated net FY 2026.

General Fund appropriation to the Judicial Branch for court-ordered services provided to juveniles.

DETAIL: This is no change in funding compared to estimated net FY 2026.

Allocates no more than \$1,556,000 for school-based supervision of delinquent children, of which no more than \$25,000 may be

2 13 than \$25,000 may be used for purposes of training.

used for training. A portion of the cost for school-based liaisons is required to be paid by school districts.

DETAIL: The overall allocation is no change compared to estimated net FY 2026.

2 14 (2) Notwithstanding section 232.141 or any other provision
2 15 of law to the contrary, the moneys appropriated in this
2 16 lettered paragraph shall be distributed to the judicial
2 17 districts as determined by the state court administrator. The
2 18 state court administrator shall make the determination of the
2 19 distribution amounts within thirty days of the date on which
2 20 the annual census data is released.

CODE: Requires appropriations to be distributed among the judicial districts, as determined by the State Court Administrator, within 30 days of the date on which the annual census data is released.

2 21 (3) Notwithstanding chapter 232 or any other provision of
2 22 law to the contrary, a district or juvenile court shall not
2 23 order any service which is a charge upon the state pursuant
2 24 to section 232.141 if there are insufficient court-ordered
2 25 services moneys available in the district court distribution
2 26 amounts to pay for the service. The chief juvenile court
2 27 officer shall encourage use of the moneys appropriated in this
2 28 lettered paragraph such that there are sufficient moneys to pay
2 29 for all court-ordered services during the entire fiscal year.
2 30 The chief juvenile court officer shall attempt to anticipate
2 31 potential surpluses and shortfalls in the distribution amounts
2 32 and shall cooperatively request the state court administrator
2 33 to transfer moneys between the judicial districts' distribution
2 34 amounts as prudent.

CODE: Prohibits a district or juvenile court from ordering any service that is a charge to the State pursuant to Iowa Code section [232.141](#) if there are insufficient funds to pay for the service. Requires the Chief Juvenile Court Officer to use the court-ordered services funds in a manner that will cover the entire fiscal year and permits funds to be transferred between districts.

2 35 (4) Notwithstanding any provision of law to the contrary,
2 36 a district or juvenile court shall not order a county to pay
2 37 for any service provided to a juvenile pursuant to an order
2 38 entered under chapter 232 which is a charge upon the state
2 39 under section 232.141, subsection 4.

Prohibits a district or juvenile court from ordering a county to pay for a service provided to a juvenile that is chargeable to the State under Iowa Code section 232.141(4).

3 1 (5) Of the moneys appropriated in this lettered paragraph,
3 2 no more than \$83,000 may be used by the judicial branch
3 3 for administration of the requirements under this lettered
3 4 paragraph.

Allocates no more than \$83,000 to the Judicial Branch for administration related to court-ordered services.

DETAIL: This is no change in funding compared to estimated net FY 2026.

3 5 (6) Of the moneys appropriated in this lettered paragraph,
 3 6 an amount not to exceed the actual cost of the annual
 3 7 membership fee is allocated to the judicial branch to support
 3 8 the interstate commission for juveniles in accordance with
 3 9 the interstate compact for juveniles as provided in section
 3 10 232.173.

Allocates moneys to the Judicial Branch to be used to support the Interstate Commission for Juveniles in accordance with the Interstate Compact for Juveniles.

3 11 (7) Notwithstanding section 8.33, moneys appropriated in
 3 12 this lettered paragraph that remain unencumbered or unobligated
 3 13 at the close of the fiscal year shall not revert but shall
 3 14 remain available for expenditure for the purposes designated
 3 15 until the close of the fiscal year that begins July 1, 2029.

CODE: Allows any unencumbered or unobligated funds appropriated to the Judicial Branch for court-ordered services from the General Fund to remain available for expenditure through FY 2030.

3 16 d. For juvenile delinquent graduated sanctions services
 3 17 pursuant to section 232.192:
 3 18 \$ 12,253,000

General Fund appropriation to the Judicial Branch for juvenile delinquent graduated sanctions services.

DETAIL: This is no change in funding compared to estimated net FY 2026.

3 19 (1) Any state moneys saved as a result of efforts by
 3 20 juvenile court services to earn a federal fund match pursuant
 3 21 to Tit.IV-E of the federal Family First Prevention Services
 3 22 Act of 2018, Pub.L.No.115-123, for juvenile court services
 3 23 administration is appropriated to the judicial branch for
 3 24 purposes of this lettered paragraph.

Appropriates to the Judicial Branch any moneys saved as a result of efforts by Juvenile Court Services to earn a federal fund match pursuant to Title IV-E of the federal [Family First Prevention Services Act](#) for Juvenile Court Services administration.

3 25 (2) Notwithstanding section 8.33, moneys appropriated in
 3 26 this lettered paragraph that remain unencumbered or unobligated
 3 27 at the close of the fiscal year shall not revert but shall
 3 28 remain available for expenditure for the purposes designated
 3 29 until the close of the fiscal year that begins July 1, 2029.

CODE: Allows any unencumbered or unobligated funds appropriated to the Judicial Branch for Juvenile Court Services from the General Fund to remain available for expenditure through FY 2030.

3 30 e. For salaries of business court judges and the
 3 31 establishment and operation of a specialty business court
 3 32 pursuant to 2026 Iowa Acts, Senate File 639, if enacted:
 3 33 \$ 500,000

General Fund appropriation to the Judicial Branch for the salaries of business court judges and the establishment and operation of a specialty Business Court of Iowa.

DETAIL: This is a new appropriation for FY 2027 for the establishment of the Business Court of Iowa pursuant to [Senate File 639](#) (Business Court Act). This Act was

approved by the General Assembly on May 2, 2026, and signed by the Governor on June 1, 2026.

3 34 2. The judicial branch, except for purposes of internal
3 35 processing, shall use the current state budget system, the
3 36 state payroll system, and the Iowa finance and accounting
3 37 system in administration of programs and payments for services,
3 38 and shall not duplicate the state payroll, accounting, and
3 39 budgeting systems.

Prohibits the Judicial Branch from duplicating current State payroll, budgeting, and accounting systems, except for the purposes of internal processing.

4 1 3. The judicial branch shall submit monthly financial
4 2 statements to the legislative services agency and the
4 3 department of management containing all appropriated accounts
4 4 in the same manner as provided in the monthly financial status
4 5 reports and personal services usage reports of the department
4 6 of administrative services. The monthly financial statements
4 7 must include a comparison of the dollars and percentage
4 8 spent of budgeted versus actual revenues and expenditures on
4 9 a cumulative basis for full-time equivalent positions and
4 10 dollars.

Requires the Judicial Branch to submit monthly financial statements for all appropriated accounts to the Legislative Services Agency (LSA) and to the Department of Management (DOM). Specifies the format and content to be included in the financial statements.

4 11 4. The judicial branch shall focus efforts upon the
4 12 collection of delinquent fines, penalties, court costs, fees,
4 13 surcharges, or similar amounts.

Requires the Judicial Branch to focus efforts on collecting delinquent fines and fees.

4 14 5. It is the intent of the general assembly that the offices
4 15 of the clerks of the district court operate in all 99 counties
4 16 and be accessible to the public as much as is reasonably
4 17 possible in order to address the relative needs of the citizens
4 18 of each county. An office of the clerk of the district court
4 19 shall be open regular courthouse hours.

Specifies that it is the intent of the General Assembly that the offices of the clerks of the district court operate in all 99 counties and be accessible to the public as much as is reasonably possible to address the relative needs of the citizens of each county. Requires that an office of the clerk of the district court be open during regular courthouse hours.

4 20 6. In addition to the requirements for transfers under
4 21 section 8.39, the judicial branch shall not change the
4 22 appropriations from the amounts appropriated to the judicial
4 23 branch in this Act unless notice of the revisions is given to
4 24 the legislative services agency prior to the effective date.
4 25 The notice must include information on the judicial branch's
4 26 rationale for making the changes and details concerning the
4 27 workload and performance measures upon which the changes are
4 28 based.

Requires the Judicial Branch to notify the LSA prior to any intradepartmental transfer of funds and specifies the contents to be included in the notice.

4 29 7. The judicial branch shall submit a semiannual update to
 4 30 the legislative services agency and department of management
 4 31 specifying the amounts of fines, surcharges, and court costs
 4 32 collected using the Iowa court information system since the
 4 33 last report. The judicial branch shall continue to facilitate
 4 34 the sharing of vital sentencing and other information with
 4 35 other state departments and governmental agencies involved in
 4 36 the criminal justice system through the Iowa court information
 4 37 system.

Requires the Judicial Branch to provide a semiannual report to the LSA and the DOM specifying the amounts of fines, surcharges, and court costs collected using the Iowa Court Information System (ICIS). Requires the Judicial Branch to continue to share vital sentencing and other information with other State departments and government agencies involved with the criminal justice system through the ICIS.

4 38 8. The judicial branch shall provide a report to the general
 4 39 assembly and department of management by January 1, 2027,
 5 1 concerning the amounts received and expended from the court
 5 2 technology and modernization fund created in section 602.8108,
 5 3 subsection 7, during the fiscal year beginning July 1, 2025,
 5 4 and ending June 30, 2026, and the plans for expenditures from
 5 5 the fund during the fiscal year beginning July 1, 2026, and
 5 6 ending June 30, 2027.

Requires the Judicial Branch to provide a report to the General Assembly and the DOM by January 1, 2027, specifying the revenues to and expenses from the Court Technology and Modernization Fund during FY 2026 and the plans for expenditures from each fund during FY 2027.

5 7 Sec. 2. CIVIL TRIALS — LOCATION. Notwithstanding any
 5 8 provision to the contrary, for the fiscal year beginning July
 5 9 1, 2026, and ending June 30, 2027, if all parties in a case
 5 10 agree, a civil trial including a jury trial may take place in a
 5 11 county contiguous to the county with proper jurisdiction, even
 5 12 if the contiguous county is located in an adjacent judicial
 5 13 district or judicial election district. If the trial is moved
 5 14 pursuant to this section, court personnel shall treat the case
 5 15 as if a change of venue occurred.

Permits parties to a civil case, including a jury trial, to move the case to a contiguous county during FY 2027 if all parties in a case agree. The case may be moved even if the contiguous county is located in an adjacent judicial district. Specifies that if the trial is moved, court personnel will treat the case as if a change of venue has occurred.

5 16 Sec. 3. TRAVEL REIMBURSEMENT. Notwithstanding section
 5 17 602.1509, for the fiscal year beginning July 1, 2026, and
 5 18 ending June 30, 2027, a judicial officer may waive travel
 5 19 reimbursement for any travel outside the judicial officer's
 5 20 county of residence to conduct official judicial business.

Permits a judicial officer to waive travel reimbursement for any official judicial business travel outside the county of residence of the judicial officer during FY 2027.

5 21 Sec. 4. JUDICIAL OFFICER — UNPAID LEAVE. Notwithstanding
 5 22 the annual salary rates for judicial officers established by
 5 23 2025 Iowa Acts, chapter 158, section 6, for the fiscal year
 5 24 beginning July 1, 2026, and ending June 30, 2027, the supreme
 5 25 court may by order place all judicial officers on unpaid leave
 5 26 status on any day employees of the judicial branch are placed
 5 27 on temporary layoff status. The biweekly pay of the judicial

Permits the Supreme Court to order judicial officers to take unpaid leave in the same manner as noncontract employees of the Judicial Branch during FY 2027.

5 28 officers shall be reduced accordingly for the pay period in
 5 29 which the unpaid leave date occurred in the same manner as
 5 30 for noncontract employees of the judicial branch. Through
 5 31 the course of the fiscal year, the judicial branch may use an
 5 32 amount equal to the aggregate amount of salary reductions due
 5 33 to the judicial officer unpaid leave days for any purpose other
 5 34 than for judicial salaries.

5 35 Sec. 5. IOWA COMMUNICATIONS NETWORK. It is the intent
 5 36 of the general assembly that the judicial branch utilize
 5 37 the Iowa communications network or other secure electronic
 5 38 communications in lieu of traveling for the fiscal year
 5 39 beginning July 1, 2026, and ending June 30, 2027.

Specifies that it is the intent of the General Assembly that the Judicial Branch use the Iowa Communications Network (ICN) or other secure electronic communications instead of traveling during FY 2027.

6 1 Sec. 6. Section 602.1202, Code 2026, is amended to read as
 6 2 follows:

CODE: Requires the Judicial Council to conduct an open session meeting when discussing the Judicial Retirement System.

6 3 602.1202 JUDICIAL COUNCIL.

6 4 1. A judicial council is established, consisting of the
 6 5 chief judges of the judicial districts, the chief judge of
 6 6 the court of appeals, and the chief justice who shall be the
 6 7 chairperson. The council shall convene not less than twice
 6 8 each year at times and places as ordered by the chief justice.
 6 9 The council shall advise the supreme court with respect to the
 6 10 supervision and administration of the judicial branch.

6 11 2. A meeting of the judicial council in which the judicial
 6 12 retirement system is discussed shall not be held as a closed
 6 13 session under section 21.5.

6 14 Sec. 7. Section 602.9102, Code 2026, is amended to read as
 6 15 follows:

CODE: Requires the State Court Administrator to advise the Judicial Council regarding all decisions made about the Judicial Retirement System.

6 16 602.9102 ADMINISTERED BY COURT ADMINISTRATOR.

6 17 1. The court administrator shall be vested with authority is
 6 18 authorized to administer the system and related reports and may
 6 19 promulgate rules therefor not inconsistent with the provisions
 6 20 of this article.

6 21 2. The state court administrator shall advise the
 6 22 judicial council on all determinations made by the state court
 6 23 administrator concerning the judicial retirement system.

Justice System General Fund

	Actual FY 2025 (1)	Estimated Net FY 2026 (2)	Final Action FY 2027 (3)	Final Action vs Est Net FY 2026 (4)	Page and Line # (5)
Judicial Branch					
Judicial Branch					
Judicial Branch	\$ 201,018,878	\$ 202,691,378	\$ 202,691,378	\$ 0	PG 1 LN 9
Jury & Witness Fee Revolving Fund	3,600,000	3,600,000	3,600,000	0	PG 1 LN 23
Court-Ordered Services	3,290,000	3,290,000	3,290,000	0	PG 2 LN 5
Graduated Sanctions	12,253,000	12,253,000	12,253,000	0	PG 3 LN 16
Business Court of Iowa	0	0	500,000	500,000	PG 3 LN 30
Total Judicial Branch	<u>\$ 220,161,878</u>	<u>\$ 221,834,378</u>	<u>\$ 222,334,378</u>	<u>\$ 500,000</u>	
Total Justice System	<u><u>\$ 220,161,878</u></u>	<u><u>\$ 221,834,378</u></u>	<u><u>\$ 222,334,378</u></u>	<u><u>\$ 500,000</u></u>	

Justice System FTE Positions

	Actual FY 2025	Estimated Net FY 2026	Final Action FY 2027	Final Action vs Est Net FY 2026	Page and Line #
	(1)	(2)	(3)	(4)	(5)
Judicial Branch					
Judicial Branch					
Judicial Branch	1,767.42	1,845.75	1,845.75	0.00	PG 1 LN 9
Jury & Witness Fee Revolving Fund	2.29	2.30	2.30	0.00	PG 1 LN 23
Graduated Sanctions	8.94	10.25	10.25	0.00	PG 3 LN 16
Total Judicial Branch	<u>1,778.65</u>	<u>1,858.30</u>	<u>1,858.30</u>	<u>0.00</u>	
Total Justice System	<u><u>1,778.65</u></u>	<u><u>1,858.30</u></u>	<u><u>1,858.30</u></u>	<u><u>0.00</u></u>	

FUNDING SUMMARY

General Fund FY 2027: Appropriates a total of \$715.7 million from the General Fund and 5,641.5 full-time equivalent (FTE) positions to the departments of Justice (DOJ); Corrections (DOC); Inspections, Appeals, and Licensing (DIAL); Public Defense (DPD); Public Safety (DPS); and Homeland Security and Emergency Management (HSEMD); the Iowa Law Enforcement Academy (ILEA); and the Board of Parole (BOP) for FY 2027. This is an increase of \$12.6 million and 48.6 FTE positions compared to estimated net FY 2026.

Other Funds FY 2027: Appropriates a total of \$21.5 million from other funds for FY 2027. This is an increase of \$782,000 compared to estimated net FY 2026.

Standing Appropriations FY 2027: The attached tracking report also includes a standing unlimited appropriation from the General Fund estimated at \$10,000 for State Cases Court Costs, which does not appear in the Act. The Act includes the standing limited Consumer Education and Litigation Fund appropriation for public education related to consumer fraud and enforcement of \$1.9 million and the standing limited appropriation for investigation, prosecution, and consumer education related to consumer fraud of \$125,000, which is no change compared to estimated net FY 2026.

NEW PROGRAMS, SERVICES, OR ACTIVITIES

Creates the Attorney Loan Repayment Program to be administered by the College Student Aid Commission. The program will provide loan repayments for attorneys who agree to practice law in Iowa with priority in rural areas and provide a specified amount of indigent defense legal services per year. Page 21, Line 18

Specifies that the amount of attorney loan repayment for an individual cannot exceed \$10,000 annually over a period of six consecutive years and cannot exceed a total of \$60,000 or the amount of the outstanding eligible loan balance, whichever is less. Loan payment assistance is not subject to Iowa income tax. Page 22, Line 29

Creates the Attorney Loan Repayment Program Trust Fund under the control of the College Student Aid Commission. The Commission may accept gifts, grants, bequests, and other private contributions, as well as State or federal moneys, for deposit in the Trust Fund. Unobligated and unencumbered moneys in the Trust Fund will not revert to the General Fund but will remain available for expenditure in subsequent fiscal years. Page 23, Line 18

Contingent on the enactment of 2026 Iowa Acts, [House File 2794](#) (Forensic Exam Center Program Act), or another Act of the General Assembly, beginning in FY 2028, 20.0% from fees paid from each dissolution of Page 28, Line 7

marriage filing is appropriated for the Sexual Assault Forensic Examination Center Grant Program. This Act was approved by the General Assembly on May 2, 2026, and signed by the Governor on May 19, 2026.

Contingent on the enactment of 2026 Iowa Acts, [House File 2794](#) (Forensic Exam Center Program Act), or another Act of the General Assembly, beginning in FY 2028, 20.0% from fees paid from each dissolution of marriage filing is appropriated for the Sexual Assault Forensic Examination Center Grant Program. This Act was approved by the General Assembly on May 2, 2026, and signed by the Governor on May 19, 2026.

Page 28, Line 14

MAJOR INCREASES/DECREASES/TRANSFERS OF EXISTING PROGRAMS

General Fund

Department of Justice: An increase of \$1.1 million and 17.6 FTE positions compared to estimated net FY 2026.

Page 2, Line 3

The General Fund appropriation to the Attorney General's Office will be increased by \$165,000 for a new total increase of \$924,020 if [Senate File 639](#) (Business Court Act) is not enacted.

Page 2, Line 19

NOTE: Senate File 639 was approved by the General Assembly on May 2, 2026, and signed by the Governor on June 1, 2026.

Department of Corrections: A net increase of \$5.8 million and 13.0 FTE positions compared to estimated net FY 2026. These changes include:

Page 6, Line 3

- An increase of \$1.5 million for corrections administration.
- An increase of \$369,000 to the DOC for department-wide duties.
- An increase of \$163,000 for the Fort Madison Correctional Facility.
- An increase of \$897,000 for the Anamosa Correctional Facility.
- An increase of \$390,000 for the Oakdale Correctional Facility.
- An increase of \$230,000 for the Newton Correctional Facility.
- An increase of \$263,000 for the Mount Pleasant Correctional Facility.
- An increase of \$195,000 for the Rockwell City Correctional Facility.
- An increase of \$426,000 for the Clarinda Correctional Facility.
- An increase of \$268,000 for the Mitchellville Correctional Facility.
- An increase of \$382,000 for the Fort Dodge Correctional Facility.
- An increase of \$94,000 for Community-Based Corrections (CBC) District 1.
- An increase of \$160,000 for CBC District 2.
- An increase of \$98,000 for CBC District 4.

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- An increase of \$188,000 for CBC District 5.
- An increase of \$148,000 for CBC District 6.
- An increase of \$19,000 for CBC District 8.

The General Fund appropriation for department-wide duties will be increased by \$105,000 for a new total increase of \$474,222 if [Senate File 639](#) (Business Court Act) is not enacted.

Page 9, Line 17

NOTE: Senate File 639 was approved by the General Assembly on May 2, 2026, and signed by the Governor on June 1, 2026.

Iowa Law Enforcement Academy: A decrease of \$45,000 and no change in FTE positions compared to estimated net FY 2026.

Page 12, Line 28

Office of the State Public Defender: An increase of \$3.1 million and 10.0 FTE positions for the Office of the State Public Defender and a decrease of \$1.2 million to the Indigent Defense Fund compared to estimated net FY 2026.

Page 13, Line 31

Department of Public Defense: An increase of \$378,000 and 4.0 FTE positions compared to estimated net FY 2026.

Page 14, Line 31

Department of Homeland Security and Emergency Management: A decrease of \$50,000 and no change in FTE positions compared to estimated net FY 2026.

Page 15, Line 13

Department of Public Safety: An increase of \$3.4 million compared to estimated net FY 2026. These changes include:

Page 15, Line 32

- An increase of \$230,000 for increased operating costs within Public Safety Administration.
- An increase of \$477,000 for increased operating costs within the Division of Criminal Investigation.
- An increase of \$232,000 for increased operating costs within the Division of Narcotics Enforcement.
- An increase of \$80,000 for increased operating costs within the Division of State Fire Marshal.
- An increase of \$2.0 million for increased operating costs within the Iowa State Patrol.
- An increase of \$371,000 for Department-wide duties.
- An increase of \$21,000 for increased operating costs within the Office of Drug Control Policy.

Other Funds

Department of Public Safety: An increase of \$782,000 and 3.0 FTE positions compared to estimated net FY 2026 from the Gaming Enforcement Revolving Fund (GEF) for the Division of Criminal Investigation.

Page 19, Line 13

STUDIES AND INTENT

Intent

Specifies the intent of the General Assembly that the DOC prohibit the use of offender labor for partisan political purposes when negotiating leases with a private corporation providing private industry employment. Violation of these contract terms will result in termination of the lease agreement.	Page 8, Line 7
Specifies the intent of the General Assembly that the DOC, as a condition of receiving appropriated funds, restrict offender access to personal identifying information of citizens when contracting with a private business for offender employment.	Page 8, Line 16
Specifies that it is the intent of the General Assembly that the first, second, fifth, sixth, and seventh judicial districts maintain their drug courts.	Page 9, Line 19
Requires that, within available funding, each CBC district department continue programs and plans for intensive supervision, sex offender treatment, diversion of low-risk offenders to the least restrictive sanction available, job development, and expanded use of intermediate sanctions.	Page 10, Line 31
Requires each CBC district department to provide alternatives to prison consistent with Iowa Code chapter 901B .	Page 11, Line 3
Requires the Office of Drug Control Policy of the DPS to consider federal grants made to the DOC for the benefit of the CBC district departments as local government grants rather than State government grants as defined by federal regulations.	Page 11, Line 9
Prohibits the use of the Public Safety Assessment in pretrial hearings when determining whether to detain or release a defendant before trial until the use of the Public Safety Assessment has been specifically authorized by the General Assembly.	Page 11, Line 18
Permits the DOC to work with nonprofit and government entities to use inmate labor to restore or preserve rural cemeteries or historical landmarks and to clean up roads and water resources.	Page 12, Line 3
Encourages State agencies to buy products from Iowa Prison Industries (IPI) whenever possible. Requires State agencies to obtain a bid from IPI for office furniture purchases exceeding \$5,000 or in accordance with administrative rules.	Page 12, Line 20

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Allows the Division of Narcotics Enforcement (DNE) an additional 1.0 FTE position in excess of the authorized FTE positions if the DNE receives sufficient federal moneys to maintain the position.

Page 17, Line 1

Specifies that it is the intent of the General Assembly that the Iowa State Patrol assign State patrol members to patrol the highways and roads in lieu of inspecting school buses for school districts.

Page 18, Line 1

Repeals the Attorney Loan Repayment Program July 1, 2041.

Page 24, Line 5

Nonreversion

Allows any unencumbered or unobligated funds appropriated from the General Fund for the Victim Assistance Grant Program to the Iowa DOJ for FY 2027 to remain available for expenditure in FY 2028.

Page 4, Line 7

Allows any unencumbered or unobligated funds appropriated from the General Fund to the DOC for educational programs for inmates at State penal institutions to remain available for expenditure through FY 2028.

Page 9, Line 3

Allows any unencumbered or unobligated funds appropriated to the DPS for the Criminalistics Laboratory Fund from the General Fund to remain available for expenditure through FY 2028.

Page 16, Line 21

Allows any unencumbered or unobligated funds appropriated to the DPS for costs associated with the training and equipment needs of volunteer fire fighters from the General Fund to remain available for expenditure through FY 2028.

Page 18, Line 13

Required Reports

Requires the DOJ to submit a report to the General Assembly by January 15, 2027, with the FY 2028 budget estimate that specifies the amount of funding from all non-General Fund sources and any revisions that occur as a result of actual reimbursements. The report is required to include actual reimbursements for FY 2026 and actual and expected FY 2027 reimbursements from other agencies and internal funds.

Page 4, Line 18

SIGNIFICANT CODE CHANGES

Makes the current hourly rates for court-appointed counsel applicable to FY 2026 only.

Page 21, Line 2

Increases the hourly rates for court-appointed counsel by \$4 for each case type beginning July 1, 2026 (FY 2027).

Page 21, Line 9

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The loan repayment assistance received under the Attorney Loan Repayment Program is not subject to Iowa income tax and cannot exceed \$10,000 in any tax year, and eligibility is for no more than six consecutive years.

Page 24, Line 25

Amends Iowa Code section [602.8105](#)(1) to increase court filing fees by \$20 across the following case types:

Page 25, Line 14

- Filing and docketing a petition.
- Filing and docketing a petition of any dissolution decree.
- Dissolution of marriage petition.
- Appeal from a judgement in small claims or for filing and docketing a writ of error.
- Motion to show cause in a civil case.
- Docketing a transcript of judgement in a civil case.
- Filing a tribal judgement.

Amends Iowa Code section [602.8105](#)(2) to increase miscellaneous court service fees by \$20 for the following:

Page 26, Line 18

- Filing and entering statutory liens.
- Certificate and seal.
- Change in the title in real estate.
- Filing a praecipe to issue execution in Iowa Code chapter [625](#) (court costs in civil actions).
- Filing a praecipe to issue execution in Iowa Code chapter [627](#) (exemptions from debt collection).
- Filing a lis pendens.

Amends Iowa Code section [631.6](#)(1)(a) to increase small claims filing fees from \$95 to \$115.

Page 28, Line 28

Repeals Iowa Code sections [618.13](#), [622.93](#), and [624.8](#). The repeal of Iowa Code section 618.13, which required the publication of petitions, eliminates the process for verifying and paying publishers for petition publications in Iowa Code section 622.93. The repeal of Iowa Code section 624.8 removes the keeping of a calendar of pending criminal cases from the duties of the County Clerk of Court.

Page 28, Line 32

EFFECTIVE DATE

This Act takes effect July 1, 2026.

ENACTMENT DATE

This Act was approved by the General Assembly on May 2, 2026, and signed by the Governor on June 2, 2026.

EXECUTIVE SUMMARY
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House File 2770 provides for the following changes to the Code of Iowa.

Page #	Line #	Bill Section	Action	Code Section
21	2	18	Amend	815.7.10
21	9	19	Add	815.7.10A
21	18	20	New	256.232
24	6	21	Amend	331.424.1.a.(6)
24	25	22	Add	422.7.46
25	8	23	Amend	602.8102.98
25	12	24	Amend	602.8105.1,2
27	14	25	Add	602.8108.12
28	28	26	Amend	631.6.1.a
28	32	27	Repeal	618.13; 622.93; 624.8

2 1 DIVISION I
2 2 FY 2026-2027 APPROPRIATIONS

2 3 Section 1. DEPARTMENT OF JUSTICE.

2 4 1. There is appropriated from the general fund of the state
2 5 to the department of justice for the fiscal year beginning July
2 6 1, 2026, and ending June 30, 2027, the following amounts, or
2 7 so much thereof as is necessary, to be used for the purposes
2 8 designated:

2 9 a. For the general office of attorney general for
2 10 salaries, support, maintenance, and miscellaneous purposes,
2 11 including the prosecuting attorneys training program, matching
2 12 funds for federal violence against women grant programs,
2 13 victim assistance grants, the office of drug control policy
2 14 prosecuting attorney program, and odometer fraud enforcement,
2 15 and for not more than the following full-time equivalent
2 16 positions:
2 17 \$ 11,672,266
2 18 FTEs 238.00

2 19 The appropriation in this lettered paragraph shall be
2 20 increased by \$165,000 if 2026 Iowa Acts, Senate File 639, is
2 21 not enacted.

General Fund appropriation to the Department of Justice (DOJ) for the Office of the Attorney General for salaries, support, maintenance, and miscellaneous purposes.

DETAIL: This is an increase of \$759,020 and 15.62 FTE positions compared to estimated net FY 2026. This is an increase of 2.00 Assistant Attorney General 2 FTE positions and 2.00 Assistant Attorney General 3 FTE positions in the Litigation Division. The remaining increase of 11.62 FTE positions compared to estimated net FY 2026 is to restore the FTE positions to the previously authorized amount in [SF 644](#) (FY 2026 Justice System Appropriations Act).

The General Fund appropriation to the Attorney General's Office will be increased by \$165,000 for a new total increase of \$924,020 if [Senate File 639](#) (Business Court Act) is not enacted.

NOTE: Senate File 639 was approved by the General Assembly on May 2, 2026, and signed by the Governor on June 1, 2026.

3 1 As a condition of receiving the appropriation provided
3 2 in this lettered paragraph, the department of justice shall
3 3 maintain a record of the estimated time incurred representing
3 4 each agency or department.

Requires the DOJ to maintain a record of the estimated time incurred to represent each agency or department.

3 5 The general office of attorney general may temporarily
3 6 exceed and draw more than the amount appropriated in this
3 7 lettered paragraph and incur a negative cash balance as long
3 8 as there are receivables equal to or greater than the negative

Permits the Office of the Attorney General to incur a negative General Fund balance as long as there are equal receivables available to the Office by the close of the fiscal year.

3 9 balances and the amount appropriated in this lettered paragraph
 3 10 is not exceeded at the close of the fiscal year.

3 11 b. For victim assistance grants:
 3 12 \$ 5,541,708

General Fund appropriation to the DOJ for the Victim Assistance Grants Program.

DETAIL: This is an increase of \$375,000 compared to estimated net FY 2026. The increase in funding is for operating expenses.

3 13 Of the moneys appropriated in this lettered paragraph,
 3 14 \$225,000 is allocated to provide grants to care providers
 3 15 providing services to victims of human trafficking. The
 3 16 remaining moneys appropriated in this lettered paragraph
 3 17 are allocated to provide grants to care providers providing
 3 18 services to all other victims of violent crime.

Allocates \$225,000 to provide grants to care providers providing services to human trafficking victim, with the remaining moneys allocated as grants to care providers providing services to all other victims of violent crime.

3 19 The balance of the victim compensation fund established in
 3 20 section 915.94 may be used to provide salary and support of not
 3 21 more than 24.00 full-time equivalent positions and to provide
 3 22 maintenance for the victim compensation functions of the
 3 23 department of justice. In addition to the full-time equivalent
 3 24 positions authorized pursuant to this unnumbered paragraph,
 3 25 7.00 full-time equivalent positions are authorized and shall be
 3 26 used by the department of justice to employ one accountant and
 3 27 four program planners. The department of justice may employ
 3 28 the additional 7.00 full-time equivalent positions authorized
 3 29 pursuant to this unnumbered paragraph that are in excess of the
 3 30 number of full-time equivalent positions authorized only if
 3 31 the department of justice receives sufficient federal moneys
 3 32 to maintain employment for the additional full-time equivalent
 3 33 positions during the current fiscal year. The department
 3 34 of justice shall only employ the additional 7.00 full-time
 3 35 equivalent positions in succeeding fiscal years if sufficient
 4 1 federal moneys are received during each of those succeeding
 4 2 fiscal years.

Permits 24.00 FTE positions to be funded from the Victim Compensation Fund to administer the victim compensation functions of the DOJ. Authorizes an additional 7.00 FTE positions to be used by the DOJ to employ one accountant and four program planners. The DOJ may employ the additional 7.00 FTE positions in excess of the number of FTE positions authorized only if the DOJ receives sufficient federal funding to maintain employment for the FTE positions during FY 2027 and succeeding fiscal years.

DETAIL: This is no change in funding and an increase of 2.00 FTE positions compared to estimated net FY 2026. The increase of 2.00 FTE positions is to restore the FTE positions to the previously authorized amount in [SF 644](#) (FY 2026 Justice System Appropriations Act). The Victim Compensation Fund will provide the support costs for these positions. The 7.00 FTE positions in this Section are federally funded from the federal Victims of Crime Act (VOCA) Victim Assistance Grant. A percentage of the Grant may be used for the administration of the Grant. Currently, the Crime Victim Assistance Division (CVAD) uses up to 5.00% of the VOCA Victim Assistance Grant for administration.

NOTE: The federal VOCA Victim Assistance Grant for the current fiscal year is \$12,206,052. This award may be distributed

			over several years. Up to 5.00% (\$610,303) of the Grant may be used for administrative costs.
4	3	The department of justice shall transfer at least \$150,000	Requires the DOJ to transfer at least \$150,000 from the Victim Compensation Fund to the Victim Assistance Grant Program in FY 2027.
4	4	from the victim compensation fund established in section 915.94	
4	5	to the victim assistance grant program established in section	
4	6	13.31.	
4	7	Notwithstanding section 8.33, moneys appropriated in this	CODE: Allows any unencumbered or unobligated funds appropriated for the Victim Assistance Grant Program to remain available through the end of FY 2028.
4	8	lettered paragraph that remain unencumbered or unobligated at	
4	9	the close of the fiscal year shall not revert but shall remain	
4	10	available for expenditure for the purposes designated until the	
4	11	close of the succeeding fiscal year.	
4	12	c. For legal services for persons in poverty grants as	General Fund appropriation to the DOJ for the Legal Services Poverty Grants Program.
4	13	provided in section 13.34:	
4	14	 \$ 2,634,601	DETAIL: This is no change in funding compared to estimated net FY 2026. Iowa Code section 13.34 requires the Office of the Attorney General to contract with a nonprofit organization to provide legal counsel to indigent persons in civil matters. The Office of the Attorney General currently contracts with Iowa Legal Aid to provide those services.
4	15	d. To improve the department of justice's cybersecurity and	General Fund appropriation to the DOJ for cybersecurity and technology infrastructure.
4	16	technology infrastructure:	
4	17	 \$ 202,060	DETAIL: This is no change in funding compared to estimated net FY 2026.
4	18	2. a. The department of justice, in submitting budget	Requires the DOJ to submit a report with the FY 2028 budget estimate that specifies the amount of funding from all non-General Fund sources and any revisions that occur as a result of actual reimbursements. The report is required to include actual reimbursements for FY 2026 and actual and expected FY 2027 reimbursements from other agencies and internal funds.
4	19	estimates for the fiscal year beginning July 1, 2027, pursuant	
4	20	to section 8.23, shall include a report of funding from sources	
4	21	other than amounts appropriated directly from the general fund	
4	22	of the state to the department of justice or to the office of	
4	23	consumer advocate. These funding sources must include but	
4	24	are not limited to reimbursements from other state agencies,	
4	25	commissions, boards, or similar entities, and reimbursements	
4	26	from special funds or internal accounts within the department	
4	27	of justice. The department of justice shall also report actual	
4	28	reimbursements for the fiscal year beginning July 1, 2025,	

4 29 and actual and expected reimbursements for the fiscal year
4 30 beginning July 1, 2026.

4 31 b. The department of justice shall include the report
4 32 required under paragraph "a", as well as information regarding
4 33 any revisions occurring as a result of reimbursements actually
4 34 received or expected at a later date, in a report to the
4 35 general assembly. The department of justice shall submit the
5 1 report on or before January 15, 2027.

Requires the DOJ to submit the report described above to the General Assembly by January 15, 2027.

5 2 3. a. The department of justice shall fully reimburse
5 3 the costs and necessary related expenses incurred by the Iowa
5 4 law enforcement academy to continue to employ one additional
5 5 instructor position who shall provide training for human
5 6 trafficking-related issues throughout the state.

Requires the DOJ to fully reimburse the costs incurred by the Iowa Law Enforcement Academy (ILEA) to continue to employ an additional instructor to provide training on human trafficking-related issues throughout the State.

5 7 b. The department of justice shall obtain the moneys
5 8 necessary to reimburse the Iowa law enforcement academy to
5 9 employ such an instructor from unrestricted moneys from either
5 10 the victim compensation fund established in section 915.94 or
5 11 the human trafficking victim fund established in section 915.95
5 12 or the human trafficking enforcement fund established in 2015
5 13 Iowa Acts, chapter 138, section 141.

Requires the DOJ to fully reimburse the ILEA for the costs of the additional instructor with unrestricted moneys from the Victim Compensation Fund, the Human Trafficking Victim Fund, or the Human Trafficking Enforcement Fund.

5 14 4. Notwithstanding sections 553.19 and 714.16C, for the
5 15 fiscal year beginning July 1, 2026, and ending June 30, 2027,
5 16 any moneys not otherwise appropriated from the antitrust fund
5 17 created in section 553.19 and the consumer education and
5 18 litigation fund created in section 714.16C are appropriated to
5 19 the department of justice for salaries, support, maintenance,
5 20 and miscellaneous purposes necessary to perform the duties
5 21 described in section 13.2.

CODE: Allocates moneys not otherwise appropriated from the Antitrust Fund created in Iowa Code section [553.19](#) and the Consumer Education and Litigation Fund created in Iowa Code section [714.16C](#) to the Office of the Attorney General for salaries, maintenance, and miscellaneous purposes under Iowa Code section [13.2](#) (general duties of the Attorney General).

5 22 Sec. 2. OFFICE OF CONSUMER ADVOCATE. There is appropriated
5 23 from the commerce revolving fund created in section 546.12 to
5 24 the office of consumer advocate of the department of justice
5 25 for the fiscal year beginning July 1, 2026, and ending June 30,
5 26 2027, the following amount, or so much thereof as is necessary,
5 27 to be used for the purposes designated:

Commerce Revolving Fund appropriation to the DOJ for the Office of Consumer Advocate.

5 28 For salaries, support, maintenance, and miscellaneous
5 29 purposes, and for not more than the following full-time
5 30 equivalent positions:

DETAIL: This is no change in funding and an increase of 1.00 FTE position compared to estimated net FY 2026. The increase of 1.00 FTE position is to restore the FTE positions to the previously authorized amount in [SF 644](#) (FY 2026 Justice System Appropriations Act).

5 31 \$ 3,784,047

PG LN	GA:91 HF2770	Explanation
5 32 FTEs 18.00		
5 33 The office of consumer advocate shall include in its charges 5 34 assessed or revenues generated an amount sufficient to cover 5 35 the amount stated in its appropriation and any state-assessed 6 1 indirect costs determined by the department of administrative 6 2 services.		Requires the Office of Consumer Advocate to include in its charges assessed or revenues generated an amount sufficient to cover the amount stated in its appropriation and any State-assessed indirect costs determined by the Department of Administrative Services (DAS).
6 3 Sec. 3. DEPARTMENT OF CORRECTIONS — FACILITIES. 6 4 1. There is appropriated from the general fund of the state 6 5 to the department of corrections for the fiscal year beginning 6 6 July 1, 2026, and ending June 30, 2027, the following amounts, 6 7 or so much thereof as is necessary, to be used for the purposes 6 8 designated:		
6 9 a. For the operation of the Fort Madison correctional 6 10 facility, including salaries, support, maintenance, and 6 11 miscellaneous purposes: 6 12 \$ 46,724,722		General Fund appropriation to the Department of Corrections (DOC) for the Fort Madison Correctional Facility. DETAIL: This is an increase of \$163,000 compared to estimated net FY 2026 for increased operating costs.
6 13 b. For the operation of the Anamosa correctional facility, 6 14 including salaries, support, maintenance, and miscellaneous 6 15 purposes: 6 16 \$ 40,255,974		General Fund appropriation to the DOC for the Anamosa Correctional Facility. DETAIL: This is an increase of \$897,000 compared to estimated net FY 2026 for increased operating costs.
6 17 c. For the operation of the Oakdale correctional facility, 6 18 including salaries, support, maintenance, and miscellaneous 6 19 purposes: 6 20 \$ 59,344,020		General Fund appropriation to the DOC for the Oakdale Correctional Facility. DETAIL: This is an increase of \$390,000 compared to estimated net FY 2026 for increased operating costs.
6 21 d. For the Oakdale correctional facility for 6 22 department-wide institutional pharmaceuticals and miscellaneous 6 23 purposes: 6 24 \$ 10,175,417		General Fund appropriation to the DOC for department-wide institutional pharmaceuticals. DETAIL: This is no change in funding compared to estimated net FY 2026.

6 25	e. For the operation of the Newton correctional facility,	General Fund appropriation to the DOC for the Newton
6 26	including salaries, support, maintenance, and miscellaneous	Correctional Facility.
6 27	purposes:	
6 28	 \$ 32,509,092	DETAIL: This is an increase of \$230,000 compared to estimated
		net FY 2026 for increased operating costs.
6 29	f. For the operation of the Mount Pleasant correctional	General Fund appropriation to the DOC for the Mount Pleasant
6 30	facility, including salaries, support, maintenance, and	Correctional Facility.
6 31	miscellaneous purposes:	
6 32	 \$ 30,619,297	DETAIL: This is an increase of \$263,000 compared to estimated
		net FY 2026 for increased operating costs.
6 33	g. For the operation of the Rockwell City correctional	General Fund appropriation to the DOC for the Rockwell City
6 34	facility, including salaries, support, maintenance, and	Correctional Facility.
6 35	miscellaneous purposes:	
7 1	 \$ 11,916,579	DETAIL: This is an increase of \$195,000 compared to estimated
		net FY 2026 for increased operating costs.
7 2	h. For the operation of the Clarinda correctional facility,	General Fund appropriation to the DOC for the Clarinda
7 3	including salaries, support, maintenance, and miscellaneous	Correctional Facility.
7 4	purposes:	
7 5	 \$ 29,678,380	DETAIL: This is an increase of \$426,000 compared to estimated
		net FY 2026 for increased operating costs.
7 6	Moneys received by the department of corrections as	Specifies that moneys received by the DOC as
7 7	reimbursement for services provided to the Clarinda youth	reimbursements provided to the Clarinda Youth Corporation
7 8	corporation are appropriated to the department and shall be	are appropriated to the DOC to be used for operations at the
7 9	used for the purpose of operating the Clarinda correctional	Clarinda Correctional Facility.
7 10	facility.	
7 11	i. For the operation of the Mitchellville correctional	General Fund appropriation to the DOC for the Mitchellville
7 12	facility, including salaries, support, maintenance, and	Correctional Facility.
7 13	miscellaneous purposes:	
7 14	 \$ 26,350,539	DETAIL: This is an increase of \$268,000 compared to estimated
		net FY 2026 for increased operating costs.
7 15	j. For the operation of the Fort Dodge correctional	General Fund appropriation to the DOC for the Fort Dodge
7 16	facility, including salaries, support, maintenance, and	Correctional Facility.
7 17	miscellaneous purposes:	

PG LN	GA:91 HF2770	Explanation
7 18	 \$ 34,467,251	DETAIL: This is an increase of \$382,000 compared to estimated net FY 2026 for increased operating costs.
7 19	k. For reimbursement of counties for temporary confinement	General Fund appropriation to the DOC for the County
7 20	of prisoners, as provided in sections 901.7, 904.908, and	Confinement Account to pay for holding alleged parole and work
7 21	906.17, and for offenders confined pursuant to section 904.513:	release violators until their revocation hearings.
7 22	 \$ 1,345,319	DETAIL: This no change in funding compared to estimated net FY 2026.
7 23	l. For federal prison reimbursement, reimbursements for	General Fund appropriation to the DOC to reimburse the federal
7 24	out-of-state placements, and miscellaneous contracts:	Bureau of Prisons for confining Iowa inmates and to pay
7 25	 \$ 234,411	miscellaneous contracts.
		DETAIL: This is no change in funding compared to estimated net FY 2026.
7 26	2. The department of corrections shall use moneys	Requires the DOC to use the moneys appropriated in this
7 27	appropriated in subsection 1 to continue to contract for the	subsection to contract with a Muslim imam and a Native
7 28	services of a Muslim imam and a Native American spiritual	American spiritual leader to provide religious services and
7 29	leader.	religious counseling.
7 30	Sec. 4. DEPARTMENT OF CORRECTIONS — ADMINISTRATION. There	General Fund appropriation to the DOC for general
7 31	is appropriated from the general fund of the state to the	administration, including salaries and the adjustment of salaries
7 32	department of corrections for the fiscal year beginning July	throughout the Department; support; maintenance; employment
7 33	1, 2026, and ending June 30, 2027, the following amounts, or	of an education director to administer a centralized education
7 34	so much thereof as is necessary, to be used for the purposes	program for the correctional system; and miscellaneous
7 35	designated:	purposes.
8 1	1. For general administration, including salaries and the	DETAIL: This is an increase of \$1,485,000 compared to
8 2	adjustment of salaries throughout the department, support,	estimated net FY 2026 for increased operating costs and
8 3	maintenance, employment of an education director to administer	Department of Management (DOM) Division of Information
8 4	a centralized education program for the correctional system,	Technology (DoIT) billing costs.
8 5	and miscellaneous purposes:	
8 6	 \$ 9,650,695	
8 7	a. It is the intent of the general assembly that each	Specifies the intent of the General Assembly that the DOC
8 8	lease negotiated by the department of corrections with a	prohibit the use of offender labor for partisan political purposes
8 9	private corporation for the purpose of providing private	when negotiating leases with a private corporation providing
8 10	industry employment of inmates in a correctional institution	

8 11 shall prohibit the private corporation from utilizing inmate
 8 12 labor for partisan political purposes for any person seeking
 8 13 election to public office in this state and that a violation
 8 14 of this requirement shall result in a termination of the lease
 8 15 agreement.

private industry employment. Violation of these contract terms will result in termination of the lease agreement.

8 16 b. It is the intent of the general assembly that as a
 8 17 condition of receiving the appropriation provided in this
 8 18 subsection the department of corrections shall not enter into
 8 19 a lease or contractual agreement pursuant to section 904.809
 8 20 with a private corporation for the use of building space for
 8 21 the purpose of providing inmate employment without providing
 8 22 that the terms of the lease or contract establish safeguards to
 8 23 restrict, to the greatest extent feasible, access by inmates
 8 24 working for the private corporation to personal identifying
 8 25 information of citizens.

Specifies the intent of the General Assembly that the DOC, as a condition of receiving appropriated funds, restrict offender access to personal identifying information of citizens when contracting with a private business for offender employment.

8 26 2. For educational programs for inmates at state penal
 8 27 institutions:
 8 28 \$ 3,108,109

General Fund appropriation to the DOC for educational programs for inmates.

DETAIL: This is no change in funding compared to estimated net FY 2026.

8 29 a. To maximize the funding for educational programs,
 8 30 the department shall establish guidelines and procedures to
 8 31 prioritize the availability of educational and vocational
 8 32 training for inmates based upon the goal of facilitating an
 8 33 inmate's successful release from the correctional institution.

Requires the DOC to establish guidelines and procedures to prioritize the availability of educational and vocational training for offenders in an effort to maximize funding for educational programs.

8 34 b. The director of the department of corrections may
 8 35 transfer moneys from Iowa prison industries and the canteen
 9 1 operating funds established pursuant to section 904.310, for
 9 2 use in educational programs for inmates.

Permits the DOC to use funds from Iowa Prison Industries (IPI) and the Canteen Funds for educational programs for offenders.

9 3 c. Notwithstanding section 8.33, moneys appropriated in
 9 4 this subsection that remain unencumbered or unobligated at the
 9 5 close of the fiscal year shall not revert but shall remain
 9 6 available for expenditure for the purposes designated in this
 9 7 subsection until the close of the succeeding fiscal year.

CODE: Allows any unencumbered or unobligated funds appropriated to the DOC in this subsection to remain available through the end of FY 2028.

9 8 3. For the development and operation of the Iowa corrections
 9 9 offender network (ICON) data system:

General Fund appropriation to the DOC for the Iowa Corrections Offender Network (ICON).

PG LN	GA:91 HF2770	Explanation
9 10	 \$ 2,000,000	DETAIL: This is no change in funding compared to estimated net FY 2026. The ICON is an electronic offender management system for staff in the corrections system. The DOC Central Office, institutions, and Community-Based Corrections (CBC) program staff members update offender information and retrieve data daily. The appropriated funds will be used for ongoing system maintenance, enhancements and upgrades, continued data exchanges with the Criminal Justice Information System, and additional modules to enhance offender management.
9 11	4. For offender mental health and substance abuse	General Fund appropriation to the DOC for mental health and substance abuse treatment.
9 12	treatment:	
9 13	 \$ 28,065	
		DETAIL: This is no change in funding compared to estimated net FY 2026.
9 14	5. For department-wide duties, including operations, costs,	General Fund appropriation to the DOC for department-wide duties.
9 15	and miscellaneous purposes:	
9 16	 \$ 6,275,000	
		DETAIL: This is an increase of \$369,222 compared to estimated net FY 2026 to reflect the distribution of funding to institutions, CBCs, and corrections administration. This appropriation is for operating costs incurred by the DOC.
9 17	The appropriation in this subsection shall be increased by	The General Fund appropriation for department-wide duties will be increased by \$105,000 for a new total increase of \$474,222 if Senate File 639 (Business Court Act) is not enacted.
9 18	\$105,000 if 2026 Iowa Acts, Senate File 639, is not enacted.	
		NOTE: Senate File 639 was approved by the General Assembly on May 2, 2026, and signed by the Governor on June 1, 2026.
9 19	Sec. 5. DEPARTMENT OF CORRECTIONS — JUDICIAL DISTRICT	
9 20	DEPARTMENTS OF CORRECTIONAL SERVICES.	
9 21	1. There is appropriated from the general fund of the state	
9 22	to the department of corrections for the fiscal year beginning	
9 23	July 1, 2026, and ending June 30, 2027, the following amounts,	
9 24	or so much thereof as is necessary, to be used for salaries,	

PG LN	GA:91 HF2770	Explanation
9 25	support, maintenance, and miscellaneous purposes:	
9 26	a. For the first judicial district department of	General Fund appropriation to the DOC for the First CBC
9 27	correctional services:	District.
9 28	 \$ 17,395,981	DETAIL: This is an increase of \$94,000 compared to estimated net FY 2026 for increased operating costs.
9 29	It is the intent of the general assembly that the first	Specifies that it is the intent of the General Assembly that the
9 30	judicial district department of correctional services maintains	First CBC District maintain its drug courts.
9 31	the drug courts operated by the district department.	
9 32	b. For the second judicial district department of	General Fund appropriation to the DOC for the Second CBC
9 33	correctional services:	District.
9 34	 \$ 14,105,725	DETAIL: This is an increase of \$160,000 compared to estimated net FY 2026 for increased operating costs.
9 35	It is the intent of the general assembly that the second	Specifies that it is the intent of the General Assembly that the
10 1	judicial district department of correctional services maintains	Second CBC District maintains two drug courts.
10 2	two drug courts to be operated by the district department.	
10 3	c. For the third judicial district department of	General Fund appropriation to the DOC for the Third CBC
10 4	correctional services:	District.
10 5	 \$ 8,915,376	DETAIL: This is no change in funding compared to estimated net FY 2026.
10 6	d. For the fourth judicial district department of	General Fund appropriation to the DOC for the Fourth CBC
10 7	correctional services:	District.
10 8	 \$ 6,563,898	DETAIL: This is an increase of \$98,000 compared to estimated net FY 2026 for increased operating costs.
10 9	e. For the fifth judicial district department of	General Fund appropriation to the DOC for the Fifth CBC
10 10	correctional services, including funding for electronic	District.
10 11	monitoring devices for use on a statewide basis:	
10 12	 \$ 25,194,813	DETAIL: This is an increase of \$188,000 compared to estimated net FY 2026 for increased operating costs.

PG LN	GA:91 HF2770	Explanation
10 13	It is the intent of the general assembly that the fifth	Specifies that it is the intent of the General Assembly that the Fifth CBC District maintain its drug court.
10 14	judicial district department of correctional services maintains	
10 15	the drug court operated by the district department.	
10 16	f. For the sixth judicial district department of	General Fund appropriation to the DOC for the Sixth CBC District.
10 17	correctional services:	
10 18	 \$ 17,554,811	DETAIL: This is an increase of \$148,000 compared to estimated net FY 2026 for increased operating costs.
10 19	It is the intent of the general assembly that the sixth	Specifies that it is the intent of the General Assembly that the Sixth CBC District maintain its drug court.
10 20	judicial district department of correctional services maintains	
10 21	the drug court operated by the district department.	
10 22	g. For the seventh judicial district department of	General Fund appropriation to the DOC for the Seventh CBC District.
10 23	correctional services:	
10 24	 \$ 11,003,457	DETAIL: This is no change in funding compared to estimated net FY 2026.
10 25	It is the intent of the general assembly that the seventh	Specifies the intent of the General Assembly that the Seventh CBC District maintain its drug court.
10 26	judicial district department of correctional services maintains	
10 27	the drug court operated by the district department.	
10 28	h. For the eighth judicial district department of	General Fund appropriation to the DOC for the Eighth CBC District.
10 29	correctional services:	
10 30	 \$ 10,259,926	DETAIL: This is an increase of \$18,778 compared to estimated net FY 2026 for increased operating costs.
10 31	2. Each judicial district department of correctional	Requires that within available funding, each CBC district department continue programs and plans for intensive supervision, sex offender treatment, diversion of low-risk offenders to the least restrictive sanction available, job development, and expanded use of intermediate sanctions.
10 32	services, within the moneys available, shall continue programs	
10 33	and plans established within that district to provide for	
10 34	intensive supervision, sex offender treatment, diversion of	
10 35	low-risk offenders to the least restrictive sanction available,	
11 1	job development, and expanded use of intermediate criminal	
11 2	sanctions.	

11 3 3. Each judicial district department of correctional
 11 4 services shall provide alternatives to prison consistent with
 11 5 chapter 901B. The alternatives to prison must ensure public
 11 6 safety while providing maximum rehabilitation to the offender.
 11 7 A judicial district department of correctional services may
 11 8 also establish a day program.

Requires each CBC district department to provide alternatives to prison consistent with Iowa Code chapter [901B](#).

11 9 4. The office of drug control policy of the department
 11 10 of public safety shall consider federal grants made to the
 11 11 department of corrections for the benefit of each of the eight
 11 12 judicial district departments of correctional services as local
 11 13 government grants, as defined pursuant to federal regulations.

Requires the Office of Drug Control Policy of the Department of Public Safety (DPS) to consider federal grants made to the DOC for the benefit of the CBC district departments as local government grants rather than State government grants as defined by federal regulations.

11 14 5. The department of corrections shall continue to contract
 11 15 with a judicial district department of correctional services
 11 16 to provide for the rental of electronic monitoring equipment
 11 17 available statewide.

Requires the DOC to contract with a CBC district department for the rental of electronic monitoring equipment.

DETAIL: The DOC currently contracts with the Fifth CBC District to provide electronic monitoring devices statewide.

11 18 6. The public safety assessment shall not be utilized in
 11 19 pretrial hearings when determining whether to detain or release
 11 20 a defendant before trial until such time the use of the public
 11 21 safety assessment has been specifically authorized by the
 11 22 general assembly.

Prohibits the use of the Public Safety Assessment in pretrial hearings when determining whether to detain or release a defendant before trial until the use of the Public Safety Assessment has been specifically authorized by the General Assembly.

11 23 Sec. 6. DEPARTMENT OF CORRECTIONS — REALLOCATION OF
 11 24 APPROPRIATIONS. Notwithstanding section 8.39, within the
 11 25 moneys appropriated in this division of this Act to the
 11 26 department of corrections, the department may reallocate the
 11 27 moneys appropriated and allocated as necessary to best fulfill
 11 28 the needs of the correctional institutions, administration
 11 29 of the department, and the judicial district departments of
 11 30 correctional services. However, in addition to complying with
 11 31 the requirements of section 904.116 and providing notice to
 11 32 the legislative services agency, the department of corrections
 11 33 shall also provide notice to the department of management,
 11 34 prior to the effective date of the revision or reallocation of
 11 35 an appropriation made pursuant to this section. The department
 12 1 of corrections shall not reallocate an appropriation or
 12 2 allocation for the purpose of eliminating any program.

CODE: Permits funds appropriated to the DOC to be allocated as necessary to fulfill appropriation needs within the DOC. The DOC is not allowed to reallocate an appropriation unless notice is given to the Legislative Services Agency (LSA) and the DOM prior to the effective date of the reallocation. The DOC is not allowed to reallocate the appropriations for the purpose of eliminating a program.

12 3 Sec. 7. DEPARTMENT OF CORRECTIONS — INTENT. The department
12 4 of corrections, in cooperation with townships, the Iowa
12 5 cemetery associations, and other nonprofit or governmental
12 6 entities, may use inmate labor during the fiscal year beginning
12 7 July 1, 2026, to restore or preserve rural cemeteries and
12 8 historical landmarks. The department, in cooperation with the
12 9 counties, may also use inmate labor to clean up roads, major
12 10 water sources, and other water sources around the state.

Permits the DOC to work with nonprofit and government entities to use inmate labor to restore or preserve rural cemeteries or historical landmarks and to clean up roads and water resources.

12 11 Sec. 8. STATE AGENCY PURCHASES FROM PRISON INDUSTRIES.

12 12 1. As used in this section, unless the context otherwise
12 13 requires, “state agency” means the government of the state
12 14 of Iowa, including but not limited to all executive branch
12 15 departments, agencies, boards, bureaus, and commissions, the
12 16 judicial branch, the general assembly and all legislative
12 17 agencies, institutions within the purview of the state board of
12 18 regents, and any corporation whose primary function is to act
12 19 as an instrumentality of the state.

Defines "State agency" in regard to purchases from IPI to include all Executive Branch departments, agencies, boards, bureaus, and commissions; the Judicial Branch; the General Assembly; legislative agencies; the State Board of Regents institutions; and any corporation whose primary function is to act as an instrumentality of the State.

12 20 2. State agencies are encouraged to purchase products from
12 21 Iowa state industries, as defined in section 904.802, when
12 22 purchases are required and the products are available from
12 23 Iowa state industries. State agencies shall obtain bids from
12 24 Iowa state industries for purchases of office furniture during
12 25 the fiscal year beginning July 1, 2026, exceeding \$5,000 or
12 26 in accordance with applicable administrative rules related to
12 27 purchases for the agency.

Encourages State agencies to buy products from IPI whenever possible. Requires State agencies to obtain a bid from IPI for office furniture purchases exceeding \$5,000, or in accordance with administrative rules.

12 28 Sec. 9. IOWA LAW ENFORCEMENT ACADEMY.

12 29 1. There is appropriated from the general fund of the
12 30 state to the Iowa law enforcement academy for the fiscal year
12 31 beginning July 1, 2026, and ending June 30, 2027, the following
12 32 amount, or so much thereof as is necessary, to be used for the
12 33 purposes designated:

General Fund appropriation to the ILEA.

12 34 a. For salaries, support, maintenance, and miscellaneous
12 35 purposes, including jailer training and technical assistance,
13 1 and for not more than the following full-time equivalent
13 2 positions:

DETAIL: This is a decrease of \$45,000 and no change in FTE positions compared to estimated net FY 2026. The decrease in funding is related to efficiencies from a contract conversion and reduced training and supply costs.

13 3 \$ 2,919,407
13 4 FTEs 31.00

13 5 b. The Iowa law enforcement academy may temporarily exceed
 13 6 and draw more than the amount appropriated in this subsection
 13 7 and incur a negative cash balance as long as there are
 13 8 receivables equal to or greater than the negative balance and
 13 9 the amount appropriated in this subsection is not exceeded at
 13 10 the close of the fiscal year.

Permits the ILEA to incur a negative General Fund balance as long as there are equal receivables available to the ILEA by the close of the fiscal year.

13 11 2. The Iowa law enforcement academy may select at least
 13 12 five automobiles of the department of public safety, division
 13 13 of state patrol, prior to turning over the automobiles to
 13 14 the department of administrative services to be disposed
 13 15 of by public auction, and the Iowa law enforcement academy
 13 16 may exchange any automobile owned by the academy for each
 13 17 automobile selected if the selected automobile is used in
 13 18 training law enforcement officers at the academy. However, any
 13 19 automobile exchanged by the academy must be substituted for
 13 20 the selected vehicle of the department of public safety and
 13 21 sold by public auction with the receipts being deposited in the
 13 22 depreciation fund maintained pursuant to section 8A.365 to the
 13 23 credit of the department of public safety, division of state
 13 24 patrol.

Permits the ILEA to annually exchange at least five of the ILEA's training vehicles for vehicles returned to the DAS by the DPS. The vehicles received from the ILEA are to be sold at public auction, with the receipts to be deposited in the Depreciation Fund used to purchase new vehicles for the Iowa State Patrol.

13 25 3. The Iowa law enforcement academy shall provide training
 13 26 for domestic abuse and human trafficking-related issues
 13 27 throughout the state. The academy shall offer the training at
 13 28 no cost to the attendees and the training shall not replace any
 13 29 existing domestic abuse or human trafficking training offered
 13 30 by the academy.

Requires the ILEA to provide domestic abuse- and human trafficking-related training throughout the State. This training is required to be provided at no cost to the attendees and is not intended to replace any existing training related to domestic abuse and human trafficking currently offered by the ILEA.

13 31 Sec. 10. STATE PUBLIC DEFENDER.

13 32 1. There is appropriated from the general fund of the state
 13 33 to the office of the state public defender of the department
 13 34 of inspections, appeals, and licensing for the fiscal year
 13 35 beginning July 1, 2026, and ending June 30, 2027, the following
 14 1 amounts, or so much thereof as is necessary, to be used for the
 14 2 purposes designated:

14 3 a. For salaries, support, maintenance, and miscellaneous
 14 4 purposes, and for not more than the following full-time
 14 5 equivalent positions:
 14 6 \$ 38,627,894
 14 7 FTEs 276.00

General Fund appropriation to the Department of Inspections, Appeals, and Licensing (DIAL) for the Office of the State Public Defender.

DETAIL: This is an increase of \$3,100,000 and 10.00 FTE positions compared to estimated net FY 2026 to hire 10.00 additional FTE positions in the Office of the State Public Defender.

14 8 b. For payments on behalf of eligible adults and juveniles
 14 9 from the indigent defense fund, in accordance with section
 14 10 815.11:
 14 11 \$ 41,576,374

General Fund appropriation to the DIAL for the Indigent Defense Fund.

DETAIL: This is a decrease of \$1,150,000 compared to estimated net FY 2026.

14 12 2. Moneys received by the office of the state public
 14 13 defender pursuant to Tit.IV-E of the federal Social Security
 14 14 Act remaining unencumbered and unobligated at the end of the
 14 15 fiscal year shall not revert but shall be transferred to the
 14 16 Tit.IV-E juvenile justice improvement fund created in 2022
 14 17 Iowa Acts, chapter 1146, section 11, subsection 3, to remain
 14 18 available for expenditure by the office of the state public
 14 19 defender in succeeding fiscal years for the purposes allowed by
 14 20 Tit.IV-E of the federal Social Security Act.

Permits the Office of the State Public Defender to transfer funds from federal Title IV-E savings to the Title IV-E Juvenile Justice Improvement Fund. A federal mandate regarding the use of federal Title IV-E funds requires savings to be reinvested and used for child welfare services instead of reverting to the General Fund. Allows any unexpended funds to not revert but remain available until expended.

14 21 Sec. 11. BOARD OF PAROLE. There is appropriated from the
 14 22 general fund of the state to the board of parole for the fiscal
 14 23 year beginning July 1, 2026, and ending June 30, 2027, the
 14 24 following amount, or so much thereof as is necessary, to be
 14 25 used for the purposes designated:
 14 26 For salaries, support, maintenance, and miscellaneous
 14 27 purposes, and for not more than the following full-time
 14 28 equivalent positions:
 14 29 \$ 1,545,114
 14 30 FTEs 10.60

General Fund appropriation to the Board of Parole.

DETAIL: This is no change in funding and no change in FTE positions compared to estimated net FY 2026.

14 31 Sec. 12. DEPARTMENT OF PUBLIC DEFENSE.
 14 32 1. There is appropriated from the general fund of the
 14 33 state to the department of public defense, for the fiscal year
 14 34 beginning July 1, 2026, and ending June 30, 2027, the following
 14 35 amount, or so much thereof as is necessary, to be used for the
 15 1 purposes designated:
 15 2 For salaries, support, maintenance, and miscellaneous
 15 3 purposes, and for not more than the following full-time
 15 4 equivalent positions:
 15 5 \$ 7,646,037
 15 6 FTEs 242.00

General Fund appropriation to the Department of Public Defense (DPD).

DETAIL: This is an increase of \$378,182 and 4.00 FTE positions compared to estimated net FY 2026. The increase in funding will be used for general operating expenses, software, and DOM DoIT costs. The net increase in FTE positions is due to a consolidation of information technology services with the DOM DoIT and restores the FTE positions to the previously authorized amount in [SF 644](#) (FY 2026 Justice System Appropriations Act).

15 7 2. The department of public defense may temporarily exceed
 15 8 and draw more than the amount appropriated in this section and

Permits the DPD to incur a negative cash balance as long as the DPD has equal federal reimbursable expenses to cover the

PG LN	GA:91 HF2770	Explanation
15 9	incur a negative cash balance as long as there are receivables	negative balance.
15 10	of federal funds equal to or greater than the negative balance	
15 11	and the amount appropriated in this section is not exceeded at	NOTE: The DPD can experience a delay of up to 30 days in
15 12	the close of the fiscal year.	federal reimbursement for eligible expenses. This authorization
		permits the DPD to use State General Fund moneys to cover
		these expenses until the federal funds are received.
15 13	Sec. 13. DEPARTMENT OF HOMELAND SECURITY AND EMERGENCY	
15 14	MANAGEMENT.	General Fund appropriation to the Department of Homeland
15 15	1. There is appropriated from the general fund of the state	Security and Emergency Management (HSEMD).
15 16	to the department of homeland security and emergency management	
15 17	for the fiscal year beginning July 1, 2026, and ending June 30,	DETAIL: This is a decrease of \$50,000 and no change in FTE
15 18	2027, the following amount, or so much thereof as is necessary,	positions compared to estimated net FY 2026 for program
15 19	to be used for the purposes designated:	efficiencies.
15 20	For salaries, support, maintenance, and miscellaneous	
15 21	purposes, and for not more than the following full-time	
15 22	equivalent positions:	
15 23	 \$ 2,396,138	
15 24	 FTEs 25.44	
15 25	2. The department of homeland security and emergency	Permits the HSEMD to incur a negative cash balance if the
15 26	management may temporarily exceed and draw more than the amount	HSEMD has equal federal reimbursable expenses to cover the
15 27	appropriated in this section and incur a negative cash balance	negative balance.
15 28	as long as there are receivables of federal funds equal to or	
15 29	greater than the negative balance and the amount appropriated	NOTE: The HSEMD can experience a delay of up to 30 days in
15 30	in this section is not exceeded at the close of the fiscal	federal reimbursement for eligible expenses. This authorization
15 31	year.	permits the HSEMD to use State General Fund moneys to cover
		these expenses until the federal funds are received. To alleviate
		the cash flow problem, the federal government has instituted an
		Advance Payment System that permits the State to receive an
		advance of federal funds to meet payroll and other
		requirements. The HSEMD has implemented the accounting
		procedure to use the new system.
15 32	Sec. 14. DEPARTMENT OF PUBLIC SAFETY. There is appropriated	
15 33	from the general fund of the state to the department of public	
15 34	safety for the fiscal year beginning July 1, 2026, and ending	
15 35	June 30, 2027, the following amounts, or so much thereof as is	
16 1	necessary, to be used for the purposes designated:	

16 2 1. For administrative functions, including salaries and the
 16 3 adjustment of salaries throughout the department, the criminal
 16 4 justice information system, and for not more than the following
 16 5 full-time equivalent positions:
 16 6 \$ 7,325,444
 16 7 FTEs 33.00

General Fund appropriation to the DPS for Public Safety Administration.

DETAIL: This is an increase of \$229,538 and no change in FTE positions compared to estimated net FY 2026 for increased operating costs within Public Safety Administration that were funded through Department-wide duties in FY 2026.

16 8 2. For the division of criminal investigation, including
 16 9 the state's contribution to the peace officers' retirement,
 16 10 accident, and disability system provided in chapter 97A in the
 16 11 amount of the state's normal contribution rate, as defined in
 16 12 section 97A.8, multiplied by the salaries for which the moneys
 16 13 are appropriated, to meet federal fund matching requirements,
 16 14 and for not more than the following full-time equivalent
 16 15 positions:
 16 16 \$ 23,282,804
 16 17 FTEs 184.00

General Fund appropriation to the DPS for the Division of Criminal Investigation (DCI).

DETAIL: This is an increase of \$476,846 and no change in FTE positions compared to estimated net FY 2026 for increased operating costs within the DCI that were funded through Department-wide duties in FY 2026.

16 18 3. For the criminalistics laboratory fund created in
 16 19 section 691.9:
 16 20 \$ 650,000

General Fund appropriation to the DPS for the Criminalistics Laboratory Fund.

DETAIL: This is no change in funding compared to estimated net FY 2026.

16 21 Notwithstanding section 8.33, moneys appropriated in this
 16 22 subsection that remain unencumbered or unobligated at the close
 16 23 of the fiscal year shall not revert but shall remain available
 16 24 for expenditure for the purposes designated until the close of
 16 25 the succeeding fiscal year.

CODE: Allows any unencumbered or unobligated funds appropriated to the Criminalistics Laboratory Fund to remain available through the end of FY 2028.

16 26 4. a. For the division of narcotics enforcement, including
 16 27 the state's contribution to the peace officers' retirement,
 16 28 accident, and disability system provided in chapter 97A in the
 16 29 amount of the state's normal contribution rate, as defined in
 16 30 section 97A.8, multiplied by the salaries for which the moneys
 16 31 are appropriated, to meet federal fund matching requirements,
 16 32 and for not more than the following full-time equivalent
 16 33 positions:
 16 34 \$ 10,496,573

General Fund appropriation to the DPS for the Division of Narcotics Enforcement (DNE).

DETAIL: This is an increase of \$231,541 and no change in FTE positions compared to estimated net FY 2026 for increased operating costs within the DNE that were funded through Department-wide duties in FY 2026.

PG LN	GA:91 HF2770	Explanation
16 35	 FTEs 71.00	
17 1	The division of narcotics enforcement is authorized an	Allows the DNE an additional 1.00 FTE position in excess of the authorized FTE positions if the DNE receives sufficient federal moneys to maintain the position.
17 2	additional 1.00 full-time equivalent position pursuant to	
17 3	this lettered paragraph that is in excess of the number of	
17 4	full-time equivalent positions authorized for the previous	
17 5	fiscal year only if the division of narcotics enforcement	
17 6	receives sufficient federal moneys to maintain employment	
17 7	for the additional full-time equivalent position during the	
17 8	current fiscal year. The division of narcotics enforcement	
17 9	shall only employ the additional full-time equivalent position	
17 10	in succeeding fiscal years if sufficient federal moneys are	
17 11	received during each of those succeeding fiscal years.	
17 12	b. For the division of narcotics enforcement for undercover	General Fund appropriation to the DPS for DNE undercover purchases.
17 13	purchases:	
17 14	 \$ 209,042	
		DETAIL: This is no change in funding compared to estimated net FY 2026.
17 15	5. For the division of state fire marshal, for fire	General Fund appropriation to the DPS for the Division of State Fire Marshal.
17 16	protection services as provided through the state fire service	
17 17	and emergency response council as created in the department,	DETAIL: This is an increase of \$80,443 and no change in FTE positions compared to estimated net FY 2026 is for increased operating costs within the Division of State Fire Marshal that were funded through Department-wide duties in FY 2026.
17 18	and for the state's contribution to the peace officers'	
17 19	retirement, accident, and disability system provided in chapter	
17 20	97A in the amount of the state's normal contribution rate,	
17 21	as defined in section 97A.8, multiplied by the salaries for	
17 22	which the moneys are appropriated, and for not more than the	
17 23	following full-time equivalent positions:	
17 24	 \$ 3,635,378	
17 25	 FTEs 21.00	
17 26	6. For the division of state patrol, for salaries, support,	General Fund appropriation to the Iowa State Patrol.
17 27	maintenance, workers' compensation costs, and miscellaneous	
17 28	purposes, including the state's contribution to the peace	DETAIL: This is an increase of \$2,018,972 and no change in FTE positions compared to estimated net FY 2026 for increased operating costs within the Iowa State Patrol that were funded through Department-wide duties in FY 2026.
17 29	officers' retirement, accident, and disability system provided	
17 30	in chapter 97A in the amount of the state's normal contribution	
17 31	rate, as defined in section 97A.8, multiplied by the salaries	
17 32	for which the moneys are appropriated, and for not more than	
17 33	the following full-time equivalent positions:	
17 34	 \$ 94,251,941	
17 35	 FTEs 613.00	

PG LN	GA:91 HF2770	Explanation
18 1	It is the intent of the general assembly that members of the	Specifies that it is the intent of the General Assembly that the Iowa State Patrol assign State patrol members to patrol the highways and roads in lieu of inspecting school buses for school districts.
18 2	state patrol be assigned to patrol the highways and roads in	
18 3	lieu of assignments for inspecting school buses for the school	
18 4	districts.	
18 5	7. For deposit in the sick leave benefits fund established	General Fund appropriation to the Sick Leave Benefits Fund in the DPS to be used for payout of accrued sick leave under the collective bargaining agreement.
18 6	in section 80.42 for all departmental employees eligible to	
18 7	receive benefits for accrued sick leave under the collective	
18 8	bargaining agreement:	
18 9	 \$ 279,517	DETAIL: This is no change in funding compared to estimated net FY 2026.
18 10	8. For costs associated with the training and equipment	General Fund appropriation to the DPS for volunteer fire fighter training and related equipment needs.
18 11	needs of volunteer fire fighters:	
18 12	 \$ 1,075,520	
18 13	Notwithstanding section 8.33, moneys appropriated in this	CODE: Allows any unencumbered or unobligated funds appropriated for volunteer fire fighter training and equipment needs to remain available through the end of FY 2028.
18 14	subsection that remain unencumbered or unobligated at the close	
18 15	of the fiscal year shall not revert but shall remain available	
18 16	for expenditure for the purposes designated in this subsection	
18 17	until the close of the succeeding fiscal year.	
18 18	9. For the public safety interoperable and broadband	General Fund appropriation to the DPS for the Public Safety Interoperable and Broadband Communications Fund.
18 19	communications fund established in section 80.44:	
18 20	 \$ 115,661	
18 21	10. For the office to combat human trafficking established	General Fund appropriation to the DPS for the Office to Combat Human Trafficking.
18 22	in section 80.45, including salaries, support, maintenance, and	
18 23	miscellaneous purposes:	
18 24	 \$ 200,742	
18 25	11. For department-wide duties, including operations,	General Fund appropriation to the DPS for department-wide duties.
18 26	costs, and miscellaneous purposes:	
18 27	 \$ 3,430,000	

18 28 The appropriation in this subsection shall be increased by
 18 29 \$230,000 if 2026 Iowa Acts, Senate File 639, is not enacted.

DETAIL: This is an increase of \$371,333 compared to estimated net FY 2026.

The General Fund appropriation for department-wide duties will be increased by \$230,000 for a new total increase of \$601,333 if [Senate File 639](#) (Business Court Act) is not enacted.

NOTE: Senate File 639 was approved by the General Assembly on May 2, 2026, and signed by the Governor on June 1, 2026.

18 30 12. For the office of drug control policy, for salaries,
 18 31 support, maintenance, and miscellaneous purposes, including
 18 32 statewide coordination of the drug abuse resistance education
 18 33 (D.A.R.E.) programs or other similar programs, and for not more
 18 34 than the following full-time equivalent positions:
 18 35 \$ 270,546
 19 1 FTEs 4.00

General Fund appropriation to the Office of Drug Control Policy.

DETAIL: This is an increase of \$21,327 and no change in FTE positions compared to estimated net FY 2026 for increased operating costs within the Office of Drug Control Policy that were funded through Department-wide duties in FY 2026.

19 2 Notwithstanding section 8.39, the department of public
 19 3 safety may reallocate moneys appropriated in this section
 19 4 as necessary to best fulfill the needs provided for in the
 19 5 appropriation. However, the department shall not reallocate
 19 6 moneys appropriated to the department in this section unless
 19 7 notice of the reallocation is given to the legislative services
 19 8 agency and the department of management prior to the effective
 19 9 date of the reallocation. The notice must include information
 19 10 regarding the rationale for reallocating the moneys. The
 19 11 department shall not reallocate moneys appropriated in this
 19 12 section for the purpose of eliminating any program.

CODE: Specifies that the DPS may reallocate funds appropriated in this Section as necessary to best fulfill the needs provided for in the appropriation. Requires the DPS to notify the LSA and the DOM of any reallocation and provide information regarding the rationale for reallocating moneys. The DPS is not allowed to reallocate the appropriations for the purpose of elimination of a program.

19 13 Sec. 15. DEPARTMENT OF PUBLIC SAFETY — GAMING ENFORCEMENT.
 19 14 1. There is appropriated from the gaming enforcement
 19 15 revolving fund created in section 80.43 to the department of
 19 16 public safety for the fiscal year beginning July 1, 2026, and
 19 17 ending June 30, 2027, the following amount, or so much thereof
 19 18 as is necessary, to be used for the purposes designated:
 19 19 For any direct support costs for agents and officers of
 19 20 the division of criminal investigation's excursion gambling

Gaming Enforcement Revolving Fund appropriation to the DPS for direct and indirect support costs for DCI agents and officers involved in gaming enforcement.

DETAIL: This is an increase of \$782,100 and 3.00 FTE positions compared to estimated net FY 2026. The increase in FTE positions is for 3.00 Special Agent 2 positions for the Cedar Rapids casino gaming license.

19 21 boat, gambling structure, and racetrack enclosure enforcement
 19 22 activities, including salaries, support, maintenance, and
 19 23 miscellaneous purposes, and for not more than the following
 19 24 full-time equivalent positions:
 19 25 \$ 13,084,081
 19 26 FTEs 68.00

19 27 2. For each additional license to conduct gambling games on
 19 28 an excursion gambling boat, gambling structure, or racetrack
 19 29 enclosure issued during the fiscal year beginning July 1, 2026,
 19 30 there is appropriated from the gaming enforcement revolving
 19 31 fund to the department of public safety for the fiscal year
 19 32 beginning July 1, 2026, and ending June 30, 2027, an additional
 19 33 amount of not more than \$300,000 to be used for full-time
 19 34 equivalent positions.

19 35 3. The department of public safety, with the approval of the
 20 1 department of management, may employ no more than three special
 20 2 agents for each additional riverboat or gambling structure
 20 3 regulated after July 1, 2026, and three special agents for
 20 4 each racing facility which becomes operational during the
 20 5 fiscal year which begins July 1, 2026. Positions authorized
 20 6 in this subsection are in addition to the full-time equivalent
 20 7 positions otherwise authorized in this section.

20 8 Sec. 16. DEPARTMENT OF HOMELAND SECURITY AND EMERGENCY
 20 9 MANAGEMENT. There is appropriated from the 911 emergency
 20 10 communications fund created in section 34A.7A to the department
 20 11 of homeland security and emergency management for the fiscal
 20 12 year beginning July 1, 2026, and ending June 30, 2027, the
 20 13 following amount, or so much thereof as is necessary, to be
 20 14 used for the purposes designated:
 20 15 For implementation, support, and maintenance of the
 20 16 functions of the administrator and program manager under
 20 17 chapter 34A and to employ the auditor of the state to perform
 20 18 an annual audit of the 911 emergency communications fund:
 20 19 \$ 300,000

20 20 Sec. 17. DEPARTMENT OF JUSTICE — CONSUMER EDUCATION AND
 20 21 LITIGATION — FARM MEDIATION AND PROSECUTIONS, APPEALS, AND
 20 22 CLAIMS. Notwithstanding section 714.16C, there is appropriated
 20 23 from the consumer education and litigation fund to the

Specifies that for each additional license issued in FY 2027, an additional \$300,000 may be authorized and funded from the Gaming Enforcement Revolving Fund for gaming license regulation purposes. The additional funding is to be used for associated FTE positions.

Permits the DPS, if approved by the DOM, to employ a maximum of 3.00 Special Agent FTE positions for each riverboat or gambling structure licensed after July 1, 2026, and 3.00 Special Agent FTE positions for each racing facility that begins operations after July 1, 2026.

911 Emergency Communications Fund appropriation for the 911 Program Manager in the HSEMD and for the annual audit of the 911 Emergency Communications Fund.

DETAIL: This is no change in funding compared to estimated net FY 2026.

PG LN	GA:91 HF2770	Explanation
20 24	department of justice for the fiscal year beginning July 1,	
20 25	2026, and ending June 30, 2027, the following amounts, or so	
20 26	much thereof as is necessary, to be used for the purposes	
20 27	designated:	
20 28	1. For farm mediation services as specified in section	Consumer Education and Litigation Fund appropriation to
20 29	13.13, subsection 2:	the DOJ for farm mediation services.
20 30	 \$ 300,000	
		DETAIL: This is no change in funding compared to estimated net FY 2026. Iowa Code section 13.13 requires the Attorney General to contract with a nonprofit organization to provide farm mediation services. Currently, the Attorney General contracts with Iowa Mediation Services to provide farm mediation services for the State.
20 31	2. For salaries, support, maintenance, and miscellaneous	Consumer Education and Litigation Fund appropriation to the
20 32	purposes for criminal prosecutions, criminal appeals, and	DOJ for salaries, support, maintenance, and miscellaneous
20 33	performing duties pursuant to chapter 669:	purposes for criminal prosecutions, criminal appeals, and State
20 34	 \$ 2,000,000	tort claims.
		DETAIL: This is no change in funding compared to estimated net FY 2026.
20 35	DIVISION II	
21 1	INDIGENT DEFENSE AND REPRESENTATION	
21 2	Sec. 18. Section 815.7, subsection 10, Code 2026, is amended	CODE: Specifies that current hourly rates for court-
21 3	to read as follows:	appointed counsel are applicable to FY 2026 only.
21 4	10. For appointments made on or after July 1, 2025, <u>through</u>	
21 5	<u>June 30, 2026</u> , the reasonable compensation shall be calculated	DETAIL: The FY 2026 rates are as follows:
21 6	on the basis of eighty-eight dollars per hour for class "A"	
21 7	felonies, eighty-three dollars per hour for class "B" felonies,	• \$88 per hour for Class A felonies.
21 8	and seventy-eight dollars per hour for all other cases.	• \$83 per hour for Class B felonies.
		• \$78 per hour for all other cases.
21 9	Sec. 19. Section 815.7, Code 2026, is amended by adding the	CODE: Increases the hourly rates for court-appointed
21 10	following new subsection:	counsel by \$4 for each case type beginning July 1, 2026
21 11	NEW SUBSECTION 10A. For appointments made on or after July	(FY 2027).
21 12	1, 2026, the reasonable compensation shall be calculated on the	
21 13	basis of ninety-two dollars per hour for class "A" felonies,	DETAIL: The new rates are as follows:

21 14 eighty-seven dollars per hour for class “B” felonies, and
 21 15 eighty-two dollars per hour for all other cases.

- \$92 per hour for Class A felonies.
- \$87 per hour for Class B felonies.
- \$82 per hour for all other cases.

21 16 DIVISION III
 21 17 ATTORNEY LOAN REPAYMENT PROGRAM — COURT FILING FEES

21 18 Sec. 20. NEW SECTION 256.232 ATTORNEY LOAN REPAYMENT
 21 19 PROGRAM — FUND.
 21 20 1. PROGRAM ESTABLISHED. The college student aid commission
 21 21 shall establish an attorney loan repayment program to encourage
 21 22 attorneys to remain and practice law in this state.

CODE: Creates the Attorney Loan Repayment Program to encourage attorneys to remain and practice law in Iowa. The Program is to be administered by the Iowa College Student Aid Commission.

21 23 2. ELIGIBILITY. An individual is eligible to apply to
 21 24 enter into a program agreement with the college student aid
 21 25 commission pursuant to subsection 3 if the individual meets all
 21 26 of the following requirements:
 21 27 a. Is a graduate of an accredited law school within five
 21 28 years of the time of application to the program.
 21 29 b. Is licensed to practice law in Iowa.
 21 30 c. Is practicing law in Iowa at the time of application or
 21 31 commits to begin practicing law in this state upon execution
 21 32 of a program agreement.

CODE: Specifies that an applicant must meet the following requirements:

- Is a graduate of an accredited law school within five years of program application.
- Is licensed to practice law in Iowa.
- Is practicing law in Iowa at the time of application or commits to begin practice upon execution of a program agreement.

21 33 3. PROGRAM AGREEMENTS. An agreement must be entered into by
 21 34 an eligible attorney and the college student aid commission.
 21 35 Under the agreement, to receive loan repayments pursuant to
 22 1 subsection 5, an eligible attorney shall agree to and fulfill
 22 2 all of the following requirements:
 22 3 a. Remain and practice law in Iowa in the area designated
 22 4 pursuant to the attorney’s preference determination during each
 22 5 year for which loan repayment assistance is received.
 22 6 b. Provide not less than the number of hours per year of
 22 7 legal services as an indigent defense attorney as designated
 22 8 pursuant to the attorney’s preference determination.

CODE: Specifies that a program agreement will require the loan repayment recipient to remain and practice law in Iowa during each year of loan repayment assistance and provide not less than the number of hours per year of indigent defense legal services pursuant to the attorney’s preference determination.

22 9 4. PRIORITY.
 22 10 a. In awarding loan repayment assistance under this section,
 22 11 the commission shall give priority to attorneys who practice
 22 12 law in this state in the following order, with preference
 22 13 within each of the following subparagraphs to attorneys who
 22 14 graduated from an Iowa law school, an Iowa high school, or

CODE: Specifies that loan repayment assistance is prioritized for attorneys in the following order, with additional preference given to those who graduated from an Iowa law school, attended an Iowa high school, or completed private instruction under Iowa Code chapter [299A](#):

22 15 completed private instruction pursuant to chapter 299A:
 22 16 (1) Attorneys who reside and practice law in rural areas
 22 17 of the state and provide a minimum of fifty hours of indigent
 22 18 defense services annually.
 22 19 (2) Attorneys who practice law in rural areas of the state
 22 20 and provide a minimum of one hundred hours of indigent defense
 22 21 services annually.
 22 22 (3) Attorneys who practice law in Iowa and provide two
 22 23 hundred hours of indigent defense services annually.

- Attorneys living and practicing in rural areas who provide at least 50 hours of indigent defense services annually.
- Attorneys practicing in rural areas who provide at least 100 hours of indigent defense services annually.
- Attorneys practicing in Iowa who provide at least 200 hours of indigent defense services annually.

22 24 b. For purposes of this subsection, "rural area" means
 22 25 a county or municipality that has a population of less than
 22 26 twenty-six thousand and is located more than twenty miles from
 22 27 a city with a population of at least fifty thousand, based on
 22 28 the most recent federal decennial census.

CODE: Defines "rural area" as a city in Iowa with a population of less than 26,000 that is located more than 20 miles from a city with a population of at least 50,000 as of the latest federal decennial census.

22 29 5. LOAN REPAYMENT ASSISTANCE. An eligible attorney
 22 30 who enters into and remains in compliance with a program
 22 31 agreement pursuant to subsection 3 shall receive loan repayment
 22 32 assistance in an amount not to exceed ten thousand dollars per
 22 33 year or the outstanding balance of the attorney's eligible
 22 34 loans, whichever is less. In the event an attorney who
 22 35 receives loan repayment assistance under this section ceases
 23 1 to practice law in accordance with the program agreement, the
 23 2 loan repayment assistance shall terminate immediately, the
 23 3 loan repayment assistance shall be prorated for the months the
 23 4 attorney complied with the agreement, and no further payment
 23 5 shall be made. Loan repayment assistance may be provided for
 23 6 each year of eligible practice during a period of not more than
 23 7 six consecutive years. The total amount of loan repayment
 23 8 assistance an attorney may receive under the program shall
 23 9 not exceed the total outstanding balance of the attorney's
 23 10 eligible student loans at the time the program agreement is
 23 11 executed. For purposes of this subsection, "eligible loan"
 23 12 means the attorney's total federally guaranteed Stafford loan
 23 13 amount under the federal family education loan program or the
 23 14 federal direct loan program, the attorney's federal graduate
 23 15 plus loans, or the attorney's federal Perkins loan, including
 23 16 principal and interest. Loan payment assistance received
 23 17 pursuant to this section is not subject to Iowa income tax.

CODE: Specifies that an eligible attorney may receive up to \$10,000 per year or the balance of outstanding eligible student loans, whichever is less. Specifies that a recipient may receive assistance for up to six consecutive years and that total assistance cannot exceed a total of \$60,000 or the amount of the outstanding eligible loan balance, whichever is less. Loan payment assistance is not subject to Iowa income tax.

Defines "eligible loan" as the total of a recipient's federal guaranteed Stafford Loan amount under the Federal Family Education Loan Program or the Federal Direct Loan Program, or the recipient's Federal Graduate PLUS or Federal Perkins loans, including principal and interest.

23 18 6. TRUST FUND ESTABLISHED. An attorney loan repayment
 23 19 program trust fund is created in the state treasury under
 23 20 the control of the college student aid commission. The
 23 21 commission may accept gifts, grants, bequests, and other
 23 22 private contributions, as well as state or federal moneys, for
 23 23 deposit in the fund. All moneys deposited in the trust fund
 23 24 are appropriated and made available to the commission to be
 23 25 used for purposes of meeting the requirements of this section.
 23 26 Notwithstanding section 8.33, moneys in the fund shall not
 23 27 revert but shall remain available for purposes of this section
 23 28 and to provide loan repayment assistance to attorneys in this
 23 29 state. Notwithstanding section 12C.7, subsection 2, interest
 23 30 or earnings on moneys in the fund shall be credited to the
 23 31 fund and are appropriated to the commission for purposes of
 23 32 administering the attorney loan repayment program under this
 23 33 section.

CODE: Creates the Attorney Loan Repayment Program Trust Fund in the State Treasury under the control of the Iowa College Student Aid Commission. The Commission may accept gifts, grants, bequests, private contributions, and State or federal moneys. Unobligated and unencumbered moneys in the Trust Fund will not revert to the General Fund but will be available at fiscal year-end for program purposes. Any interest or earnings on moneys in the Fund will be credited to the Trust Fund.

23 34 7. RULES. The college student aid commission shall adopt
 23 35 rules to administer this section.

CODE: Requires the Commission to adopt administrative rules to administer the program, ensuring proper program oversight and compliance.

24 1 8. LIMITATION. The program shall not provide assistance for
 24 2 more than twenty-five attorneys in a single year, and shall not
 24 3 provide assistance to more than one hundred fifty attorneys at
 24 4 any time.

CODE: Limits the Program to 25 participating attorneys per year and 150 attorneys at any time.

24 5 9. REPEAL. This section is repealed July 1, 2041.

CODE: Repeals the Attorney Loan Repayment Program on July 1, 2041.

24 6 Sec. 21. Section 331.424, subsection 1, paragraph a,
 24 7 subparagraph (6), Code 2026, is amended to read as follows:
 24 8 (6) The maintenance and operation of the courts, including
 24 9 but not limited to the salary and expenses of the clerk of the
 24 10 district court and other employees of the clerk's office, and
 24 11 bailiffs, court costs if the prosecution fails or if the costs
 24 12 cannot be collected from the person liable, costs and expenses
 24 13 of prosecution under section 189A.17, salaries and expenses
 24 14 of juvenile court officers under chapter 602, court-ordered
 24 15 costs in domestic abuse cases under section 236.5, sexual abuse
 24 16 cases under section 236A.7, and elder abuse cases under section

CODE: Amends Iowa Code section [331.424](#)(1)(a)(6), which modifies county responsibility language relating to court costs, and removes claims filed under Iowa Code section [622.93](#).

24 17 235F.6, the county's expense for confinement of prisoners under
 24 18 chapter 356A, temporary assistance to the county attorney,
 24 19 county contributions to a retirement system for bailiffs,
 24 20 reimbursement for judicial magistrates under section 602.6501,
 24 21 ~~claims filed under section 622.93~~, sign language interpreters'
 24 22 fees under section 622B.7, uniform citation and complaint
 24 23 supplies under section 805.6, and costs of prosecution under
 24 24 section 815.13.

24 25 Sec. 22. Section 422.7, Code 2026, is amended by adding the
 24 26 following new subsection:

24 27 NEW SUBSECTION 46. a. Subtract, to the extent included,
 24 28 income resulting from the payment of the amount of any loan
 24 29 repayment assistance received pursuant to section 256.232,
 24 30 whether paid to the taxpayer or the lender, not to exceed ten
 24 31 thousand dollars in any tax year.

24 32 b. If the taxpayer has a deduction in computing federal
 24 33 taxable income under section 221 of the Internal Revenue Code
 24 34 for interest on a qualified education loan, the taxpayer shall
 24 35 recompute for purposes of this subsection the amount of the
 25 1 deduction under paragraph "a" by not subtracting any amount of
 25 2 income resulting from the loan repayment assistance received
 25 3 pursuant to section 256.232 that was also deducted by the
 25 4 taxpayer under section 221 of the Internal Revenue Code.

25 5 c. A taxpayer is eligible to receive a deduction pursuant to
 25 6 this subsection for not more than six consecutive tax years in
 25 7 the taxpayer's lifetime.

25 8 Sec. 23. Section 602.8102, subsection 98, Code 2026, is
 25 9 amended to read as follows:

25 10 98. Carry out duties relating to trials and judgments as
 25 11 provided in sections ~~624.8~~ 624.9 through 624.20 and 624.37.

25 12 Sec. 24. Section 602.8105, subsections 1 and 2, Code 2026,
 25 13 are amended to read as follows:

25 14 1. The clerk of the district court shall collect the
 25 15 following fees:
 25 16 a. Except as otherwise provided in this subsection, for

CODE: Specifies that loan repayment assistance received under the Attorney Loan Repayment Program is not subject to Iowa income tax and cannot exceed \$10,000 in any tax year, and eligibility is for no more than six consecutive years.

CODE: Amends Iowa Code section [602.8102](#)(98) to remove the keeping of a calendar of pending criminal cases from the duties of the County Clerk of Court.

NOTE: Based on the average number of filings over fiscal years 2023 through 2025, it is estimated that approximately \$4,000,000 in additional revenue is expected from the increase in court filing and miscellaneous fees in Iowa Code [602.8105](#)(1) and 602.8105(2).

CODE: Amends Iowa Code section 602.1805(1) to increase court filing fees by \$20 across the following case types:

25 17 filing and docketing a petition, ~~one hundred ninety-five~~ two
 25 18 hundred fifteen dollars. In counties having a population of
 25 19 ~~ninety-eight thousand or over, an additional five dollars shall~~
 25 20 ~~be charged and collected to be known as the journal publication~~
 25 21 ~~fee and used for the purposes provided for in section 618.13.~~
 25 22 b. For filing and docketing a petition for dissolution
 25 23 of marriage, which includes the docketing of any dissolution
 25 24 decree, ~~two hundred sixty-five~~ eighty-five dollars. It is the
 25 25 intent of the general assembly that ~~twenty percent of the funds~~
 25 26 ~~generated from these fees be appropriated and used for sexual~~
 25 27 ~~assault and domestic violence centers and eighty percent of the~~
 25 28 ~~funds generated from these fees be appropriated to the general~~
 25 29 ~~fund of the state.~~
 25 30 c. For filing and docketing a petition pursuant to chapter
 25 31 598 other than a dissolution of marriage petition, one hundred
 25 32 ~~ten~~ thirty dollars.
 25 33 d. For filing and docketing an application for modification
 25 34 of a dissolution decree to which a written stipulation is
 25 35 attached at the time of filing containing the agreement of the
 26 1 parties to the terms of modification, one hundred ~~ten~~ thirty
 26 2 dollars.
 26 3 e. For filing and docketing a petition for adoption pursuant
 26 4 to chapter 600, zero dollars.
 26 5 f. For filing and docketing a small claims action, the
 26 6 amounts specified in section 631.6.
 26 7 g. For an appeal from a judgment in small claims or for
 26 8 filing and docketing a writ of error, ~~one hundred ninety-five~~
 26 9 two hundred fifteen dollars.
 26 10 h. For a motion to show cause in a civil case, ~~sixty~~ eighty
 26 11 dollars.
 26 12 i. For filing and docketing a transcript of the judgment in
 26 13 a civil case, ~~sixty~~ eighty dollars.
 26 14 j. For filing a tribal judgment, one hundred ~~ten~~ thirty
 26 15 dollars.
 26 16 k. For a civil claim for reimbursement under section 356.7,
 26 17 zero dollars.

26 18 2. The clerk of the district court shall collect the
 26 19 following fees for miscellaneous services:
 26 20 a. For filing and entering any other statutory lien, ~~sixty~~
 26 21 eighty dollars.
 26 22 b. For a certificate and seal, ~~thirty~~ fifty dollars.

- Filing and docketing a petition, from \$195 to \$215. In addition, removes the requirement to add a \$5 journal publication fee for counties with a population of 98,000 or more.
- Filing and docketing a petition of any dissolution decree, from \$65 to \$85. In addition, removes the requirement that 20.00% of funds generated from dissolution fees be used for sexual assault and domestic violence centers and 80.00% be appropriated by the General Assembly.
- Dissolution of marriage petition, from \$110 to \$130.
- Appeal from a judgement in small claims or for filing and docketing a writ of error, from \$195 to \$215.
- Motion to show cause in a civil case, from \$60 to \$80.
- Docketing a transcript of judgement in a civil case, from \$60 to \$80.
- Filing a tribal judgement, from \$110 to \$130.

CODE: Amends Iowa Code section [602.8105](#)(2) to increase miscellaneous court service fees by \$20 as follows:

- Filing and entering statutory liens, from \$60 to \$80.
- Certificate and seal, from \$30 to \$50.

26 23 However, there shall be no charge for a certificate and seal to
 26 24 an application to procure a pension, bounty, or back pay for a
 26 25 member of the armed services or other person.
 26 26 c. For certifying a change in title of real estate, ~~sixty~~
 26 27 eighty dollars.
 26 28 d. For filing a praecipe to issue execution under chapter
 26 29 626, ~~thirty-five~~ fifty-five dollars. The fee shall be
 26 30 recoverable by the creditor from the debtor against whom the
 26 31 execution is issued. A fee payable by a political subdivision
 26 32 of the state under this paragraph shall be collected by the
 26 33 clerk of the district court as provided in section 602.8109.
 26 34 However, the fee shall be waived and shall not be collected
 26 35 from a political subdivision of the state if a county attorney
 27 1 or county attorney's designee is collecting a delinquent
 27 2 judgment pursuant to section 602.8107, subsection 4.
 27 3 e. For filing a praecipe to issue execution under chapter
 27 4 654, ~~sixty~~ eighty dollars.
 27 5 f. For filing a confession of judgment under chapter 676,
 27 6 ~~sixty~~ eighty dollars if the judgment is five thousand dollars
 27 7 or less, and one hundred ~~ten~~ thirty dollars if the judgment
 27 8 exceeds five thousand dollars.
 27 9 g. For filing a lis pendens, ~~sixty~~ eighty dollars.
 27 10 h. For applicable convictions under section 692A.110 on
 27 11 or after June 25, 2020, a civil penalty of two hundred sixty
 27 12 dollars.
 27 13 i. Other fees provided by law.

27 14 Sec. 25. Section 602.8108, Code 2026, is amended by adding
 27 15 the following new subsection:
 27 16 NEW SUBSECTION 12. a. The clerk of the district court
 27 17 shall remit to the state court administrator, not later than
 27 18 the fifteenth day of each month, all moneys collected from the
 27 19 filing and miscellaneous fees provided in section 602.8105,
 27 20 subsections 1 and 2, except moneys collected from the sex
 27 21 offender civil penalty in section 602.8105, subsection 2,
 27 22 paragraph "h", shall be remitted and distributed pursuant to
 27 23 subsection 10. The clerk shall report to the state court
 27 24 administrator the total number of fees that were paid, and
 27 25 the number of filing fees that were paid for dissolution of
 27 26 marriage pursuant to section 602.8105, subsection 1, paragraph
 27 27 "b".

- Change in the title in real estate, from \$60 to \$80.
- Filing a praecipe to issue execution in chapter [625](#) (court costs in civil actions), from \$35 to \$55.
- Filing a praecipe to issue execution in chapter [627](#) (exemptions from debt collection), from \$60 to \$80.
- Filing a lis pendens, from \$60 to \$80.

CODE: Requires monthly reporting and remittance by clerks of court to the State Court Administrator. Requires the clerk to report the total number of fees paid and the number of filing fees paid for dissolution of marriage.

27 28 b. The state court administrator shall total the number of
 27 29 fees reported pursuant to paragraph "a" each month and shall
 27 30 calculate the amount equal to twenty dollars multiplied by the
 27 31 number of fees that were paid statewide during that month. The
 27 32 state court administrator shall exclude from the number of
 27 33 fees, fees ordered pursuant to section 602.8105, subsection 2,
 27 34 paragraph "h".

CODE: Requires the State Court Administrator to calculate the statewide fee totals and sets a \$20-per-filing allocation formula, excluding civil penalties paid under Iowa Code section [692A.110](#).

27 35 c. Of the amount calculated pursuant to paragraph "b", the
 28 1 state court administrator shall deposit fifty percent into the
 28 2 indigent defense fund established in section 815.11.

CODE: Of the \$20-per-filing fee calculation, allocates 50.00% of the filing fee funds collected to the Indigent Defense Fund.

28 3 d. The state court administrator shall deposit the remaining
 28 4 fifty percent of the amount calculated pursuant to paragraph "b"
 28 5 each fiscal year in the attorney loan repayment program trust
 28 6 fund established in section 256.232.

CODE: Requires that the remaining 50.00% of collected funds from the \$20-per-filing fee calculation be deposited in the Attorney Loan Repayment Program Trust Fund.

28 7 e. Following the deposits required in paragraphs "c" and
 28 8 "d", the state court administrator shall deposit the remaining
 28 9 filing and miscellaneous fee moneys received under paragraph
 28 10 "a" in the general fund of the state; provided, however, that
 28 11 filing fees paid pursuant to section 602.8105, subsection 1,
 28 12 paragraph "b", for the dissolution of marriage, be appropriated
 28 13 as follows:

CODE: Requires the remaining filing and miscellaneous fees collected be deposited into the General Fund with the exception of the fees paid from each dissolution of marriage filing, which are appropriated as follows:

28 14 (1) Through the close of the fiscal year beginning July
 28 15 1, 2026, twenty percent of the moneys generated from these
 28 16 fees are appropriated and shall be used for sexual assault and
 28 17 domestic violence centers and eighty percent of the moneys
 28 18 generated from these fees shall be deposited in the general
 28 19 fund of the state.
 28 20 (2) For the fiscal year beginning July 1, 2027, and for each
 28 21 fiscal year thereafter, twenty percent of the moneys generated
 28 22 from these fees are appropriated and shall be used for the
 28 23 sexual assault forensic examination center grant program
 28 24 established in section 915.47, if enacted by 2026 Iowa Acts,
 28 25 House File 2794, or another 2026 Act of the general assembly,
 28 26 and eighty percent of the moneys generated from these fees
 28 27 shall be deposited in the general fund of the state.

- 20.00% is appropriated for sexual assault and domestic violence centers and the remaining 80.00% is deposited in the General Fund through FY 2027.
- 20.00% is appropriated for the Sexual Assault Forensic Examination Center Grant Program and the remaining 80.00% is deposited in the General Fund, beginning in FY 2028, contingent on the enactment of 2026 Iowa Acts, [House File 2794](#) (Forensic Exam Center Program Act), or another Act of the General Assembly. This Act was approved by the General Assembly on May 2, 2026, and signed by the Governor on May 19, 2026.

DETAIL: Based on the average number of filings over fiscal years 2023 through 2025, it is estimated that approximately \$470,000 in revenue is expected from the 20.00% distribution.

PG LN	GA:91 HF2770	Explanation
28 28	Sec. 26. Section 631.6, subsection 1, paragraph a, Code	CODE: Amends Iowa Code section 631.6 (1)(a) to increase
28 29	2026, is amended to read as follows:	small claims filing fees from \$95 to \$115.
28 30	a. Fees for filing and docketing shall be ~~ninety-five~~ <u>one</u>	
28 31	<u>hundred fifteen</u> dollars.	DETAIL: In FY 2025, the Judicial Branch collected
		approximately \$7,800,000 in small claims filing fees.
28 32	Sec. 27. REPEAL. Sections 618.13, 622.93, and 624.8, Code	CODE: Repeals Iowa Code sections 618.13 , 622.93 , and
28 33	2026, are repealed.	624.8 , removing conflicting provisions. Iowa Code section
		618.13 required the publication of petitions, Iowa Code
		section 622.93 provided a process for verifying and paying
		publishers for petition publications, and Iowa Code section
		624.8 provides that one duty of the County Clerk of Court is
		the keeping of a calendar of pending criminal cases.
28 34	Sec. 28. APPLICABILITY. The following apply to fees paid on	The change to fees paid is effective July 1, 2026.
28 35	and after July 1, 2026:	
28 36	1. The section of this division of this Act amending section	Iowa Code section 602.8105 relates to the collection and
28 37	602.8105.	disposition of fees for civil cases and other court services.
28 38	2. The section of this division of this Act amending section	Iowa Code section 602.8108 relates to the distribution of
28 39	602.8108.	court revenue.

Justice System General Fund

	Actual FY 2025 (1)	Estimated Net FY 2026 (2)	Final Action FY 2027 (3)	Final Action vs Est Net FY 2026 (4)	Page and Line # (5)
<u>Attorney General</u>					
Justice, Dept. of					
General Office AG	\$ 10,539,176	\$ 10,913,246	\$ 11,672,266	\$ 759,020	PG 2 LN 3
Victim Assistance Grants	5,016,708	5,166,708	5,541,708	375,000	PG 3 LN 11
Legal Services Poverty Grants	2,634,601	2,634,601	2,634,601	0	PG 4 LN 12
AG Cybersecurity and Technology	202,060	202,060	202,060	0	PG 4 LN 15
Total Attorney General	\$ 18,392,545	\$ 18,916,615	\$ 20,050,635	\$ 1,134,020	
<u>Corrections, Department of</u>					
Central Office					
County Confinement	\$ 1,345,319	\$ 1,345,319	\$ 1,345,319	\$ 0	PG 7 LN 19
Federal Prisoners/Contractual	234,411	234,411	234,411	0	PG 7 LN 23
Corrections Administration	7,662,297	8,165,695	9,650,695	1,485,000	PG 7 LN 30
Corrections Education	2,608,109	3,108,109	3,108,109	0	PG 8 LN 26
Iowa Corrections Offender Network	2,000,000	2,000,000	2,000,000	0	PG 9 LN 8
Mental Health/Substance Abuse	28,065	28,065	28,065	0	PG 9 LN 11
DOC - Department-Wide Duties	8,654,633	5,905,778	6,275,000	369,222	PG 9 LN 14
State Cases Court Costs (Standing)	197	10,000	10,000	0	STANDING
Central Office	\$ 22,533,031	\$ 20,797,377	\$ 22,651,599	\$ 1,854,222	
Fort Madison					
Ft. Madison Institution	\$ 45,522,762	\$ 46,561,722	\$ 46,724,722	\$ 163,000	PG 6 LN 9
Anamosa					
Anamosa Institution	\$ 38,887,065	\$ 39,358,974	\$ 40,255,974	\$ 897,000	PG 6 LN 13
Oakdale					
Oakdale Institution	\$ 57,703,792	\$ 58,954,020	\$ 59,344,020	\$ 390,000	PG 6 LN 17
DOC Institutional Pharmaceuticals	9,925,417	10,175,417	10,175,417	0	PG 6 LN 21
Oakdale	\$ 67,629,209	\$ 69,129,437	\$ 69,519,437	\$ 390,000	
Newton					
Newton Institution	\$ 31,522,181	\$ 32,279,092	\$ 32,509,092	\$ 230,000	PG 6 LN 25
Mount Pleasant					
Mount Pleasant Institution	\$ 29,729,489	\$ 30,356,297	\$ 30,619,297	\$ 263,000	PG 6 LN 29
Rockwell City					
Rockwell City Institution	\$ 11,364,524	\$ 11,721,579	\$ 11,916,579	\$ 195,000	PG 6 LN 33
Clarinda					
Clarinda Institution	\$ 28,625,610	\$ 29,252,380	\$ 29,678,380	\$ 426,000	PG 7 LN 2
Mitchellville					
Mitchellville Institution	\$ 25,512,183	\$ 26,082,539	\$ 26,350,539	\$ 268,000	PG 7 LN 11
Fort Dodge					
Fort Dodge Institution	\$ 33,279,423	\$ 34,085,251	\$ 34,467,251	\$ 382,000	PG 7 LN 15

Justice System General Fund

	Actual FY 2025 (1)	Estimated Net FY 2026 (2)	Final Action FY 2027 (3)	Final Action vs Est Net FY 2026 (4)	Page and Line # (5)
CBC District 1					
CBC District I	\$ 16,826,981	\$ 17,301,981	\$ 17,395,981	\$ 94,000	PG 9 LN 26
CBC District 2					
CBC District II	\$ 13,637,109	\$ 13,945,725	\$ 14,105,725	\$ 160,000	PG 9 LN 32
CBC District 3					
CBC District III	\$ 8,615,128	\$ 8,915,376	\$ 8,915,376	\$ 0	PG 10 LN 3
CBC District 4					
CBC District IV	\$ 6,465,898	\$ 6,465,898	\$ 6,563,898	\$ 98,000	PG 10 LN 6
CBC District 5					
CBC District V	\$ 24,328,291	\$ 25,006,813	\$ 25,194,813	\$ 188,000	PG 10 LN 9
CBC District 6					
CBC District VI	\$ 17,128,661	\$ 17,406,811	\$ 17,554,811	\$ 148,000	PG 10 LN 16
CBC District 7					
CBC District VII	\$ 10,671,655	\$ 11,003,457	\$ 11,003,457	\$ 0	PG 10 LN 22
CBC District 8					
CBC District VIII	\$ 10,001,148	\$ 10,241,148	\$ 10,259,926	\$ 18,778	PG 10 LN 28
Total Corrections, Department of	<u>\$ 442,280,348</u>	<u>\$ 449,911,857</u>	<u>\$ 455,686,857</u>	<u>\$ 5,775,000</u>	

Justice System General Fund

	Actual FY 2025 (1)	Estimated Net FY 2026 (2)	Final Action FY 2027 (3)	Final Action vs Est Net FY 2026 (4)	Page and Line # (5)
<u>Law Enforcement Academy</u>					
Iowa Law Enforcement Academy					
Law Enforcement Academy	\$ 2,904,407	\$ 2,964,407	\$ 2,919,407	\$ -45,000	PG 12 LN 28
Total Law Enforcement Academy	\$ 2,904,407	\$ 2,964,407	\$ 2,919,407	\$ -45,000	
<u>Department of Inspections, Appeals, and Licensing</u>					
DIAL - State Public Defender					
Public Defender	\$ 33,477,894	\$ 35,527,894	\$ 38,627,894	\$ 3,100,000	PG 13 LN 31
Indigent Defense	43,606,374	42,726,374	41,576,374	-1,150,000	PG 14 LN 8
Total Department of Inspections, Appeals, and Licensing	\$ 77,084,268	\$ 78,254,268	\$ 80,204,268	\$ 1,950,000	
<u>Parole, Board of</u>					
Parole Board					
Parole Board	\$ 1,545,114	\$ 1,545,114	\$ 1,545,114	\$ 0	PG 14 LN 21
Total Parole, Board of	\$ 1,545,114	\$ 1,545,114	\$ 1,545,114	\$ 0	
<u>Public Defense, Department of</u>					
Public Defense, Dept. of					
Public Defense, Department of	\$ 7,211,221	\$ 7,267,855	\$ 7,646,037	\$ 378,182	PG 14 LN 31
Total Public Defense, Department of	\$ 7,211,221	\$ 7,267,855	\$ 7,646,037	\$ 378,182	
<u>Homeland Security and Emergency Mgmt.</u>					
Homeland Security & Emergency Mgmt.					
Homeland Security & Emer. Mgmt.	\$ 2,442,595	\$ 2,446,138	\$ 2,396,138	\$ -50,000	PG 15 LN 13
Total Homeland Security and Emergency Mgmt.	\$ 2,442,595	\$ 2,446,138	\$ 2,396,138	\$ -50,000	

Justice System General Fund

	Actual FY 2025	Estimated Net FY 2026	Final Action FY 2027	Final Action vs Est Net FY 2026	Page and Line #
	(1)	(2)	(3)	(4)	(5)
Public Safety, Department of					
Public Safety, Dept. of					
Public Safety Administration	\$ 7,092,910	\$ 7,095,906	\$ 7,325,444	\$ 229,538	PG 16 LN 2
Public Safety DCI	21,189,769	22,805,958	23,282,804	476,846	PG 16 LN 8
Criminalistics Laboratory Fund	650,000	650,000	650,000	0	PG 16 LN 18
Narcotics Enforcement	9,243,545	10,265,032	10,496,573	231,541	PG 16 LN 26
Public Safety Undercover Funds	209,042	209,042	209,042	0	PG 17 LN 12
Fire Marshal	3,418,466	3,554,935	3,635,378	80,443	PG 17 LN 15
Iowa State Patrol	90,056,257	92,232,969	94,251,941	2,018,972	PG 17 LN 26
DPS/SPOC Sick Leave Payout	279,517	279,517	279,517	0	PG 18 LN 5
Fire Fighter Training	1,075,520	1,075,520	1,075,520	0	PG 18 LN 10
Interoperable Communications Sys Board	115,661	115,661	115,661	0	PG 18 LN 18
Human Trafficking Office	200,742	200,742	200,742	0	PG 18 LN 21
Department-Wide Duties	5,149,789	3,058,667	3,430,000	371,333	PG 18 LN 25
Public Safety Equipment Fund	2,500,000	0	0	0	
Office of Drug Control Policy - DPS	249,219	249,219	270,546	21,327	PG 18 LN 30
DPS-Task Force Assistance	2,000,000	0	0	0	
Total Public Safety, Department of	\$ 143,430,437	\$ 141,793,168	\$ 145,223,168	\$ 3,430,000	
Total Justice System	\$ 695,290,935	\$ 703,099,422	\$ 715,671,624	\$ 12,572,202	

Justice System Other Funds

	Actual FY 2025 (1)	Estimated Net FY 2026 (2)	Final Action FY 2027 (3)	Final Action vs Est Net FY 2026 (4)	Page and Line # (5)
<u>Attorney General</u>					
Consumer Advocate					
Consumer Advocate - CMRF	\$ 3,763,937	\$ 3,784,047	\$ 3,784,047	\$ 0	PG 5 LN 22
Justice, Dept. of					
Farm Mediation Services - CEF	\$ 300,000	\$ 300,000	\$ 300,000	\$ 0	PG 20 LN 28
AG Prosecutions and Appeals - CEF	2,000,000	2,000,000	2,000,000	0	PG 20 LN 31
Consumer Fraud - Public Ed & Enforce (Standing) - CEF	1,875,000	1,875,000	1,875,000	0	STANDING
Older Iowans Consumer Fraud (Standing) - CEF	125,000	125,000	125,000	0	STANDING
Justice, Dept. of	<u>\$ 4,300,000</u>	<u>\$ 4,300,000</u>	<u>\$ 4,300,000</u>	<u>\$ 0</u>	
Total Attorney General	<u>\$ 8,063,937</u>	<u>\$ 8,084,047</u>	<u>\$ 8,084,047</u>	<u>\$ 0</u>	
<u>Public Safety, Department of</u>					
Public Safety, Dept. of					
DPS Gaming Enforcement - GEF	\$ 12,227,940	\$ 12,301,981	\$ 13,084,081	\$ 782,100	PG 19 LN 13
Total Public Safety, Department of	<u>\$ 12,227,940</u>	<u>\$ 12,301,981</u>	<u>\$ 13,084,081</u>	<u>\$ 782,100</u>	
<u>Homeland Security and Emergency Mgmt.</u>					
Homeland Security & Emergency Mgmt.					
911 Emerg Comm Admin - 911 Surcharge	\$ 300,000	\$ 300,000	\$ 300,000	\$ 0	PG 20 LN 8
Total Homeland Security and Emergency Mgmt.	<u>\$ 300,000</u>	<u>\$ 300,000</u>	<u>\$ 300,000</u>	<u>\$ 0</u>	
Total Justice System	<u><u>\$ 20,591,877</u></u>	<u><u>\$ 20,686,028</u></u>	<u><u>\$ 21,468,128</u></u>	<u><u>\$ 782,100</u></u>	

Justice System FTE Positions

	Actual FY 2025 (1)	Estimated Net FY 2026 (2)	Final Action FY 2027 (3)	Final Action vs Est Net FY 2026 (4)	Page and Line # (5)
<u>Attorney General</u>					
Justice, Dept. of					
General Office AG	210.43	222.38	238.00	15.62	PG 2 LN 3
Victim Compensation Fund	28.48	29.00	31.00	2.00	PG 3 LN 19
Justice, Dept. of	<u>238.91</u>	<u>251.38</u>	<u>269.00</u>	<u>17.62</u>	
Consumer Advocate					
Consumer Advocate - CMRF	14.61	17.00	18.00	1.00	PG 5 LN 22
Total Attorney General	<u>253.52</u>	<u>268.38</u>	<u>287.00</u>	<u>18.62</u>	
<u>Corrections, Department of</u>					
Fort Madison					
Ft. Madison Institution	343.23	392.00	392.00	0.00	PG 6 LN 9
Anamosa					
Anamosa Institution	309.44	342.40	350.40	8.00	PG 6 LN 13
Oakdale					
Oakdale Institution	476.79	500.85	500.85	0.00	PG 6 LN 17
Newton					
Newton Institution	246.94	261.00	261.00	0.00	PG 6 LN 25
Mount Pleasant					
Mount Pleasant Institution	244.18	254.00	254.00	0.00	PG 6 LN 29
Rockwell City					
Rockwell City Institution	89.56	94.00	94.00	0.00	PG 6 LN 33
Clarinda					
Clarinda Institution	230.33	245.00	245.00	0.00	PG 7 LN 2
Mitchellville					
Mitchellville Institution	197.03	219.20	219.20	0.00	PG 7 LN 11
Fort Dodge					
Fort Dodge Institution	250.27	281.00	285.00	4.00	PG 7 LN 15
CBC District 1					
CBC District I	165.40	181.75	181.75	0.00	PG 9 LN 26
Central Office					
Corrections Administration	48.72	50.80	50.80	0.00	PG 7 LN 30
CBC District 2					
CBC District II	123.12	134.80	134.80	0.00	PG 9 LN 32
CBC District 3					
CBC District III	83.30	88.00	88.00	0.00	PG 10 LN 3
CBC District 4					

Justice System FTE Positions

	Actual FY 2025	Estimated Net FY 2026	Final Action FY 2027	Final Action vs Est Net FY 2026	Page and Line #
	(1)	(2)	(3)	(4)	(5)
CBC District IV	60.34	62.00	63.00	1.00	PG 10 LN 6
CBC District 5					
CBC District V	232.00	255.69	255.69	0.00	PG 10 LN 9
CBC District 6					
CBC District VI	171.76	184.58	184.58	0.00	PG 10 LN 16
CBC District 7					
CBC District VII	114.41	120.60	120.60	0.00	PG 10 LN 22
CBC District 8					
CBC District VIII	87.14	94.80	94.80	0.00	PG 10 LN 28
Total Corrections, Department of	<u>3,473.94</u>	<u>3,762.47</u>	<u>3,775.47</u>	<u>13.00</u>	

Justice System FTE Positions

	Actual FY 2025 (1)	Estimated Net FY 2026 (2)	Final Action FY 2027 (3)	Final Action vs Est Net FY 2026 (4)	Page and Line # (5)
<u>Department of Inspections, Appeals, and Licensing</u>					
DIAL - State Public Defender					
Public Defender	232.93	266.00	276.00	10.00	PG 13 LN 31
Total Department of Inspections, Appeals, and Licensing	232.93	266.00	276.00	10.00	
<u>Law Enforcement Academy</u>					
Iowa Law Enforcement Academy					
Law Enforcement Academy	28.50	31.00	31.00	0.00	PG 12 LN 28
Total Law Enforcement Academy	28.50	31.00	31.00	0.00	
<u>Parole, Board of</u>					
Parole Board					
Parole Board	10.35	10.60	10.60	0.00	PG 14 LN 21
Total Parole, Board of	10.35	10.60	10.60	0.00	
<u>Public Defense, Department of</u>					
Public Defense, Dept. of					
Public Defense, Department of	228.36	238.00	242.00	4.00	PG 14 LN 31
Total Public Defense, Department of	228.36	238.00	242.00	4.00	
<u>Homeland Security and Emergency Mgmt.</u>					
Homeland Security & Emergency Mgmt.					
Homeland Security & Emer. Mgmt.	77.07	25.44	25.44	0.00	PG 15 LN 13
Total Homeland Security and Emergency Mgmt.	77.07	25.44	25.44	0.00	

Justice System FTE Positions

	Actual FY 2025	Estimated Net FY 2026	Final Action FY 2027	Final Action vs Est Net FY 2026	Page and Line #
	(1)	(2)	(3)	(4)	(5)
<u>Public Safety, Department of</u>					
Public Safety, Dept. of					
Public Safety Administration	40.33	33.00	33.00	0.00	PG 16 LN 2
Public Safety DCI	169.24	184.00	184.00	0.00	PG 16 LN 8
Narcotics Enforcement	59.66	71.00	71.00	0.00	PG 16 LN 26
Fire Marshal	19.65	21.00	21.00	0.00	PG 17 LN 15
Iowa State Patrol	560.74	613.00	613.00	0.00	PG 17 LN 26
Human Trafficking Office	0.41	0.00	0.00	0.00	PG 18 LN 21
Office of Drug Control Policy - DPS	3.79	4.00	4.00	0.00	PG 18 LN 30
DPS Gaming Enforcement - GEF	58.53	65.00	68.00	3.00	PG 19 LN 13
DPS-Task Force Assistance	4.03	0.00	0.00	0.00	
Total Public Safety, Department of	<u>916.39</u>	<u>991.00</u>	<u>994.00</u>	<u>3.00</u>	
Total Justice System	<u>5,221.07</u>	<u>5,592.89</u>	<u>5,641.51</u>	<u>48.62</u>	

FUNDING SUMMARY

Other Funds — FY 2027: This Act appropriates a net total of \$172.6 million for FY 2027 from the following sources:

- Rebuild Iowa Infrastructure Fund (RIIF): \$171.4 million in FY 2027. *(See note.)*
- Technology Reinvestment Fund (TRF): \$27.5 million in FY 2027.

Note: To avoid double counting, the \$26.3 million appropriation to the TRF from the RIIF is excluded from the total above.

Rebuild Iowa Infrastructure Fund — FY 2028 to FY 2031: This Act also appropriates \$8.6 million in FY 2028, \$5.0 million in FY 2029, \$5.0 million in FY 2030, and \$5.0 million in FY 2031 from the RIIF. *These out-year totals exclude the increase to the Capitol Building Maintenance Fund standing appropriation.*

General Fund — FY 2027: This Act suspends a \$17.5 million standing appropriation from the General Fund to the TRF for FY 2027 and appropriates \$26.3 million to the TRF from the RIIF. This action funds the TRF for FY 2027 and makes funding available for new TRF appropriations appropriated in this Act. This Act also suspends a \$5.0 million appropriation from the General Fund to the Renewable Fuel Infrastructure Fund (RFIF) for FY 2027.

NEW PROGRAMS, SERVICES, OR ACTIVITIES

Establishes a Railway Tracks Overpass and Underpass Fund under the control of the DOT. Appropriates moneys to the DOT to provide grants to cities and counties to assist with the construction of highway overpasses and underpasses across railway tracks.

Page 18, Line 23

MAJOR INCREASES/DECREASES/TRANSFERS OF EXISTING PROGRAMS

State Capitol Maintenance Fund: Increases the standing appropriation from the RIIF to the State Capitol Maintenance Fund from \$500,000 to \$750,000.

Page 9, Line 21

FUNDING FOR PROJECTS AND PROGRAMS

Rebuild Iowa Infrastructure Fund (RIIF)

<u>Department of Administrative Services (DAS)</u>	Page 1, Line 22
Terrace Hill: Appropriates \$1.0 million in FY 2027 from the RIIF to the DAS for maintenance projects at Terrace Hill.	
Major Maintenance — IVH Sidewalks and Paving Repairs: Appropriates \$180,000 from the RIIF to the DAS for sidewalk and paving repairs at the Iowa Veteran's Home.	Page 2, Line 1
<u>Department of Agriculture and Land Stewardship (DALs)</u>	Page 2, Line 8
Water Quality Initiative: Appropriates \$8.2 million in FY 2027 from the RIIF to the DALs for the Iowa Water Quality Initiative.	
Fertilizer Management: Appropriates \$1.0 million in FY 2027 from the RIIF to the DALs for nitrogen modeling and fertilizer management.	Page 4, Line 10
<u>Department for the Blind</u>	Page 4, Line 24
Building Repairs: Appropriates \$250,000 in FY 2027 from the RIIF to the Department for the Blind for increased costs associated with the replacement of the building's chiller.	
<u>Iowa Economic Development Authority (IEDA)</u>	Page 4, Line 30
Community Attraction and Tourism (CAT) Program: Appropriates \$10.0 million in FY 2027 from the RIIF to the IEDA for the CAT Fund.	
Destination Iowa Fund: Appropriates \$10.0 million in FY 2027 from the RIIF to the IEDA for the Destination Iowa Fund.	Page 4, Line 35
Strategic Infrastructure Program Fund: Appropriates \$10.0 million for FY 2027 from the RIIF to the IEDA for deposit into the Strategic Infrastructure Program Fund.	Page 5, Line 1
Library and Museum Renovation Project: Appropriates \$1.0 million in FY 2027 from the RIIF to the IEDA for a grant to a city with a population between 2,000 and 3,000, according to the 2020 census, for final construction costs of a presidential library.	Page 5, Line 6
Regional Sports Authorities: Appropriates \$1.0 million in FY 2027 from the RIIF to the IEDA for distribution to entities and Regional Sports Authority districts.	Page 5, Line 12

EXECUTIVE SUMMARY
INFRASTRUCTURE APPROPRIATIONS ACT

SENATE FILE 2484

National Junior Olympics: Appropriates \$250,000 in FY 2027 from the RIIF to the IEDA for the National Junior Olympics.

Page 5, Line 18

Facility Enhancement: Appropriates \$7.0 million in FY 2027 from the RIIF to the IEDA for a grant to an organization with a sports entertainment venue in a city with a population between 15,550 and 15,800 according to the 2020 census to be used for facility enhancement.

Page 5, Line 23

Department of Education (DE)

Page 5, Line 29

Iowa School for the Deaf Giangreco Building Roof Repair: Appropriates \$4.4 million in FY 2027 and \$3.6 million in FY 2028 from the RIIF to the DE for roof repairs of the Giangreco building at the Iowa School for the Deaf.

Department of Health and Human Services (HHS)

Page 5, Line 36

On With Life Infrastructure: Appropriates \$4.0 million in FY 2027 from the RIIF to the HHS for costs associated with the construction of a specialized facility to expand capacity at a brain injury rehabilitation facility located in a city with a population between 5,525 and 5,575.

Iowa Law Enforcement Academy (ILEA)

Page 6, Line 4

Firearms Range Training Facility: Appropriates \$3.7 million in FY 2027 from the RIIF to the ILEA for the construction of a firearms range at Camp Dodge.

Iowa State Fair Authority

Page 6, Line 8

Infrastructure Upgrades and Improvements: Appropriates \$1.0 million in FY 2027 from the RIIF to the Iowa State Fair Authority for infrastructure upgrades and other improvements at the State Fairgrounds.

Department of Natural Resources (DNR)

Page 6, Line 14

Lake Restoration: Appropriates \$9.6 million in FY 2027 from the RIIF to the DNR for lake restoration, dredging, and water quality projects.

State Park Infrastructure: Appropriates \$5.0 million in FY 2027 from the RIIF to the DNR for infrastructure improvements at State parks.

Page 6, Line 21

Iowa Water Trails and Low Head Dams Safety Grants: Appropriates \$1.5 million in FY 2027 from the RIIF to the DNR for the Iowa Water Trails and Low Head Dams Public Hazard Program.

Page 6, Line 24

Derelict Building Program: Appropriates \$1.0 million in FY 2027 from the RIIF to the DNR for the Derelict Building Grant Program.

Page 6, Line 30

Department of Public Defense (DPD)

Page 7, Line 1

National Guard Armory Maintenance: Appropriates \$2.1 million in FY 2027 from the RIIF to the DPD for major maintenance projects at National Guard facilities located throughout the State.

National Guard Readiness Centers: Appropriates \$2.1 million in FY 2027 from the RIIF to the DPD for improvements at National Guard readiness centers throughout the State.

Page 7, Line 5

Camp Dodge Facility: Appropriates \$550,000 in FY 2027 from the RIIF to the DPD for construction improvement projects at the Camp Dodge facility.

Page 7, Line 10

Sioux City Runway: Appropriates \$10.0 million in FY 2027 from the RIIF to the DPD for replacement of the runway at the Sioux City Airport used by the 185th Air Refueling Wing.

Page 7, Line 14

Department of Public Safety (DPS)

Page 7, Line 23

Statewide Interoperable Communications System: Appropriates \$2.8 million in FY 2027 from the RIIF to the DPS to fund the maintenance costs of the Statewide Interoperable Communications System.

Board of Regents

Page 7, Line 32

Tuition Replacement: Appropriates \$25.0 million in FY 2027 from the RIIF to the Board of Regents for tuition replacement for payment of debt service on academic revenue bonds.

University of Northern Iowa (UNI) Public Policy Center at the Commons: Appropriates \$6.0 million from the RIIF to the Board of Regents for the renovation and construction of the Public Policy Center at the Commons at UNI.

Page 8, Line 3

Department of Transportation (DOT)

Page 8, Line 8

Recreational Trails: Appropriates \$2.5 million in FY 2027 from the RIIF to the DOT for the Recreational Trails Program.

Railroad Revolving Loan and Grant Fund: Appropriates \$2.0 million in FY 2027 from the RIIF to the DOT for the Railroad Revolving Loan and Grant Fund.

Page 8, Line 12

Commercial Service Airports Vertical Infrastructure Grants: Appropriates \$2.5 million total in FY 2027 from the RIIF to the DOT for Commercial Service Airports Vertical Infrastructure Grants.

Page 8, Line 17

General Aviation Airports Vertical Infrastructure Grants: Appropriates \$1.5 million in FY 2027 from the RIIF to the DOT for General Aviation Airport Vertical Infrastructure Grants.

Page 8, Line 21

Public Transit Grant Match: Appropriates \$1.6 million in FY 2027 from the RIIF to the DOT for the local match requirements needed to receive federal grants awarded to Iowa’s public transit systems.

Page 8, Line 25

Railway Tracks Overpass and Underpass Fund: Appropriates a total of \$25.0 million over five years from the RIIF to the DOT for deposit in the Railway Tracks Overpass and Underpass Fund. The appropriations include:

Page 8, Line 32

- FY 2027: \$5.0 million
- FY 2028: \$5.0 million
- FY 2029: \$5.0 million
- FY 2030: \$5.0 million
- FY 2031: \$5.0 million

Treasurer of State (TOS)

Page 9, Line 5

County Fair Infrastructure: Appropriates \$1.1 million in FY 2027 from the RIIF to the TOS for infrastructure improvements at county fairs.

Department of Management (DOM)

Page 12, Line 21

Technology Reinvestment Fund: Appropriates \$26.3 million in FY 2027 from the RIIF to the TRF.

Technology Reinvestment Fund (TRF)

Department of Corrections (DOC)

Page 9, Line 36

Technology Projects: Appropriates a total of \$697,000 in FY 2027 from the TRF to the DOC for various technology projects and upgrades.

Department of Education (DE)

Page 10, Line 15

Educational Data Warehouse: Appropriates \$600,000 in FY 2027 from the TRF to the DE to develop and maintain the statewide educational data warehouse.

Iowa Communications Network (ICN) Part III Maintenance and Leases: Appropriates \$2.7 million in FY 2027 from the TRF to the DE for maintenance and lease expenses associated with Part III fiber connections for the ICN.

Page 10, Line 25

Department of Health and Human Services (HHS)

Page 10, Line 29

Public Assistance Eligibility Determination System: Appropriates \$10.0 million in FY 2027 from the TRF to the HHS for the design, development, and implementation of a new eligibility determination system.

Public Assistance Oversight Data Sources: Appropriates \$1.6 million in FY 2027 from the TRF to the HHS for costs associated with integrating data sources into a new eligibility determination system.	Page 10, Line 32
One Big Beautiful Bill Act (OBBBA) IT Costs: Appropriates \$3.5 million in FY 2027 from the TRF to the HHS to fund information technology system changes for Medicaid work requirements and eligibility redetermination requirements from the OBBBA.	Page 10, Line 35
State Poison Control Center: Appropriates \$42,000 in FY 2027 from the TRF to the HHS for the State Poison Control Center.	Page 11, Line 2
<u>Department of Homeland Security and Emergency Management (HSEMD)</u> Emergency Medical Services Mass Messaging System: Appropriates \$400,000 in FY 2027 from the TRF to the HSEMD for the statewide mass notification and emergency messaging system.	Page 11, Line 5
<u>Department of Management (DOM)</u> Searchable Online Database: Appropriates \$45,000 in FY 2027 from the TRF to the DOM for the continued development of a searchable online database for budget and financial information.	Page 11, Line 10
Electronic Grant Management System: Appropriates \$70,000 in FY 2027 from the TRF to the DOM for the continued development of an electronic grant management system.	Page 11, Line 14
Local Government Budget and Property Tax System: Appropriates \$120,000 in FY 2027 from the TRF to the DOM for the Local Government Budget and Property Tax System.	Page 11, Line 17
Iowa Open Data Licensing: Appropriates \$358,000 in FY 2027 from the TRF to the DOM for annual licensing of the online searchable database.	Page 11, Line 20
Chief Information Officer Security Office: Appropriates \$2.9 million in FY 2027 from the TRF to the DOM Security Office of the Chief Information Officer, for statewide endpoint detection and response, cybersecurity incident investigation response, and miscellaneous purposes.	Page 11, Line 23
Iowa Integrated Justice (IIJ) System: Appropriates \$1.4 million in FY 2026 from the TRF to the DOM for continued development and implementation of the IIJ.	Page 11, Line 28
Justice Data Warehouse: Appropriates \$283,000 in FY 2027 from the TRF to the DOM for the Justice Data Warehouse.	Page 11, Line 32

DPS/DOT Mobile Architecture for Communications Handling (MACH) and Traffic and Criminal Software (TraCS) Modernization: Appropriates \$2.0 million in FY 2027 from the TRF to the DOM for modernization of the MACH and TraCS programs. Page 11, Line 35

Department of Public Safety (DPS)
Digital Evidence Management System: Appropriates \$300,000 in FY 2027 from the TRF to the DPS for a new digital evidence management system. Page 11, Line 39

Treasurer of State (TOS)
Clearwater Software: Appropriates \$192,000 in FY 2027 from the TRF to the TOS for software related to investment tracking. Page 12, Line 5

Tyler Tech Software: Appropriates \$228,000 in FY 2027 from the TRF to the TOS for software related to banking reconciliations. Page 12, Line 8

CHANGES TO PRIOR APPROPRIATIONS

Department of Transportation: Amends a previously enacted RIIF appropriation of \$10.0 million for FY 2024 to the DOT for commercial service airport terminal improvements by allowing the funds to remain available for expenditure until December 31, 2026. Page 13, Line 7

Department of Administrative Services: Extends the time frame for the DAS to use FY 2025 appropriated moneys to improve and repair the steps on the west side of the exterior of the Capitol building and for projects on the east side of the exterior of the Capitol building from June 30, 2026, to October 31, 2026. Page 13, Line 26

Health and Human Services: Amends a previously enacted RIIF appropriation for FY 2025 to the HHS for the Woodward tunnel decentralization project by allowing the funds to remain available for expenditure until the end of FY 2028, or until the project is completed, whichever is earlier. Page 13, Line 36

STUDIES AND INTENT

Specifies that in FY 2027, regarding major information technology system replacement, redevelopment, or modernization, the HHS must not enter into, amend, or extend a contract, purchase order, interagency agreement, or other financial obligation that will cost more than \$5.0 million or commit the State to multiyear financial obligations. This limitation does not apply to information technology changes needed to comply with the One Big Beautiful Bill Act if the changes do not materially advance broader system modernization or system replacement efforts. Page 16, Line 9

VETOED: *The Governor vetoed Division VI of the Act, which included this provision, stating that prohibiting the HHS from entering, amending, or extending contracts, purchase orders, agreements, or other financial obligations exceeding \$5,000,000 for major IT systems would halt IT modernization efforts across HHS, resulting in operational disruptions and potential legal and financial penalties.*

Requires the HHS, in consultation with the Legislative Services Agency (LSA) and the DOM, to establish an information technology modernization study committee on or before August 1, 2026, to conduct a comprehensive review of the HHS's information technology systems, data architecture, and modernization strategy. The Study Committee is repealed on July 1, 2027.

Page 16, Line 31

VETOED: *The Governor vetoed Division VI of the Act, which included this provision. Instead, the Governor stated that the HHS and DOM have been directed to immediately conduct a thorough review of HHS spending as it relates to IT modernization efforts and submit a report of their findings to the General Assembly as soon as possible and no later than December 1, 2026.*

Nonreversion

Permits unencumbered or unobligated funds appropriated in Division I (RIIF) of this Act to remain available for expenditure until the end of FY 2029. However, if the project is completed in an earlier fiscal year, the unencumbered or unobligated moneys will revert at the end of that same fiscal year.

Page 9, Line 11

Permits unencumbered or unobligated funds appropriated in Division II (TRF) of this Act to remain available for expenditure until the end of FY 2029. However, if the project is completed in an earlier fiscal year, the unencumbered or unobligated moneys will revert at the end of that same fiscal year.

Page 12, Line 11

Required Reports

Requires the DPD to report to the General Assembly by December 15, 2026, on the projects funded with appropriations in this Act.

Page 7, Line 18

Requires the HHS to submit a report to the General Assembly and the Governor before January 1, 2027, detailing the HHS Information Technology Modernization Study Committee's findings, recommended statutory or budgetary changes, estimated costs and timelines, and options for phased implementation.

Page 18, Line 15

VETOED: *The Governor vetoed Division VI of the Act, which included this provision. Instead, the Governor stated that the HHS and DOM have been directed to immediately conduct a thorough review of*

HHS spending as it relates to IT modernization efforts and submit a report of their findings to the General Assembly as soon as possible and no later than December 1, 2026.

SIGNIFICANT CODE CHANGES

Suspends the General Fund annual standing appropriation of \$17.5 million to the TRF for FY 2027.

Page 12, Line 30

NOTE: House File 1028 (Department of Management, Records, Funds, and Contracts Act), passed by the General Assembly on April 30, 2026, and signed by the Governor on June 2, 2026, eliminated the language specifying the General Fund annual standing appropriation of \$17.5 million to the TRF under Iowa Code section 8.57C)(3)(a). As a result, the action under House File 1028 supersedes the amendments to Iowa Code section [8.57C\(3\)](#) made in this Act.

Suspends the General Fund standing appropriation of \$5.0 million to the RFIF for FY 2027.

Page 14, Line 24

Makes various Iowa Code changes related to Regional Sports Authority Districts, including the following changes:

Page 14, Line 30

- Adds the definition of “entity” to Iowa Code section [15E.321](#) (Regional Sports Authority Districts) to mean an Iowa nonprofit organization established to promote economic development and tourism in an area within the State.
- Removes the requirement that only a convention and visitors bureau can apply for certification of a Regional Sports Authority District and specifies that an entity may apply for certification and for financial assistance.
- Removes the limitation that the IEDA may only certify 10 Regional Sports Authority Districts.
- Adds the requirement that the IEDA should consider the number of unique and innovative activities to be supported by the district when evaluating applications.
- Removes the requirement that a Regional Sports Authority District must promote nonprofessional sporting events and instead specifies that the events must be physical sporting events.
- Eliminates the requirement that each Regional Sports Authority District be governed by a seven-member board.
- Adds a requirements that each Regional Sports Authority District must submit a report to the IEDA no later than 30 days after the final date of the activity detailing the return on investment, the number of new visitors, the total number of hotel rooms occupied, and any additional information as requested by the IEDA.

Strikes the limitation that entities awarded financial assistance from the Iowa Major Events and Tourism Fund are ineligible to receive financial assistance under the Sports Tourism Infrastructure Program.	Page 18, Line 38

EFFECTIVE DATE

This Act takes effect July 1, 2026, unless specified below.	
Specifies that Division III of this Act, related to changes to prior appropriations, is effective June 2, 2026.	Page 14, Line 20

GOVERNOR'S VETOES

The Governor item vetoed Division XI of the Act related to the HHS's information technology system limitation and the information technology modernization study committee. The Governor stated that prohibiting the HHS from entering, amending, or extending contracts, purchase orders, agreements, or other financial obligations exceeding \$5.0 million for major IT systems would halt IT modernization efforts across HHS, resulting in operational disruptions and potential legal and financial penalties. The Governor stated that the HHS and DOM have been directed to immediately conduct a thorough review of HHS spending as it relates to IT modernization efforts and submit a report of their findings to the General Assembly as soon as possible and no later than December 1, 2026.	Page 16, Line 4

ENACTMENT DATE

This Act was approved by the General Assembly on May 2, 2026, and item vetoed and signed by the Governor on June 2, 2026.

STAFF CONTACT: Maria Wagenhofer (515.281.5270) maria.wagenhofer@legis.iowa.gov

Senate File 2484 provides for the following changes to the Code of Iowa.

Page #	Line #	Bill Section	Action	Code Section
9	21	3	Amend	2.12B.2
12	30	7	Amend	8.57C.3
14	33	13	Amend	15E.321
18	23	15	New	307.19
18	38	16	Amend	15G.104.2

1 13 DIVISION I
 1 14 REBUILD IOWA INFRASTRUCTURE FUND

 1 15 Section 1. REBUILD IOWA INFRASTRUCTURE FUND —
 1 16 APPROPRIATIONS. There is appropriated from the rebuild Iowa
 1 17 infrastructure fund created in section 8.57 to the following
 1 18 state entities for the following fiscal years, the following
 1 19 amounts, or so much thereof as is necessary, to be used for the
 1 20 purposes designated:

 1 21 1. DEPARTMENT OF ADMINISTRATIVE SERVICES

 1 22 a. For maintenance projects at the Terrace Hill facility:
 1 23 FY 2026-2027:
 1 24 \$ 1,000,000

 2 1 b. For major maintenance projects:
 2 2 FY 2026-2027:
 2 3 \$ 180,000
 2 4 The department of administrative services shall use the
 2 5 moneys appropriated in this paragraph to repair, improve, and
 2 6 replace, as applicable, sidewalks at the Iowa veterans home.

 2 7 2. DEPARTMENT OF AGRICULTURE AND LAND STEWARDSHIP

 2 8 a. (1) For deposit in the water quality initiative fund
 2 9 created in section 466B.45 for purposes of supporting the
 2 10 water quality initiative administered by the division of soil
 2 11 conservation and water quality as provided in section 466B.42,
 2 12 including salaries, support, maintenance, and miscellaneous
 2 13 purposes, notwithstanding section 8.57, subsection 3, paragraph
 2 14 "c":
 2 15 FY 2026-2027:
 2 16 \$ 8,200,000

Rebuild Iowa Infrastructure Fund (RIIF) appropriation to the Department of Administrative Services (DAS) for maintenance projects at Terrace Hill.

DETAIL: This appropriation would fund residence window repairs and storm window replacements; heating, ventilation, and air conditioning (HVAC) repairs; and exterior wood trim, masonry, and pavement repairs at Terrace Hill.

Rebuild Iowa Infrastructure Fund appropriation to the DAS for major maintenance projects, specifically to be used to repair, improve, and replace sidewalks at the Iowa Veterans Home.

Rebuild Iowa Infrastructure Fund appropriation to the Iowa Department of Agriculture and Land Stewardship (DALS) for the Iowa Water Quality Initiative. This appropriation is exempt from the vertical infrastructure requirement in Iowa Code section [8.57](#)(3)(c).

DETAIL: The Water Quality Initiative provides funding for prioritized watersheds to implement conservation practices that will reduce nutrient transport to bodies of water in Iowa. Funded projects are typically managed by soil and water conservation districts. The Initiative was appropriated

\$5,200,000 from the RIIF each year from FY 2016 through FY 2022. Since FY 2023, the Initiative has been appropriated \$8,200,000 from the RIIF. The Initiative has also received funding from the General Fund and the Environment First Fund (EFF). Since FY 2013, the Water Quality Initiative has received a total of \$131,095,201 from the General Fund, EFF, and RIIF.

2 17 (2) (a) The moneys appropriated in this lettered
2 18 paragraph shall be used to support demonstration projects in
2 19 subwatersheds as designated by the department that are part
2 20 of high-priority watersheds identified by the water resources
2 21 coordinating council.

Requires the appropriated funds to be used to support demonstration projects in subwatersheds that are included within high-priority watersheds as identified by the Water Resources Coordinating Council.

2 22 (b) The moneys appropriated in this lettered paragraph
2 23 shall be used to support demonstration projects in watersheds
2 24 generally, including regional watersheds, as designated by the
2 25 division, and high-priority watersheds identified by the water
2 26 resources coordinating council.

Requires funds to be used to support demonstration projects in watersheds generally, including regional watersheds identified by the Water Resources Coordinating Council.

2 27 (3) In supporting projects in watersheds and subwatersheds
2 28 as provided in subparagraph (2), all of the following apply:

Specifies the following criteria for projects in high-priority watersheds:

2 29 (a) The demonstration projects must utilize water quality
2 30 practices as described in the latest revision of the document
2 31 entitled "Iowa Nutrient Reduction Strategy" initially presented
2 32 in November 2012 by the department of agriculture and land
2 33 stewardship, the department of natural resources, and Iowa
2 34 state university of science and technology.

- Requires that projects utilize water quality practices described in the latest version of the Iowa Nutrient Reduction Strategy.
- Requires the DALS to collaborate with agricultural landowners in targeted watersheds.
- Prohibits the State's cost-share amount for water quality protection practices from exceeding 50.00% of the value of the practices, except in instances of edge-of-field practices.
- Requires that demonstration projects be used to educate the public about water quality practices.
- Requires the DALS to conduct water quality evaluations within targeted watersheds and create a database of water quality practices. All information received is a confidential record and exempt from public access.

2 35 (b) The division shall implement demonstration projects
2 36 as provided in subparagraph division (a) by providing
2 37 for participation by persons who hold a legal interest
2 38 in agricultural land used in farming. To every extent
2 39 practicable, the division shall provide for collaborative
3 1 participation by such persons who hold a legal interest in
3 2 agricultural land located within the same subwatershed.

3 3 (c) The division shall implement demonstration projects on
3 4 a cost-share basis as determined by the division. Except for
3 5 edge-of-field practices, the state's share of the amount shall
3 6 not exceed 50 percent of the estimated cost of establishing the
3 7 practice as determined by the division or 50 percent of the
3 8 actual cost of establishing the practice, whichever is less.

3 9 (d) The demonstration projects shall be used to educate
3 10 other persons about the feasibility and value of establishing
3 11 similar water quality practices. The division shall promote
3 12 field day events for purposes of allowing interested persons to
3 13 establish water quality practices on such persons' agricultural
3 14 land.

3 15 (e) The division shall conduct water quality evaluations
3 16 within supported subwatersheds. Within a reasonable period
3 17 after accumulating information from such evaluations, the
3 18 division shall create an aggregated database of water quality
3 19 practices. Any information identifying a person holding a
3 20 legal interest in agricultural land or specific agricultural
3 21 land shall be a confidential record.

3 22 (4) The moneys appropriated in this lettered paragraph
3 23 shall be used to support education and outreach in a manner
3 24 that encourages persons who hold a legal interest in
3 25 agricultural land used for farming to implement water quality
3 26 practices, including the establishment of such practices in
3 27 watersheds generally, and not limited to subwatersheds or
3 28 high-priority watersheds.

3 29 (5) The moneys appropriated in this lettered paragraph
3 30 may be used to contract with persons to coordinate the
3 31 implementation of efforts provided in this lettered paragraph.

3 32 (6) The moneys appropriated in this lettered paragraph
3 33 may be used by the department to support urban soil and water
3 34 conservation efforts, which may include but are not limited
3 35 to management practices related to bioretention, landscaping,
3 36 the use of permeable or pervious pavement, and soil quality
3 37 restoration. The moneys shall be allocated on a cost-share
3 38 basis as provided in chapter 161A.

3 39 (7) Notwithstanding any other provision of law to the
4 1 contrary, the department may use moneys appropriated in this
4 2 lettered paragraph to carry out the provisions of this lettered
4 3 paragraph on a cost-share basis in combination with other
4 4 moneys available to the department from a state or federal
4 5 source.

Requires the DALS to support education and outreach to encourage agricultural producers to establish water quality practices.

Permits the DALS to use funds for contracts that will assist with the coordination and implementation of the Water Quality Initiative.

Permits the DALS to use funds to support urban soil and water conservation practices and to allocate funds on a cost-share basis.

Permits the DALS to use the appropriated funds to implement projects on a cost-share basis and in combination with other funds available to the DALS.

4 6 (8) Not more than 10 percent of the moneys appropriated in
 4 7 this lettered paragraph may be used for costs of administration
 4 8 and implementation of the water quality initiative administered
 4 9 by the division.

Permits up to 10.00% of the appropriated funds for the Water Quality Initiative to be used for administration and implementation of the Initiative by the Soil Conservation Division.

DETAIL: Up to \$820,000 of the funds for administration and implementation of the Water Quality Initiative will be provided from the RIIF.

4 10 b. (1) For updating the maximum return to nitrogen modeling
 4 11 system for fertilizer management, notwithstanding section 8.57,
 4 12 subsection 3, paragraph "c":
 4 13 FY 2026-2027:
 4 14 \$ 1,000,000

Rebuild Iowa Infrastructure Fund appropriation to the DALS for nitrogen modeling and fertilizer management. This appropriation is exempt from the vertical infrastructure requirement in Iowa Code section [8.57](#)(3)(c).

DETAIL: This appropriation funds research to update static maximum return to nitrogen (MRTN) recommendations to a new dynamic modeling system that considers variability in the environment, management, and weather. The research considers carbon dioxide equivalent (CO₂e) of nitrogen oxides (NO_x) with potential for carbon improvements to corn and soybean rotation systems. The goal of the research is to provide more accurate nitrogen recommendations that support higher crop yields and improve water quality by reducing the risk of nutrient runoff. There has been \$1,000,000 appropriated annually for this purpose since FY 2023.

4 15 (2) Any information received, collected, or held for
 4 16 purposes of this lettered paragraph is a confidential record
 4 17 exempt from public release if the information identifies a
 4 18 person who holds a legal interest in agricultural land or who
 4 19 has previously held a legal interest in agricultural land,
 4 20 a person who is involved or who was previously involved in
 4 21 managing the agricultural land or producing crops or livestock
 4 22 on the agricultural land, or the identifiable location of the
 4 23 agricultural land.

Requires the DALS to keep personal information collected from fertilizer management program participants confidential.

4 24 3. DEPARTMENT FOR THE BLIND
 4 25 For building repairs for the building located at 524 Fourth
 4 26 Street, Des Moines, Iowa:
 4 27 FY 2026-2027:

Rebuild Iowa Infrastructure Fund appropriation to the Department for the Blind for building repairs.

PG LN	GA:91 SF2484	Explanation
4 28	 \$ 250,000	DETAIL: This appropriation will fund the increased costs for materials and installation associated with the replacement of the Department for the Blind's building's chiller. The Department also received the following amounts for building repairs from the RIIF: • FY 2022: \$139,100 • FY 2023: \$196,900 • FY 2024: \$232,000 • FY 2025: \$225,600 • Estimated FY 2026: \$559,000
4 29	4. ECONOMIC DEVELOPMENT AUTHORITY	
4 30	a. For deposit in the community attraction and tourism	
4 31	fund created in section 15F.204, notwithstanding section 8.57,	
4 32	subsection 3, paragraph "c":	
4 33	FY 2026-2027:	
4 34	 \$ 10,000,000	Rebuild Iowa Infrastructure Fund appropriation to the Iowa Economic Development Authority (IEDA) for the Community Attraction and Tourism (CAT) Fund, which supports the CAT Program. This appropriation is exempt from the vertical infrastructure requirement in Iowa Code section 8.57(3)(c). DETAIL: The amount of funding to the CAT Program from the RIIF has varied across fiscal years. Between FY 2015 and FY 2022, the CAT Program received \$5,000,000 in annual appropriations from the RIIF. Since FY 2023, the CAT Program has received \$10,000,000 in annual appropriations from the RIIF. The CAT grants assist communities in the development and creation of multipurpose attraction and tourism facilities. Eligible CAT projects must be permanent recreational, cultural, educational, or entertainment attractions; be available to the general public; and promote tourism in local communities. Eligible applicants include cities, counties, public organizations, and school districts in cooperation with a city or county. Previously funded projects include the development of attractions such as wellness centers, recreational centers, parks, recreational trails, swimming pools and aquatic centers, riverfront plazas and marinas, streetscapes, museums, libraries, performing arts centers, sports complexes, public gardens, visitor centers, and campgrounds.

4 35 b. For deposit in the destination Iowa fund created in
 4 36 section 15.281, notwithstanding section 8.57, subsection 3,
 4 37 paragraph "c":
 4 38 FY 2026-2027:
 4 39 \$ 10,000,000

Rebuild Iowa Infrastructure Fund appropriation to the IEDA for deposit in the Destination Iowa Fund. This appropriation is exempted from the vertical infrastructure requirement in Iowa Code section [8.57\(3\)\(c\)](#).

DETAIL: The Destination Iowa Fund received a \$6,500,000 appropriation in FY 2024 and a \$10,000,000 appropriation in FY 2025 and estimated net FY 2026. The Destination Iowa Fund was established in the [2023 Infrastructure Appropriations Act](#) to provide grants to eligible applicants for the following types of projects:

- Economically significant projects that increase tourism opportunities.
- Development and enhancement of outdoor recreational opportunities.
- Projects that contribute to quality of life in rural communities.

5 1 c. For deposit in the strategic infrastructure program fund
 5 2 described in section 15.313, notwithstanding section 8.57,
 5 3 subsection 3, paragraph "c":
 5 4 FY 2026-2027:
 5 5 \$ 10,000,000

Rebuild Iowa Infrastructure Fund appropriation to the IEDA for deposit into the Strategic Infrastructure Program Fund created under Iowa Code section [15.313](#). This appropriation is exempted from the vertical infrastructure requirement in Iowa Code section [8.57\(3\)\(c\)](#).

DETAIL: The Strategic Infrastructure Program offers financial assistance to projects that develop commonly utilized assets that provide an advantage to one or more private sector entities or that create necessary physical infrastructure in the State if such projects are not adequately provided by the public or private sectors.

5 6 d. For a grant to a nonprofit organization located in a
 5 7 city with a population between 2,000 and 3,000 according to the
 5 8 2020 federal decennial census, for infrastructure costs of a
 5 9 presidential library:
 5 10 FY 2026-2027:
 5 11 \$ 1,000,000

Rebuild Iowa Infrastructure Fund appropriation to the IEDA for grants to a nonprofit organization located in a city with a population between 2,000 and 3,000, according to the 2020 census, for final construction costs at a presidential library.

5 12 e. For distribution to entities and regional sports
 5 13 authority districts certified by the authority pursuant to
 5 14 section 15E.321, notwithstanding section 8.57, subsection 3,
 5 15 paragraph "c":
 5 16 FY 2026-2027:
 5 17 \$ 1,000,000

DETAIL: This appropriation is intended to fund physical construction costs at the Herbert Hoover Presidential Library and Museum.

Rebuild Iowa Infrastructure Fund appropriation to the IEDA for entities and Regional Sports Authority Districts. This appropriation is exempted from the vertical infrastructure requirement in Iowa Code section [8.57\(3\)\(c\)](#).

DETAIL: Regional Sports Authority Districts received an appropriation of \$750,000 from the RIIF in estimated net FY 2026. In FY 2024 and FY 2025, the appropriation was \$700,000. Prior to FY 2024, the Regional Sports Authority Districts have received annual appropriations of \$500,000 from the RIIF or the General Fund. The Regional Sports Authority District Program authorizes the IEDA to certify up to 10 districts for the promotion of youth sports, high school athletics, the Special Olympics, or other nonprofessional sporting events. Each district receives an equal share of the appropriation. Funding is awarded to the convention and visitors bureaus for each area. The funds are used for marketing and other promotional efforts to attract youth sports, high school athletics, or other sporting events to the communities. Other expenses include venue rental, facility conversion, timing systems, field preparation, and other expenses related to hosting various sporting events.

Some recent examples of events are the Iowa Special Olympics Winter Games, AAU Junior Olympics, NAIA Division II Women's Basketball National Championship, U.S. Hockey League Fall Classic, NCAA Division II Super Regional Wrestling Tournament, Iowa Summer Games Sports Festival, and NCAA Division I Wrestling Championships.

5 18 f. For providing financial assistance to a city or
 5 19 nonprofit organization hosting the national junior olympics,
 5 20 notwithstanding section 8.57, subsection 3, paragraph "c":
 5 21 FY 2026-2027:
 5 22 \$ 250,000

Rebuild Iowa Infrastructure Fund appropriation to the IEDA for a city or nonprofit organization hosting the National Junior Olympics. This appropriation is exempted from the vertical infrastructure requirement in Iowa Code section [8.57\(3\)\(c\)](#).

			DETAIL: This appropriation is intended to support the hosting of the National Junior Olympics in Des Moines. The General Assembly last appropriated \$150,000 from the General Fund in FY 2023 to support the event.
5 23	g. For a grant to an organization with a sports		
5 24	entertainment venue in a city with a population between 15,550		Rebuild Iowa Infrastructure Fund appropriation to the IEDA
5 25	and 15,800 according to the 2020 federal decennial census, to		for a grant to an organization with a sports entertainment
5 26	be used for facility enhancement:		venue in a city with a population between 15,550 and 15,800
5 27	FY 2026-2027:		according to the 2020 census to be used for facility
5 28	 \$	7,000,000	enhancement.
5 29	5. DEPARTMENT OF EDUCATION		
5 30	For costs associated with repairing the roof of the		Rebuild Iowa Infrastructure Fund appropriations for FY 2027
5 31	Giangreco building:		and FY 2028 to the Department of Education (DE) for roof
5 32	FY 2026-2027:		repairs of the Giangreco building at the Iowa School for the
5 33	 \$	4,430,000	Deaf.
5 34	FY 2027-2028:		
5 35	 \$	3,605,000	DETAIL: This appropriation would fund the full replacement
			of the Giangreco Building's roof.
5 36	6. DEPARTMENT OF HEALTH AND HUMAN SERVICES		
5 37	For costs associated with the construction of a specialized		Rebuild Iowa Infrastructure Fund to the Department of
5 38	facility to expand capacity at a brain injury rehabilitation		Health and Human Services (HHS) for costs associated with
5 39	facility located in a city with a population between 5,525 and		the construction of a specialized facility to expand capacity
6 1	5,575:		at a brain injury rehabilitation facility located in a city with a
6 2	FY 2026-2027:		population between 5,525 and 5,575.
6 3	 \$	4,000,000	
6 4	7. IOWA LAW ENFORCEMENT ACADEMY		
6 5	For construction of a firearms range at Camp Dodge:		Rebuild Iowa Infrastructure Fund appropriation to the Iowa
6 6	FY 2026-2027:		Law Enforcement Academy (ILEA) for the construction of a
6 7	 \$	3,700,000	firearms range at Camp Dodge.
			DETAIL: This appropriation would fund the construction of a
			dedicated firearms range training facility at Camp Dodge.
			Initial estimates for the project include \$4,000,000 for the
			range, \$4,500,000 for a range support building, and
			\$500,000 for a parking lot. In October 2025, the ILEA was
			awarded \$3,300,000 in American Rescue Plan Act, State
			and Local Fiscal Recovery Funds for comprehensive master

			plan development and site preparation and initial civil construction.
6	8	8. IOWA STATE FAIR AUTHORITY	
6	9	For projects including infrastructure upgrades and other	Rebuild Iowa Infrastructure Fund appropriation to the Iowa State Fair Authority for projects including infrastructure
6	10	improvements at the state fairgrounds:	upgrades and other improvements at the State fairgrounds.
6	11	FY 2026-2027:	
6	12	 \$	1,000,000
6	13	9. DEPARTMENT OF NATURAL RESOURCES	
6	14	a. For implementation of lake projects that have	Rebuild Iowa Infrastructure Fund appropriation to the
6	15	established watershed improvement initiatives and community	Department of Natural Resources (DNR) for lake restoration,
6	16	support in accordance with the department's annual lake	dredging, and water quality projects. This appropriation is
6	17	restoration plan and report, notwithstanding section 8.57,	exempt from the vertical infrastructure requirement in Iowa
6	18	subsection 3, paragraph "c":	Code section 8.57 (3)(c).
6	19	FY 2026-2027:	
6	20	 \$	9,600,000
			DETAIL: The funds are used for projects identified in the annual Lake Restoration Plan and Report, focusing on 35 projects on the priority list of 127 lake candidates. The DNR is required to implement the projects in accordance with the Lake Restoration Plan and Report and Iowa Code section 456A.33B . The Plan and Report is submitted annually by January 1 to the Transportation, Infrastructure, and Capitals Appropriations Subcommittee.
			Iowa Code section 456A.33B provides overall goals for the projects in the program. Specific criteria include water quality targets relating to clarity, biota, sustainability, and safety. In addition to this appropriation, the DNR has been appropriated a total of \$165,659,000 since FY 2008 for lake restoration projects.
6	21	b. For state park infrastructure improvements:	Rebuild Iowa Infrastructure Fund appropriation to the DNR
6	22	FY 2026-2027:	for State park infrastructure improvements.
6	23	 \$	5,000,000
			DETAIL: State park infrastructure improvements include replacing sewer lines, upgrading public drinking water systems, replacing shower buildings, constructing restrooms, replacing trail bridges, extending trail areas, and providing open-air interpretive shelters and exhibits. Since FY 2008,

6 24	c. For water trails and low head dam safety grants,	
6 25	including grants for projects relating to eligible water	
6 26	bodies, as defined in section 456A.33C, notwithstanding section	
6 27	8.57, subsection 3, paragraph “c”:	
6 28	FY 2026-2027:	
6 29	 \$	1,500,000

the DNR has received \$60,500,000 for infrastructure improvements at State parks from the RIIF.

Rebuild Iowa Infrastructure Fund appropriation to the DNR for the Water Trails and Low Head Dam Public Hazard Program. This appropriation is exempt from the vertical infrastructure requirement in Iowa Code section [8.57\(3\)\(c\)](#).

DETAIL: Projects related to eligible water bodies as defined in Iowa Code section [456A.33C](#) (On-Stream Impoundment Restoration Fund) are eligible for grants from the Water Trails and Low Head Dam Safety grants appropriation in FY 2026.

These funds support grant awards to local entities for water trail enhancements and dam mitigation grants to dam owners, including State and local government entities and private owners, to improve low head dam safety. State-designated water trails are designed to provide the following four basic types, or levels, of recreational experiences: gateway, recreational, challenge, and wilderness. Each segment of a water trail is assigned one of these experience ratings to reflect a range of conditions available to the user in the designated waterways.

While there are different types of low head dams, they generally consist of a riverwide dam that is normally overtopped by the entire river's flow. Flood gates may or may not be present to reduce upstream flooding effects. The height of these dams is less than 30 feet. Low head dams were originally constructed throughout Iowa to power gristmills and sawmills. Some dams were later used for hydroelectric generation. Low head dams can be extremely dangerous due to the powerful recirculating hydraulics that are generated. Since FY 2009, appropriations for the Water Trails and Low Head Dam Public Hazard Program from the RIIF have totaled \$16,800,000. Recent prior year appropriations for the Water Trails and Low Head Dam Public Hazard Program include the following:

- FY 2023 through estimated net FY 2026: \$1,500,000 each year from the RIIF
- FY 2022: \$1,000,000 from the RIIF
- FY 2021: \$250,000 from the RIIF

- FY 2020: \$500,000 from the RIIF

6 30 d. For providing funding assistance to eligible
 6 31 communities, as described in section 455E.11, subsection 2,
 6 32 paragraph "a", subparagraph (1), subparagraph division (d),
 6 33 to address abandoned buildings by promoting waste abatement,
 6 34 diversion, selective dismantlement of building components,
 6 35 and recycling, notwithstanding section 8.57, subsection 3,
 6 36 paragraph "c":
 6 37 FY 2026-2027:
 6 38 \$ 1,000,000

Rebuild Iowa Infrastructure Fund appropriation to the DNR for the Derelict Building Program. This appropriation is exempt from the vertical infrastructure requirement in Iowa Code section [8.57\(3\)\(c\)](#).

DETAIL: This is a new appropriation from RIIF. The Derelict Building Program is an existing program within the DNR that provides funding to Iowa towns of 5,000 or fewer residents to address neglected commercial or public structures that have sat vacant for at least six months. The Program's main focus is landfill diversion through the recycling and reuse of building materials and the elimination of hazards, both inside and out, posed by these empty structures. This appropriation would be used to support the additional requests in funding received by the Program in recent years. The Program receives its funding from the DNR's Solid Waste Alternatives Program.

6 39 10. DEPARTMENT OF PUBLIC DEFENSE

7 1 a. For major maintenance projects at national guard
 7 2 armories and facilities:
 7 3 FY 2026-2027:
 7 4 \$ 2,100,000

Rebuild Iowa Infrastructure Fund appropriation to the Department of Public Defense (DPD) for major maintenance projects at National Guard facilities throughout the State.

DETAIL: Past projects have included parking lot repairs; upgrades to heating, ventilation, and air conditioning (HVAC), electrical, and plumbing systems; additional classroom and office space; and other major maintenance and improvement projects at all 42 armories and other buildings maintained by the Iowa National Guard. The Iowa National Guard armories are facing a backlog of deferred maintenance and equipment upgrade needs. Funding will be used for priority and emergency repairs first and then to address the backlog as funding is available. Generally, the State appropriation acts as a match to draw down federal funding on a one-to-one basis.

7 5 b. For improvement projects for Iowa national guard
 7 6 installations and readiness centers to support operations and
 7 7 training requirements:
 7 8 FY 2026-2027:
 7 9 \$ 2,100,000

Rebuild Iowa Infrastructure Fund appropriation to the DPD for modernization and improvement projects at National Guard readiness centers around the State.

DETAIL: State funds are used to match federal funding and used for capital improvements across the readiness centers.

7 10 c. For construction improvement projects at the Camp Dodge
 7 11 facility:
 7 12 FY 2026-2027:
 7 13 \$ 550,000

Rebuild Iowa Infrastructure Fund appropriation to the DPD for Camp Dodge improvements.

DETAIL: These funds match federal grants, with the State providing 15.00% and federal funds providing 85.00% of funding. Past upgrades include modernization of the natural gas, electric, phone, water, sanitary, storm water, paving surfaces, and energy security and resiliency systems.

7 14 d. For repairing, improving, and replacing, as applicable,
 7 15 the runway in Sioux City used by the 185th air refueling wing:
 7 16 FY 2026-2027:
 7 17 \$ 10,000,000

Rebuild Iowa Infrastructure Fund appropriation to the DPD for replacement of the runway at the Sioux City Airport used by the 185th Air Refueling Wing.

DETAIL: Estimated costs for projects related to the Sioux City runway total \$220,000,000, which includes a runway replacement, ramp replacement, extensions, and a holding pad. In 2025, the Federal Aviation Administration pledged \$10,000,000 in FY 2026 and \$10,000,000 in FY 2027 for the projects. According to the DPD, it is anticipated that the end of the runway's useful life will be in 2027.

7 18 e. The department of public defense shall report to the
 7 19 general assembly by December 15, 2026, regarding the projects
 7 20 the department has funded or intends to fund from moneys
 7 21 appropriated to the department pursuant to paragraphs "a", "b",
 7 22 and "c".

Requires the DPD to report to the General Assembly by December 15, 2026, on projects funded with appropriations in this Act.

7 23 11. DEPARTMENT OF PUBLIC SAFETY
 7 24 For payments and other costs due under a financing agreement
 7 25 entered into by the treasurer of state for building the
 7 26 statewide interoperable communications system pursuant to
 7 27 section 29C.23, subsection 2, notwithstanding section 8.57,
 7 28 subsection 3, paragraph "c":

Rebuild Iowa Infrastructure Fund appropriation to the Department of Public Safety (DPS) for the payments and other costs associated with the Statewide Interoperable Communications System. This appropriation is exempt from the vertical infrastructure requirement in Iowa Code section [8.57\(3\)\(c\)](#).

PG LN	GA:91 SF2484	Explanation
7 29	FY 2026-2027:	DETAIL: A lease-purchase contract was signed with Motorola in 2015 at an estimated cost of \$39,500,000 (\$36,400,000 in principal and \$3,100,000 in interest) over 10 years. The tenth and final payment was made by the State in FY 2026. This appropriation will be used to fund the ongoing tower maintenance agreement. The difference will be funded from the Primary Road Fund. In FY 2024, the State contractually assumed an annual maintenance agreement in the amount of \$2,315,350. The Motorola maintenance agreement will continue through FY 2030.
7 30	 \$ 2,846,011	
7 31	12. BOARD OF REGENTS	Rebuild Iowa Infrastructure Fund appropriation to the Board of Regents to replace tuition used to pay debt service on academic revenue bonds. DETAIL: This appropriation replaces student tuition and fees that pay the debt service on academic revenue bonds authorized in prior fiscal years. Iowa Code chapter 262A, enacted in the 1969 Legislative Session, authorizes the sale of academic revenue bonds by the Board of Regents. The first academic revenue bonds were issued in 1970 and provided the primary source of funds for construction of academic facilities at the universities for several decades. Academic revenue bonds are secured by student tuition and fees. The appropriation is not mandatory by statute, but the Board of Regents indicated that without a tuition replacement appropriation, an aggregate tuition increase of 3.40% across the universities will be required to pay the debt service. Funding for tuition replacement has been provided for many decades. Until FY 2002, the appropriation was made solely from the General Fund. Beginning in FY 2002, portions were funded from the General Fund and from infrastructure-related funds such as the RIIF and the Restricted Capitals Fund. From FY 2006 to FY 2008, funding for this appropriation was divided between the General Fund and the RIIF. Since FY 2009, the entire appropriation has been
7 32	a. For allocation by the state board of regents to the	
7 33	state university of Iowa, Iowa state university of science	
7 34	and technology, and the university of northern Iowa to	
7 35	reimburse the institutions for deficiencies in the operating	
7 36	funds resulting from the pledging of tuition, student fees	
7 37	and charges, and institutional income to finance the cost of	
7 38	providing academic and administrative buildings and facilities	
7 39	and utility services at the institutions:	
8 1	FY 2026-2027:	
8 2	 \$ 25,000,000	

			funded from the RIIF. The exception to this is FY 2018, in which appropriations were made from both the RIIF and the State Bond Repayment Fund.
			The tuition replacement appropriation provides most of the annual debt service on the academic revenue bonds, but a portion of the debt service is paid from annual reductions in the Debt Service Reserve Fund.
8	3	b. For renovation and construction of the public policy	
8	4	center at the commons at the university of northern iowa:	
8	5	FY 2026-2027:	
8	6	 \$	6,000,000
			Rebuild Iowa Infrastructure Fund appropriations for FY 2027, FY 2028, and FY 2029 to the Board of Regents for the renovation and construction of the public policy center at the Commons at the University of Northern Iowa (UNI).
			DETAIL: This appropriation would fund the renovation of the Commons building on the UNI campus into a hub for outreach and civic education through a new Center for Civic Education to the Commons. The current Commons building at UNI has a variety of deferred maintenance issues, including HVAC systems, windows, and roof. This project received \$1,000,000 from the RIIF in estimated net FY 2026. Total appropriation requests beyond FY 2027 include \$14,340,000 in FY 2028 and \$8,540,000 in FY 2029. Total project funding is proposed at \$33,200,000, which includes \$3,320,000 from institutional funds, gifts, and grants.
8	7	13. DEPARTMENT OF TRANSPORTATION	
8	8	a. For acquiring, constructing, and improving recreational	
8	9	trails within the state:	
8	10	FY 2026-2027:	
8	11	 \$	2,500,000
			Rebuild Iowa Infrastructure Fund appropriation to the Department of Transportation (DOT) for the Recreational Trails Program.
			DETAIL: The State Recreational Trails Program consists of developed multiuse recreational trails and off-road paths throughout the State. A local match of 25.00% is required in accordance with the DOT administrative rules. Trails that receive funding must be maintained for public use for a minimum of 20 years. Applications for funding from the Trails Program are considered twice per year and are approved by the Transportation Commission. Appropriations for the last seven years from the RIIF include the following:

			• Estimated Net FY 2026: \$2,500,000 • FY 2025: \$3,500,000 • FY 2024: \$2,500,000 • FY 2023: \$2,500,000 • FY 2022: \$1,500,000 • FY 2021: \$1,000,000 • FY 2020: \$1,500,000
8 12	b. For deposit in the railroad revolving loan and grant		
8 13	fund created in section 327H.20A, notwithstanding section 8.57,		Rebuild Iowa Infrastructure Fund appropriation to the DOT for
8 14	subsection 3, paragraph "c":		the Railroad Revolving Loan and Grant Program. This
8 15	FY 2026-2027:		appropriation is exempt from the vertical infrastructure
8 16	 \$	2,000,000	requirement in Iowa Code section 8.57 (3)(c).
			DETAIL: Historically, this Program has received appropriations
			from the RIIF. Recent appropriations include the following:
			• Estimated Net FY 2026: \$2,000,000 • FY 2025: \$2,000,000 • FY 2024: \$500,000 • FY 2023: \$2,000,000 • FY 2022: \$1,000,000 • FY 2021: \$500,000 • FY 2020: \$1,000,000
			The funds are used to provide grants and loans for construction
			and improvements to railroad facilities such as railroad main
			lines, branch lines, switching yards, sidings, rail connections,
			intermodal yards, and highway grade separations. The Railroad
			Revolving Loan and Grant Program is targeted toward job
			growth and economic development. The Program has the
			following three eligible funding categories: job creation, rail
			network improvement, and rail port planning and development.
			Industries, railroads, local governments, and economic
			development agencies are eligible to apply for grants and loans
			from the Program.
8 17	c. For vertical infrastructure improvements at commercial		Rebuild Iowa Infrastructure Fund appropriation to the DOT for
8 18	service airports within the state:		infrastructure improvements at commercial service airports.
8 19	FY 2026-2027:		
8 20	 \$	2,500,000	DETAIL: Since FY 2012, appropriations have been made from
			the RIIF for improvements at commercial service airports. Since

8 21	d. For vertical infrastructure improvements at general	
8 22	aviation airports within the state:	
8 23	FY 2026-2027:	
8 24	 \$	1,500,000

FY 2022, \$1,900,000 has been appropriated annually from the RIIF. There are eight commercial service airports in the State, located in Burlington, Cedar Rapids, Des Moines, Dubuque, Fort Dodge, Mason City, Sioux City, and Waterloo.

The funds are distributed through a 50/40/10 formula. For this appropriation, \$950,000 (50.00%) will be allocated equally among each of the commercial service airports, \$760,000 (40.00%) will be allocated based on the percentage of enplaned passengers during the previous fiscal year, and \$190,000 (10.00%) will be allocated based on the proportion of air cargo tonnage at each airport during the previous fiscal year. Airports submit applications to the DOT Office of Aviation for specific projects that are considered for approval by the Transportation Commission. No local match is required. Projects must meet the definition of vertical infrastructure.

In FY 2024, there was an additional \$10,000,000 appropriated from the RIIF for commercial service airport terminal improvements. Commercial airports were required to provide a 90.00% match for grants and could not utilize federal funds to provide the match.

Rebuild Iowa Infrastructure Fund appropriation to the DOT for infrastructure improvements at general aviation airports.

DETAIL: Funds have historically been appropriated from the RIIF with the exception of FY 2007 when the appropriation was made from the Restricted Capitals Fund and FY 2017 when the appropriation was made from the State Aviation Fund. Since FY 2022, \$1,000,000 has been appropriated annually from the RIIF for infrastructure improvements at general aviation airports.

General aviation airport vertical infrastructure projects may receive up to 85.00% of the total project costs but require a minimum level of \$5,000 in local match to be considered. Projects must meet the definition of vertical infrastructure. Eligible airports apply to the DOT Office of Aviation. Projects receive final approval from the Transportation Commission.

			These grants are available only for public use general aviation airports.
8 25	e. For matching the funding requirements necessary to		Rebuild Iowa Infrastructure Fund appropriation to the DOT
8 26	receive federal grants awarded to improve public transit by		for matching the funding requirement necessary to receive
8 27	replacing vehicles and constructing or expanding vehicle		federal grants awarded to improve public transit by replacing
8 28	facilities, notwithstanding section 8.57, subsection 3,		vehicles and constructing or expanding vehicle facilities. This
8 29	paragraph "c":		appropriation is exempt from the vertical infrastructure
8 30	FY 2026-2027:		requirement in Iowa Code section 8.57(3)(c) .
8 31	 \$	1,600,000	
			DETAIL: In FY 2025, the Iowa DOT was awarded
			\$27,834,685 from the Federal Transit Authority (FTA) to buy
			new buses and vans for 14 of Iowa's transit systems and
			\$19,892,534 for four rural transit systems to buy hybrid
			buses to replace older buses and to construct or expand
			three bus facilities. At the time of application, the local match
			budgeted for by the public transit systems was
			approximately \$6,500,000. Due to the increases in
			manufacturing prices for buses, the local match requirement
			increased to \$9,784,446.
8 32	f. For deposit in the railway tracks overpass and underpass		Rebuild Iowa Infrastructure Fund appropriations for FY 2027,
8 33	fund created in section 307.19, as enacted in this Act:		FY 2028, FY 2029, FY 2030, and FY 2031 to the DOT for
8 34	FY 2026-2027:		deposit in the Railway Tracks Overpass and Underpass
8 35	 \$	5,000,000	Fund.
8 36	FY 2027-2028:		
8 37	 \$	5,000,000	Moneys in the Fund are appropriated to the DOT to
8 38	FY 2028-2029:		distribute in the form of grants to cities and counties to assist
8 39	 \$	5,000,000	with the construction of highway overpasses and
9 1	FY 2029-2030:		underpasses across railway tracks. Interest or earnings on
9 2	 \$	5,000,000	moneys deposited in the Fund remain in the Fund at the
9 3	FY 2030-2031:		close of the fiscal year.
9 4	 \$	5,000,000	
9 5	14. TREASURER OF STATE		Rebuild Iowa Infrastructure Fund appropriation to the
9 6	For distribution in accordance with chapter 174 to qualified		Treasurer of State for distribution to county fair societies that
9 7	fairs that belong to the association of Iowa fairs for county		belong to the Association of Iowa Fairs.
9 8	fair vertical infrastructure improvements:		
9 9	FY 2026-2027:		DETAIL: County fair societies have received an annual
9 10	 \$	1,060,000	appropriation of at least \$1,060,000 since FY 1998. Funds
			are used for vertical infrastructure improvements at the 105

fairs in the Association. County fairs receive approximately \$10,095 each. Examples of facilities recently renovated or constructed include sheep barns, grandstand roofs, offices, Americans with Disabilities Act-compliant restrooms and showers, hoop buildings, cattle barns, community centers and exhibit buildings, main auditoriums, and horse barns.

9 11 Sec. 2. REVERSION. For purposes of section 8.33, unless
 9 12 specifically provided otherwise, unencumbered or unobligated
 9 13 moneys from an appropriation made in this division of this Act
 9 14 shall not revert but shall remain available for expenditure for
 9 15 the purposes designated until the close of the fiscal year that
 9 16 ends two years after the end of the fiscal year for which the
 9 17 appropriation is made. However, if the project or projects for
 9 18 which such appropriation was made are completed in an earlier
 9 19 fiscal year, unencumbered or unobligated moneys shall revert at
 9 20 the close of that same fiscal year.

Permits unencumbered or unobligated funds appropriated in Division I (RIIF) of this Act to remain available for expenditure until the end of FY 2029. However, if the project is completed in an earlier fiscal year, the unexpended moneys will revert at the end of that same fiscal year.

9 21 Sec. 3. Section 2.12B, subsection 2, Code 2026, is amended
 9 22 to read as follows:

CODE: Increases the standing appropriation from the RIIF to the State Capitol Maintenance Fund from \$500,000 to \$750,000.

9 23 2. There is appropriated from the rebuild Iowa
 9 24 infrastructure fund for deposit in the state capitol
 9 25 maintenance fund, for the fiscal year beginning July 1, 2018
 9 26 2026, and for each fiscal year thereafter, the sum of five
 9 27 seven hundred fifty thousand dollars.

DETAIL: In 2018, Iowa Acts chapter [1162](#) (FY 2029 Infrastructure Appropriations Act) established the State Capitol Maintenance Fund in Iowa Code section [2.12B](#). Moneys in the Fund are intended to be expended to maintain the Iowa State Capitol Building and the Ola Babcock Miller Building. The funding is under control of the Legislative Council.

9 28 DIVISION II
 9 29 TECHNOLOGY REINVESTMENT FUND

9 30 Sec. 4. TECHNOLOGY REINVESTMENT FUND —
 9 31 APPROPRIATIONS. There is appropriated from the technology
 9 32 reinvestment fund created in section 8.57C to the following
 9 33 state entities for the fiscal year beginning July 1, 2026, and
 9 34 ending June 30, 2027, the following amounts, or so much thereof
 9 35 as is necessary, to be used for the purposes designated:

9 36 1. DEPARTMENT OF CORRECTIONS
 9 37 a. For technology projects and upgrades:
 9 38 \$ 697,425
 9 39 b. Of the moneys appropriated to the department of
 10 1 corrections under paragraph "a", the department shall allocate
 10 2 not more than the following amounts for the following purposes:
 10 3 (1) For body cameras at corrections institutions:
 10 4 \$ 74,925
 10 5 (2) For personal data assistant devices at the Iowa
 10 6 correctional institution for women:
 10 7 \$ 34,363
 10 8 (3) For camera system upgrades at the Iowa state
 10 9 penitentiary in Fort Madison:
 10 10 \$ 500,000
 10 11 (4) For building automation at the Newton correctional
 10 12 facility:
 10 13 \$ 88,137

10 14 2. DEPARTMENT OF EDUCATION

10 15 a. (1) For the continued development and implementation
 10 16 of an educational data warehouse that will be utilized by
 10 17 teachers, parents, school district administrators, area
 10 18 education agency staff, department of education staff, and
 10 19 policymakers:
 10 20 \$ 600,000

10 21 (2) Of the moneys appropriated in this lettered paragraph,
 10 22 the department may use a portion for an e-transcript data
 10 23 system capable of tracking students throughout the students'
 10 24 education via interconnectivity with multiple schools.

Technology Reinvestment Fund (TRF) appropriation to the DOC for various technology projects and upgrades. Of the amount appropriated, the DOC must not spend more than the following amounts for the following purposes:

- Body cameras at corrections institutions = \$74,925
- Personal Data Assistant (PDA) replacements at the ICIW = \$34,393
- Camera system upgrades at the Iowa State Penitentiary (ISP) = \$500,000
- Completion of building automation system replacements at the Newton Correctional Facility (NCF) = \$88,137

Technology Reinvestment Fund appropriation to the Department of Education (DE) for continued development and implementation of the statewide education data warehouse.

DETAIL: The DE has received an annual appropriation of \$600,000 for the warehouse since FY 2008. The statewide education data warehouse is used in conjunction with systemwide improvements for education resources and accessibility of the resources. The data warehouse, known as EdInsight, is intended to create a combined education information system for teachers, parents, administrators, Area Education Agency (AEA) staff, policymakers, and others.

Allows the DE to use a portion of the funds appropriated for an e-transcript data system that can track students between multiple schools.

10 25 b. For maintenance and lease costs associated with
 10 26 connections for part III of the Iowa communications network:
 10 27 \$ 2,727,000

Technology Reinvestment Fund appropriation to the DE to pay the costs of maintenance and leases associated with Part III fiber connections for the Iowa Communications Network (ICN).

DETAIL: The DE has received an annual appropriation of \$2,727,000 for this purpose since FY 2007. The funding covers maintenance expenses and leases. The fiberoptic cable for Part III sites is leased from the private sector vendors that installed the cable.

The ICN administers leased digital data circuits to over 400 K-12 facilities, school districts, and AEAs. These leases and maintenance costs are a continuation of the Part III build-out project authorized during the 1995 Legislative Session. The funding is used for lease and maintenance expenses.

10 28 3. DEPARTMENT OF HEALTH AND HUMAN SERVICES

10 29 a. For costs associated with the design, development, and
 10 30 implementation of a new eligibility determination system:
 10 31 \$ 10,000,000

Technology Reinvestment Fund appropriation to the Department of Health and Human Services (HHS) for the costs associated with the design, development, and implementation of a new eligibility determination system.

DETAIL: This appropriation would fund the design, development, and implementation for the new eligibility determination system for the Supplemental Nutrition Assistance Program (SNAP), the Family Investment Program (FIP), and Refugee Cash Assistance (RCA) as required by 2023 Iowa Acts, Senate File [494](#) (Medicaid, Supplemental Nutrition Assistance Program (SNAP), Eligibility Verification Act).

10 32 b. For costs associated with integrating data sources into a
 10 33 new eligibility determination system:
 10 34 \$ 1,633,361

Technology Reinvestment Fund appropriation to the HHS for costs associated with integrating data sources into a new eligibility determination system.

DETAIL: This appropriation would fund the integration of data sources into the modernized eligibility determination system, including identity verification, identity fraud/theft,

10 35 c. For costs associated with implementing Medicaid work
 10 36 requirements, new eligibility redetermination requirements,
 10 37 and required information technology changes pursuant to
 10 38 federal Pub.L.No.119-21, commonly referred to as the One Big
 10 39 Beautiful Bill Act:
 11 1 \$ 3,473,690

asset verification, residency interface, comprehensive arrest data, wage reporting and similar information maintained by surrounding States, and income verification.

Technology Reinvestment Fund appropriation to the HHS for costs associated with implementing Medicaid work requirements, new eligibility redetermination requirements, and required information technology changes pursuant to the [One Big Beautiful Bill Act \(OBBBA\)](#).

DETAIL: This appropriation would fund the SNAP and Medicaid system changes for Medicaid work requirements and eligibility redetermination requirements from the OBBBA.

11 2 d. For technology costs associated with the state poison
 11 3 control center:
 11 4 \$ 42,080

Technology Reinvestment Fund appropriation to the HHS for the Iowa Poison Control Center (IPCC).

DETAIL: The General Assembly has appropriated \$34,000 for this purpose annually since FY 2021. The increase in funding will be used for one-time technology projects, including upgrading network cables, updating and replacing hardware, and website enhancement.

The IPCC offers free, confidential medical advice 24 hours per day, seven days per week, regardless of health insurance, immigration status, or language preference. Calls are answered by physicians, nurses, and pharmacists with highly specialized training in handling poison, with the goal of reducing emergency department visits and fatalities through in-home treatment. Funds are utilized as an administration match for the Children's Health Insurance Program (CHIP).

11 5 4. DEPARTMENT OF HOMELAND SECURITY AND EMERGENCY MANAGEMENT
 11 6 For the continuing implementation of a statewide mass
 11 7 notification and emergency messaging system:
 11 8 \$ 400,000

Technology Reinvestment Fund appropriation to the Department of Homeland Security and Emergency Management (HSEMD) for continued maintenance of a statewide mass notification and emergency messaging system.

DETAIL: The HSEMD has received an annual appropriation of \$400,000 each year from FY 2015 through estimated net FY 2026 from the TRF or RIIF. The funds are used to operate the Alert Iowa Statewide Messaging System. The System can be used by State and local authorities to quickly disseminate emergency information to residents in counties that utilize it. The System is available free of charge to all counties.

Approximately 93 of Iowa's 99 counties have now signed up to use the Alert Iowa Statewide Messaging System.

11 9 5. DEPARTMENT OF MANAGEMENT

11 10 a. For the continued development and implementation of
 11 11 a searchable database that can be placed on the internet for
 11 12 budget and financial information:
 11 13 \$ 45,000

Technology Reinvestment Fund appropriation to the Department of Management (DOM) for an online searchable budget and financial information database.

DETAIL: 2011 Iowa Acts, chapter [122](#) (FY 2011 Appropriations Adjustments Act), included a requirement that the DOM develop and make available to the public an online searchable database for budget and tax rate information with specified information included. Since FY 2018, the DOM has received an annual appropriation of \$45,000 for this project. The DOM has also used funding from the DOM operating budget to implement the project.

11 14 b. For the continued development and implementation of the
 11 15 comprehensive electronic grant management system:
 11 16 \$ 70,000

Technology Reinvestment Fund appropriation to the DOM for Iowa's Electronic Grant Management System.

DETAIL: IowaGrants.gov provides a single portal for potential applicants to search for open solicitations for ongoing grant programs offered by State agencies. The portal tracks all grants applied for and received by State agencies. Since FY 2018, the DOM has received an annual appropriation of \$50,000 or \$70,000 from the TRF for this purpose.

11 17 c. For the upgrade of the local government budget and
 11 18 property tax system:
 11 19 \$ 120,000

Technology Reinvestment Fund appropriation to the DOM for the Local Government Budget and Property Tax System.

11 20 d. For the annual licensing of a searchable database that is
 11 21 placed on the internet for budget and financial information:
 11 22 \$ 358,429

DETAIL: This appropriation will fund the ongoing maintenance and upgrades of the budget and property tax system used by local governments to submit information to the DOM. The DOM is required by statute to collect local government budgets. The DOM currently uses a number of applications to collect this information.

Technology Reinvestment Fund appropriation to the DOM to pay for licensure fees for online databases.

DETAIL: This appropriation funds the license for data.iowa.gov. This is a subscription to a platform that provides the public access to online data sets published by the Executive Branch.

11 23 e. For the security office of the chief information
 11 24 officer, including for statewide endpoint detection and
 11 25 response, cybersecurity incident investigation response, and
 11 26 miscellaneous purposes:
 11 27 \$ 2,947,658

Technology Reinvestment Fund appropriation to the DOM Security Office of the Chief Information Officer, including for statewide endpoint detection and response, cybersecurity incident investigation response, and miscellaneous purposes.

DETAIL: This appropriation will scale and modernize cybersecurity incident investigation and response technologies, providing additional automation of initial triage tasks, reduction of caseloads, and faster incident responses. The appropriation will also support continued endpoint detection and response with CrowdStrike. CrowdStrike is a software company with centralized endpoint protection for monitoring, protecting against, and investigating vulnerabilities. CrowdStrike provides year-round coverage for all State agencies, counties, and cities.

11 28 f. For the cost of equipment and computer software for the
 11 29 continued development and implementation of the Iowa integrated
 11 30 justice system:
 11 31 \$ 1,400,000

Technology Reinvestment Fund appropriation to the DOM for continued development and implementation of Iowa's integrated justice system.

DETAIL: Formerly called the Criminal Justice Information System (CJIS), the Iowa Integrated Justice (IIJ) system has received an annual appropriation of \$1,400,000 from the TRF since FY 2021. Until FY 2024, this funding was appropriated to the Department of Human Rights. In

					FY 2024 and FY 2025, this funding was appropriated to the HHS. The IIJ enables and facilitates the automated exchange of criminal justice information among local, State, and federal criminal justice agencies. The IIJ provides a real-time electronic information sharing system for members of the criminal justice community in Iowa. Current collaboration with other criminal justice systems includes the County Attorney ProLaw Case Management and Judicial Dialog Case Management systems, the Traffic and Criminal Software (TraCS) system, the Iowa Corrections Offender Network (ICON), Iowa Online Warrants and Articles, Judicial Branch information technology, and others. Funds are used for operation of the IIJ, further development, information technology and network hosting, and software needed for the IIJ.
11	32	g. For costs associated with the justice enterprise data			Technology Reinvestment Fund appropriation to the DOM for the Justice Data Warehouse (JDW).
11	33	warehouse:			
11	34	 \$	282,664		
					DETAIL: Since FY 2018, \$1,573,208 has been appropriated from the TRF for the JDW. This appropriation supports the maintenance and hosting costs of the JDW. The database is used to provide statistical information to State government entities regarding justice system activities. Examples of how the information is used include prison population forecasts, foster care notifications, recidivism analysis, and a number of other reports and analyses. Until FY 2024, this funding was appropriated to the Department of Human Rights. In FY 2024 and FY 2025, this funding was appropriated to the HHS.
11	35	h. For costs associated with the modernization of the			Technology Reinvestment Fund appropriation to the DOM for the costs associated with the modernization of the Mobile Architecture and Communications Handling (MACH) program and the TraCS program.
11	36	mobile architecture and communications handling program and the			
11	37	traffic and criminal software program:			
11	38	 \$	2,000,000		
11	39	6. DEPARTMENT OF PUBLIC SAFETY			Technology Reinvestment Fund appropriation to the DPS for costs associated with a new digital evidence management system.
12	1	For costs associated with a new digital evidence management			
12	2	system:			
12	3	 \$	300,000		

DETAIL: This appropriation would modernize the DPS's digital evidence storage systems in a cloud-based platform.

12 4 7. TREASURER OF STATE

12 5 a. For the ongoing costs associated with software used for
12 6 investment tracking:
12 7 \$ 192,000

Technology Reinvestment Fund appropriation to the Treasurer of State (TOS) for the costs associated with software relating to investment tracking.

DETAIL: This software would assist the TOS in tracking investments and monthly interest allocations.

12 8 b. For the ongoing costs associated with software used for
12 9 banking reconciliations:
12 10 \$ 228,000

Technology Reinvestment Fund appropriation to the TOS for the costs associated with software relating to banking reconciliations.

DETAIL: This software would assist the TOS's Office in daily bank and fund reconciliations with the State accounting system.

12 11 Sec. 5. REVERSION. For purposes of section 8.33, unless
12 12 specifically provided otherwise, unencumbered or unobligated
12 13 moneys from an appropriation made in this division of this Act
12 14 shall not revert but shall remain available for expenditure for
12 15 the purposes designated until the close of the fiscal year that
12 16 ends two years after the end of the fiscal year for which the
12 17 appropriation is made. However, if the project or projects for
12 18 which such appropriation was made are completed in an earlier
12 19 fiscal year, unencumbered or unobligated moneys shall revert at
12 20 the close of that same fiscal year.

Permits unencumbered or unobligated funds appropriated in Division II (TRF) of this Act to remain available for expenditure until the end of FY 2029. However, if the project is completed in an earlier fiscal year, the unexpended moneys will revert at the end of that same fiscal year.

12 21 Sec. 6. CONTINGENT APPROPRIATION FROM REBUILD IOWA
12 22 INFRASTRUCTURE FUND TO TECHNOLOGY REINVESTMENT FUND. There is
12 23 appropriated from the rebuild Iowa infrastructure fund created
12 24 in section 8.57 to the department of management for the fiscal
12 25 year beginning July 1, 2026, and ending June 30, 2027, the
12 26 following amount for deposit in the technology reinvestment
12 27 fund created in section 8.57C, if 2026 Iowa Acts, House File
12 28 1028, is enacted:
12 29 \$ 26,314,315

Makes a contingent appropriation from the Rebuild Iowa Infrastructure Fund to the Technology Reinvestment Fund if 2026 Iowa Acts, [House File 1028](#) (Department of Management, Records, Funds, and Contracts Act), is enacted.

DETAIL: House File 1028 strikes the standing appropriation to TRF from RIIF under Iowa Code section [8.57C\(3\)\(a\)](#). Section 7 of this Act amends Iowa Code section 8.57C(3)(a) to suspend the standing appropriation to the TRF for

FY 2027 and instead appropriates the money from the RIIF. House File 1028 eliminated the Code language being amended in Section 7 of the Act. This contingent appropriation was intended to ensure the same amount of funding from the RIIF to the TRF for FY 2027 is appropriated regardless of action on House File 1028.

NOTE: House File 1028 (Department of Management, Records, Funds, and Contracts Act) was passed by the General Assembly on April 30, 2026, and signed by the Governor on June 2, 2026.

12 30 Sec. 7. Section 8.57C, subsection 3, Code 2026, is amended
 12 31 to read as follows:
 12 32 3. a. There is appropriated from the general fund of
 12 33 the state to the technology reinvestment fund for the fiscal
 12 34 year beginning July 1, ~~2026~~ 2027, and for each fiscal year
 12 35 thereafter, the sum of seventeen million five hundred thousand
 12 36 dollars.

CODE: Suspends the General Fund standing appropriation of \$17,500,000 to the TRF for FY 2027.

NOTE: House File 1028 (Department of Management, Records, Funds, and Contracts Act), passed by the General Assembly on April 30, 2026, and signed by the Governor on June 2, 2026, eliminated the language specifying the General Fund annual standing appropriation of \$17.5 million to the TRF under Iowa Code section 8.57C)(3)(a). As a result, the action under House File 1028 supersedes the amendments to Iowa Code section [8.57C](#)(3) made in this Act.

12 37 b. There is appropriated from the rebuild Iowa
 12 38 infrastructure fund for the fiscal year beginning July 1,
 12 39 ~~2025~~ 2026, and ending June 30, ~~2026~~ 2027, the sum of ~~eighteen~~
 13 1 ~~million two hundred sixty-nine thousand two hundred seventeen~~
 13 2 ~~twenty-six million three hundred fourteen thousand three~~
 13 3 ~~hundred fifteen~~ dollars to the technology reinvestment fund,
 13 4 notwithstanding section 8.57, subsection 3, paragraph “c”.

CODE: Appropriates \$26,314,315 from the RIIF to the TRF for FY 2027.

NOTE: House File 1028 (Department of Management, Records, Funds, and Contracts Act), passed by the General Assembly on April 30, 2026, and signed by the Governor on June 2, 2026, eliminated this language being amended in Iowa Code section [8.57C](#)(3)(b). As a result, the action under House File 1028 supersedes the amendments to Iowa Code section [8.57C](#)(3) made in this Act. Instead, this same appropriation is made in section 6 of this Act.

13 5 DIVISION III
 13 6 CHANGES TO PRIOR APPROPRIATIONS

13 7 Sec. 8. 2023 Iowa Acts, chapter 118, section 2, is amended
13 8 to read as follows:

13 9 SEC. 2. REVERSION.

13 10 1. For purposes of section 8.33, unless specifically
13 11 provided in subsection 2 or otherwise, unencumbered or
13 12 unobligated moneys from an appropriation made in this division
13 13 of this Act shall not revert but shall remain available for
13 14 expenditure for the purposes designated until the close of
13 15 the fiscal year that ends two years after the end of the
13 16 fiscal year for which the appropriation is made. However,
13 17 if the project or projects for which such appropriation was
13 18 made are completed in an earlier fiscal year, unencumbered
13 19 or unobligated moneys shall revert at the close of that same
13 20 fiscal year.

13 21 2. For purposes of section 8.33, unencumbered or
13 22 unobligated moneys from an appropriation made in section 1,
13 23 subsection 12, paragraph "f", of this 2023 Iowa Act shall not
13 24 revert but shall remain available for expenditure for the
13 25 purposes designated until December 31, 2026.

13 26 Sec. 9. 2024 Iowa Acts, chapter 1155, section 1, subsection
13 27 1, paragraph b, subparagraph (1), as amended by 2025 Iowa Acts,
13 28 chapter 167, section 14, is amended to read as follows:

13 29 (1) Of the amount appropriated in this paragraph, the
13 30 department of administrative services shall allocate and use
13 31 the moneys necessary to improve and repair the steps on the
13 32 west side of the exterior of the capitol building and for
13 33 projects on the east side of the exterior of the capitol
13 34 building, as directed by the legislative branch, by ~~the close~~
13 35 ~~of the fiscal year that begins July 1, 2025~~ October 31, 2026.

13 36 Sec. 10. 2024 Iowa Acts, chapter 1155, section 2, is amended
13 37 to read as follows:

13 38 SEC. 2. REVERSION.

13 39 1. For purposes of section 8.33, unless specifically
14 1 provided in subsection 2 or otherwise, unencumbered or
14 2 unobligated moneys from an appropriation made in this division
14 3 of this Act shall not revert but shall remain available for
14 4 expenditure for the purposes designated until the close of
14 5 the fiscal year that ends two years after the end of the
14 6 fiscal year for which the appropriation is made. However,

CODE: Permits the FY 2024 appropriation of \$10,000,000 from the RIIF to the DOT for commercial service airport terminal improvements to remain available for expenditure until December 31, 2026. This appropriation was initially enacted in 2023 Iowa Acts, [Senate File 577](#) (FY 2024 Infrastructure Appropriations Act).

CODE: Extends the time frame for the DAS to use FY 2025 appropriated moneys to improve and repair the steps on the west side of the exterior of the Capitol building and for projects on the east side of the exterior of the Capitol building from June 30, 2026, to October 31, 2026.

CODE: Permits FY 2025 unencumbered or unobligated funds appropriated from the RIIF to the HHS for the Woodward tunnel decentralization project to remain available for expenditure until the end of FY 2028, or until the project is completed, whichever is earlier. This appropriation was initially enacted in 2024 Iowa Acts, [House File 2691](#) (FY 2025 Infrastructure Appropriations Act).

14 7 if the project or projects for which such appropriation was
 14 8 made are completed in an earlier fiscal year, unencumbered
 14 9 or unobligated moneys shall revert at the close of that same
 14 10 fiscal year.
 14 11 2. For purposes of section 8.33, unencumbered or
 14 12 unobligated moneys from an appropriation made for the fiscal
 14 13 year beginning July 1, 2024, in section 1, subsection 5,
 14 14 paragraph “e”, of this 2024 Iowa Act shall not revert but shall
 14 15 remain available for expenditure for the purposes designated
 14 16 until the close of the fiscal year that ends three years after
 14 17 the end of the fiscal year for which the appropriation was
 14 18 made, or until the project for which the appropriation was made
 14 19 is completed, whichever is earlier.

14 20 Sec. 11. EFFECTIVE DATE. This division of this Act, being
 14 21 deemed of immediate importance, takes effect upon enactment.

Specifies that Division III of this Act, which applies to changes to prior appropriations, is effective June 2, 2026.

14 22 DIVISION IV
 14 23 RENEWABLE FUEL INFRASTRUCTURE FUND

14 24 Sec. 12. STANDING APPROPRIATION — FY 2026-2027. In
 14 25 lieu of the appropriation provided in section 159A.17, the
 14 26 appropriation for the fiscal year beginning July 1, 2026, and
 14 27 ending June 30, 2027, from the general fund of the state to the
 14 28 renewable fuel infrastructure fund created in section 159A.16
 14 29 for the fiscal year is zero.

CODE: Makes inapplicable a \$5,000,000 standing appropriation from the General Fund to the RFIF for FY 2027.

14 30 DIVISION V
 14 31 REGIONAL SPORTS AUTHORITY DISTRICTS — FINANCIAL ASSISTANCE
 14 32 ELIGIBILITY

14 33 Sec. 13. Section 15E.321, Code 2026, is amended to read as
 14 34 follows:
 14 35 15E.321 REGIONAL SPORTS AUTHORITY DISTRICTS.

14 36 1. As used in this section, ~~“district”~~;
 14 37 a. “District” means a regional sports authority district
 14 38 certified under this section.
 14 39 b. “Entity” means an Iowa nonprofit organization established
 15 1 to promote economic development and tourism in an area within
 15 2 the state.

CODE: Adds the definition of “entity” to Iowa Code section [15E.321](#) (Regional Sports Authority Districts) to mean an Iowa nonprofit organization established to promote economic development and tourism in an area within the State.

15 3 ~~2. a.—A convention and visitors bureau~~ An entity may
 15 4 apply to the authority for certification of a regional sports
 15 5 authority district which may include more than one city
 15 6 and more than one convention and visitors bureau within the
 15 7 district and for financial assistance. The authority shall not
 15 8 certify more than ten such districts.
 15 9 ~~b.—If more than ten applications are received in any~~
 15 10 certification year, the The authority shall certify the
 15 11 districts on a competitive basis. In evaluating the
 15 12 applications an application for certification and financial
 15 13 assistance, the authority shall consider the economic impact to
 15 14 the activities proposed in the application provide to the state
 15 15 of the activities proposed in the application, the geographic
 15 16 diversity of the districts applying, the number of unique and
 15 17 innovative activities proposed to be supported by the district,
 15 18 and any other factors the authority deems relevant.

CODE: Makes the following changes related to applications and awards to Regional Sports Authority Districts:

- Removes the requirement that only a convention and visitors bureau can apply for certification of a Regional Sports Authority District and specifies that an entity may apply for certification and for financial assistance.
- Removes the limitation that the IEDA may only certify 10 Regional Sports Authority Districts.
- Adds the requirement that the IEDA should consider the number of unique and innovative activities to be supported by the district when evaluating applications.

15 19 3. Each district shall actively promote youth sports, high
 15 20 school athletic activities, the special olympics, and other
 15 21 ~~nonprofessional physical~~ sporting events in the local area.
 15 22 4. Each district may apply for and receive financial
 15 23 assistance under the sports tourism program established by the
 15 24 authority pursuant to section 15F.401.

CODE: Removes the requirement that a Regional Sports Authority District must promote nonprofessional sporting events and instead specifies that the events must be physical sporting events.

15 25 ~~5.—Each district shall be governed by a seven-member board~~
 15 26 ~~consisting of seven members appointed by the convention and~~
 15 27 ~~visitors bureau filing the application pursuant to subsection~~
 15 28 ~~2. At least three members of the board shall consist of city~~
 15 29 ~~council members of any cities located in the district. Each~~
 15 30 ~~board shall be responsible for administering programs designed~~
 15 31 ~~to promote the activities enumerated in subsection 3. A~~
 15 32 ~~district that received financial assistance from the authority~~
 15 33 ~~for an activity described in an application submitted pursuant~~
 15 34 ~~to subsection 2 shall submit a comprehensive report to the~~
 15 35 ~~authority on or before July 31 regarding activities that took~~
 15 36 ~~place between January 1 and June 30, and on or before January~~
 15 37 ~~31 for activities that took place between July 1 and December~~
 15 38 ~~31 of the previous year. The comprehensive report must detail~~
 15 39 ~~the return on investment, number of first-time visitors to the~~
 16 1 ~~state, and total number of hotel rooms occupied as a result of~~
 16 2 ~~the activity. The authority may request additional information~~

CODE: Eliminates the requirement that each Regional Sports Authority District be governed by a seven-member board. Adds a requirements that each Regional Sports Authority District must submit a report to the IEDA no later than 30 days after the final date of the activity detailing the return on investment, the number of new visitors, the total number of hotel rooms occupied, and any additional information as requested by the IEDA.

16 3 if the authority deems it necessary to evaluate an activity.

16 4 DIVISION VI

16 5 HEALTH AND HUMAN SERVICES — INFORMATION TECHNOLOGY

VETOED

VETOED: The Governor vetoed this Division stating that prohibiting the HHS from entering, amending, or extending contracts, purchase orders, agreements, or other financial obligations exceeding \$5,000,000 for major IT systems would halt IT modernization efforts across HHS, resulting in operational disruptions and potential legal and financial penalties. The Governor stated that the HHS and DOM have been directed to immediately conduct a thorough review of HHS spending as it relates to IT modernization efforts and submit a report of their findings to the General Assembly as soon as possible and no later than December 1, 2026.

16 6 Sec. 14. DEPARTMENT OF HEALTH AND HUMAN SERVICES —

16 7 LIMITATION ON OBLIGATION OF MONEYS — INFORMATION TECHNOLOGY

16 8 MODERNIZATION STUDY COMMITTEE.

16 9 1. Limitation on obligation of moneys.

16 10 a. Except as provided in paragraph “b”, and notwithstanding
16 11 any other provision of law to the contrary, for the fiscal year
16 12 beginning July 1, 2026, the department of health and human
16 13 services shall not enter into, amend, or extend a contract,
16 14 purchase order, interagency agreement, or other financial
16 15 obligation that will cost more than five million dollars,
16 16 individually or collectively, or commit the state to multiyear
16 17 financial obligations. This limitation applies to major
16 18 information technology system replacement, redevelopment,
16 19 or modernization, including but not limited to eligibility,
16 20 benefits administration, child welfare, child support, child
16 21 care, and Medicaid administration systems.

16 22 b. Paragraph “a” does not apply to information technology
16 23 changes that are necessary solely to comply with federal Pub.
16 24 L. No.119-21, commonly referred to as the One Big Beautiful
16 25 Bill Act, or state or federal law enacted to implement a
16 26 provision of Pub.L. No.119-21, if such law expressly requires
16 27 near-term implementation and the changes do not materially
16 28 advance broader system modernization or system replacement
16 29 efforts beyond what is minimally required to comply with the
16 30 applicable law.

Specifies that in FY 2027, regarding major information technology system replacement, redevelopment, or modernization, the HHS must not enter into, amend, or extend a contract, purchase order, interagency agreement, or other financial obligation that will cost more than \$5,000,000 or commit the State to multiyear financial obligations. This limitation does not apply to information technology changes needed to comply with the OBBBA if the changes do not materially advance broader system modernization or system replacement efforts.

16 31 2. Study committee.
 16 32 a. The department of health and human services, in
 16 33 consultation with the legislative services agency and the
 16 34 department of management, shall establish an information
 16 35 technology modernization study committee on or before August
 16 36 1, 2026, and the study committee shall conduct a comprehensive
 16 37 review of the department of health and human services'
 16 38 information technology systems, data architecture, and
 16 39 modernization strategy.

Requires the HHS, in consultation with the Legislative Services Agency (LSA) and the DOM, to establish an Information Technology Modernization Study Committee on or before August 1, 2026, to conduct a comprehensive review of the HHS's information technology systems, data architecture, and modernization strategy.

17 1 b. The study committee must include but is not limited to
 17 2 all of the following members:
 17 3 (1) One or more persons familiar with the information
 17 4 technology division and program division of the department of
 17 5 health and human services, appointed by the director of health
 17 6 and human services.
 17 7 (2) One or more persons from the legislative services
 17 8 agency, appointed by the director of the legislative services
 17 9 agency.
 17 10 (3) One or more persons from the division of information
 17 11 technology of the department of management, appointed by the
 17 12 director of the department of management.

Requires the following members to be included in the Study Committee:

- One or more persons familiar with the Technology Division and Program Division of the HHS, appointed by the HHS Director.
- One or more persons from the LSA, appointed by the LSA Director.
- One or more persons from the DOM Division of Information Technology (DoIT), appointed by the DOM Director.

17 13 c. The study committee must include all of the following ex
 17 14 officio members:
 17 15 (1) Two members of the senate, one appointed by the majority
 17 16 leader of the senate and one appointed by the minority leader
 17 17 of the senate.
 17 18 (2) Two members of the house of representatives, one
 17 19 appointed by the speaker of the house of representatives
 17 20 and one appointed by the minority leader of the house of
 17 21 representatives.

Requires the following ex officio members to be included in the Study Committee:

- Two members of the Senate, one appointed by the Major Leader and one appointed by the Minority Leader.
- Two members of the House, one appointed by the Speaker of the House and one appointed by the Minority Leader.

17 22 d. The committee may invite other persons to participate
 17 23 in committee meetings, including but not limited to persons
 17 24 from private sector firms, academic experts, and subject matter
 17 25 experts with demonstrated experience in large-scale system
 17 26 integration, data governance, fraud detection, and artificial
 17 27 intelligence-enabled platforms.

Authorizes the Study Committee to invite other persons to participate in meetings, included but not limited to private sector firms, academic experts, and subject matter experts with demonstrated experience in large-scale system integration, data governance, fraud detection, and AI-enabled platforms.

17 28 e. The study committee shall examine all major information
 17 29 technology systems currently used by the department of health
 17 30 and human services, including legacy systems and recently
 17 31 implemented platforms, and shall do all of the following:

17 32 (1) Identify redundancies, fragmentations, and
 17 33 interoperability gaps among systems.

17 34 (2) Assess the department's current ability to integrate
 17 35 data across programs and databases to detect errors, waste,
 17 36 fraud, and abuse.

17 37 (3) Evaluate options for developing or procuring a unified
 17 38 integrated architecture system capable of securely linking
 17 39 program databases and supporting advanced analytics and
 18 1 automation.

18 2 (4) Consider existing vendors supporting the department's
 18 3 current systems and alternative solutions offered by firms and
 18 4 experts specializing in modern, artificial intelligence-first,
 18 5 or cloud-native system design.

18 6 (5) Identify governance, procurement, and oversight
 18 7 structures necessary to ensure cost control, transparency, and
 18 8 long-term sustainability.

18 9 f. The study committee shall prioritize identifying a
 18 10 long-term solution that integrates department of health and
 18 11 human services databases across programs and enables timely
 18 12 detection of eligibility errors, improper payments, and
 18 13 fraudulent activity while reducing duplicative administrative
 18 14 processes.

18 15 g. The department of health and human services shall submit
 18 16 a report to the general assembly and the governor on or before
 18 17 January 1, 2027. The report must include the study committee's
 18 18 findings, recommended statutory or budgetary changes, estimated
 18 19 costs and timelines, and options for phased implementation.

18 20 3. REPEAL. This section is repealed July 1, 2027.

18 21 DIVISION VII
 18 22 RAILWAY TRACKS OVERPASS AND UNDERPASS FUND

Requires the Study Committee to examine all major information technology systems currently used by the HHS and do the following:

- Identify redundancies, fragmentations, and interoperability gaps among systems.
- Access the HHS's ability to integrate data across programs and databases to detect errors, waste, fraud, and abuse.
- Evaluate options for developing or procuring a unified integrated architecture system capable of securely linking program databases and supporting advanced analytics and automation.
- Consider existing vendors supporting the HHS's current systems and alternative solutions offered by firms and experts specializing in modern, AI-first or cloud-native system design.
- Identify governance, procurement, and oversight structures necessary to ensure cost control, transparency, and long-term sustainability.

Requires the Study Committee to prioritize identifying a long-term solution that integrates the HHS databases across programs and enables timely detection of eligibility errors, improper payments, and fraudulent activity while reducing duplicative administrative processes.

Requires the HHS to submit a report to the General Assembly and the Governor before January 1, 2027, detailing the Study Committee's findings, recommended statutory or budgetary changes, estimated costs and timelines, and options for phased implementation.

Repeals the Information Technology Modernization Study Committee on July 1, 2027.

18 23 Sec. 15. NEW SECTION 307.19 RAILWAY TRACKS OVERPASS AND
18 24 UNDERPASS FUND.

18 25 1. A railway tracks overpass and underpass fund is created
18 26 in the state treasury under the control of the department. The
18 27 fund shall consist of all moneys appropriated to the fund.

18 28 2. Moneys in the fund are appropriated to the department
18 29 to distribute in the form of grants to cities and counties
18 30 to assist with the construction of highway overpasses and
18 31 underpasses across railway tracks.

18 32 3. Notwithstanding section 12C.7, subsection 2, interest
18 33 or earnings on moneys deposited in the fund shall be credited
18 34 to the fund. Notwithstanding section 8.33, moneys in the fund
18 35 shall not revert at the close of a fiscal year.

18 36 DIVISION VIII
18 37 ECONOMIC DEVELOPMENT — FINANCIAL ASSISTANCE

18 38 Sec. 16. Section 15G.104, subsection 2, Code 2026, is
18 39 amended to read as follows:

19 1 2.—a. Moneys in the fund are appropriated to the authority
19 2 for purposes of providing financial assistance under the
19 3 program. The authority shall not use more than five percent
19 4 of the moneys in the fund at the beginning of each fiscal year
19 5 for purposes of administrative costs, technical assistance, and
19 6 other program support.

19 7 —b. ~~An entity that is awarded financial assistance pursuant~~
19 8 ~~to this chapter is not eligible to receive financial assistance~~
19 9 ~~under the sports tourism infrastructure program pursuant to~~
19 10 ~~chapter 15F, subchapter IV.~~

CODE: Establishes a Railway Tracks Overpass and Underpass Fund under the control of the Department of Transportation (DOT). Appropriates moneys to the DOT to provide grants to cities and counties to assist with the construction of highway overpasses and underpasses across railway tracks. Exempts moneys in the Railway Tracks Overpass and Underpass Fund from reversion requirements, allowing the Fund balance to carry forward to the next fiscal year. Allows the Fund to retain any interest or earnings on moneys deposited into the Fund.

CODE: Strikes the limitation that entities awarded financial assistance from the Iowa Major Events and Tourism Fund are ineligible to receive financial assistance under the Sports Tourism Infrastructure Program.

Infrastructure Appropriations by Fund – Senate File 2484

This spreadsheet shows new appropriations and changes to previously enacted appropriations for FY 2027, FY 2028, FY 2029, FY 2030, and FY 2031. Previously enacted appropriations and standing appropriations are not reflected in this spreadsheet.

Rebuild Iowa Infrastructure Fund (RIIF)		FY 2027	FY 2028	FY 2029	FY 2030	FY 2031
Administrative Services	Terrace Hill	\$ 1,000,000	-	-	-	-
	Major Maintenance IVH Paving Repairs	180,000	-	-	-	-
Agriculture and Land Stewardship	Water Quality Initiative	8,200,000	-	-	-	-
	Fertilizer Management	1,000,000	-	-	-	-
Blind	Building Repairs	250,000	-	-	-	-
Economic Development	Community Attraction and Tourism Fund	10,000,000	-	-	-	-
	Destination Iowa Fund	10,000,000	-	-	-	-
	Strategic Infrastructure Program Fund	10,000,000	-	-	-	-
	Hoover Presidential Library Renovation Projects	1,000,000	-	-	-	-
	Regional Sports Authorities	1,000,000	-	-	-	-
	Junior Olympics	250,000	-	-	-	-
	Facility Enhancements	7,000,000	-	-	-	-
Education	ISD - Giangreco Building Roof Repair	4,430,000	3,605,000	-	-	-
Health and Human Services	On With Life Infrastructure	4,000,000	-	-	-	-
Iowa Law Enforcement Academy	Firearms Range Training Facility	3,700,000	-	-	-	-
Iowa State Fair	Infrastructure Upgrades and Improvements	1,000,000	-	-	-	-
Legislative Branch	Capitol Building Maintenance (<i>standing appropriation</i>)	250,000	250,000	250,000	250,000	250,000
Management	Technology Reinvestment Fund	26,314,315	-	-	-	-
Natural Resources	Lake Restoration	9,600,000	-	-	-	-
	State Park Infrastructure	5,000,000	-	-	-	-
	Water Trails and Low Head Dams	1,500,000	-	-	-	-
	Derelict Building Program	1,000,000	-	-	-	-
Public Defense	Facility/Armory Maintenance	2,100,000	-	-	-	-
	Readiness Centers	2,100,000	-	-	-	-
	Camp Dodge Infrastructure Upgrades	550,000	-	-	-	-
	Sioux City Airport Runway	10,000,000	-	-	-	-
Public Safety	State Communication System	2,846,011	-	-	-	-
Regents	Tuition Replacement	25,000,000	-	-	-	-
	UNI - Public Policy Center at Commons	6,000,000	-	-	-	-
Transportation	Recreational Trails	2,500,000	-	-	-	-
	Railroad Revolving Loan and Grant Fund	2,000,000	-	-	-	-
	Commercial Air Service Vertical Infrastructure Grants	2,500,000	-	-	-	-
	General Aviation Vertical Infrastructure	1,500,000	-	-	-	-
	Public Transit Federal Grant Match	1,600,000	-	-	-	-
	Railroad Overpass and Underpass Grant Fund	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Treasurer	County Fair Infrastructure	1,060,000	-	-	-	-
Total Rebuild Iowa Infrastructure Fund		\$ 171,430,326	\$ 8,855,000	\$ 5,250,000	\$ 5,250,000	\$ 5,250,000

Infrastructure Appropriations by Fund – Senate File 2484

This spreadsheet shows new appropriations and changes to previously enacted appropriations for FY 2027, FY 2028, FY 2029, FY 2030, and FY 2031. Previously enacted appropriations and standing appropriations are not reflected in this spreadsheet.

Technology Reinvestment Fund (TRF)		FY 2027	FY 2028	FY 2028	FY 2030	FY 2031
Department of Corrections	Technology Projects	\$ 697,425	-	-	-	-
Education	Statewide Education Data Warehouse	600,000	-	-	-	-
	ICN Part III Maintenance/Leases	2,727,000	-	-	-	-
Health and Human Services	Public Assistance Oversight - SNAP FIP IT	10,000,000	-	-	-	-
	Public Assistance Oversight - Data Sources	1,633,361	-	-	-	-
	OBBBA IT Costs	3,473,690	-	-	-	-
	Poison Control Center	42,080	-	-	-	-
Homeland Sec. and Emer. Manag.	Alert Iowa Messaging System	400,000	-	-	-	-
Management	Searchable Online Database	45,000	-	-	-	-
	Electronic Grant Management System	70,000	-	-	-	-
	Local Gov't Budget & Property Tax System	120,000	-	-	-	-
	Data Portal License	358,429	-	-	-	-
	DOM DoIT Cybersecurity	2,947,658	-	-	-	-
	Iowa Integrated Justice System	1,400,000	-	-	-	-
	Justice Enterprise Data Warehouse	282,664	-	-	-	-
	DPS/DOT MACH & TraCS Modernization	2,000,000	-	-	-	-
Public Safety	Digital Evidence Management System	300,000	-	-	-	-
Treasurer of State	Clearwater Software	192,000	-	-	-	-
	Tyler Tech. Software	228,000	-	-	-	-
Total Technology Reinvestment Fund		\$ 27,517,307	\$ -	\$ -	\$ -	\$ -
Technology Reinvestment Fund Adjustment		\$ -26,314,315	\$ -	\$ -	\$ -	\$ -
Total Appropriations All Sources		\$ 172,633,318	\$ 8,855,000	\$ 5,250,000	\$ 5,250,000	\$ 5,250,000

Note: The Technology Reinvestment Fund adjustment removes \$26.3 million appropriated from the RIIF to the TRF. This adjustment prevents TRF funding from being counted twice.

Rebuild Iowa Infrastructure Fund — Senate File 2484

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Note: Previously enacted appropriations and standing appropriations are in bold.

	Enacted		Final Action FY 2027	Final Action FY 2028	Final Action FY 2029	Final Action FY 2030	Final Action FY 2031
	Actual FY 2025	Estimated Net FY 2026					
Revenues and Resources							
Balance Forward	\$ 110,576,986	\$ 102,642,276	\$ 67,132,314	\$ 19,386,723			
Adjustment to Balance Forward	5,615	49,882					
State Wagering Tax and Fee Revenues							
<i>Wagering Tax and Fees</i>	171,601,314	164,550,000	169,550,000	169,550,000	169,550,000	169,550,000	169,550,000
<i>License Fees</i>	4,006,000	4,007,000	4,007,000	4,007,000	4,007,000	7,000	7,000
<i>Revenue Bond Debt Service Fund Transfer</i>	12,914,761	10,650,000	10,650,000	10,650,000	10,650,000	10,650,000	10,650,000
<i>Federal Subsidy Holdback Fund Transfer</i>	3,908,905	3,931,777	3,750,000	3,750,000	3,750,000	3,750,000	3,750,000
Total State Wagering Taxes and Fees	192,430,980	183,138,777	187,957,000	187,957,000	187,957,000	183,957,000	183,957,000
Interest	49,189,488	30,200,000	22,800,000	22,800,000	22,800,000	22,800,000	22,800,000
MSA Tobacco Settlement Payments	11,113,084	9,809,093	9,003,633	9,003,633	9,003,633	9,003,633	9,003,633
Vision Iowa Fund Transfer	-	3,973,962	-	-	-	-	-
Vacant State Building Demolition Fund Transfer	-	24,800	-	-	-	-	-
Vacant State Building Rehabilitation Fund Transfer	-	1,146,765	-	-	-	-	-
Total Resources	\$ 363,316,153	\$ 330,985,555	\$ 286,892,947	\$ 239,147,357	\$ 219,760,633	\$ 215,760,633	\$ 215,760,633
Appropriations							
Administrative Services							
Major Maintenance	22,000,000	22,000,000	22,000,000	22,000,000	\$ 22,000,000	\$ -	\$ -
Major Maintenance West Capitol Steps	2,000,000	-	-	-	-	-	-
<i>Routine Maintenance (standing appropriation)</i>	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000	2,000,000
Elevator Upgrades/Replacements	5,364,500	-	-	-	-	-	-
Historical Building Sustainable Storage	-	5,000,000	-	-	-	-	-
Underground Railroad Markers	-	40,000	-	-	-	-	-
Terrace Hill	-	-	1,000,000	-	-	-	-
Major Maintenance IVH Paving Repairs	-	-	180,000	-	-	-	-
Agriculture & Land Stewardship							
Water Quality Initiative	8,200,000	8,200,000	8,200,000	-	-	-	-
Renewable Fuel Infrastructure Fund	10,000,000	10,000,000	-	-	-	-	-
Renewable Fuel Infrastructure Fund - Supplement	2,000,000	-	-	-	-	-	-
Renewable Fuel Infrastructure Fund - Corrective Awards	2,000,000	-	-	-	-	-	-
Fertilizer Management	1,000,000	1,000,000	1,000,000	-	-	-	-
Department for the Blind							
Building Repairs	225,600	559,000	250,000	-	-	-	-
Corrections							
CBC District 4 Central Office	-	4,163,847	2,775,898	-	-	-	-
Economic Development							
Community Attraction & Tourism Grants	10,000,000	10,000,000	10,000,000	-	-	-	-
Destination Iowa Fund	10,000,000	10,000,000	10,000,000	-	-	-	-
USS Iowa Battleship Deck Renovation	750,000	-	-	-	-	-	-
Strengthening Communities Grants - Rural YMCAs	250,000	-	-	-	-	-	-
Strategic Infrastructure Program Fund	-	-	10,000,000	-	-	-	-
Hoover Presidential Library Renovation Projects	-	-	1,000,000	-	-	-	-
Regional Sports Authorities	700,000	750,000	1,000,000	-	-	-	-
Junior Olympics	-	-	250,000	-	-	-	-
Facility Enhancements	-	-	7,000,000	-	-	-	-
Education							
ISD - Giangreco Building Roof Repair	-	-	4,430,000	3,605,000	-	-	-
Health and Human Services							
Major Projects - Woodward Tunnel Decentralization	14,500,000	14,275,000	-	-	-	-	-
Lucas Building Renovation	5,000,000	-	-	-	-	-	-
CCUSO Patient Doors Conversion	50,000	-	-	-	-	-	-
CCUSO Renovation	7,000,000	-	-	-	-	-	-
Iowa Medical Examiner Office Expansion	5,000,000	28,000,000	3,300,000	-	-	-	-
On With Life Infrastructure	-	-	4,000,000	-	-	-	-
Homeland Security and Emergency Management							
Levee Improvement Fund	10,000,000	-	-	-	-	-	-
Iowa Finance Authority							
<i>State Housing Trust Fund (standing appropriation)</i>	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000
Water Quality Financial Assistance Fund*	-	-	8,000,000	-	-	-	-
Rural Iowa Infrastructure Bank Program Fund*	-	-	10,000,000	-	-	-	-

Rebuild Iowa Infrastructure Fund — Senate File 2484

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Note: Previously enacted appropriations and standing appropriations are in bold.

	Enacted		Final Action FY 2027	Final Action FY 2028	Final Action FY 2029	Final Action FY 2030	Final Action FY 2031
	Actual FY 2025	Estimated Net FY 2026					
Iowa Law Enforcement Academy							
Driving Training Facility	-	15,000,000	-	-	-	-	-
Firearms Range Training Facility	-	-	3,700,000	-	-	-	-
Iowa State Fair							
Agriculture Facility	-	2,500,000	2,500,000	-	-	-	-
Infrastructure Upgrades and Improvements	-	-	1,000,000	-	-	-	-
Judicial Branch							
Judicial Building Improvements	475,000	-	-	-	-	-	-
Dallas County Courthouse Renovation and Furniture	481,200	-	-	-	-	-	-
Johnson County Courthouse Renovation and Furniture	111,000	-	-	-	-	-	-
Legislative Branch							
<i>Capitol Building Maintenance (standing appropriation)</i>	500,000	500,000	750,000	750,000	750,000	750,000	750,000
Management							
<i>Environment First Fund (standing appropriation)</i>	42,000,000	42,000,000	42,000,000	42,000,000	42,000,000	42,000,000	42,000,000
Technology Reinvestment Fund	21,131,873	18,269,217	26,314,315	-	-	-	-
Natural Resources							
Lake Restoration & Water Quality	9,600,000	9,600,000	9,600,000	-	-	-	-
State Park Infrastructure	5,000,000	5,000,000	5,000,000	-	-	-	-
One-Time State Park Infrastructure - ADA Compliance	1,000,000	-	-	-	-	-	-
Water Trails and Low Head Dam Grants	1,500,000	1,500,000	1,500,000	-	-	-	-
Community Forestry Grant Program	250,000	-	-	-	-	-	-
Derelict Building Program	-	-	1,000,000	-	-	-	-
Public Defense							
Facility/Armory Maintenance	2,100,000	2,100,000	2,100,000	-	-	-	-
Statewide Modernization - Readiness Centers	2,100,000	2,100,000	2,100,000	-	-	-	-
Camp Dodge Infrastructure Upgrades	550,000	550,000	550,000	-	-	-	-
Sioux City Airport Runway	-	-	10,000,000	-	-	-	-
Public Safety							
Statewide Communications System	6,424,379	6,486,177	2,846,011	-	-	-	-
DPS Equipment Fund	2,500,000	-	-	-	-	-	-
Regents							
Tuition Replacement	26,500,000	25,600,000	25,000,000	-	-	-	-
UNI - Industrial Technology Center	3,850,000	-	-	-	-	-	-
Iowa Lakeside Lab Infrastructure	3,000,000	3,000,000	-	-	-	-	-
UNI - Public Policy Center at Commons	-	1,000,000	6,000,000	-	-	-	-
Transportation							
Recreational Trails	2,500,000	2,500,000	2,500,000	-	-	-	-
Recreational Trails Supplement	1,000,000	-	-	-	-	-	-
Public Transit Vertical Infrastructure Grants	1,500,000	1,200,000	-	-	-	-	-
Railroad Revolving Loan and Grant	2,000,000	2,000,000	2,000,000	-	-	-	-
Comm. Air Service Vertical Infrastructure Grants	1,900,000	1,900,000	2,500,000	-	-	-	-
General Aviation Vertical Infrastructure Grants	1,000,000	1,000,000	1,500,000	-	-	-	-
Public Transit Federal Grant Match	-	-	1,600,000	-	-	-	-
Railroad Overpass and Underpass Grant Fund	-	-	5,000,000	5,000,000	5,000,000	5,000,000	5,000,000
Treasurer							
County Fair Infrastructure	1,060,000	1,060,000	1,060,000	-	-	-	-
Veterans Affairs							
Cemetery Equipment Replacement	168,388	-	-	-	-	-	-
Net Appropriations	\$ 261,241,940	\$ 263,853,241	\$ 267,506,224	\$ 78,355,000	\$ 74,750,000	\$ 52,750,000	\$ 52,750,000
Reversions	(568,063)	-	-	-	-	-	-
Ending Balance	\$ 102,642,276	\$ 67,132,314	\$ 19,386,723	\$ 160,792,357	\$ 145,010,633	\$ 163,010,633	\$ 163,010,633

Note: Estimated revenues for FY 2028 - FY 2031 are based on the FY 2027 estimates and are used for illustrative purposes only. The balance forward for FY 2029 - FY 2031 is excluded to prevent double counting.

*Appropriations were made in House File 2771 (FY 2027 Agriculture and Natural Resources Appropriations Act).

Technology Reinvestment Fund — Senate File 2484

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	Actual FY 2025	Estimated Net FY 2026	Final Action FY 2027
Resources			
Beginning Balance	\$ 121,924	\$ 1,236,992	\$ 1,202,992
RIIF Appropriation	21,131,873	18,269,217	26,314,315
General Fund Appropriation	-	-	-
Total Resources	\$ 21,253,797	\$ 19,506,209	\$ 27,517,307
Appropriations			
Attorney General's Office			
Cybersecurity & Technology	\$ 278,503	\$ -	\$ -
Corrections			
Technology Projects	-	3,013,466	697,425
Camera System Upgrades at DOC Institutions	2,464,779	-	-
IMCC Pharmacy Pill Counting Machines	200,000	-	-
IMCC Network Switch Replacement	100,000	-	-
ICIW Network Switch Replacement	500,000	-	-
ICIW and IMCC Server Replacement	200,000	-	-
CBC Technology Updates	139,500	-	-
Economic Development Authority			
Enterprise Management System	-	5,375,000	-
Education			
Statewide Education Data Warehouse	600,000	600,000	600,000
ICN Part III Maintenance & Leases	2,727,000	2,727,000	2,727,000
Iowa PBS Digital Asset Management System	196,000	-	-
Health and Human Services			
Medicaid Technology	1,335,178	-	-
Criminal Justice Info System (CJIS) Integration	1,400,000	-	-
Justice Data Warehouse	282,664	-	-
MEME Maintenance and Operations	330,000	-	-
Public Assistance Oversight - SNAP FIP IT	-	-	10,000,000
Public Assistance Oversight - Data Sources	-	-	1,633,361
OBBA IT Costs	-	-	3,473,690
Poison Control Center	34,000	34,000	42,080
Homeland Security and Emergency Management			
Mass Notification and Emer. Messaging System	400,000	400,000	400,000
Management			
Searchable Online Database	45,000	45,000	45,000
Electronic Grant Management System	70,000	70,000	70,000
Local Government Budget & Property Tax System	120,000	120,000	120,000
Data Portal License	382,131	358,429	358,429
DOM DoIT Cybersecurity	2,947,658	2,947,658	2,947,658
Iowa Integrated Justice (IJ)	-	1,400,000	1,400,000
Justice Data Warehouse	-	282,664	282,664
Justice Data Warehouse Transition	-	290,000	-
DPS/DOT MACH & TraCS Modernization	-	-	2,000,000
Natural Resources			
Law Enforcement Radios	1,565,000	-	-
Public Defense			
Technology Projects	-	220,000	-

Technology Reinvestment Fund — Senate File 2484

LSA Staff Contact: Maria Wagenhofer (515.281.5270) maria.wagenhofer@legis.iowa.gov

	Actual FY 2025	Estimated Net FY 2026	Final Action FY 2027
Public Safety			
Digital Evidence Management System	-	-	300,000
Revenue			
Tax System Modernization	4,070,460	-	-
Secretary of State			
Cyber Technology	324,000	-	-
Treasurer of State			
Clearwater Software	192,000	192,000	192,000
Tyler Tech. Software	228,000	228,000	228,000
Total Appropriations	\$ 21,131,873	\$ 18,303,217	\$ 27,517,307
Estimated Reversions	-1,115,068	-	-
Ending Balance	\$ 1,236,992	\$ 1,202,992	\$ 0

NOTE: House File 1028 (Department of Management, Records, Funds, and Contracts Act) requires, beginning in FY 2028, that moneys in the Technology Reinvestment Fund (TRF) be appropriated by the General Assembly to the Department of Management (DOM) to be used to implement State information technology projects. The DOM is required to provide a prioritized list of proposed projects for funding from the TRF to the Governor to develop budgetary recommendations for the General Assembly.

FUNDING SUMMARY

Other Funds FY 2027: Appropriates a total of \$495.3 million and 2,657.0 full-time equivalent (FTE) positions in FY 2027 to the Department of Transportation (DOT). This includes \$76.6 million and 294.0 FTE positions from the Road Use Tax Fund (RUTF) and \$418.7 million and 2,363.0 FTE positions from the Primary Road Fund (PRF). These appropriations include a standing appropriation of \$225,000 from the RUTF for personal delivery of services. These appropriations represent a net decrease of \$18.2 million compared to estimated net FY 2026.

MAJOR INCREASES/DECREASES/TRANSFERS OF EXISTING PROGRAMS

Appropriates a total of \$366.3 million for Transportation Operations, including salaries, support, maintenance, and miscellaneous purposes. This includes \$17.7 million from the RUTF and \$348.6 million from the PRF. This is a decrease of \$6.9 million compared to estimated net FY 2026.	Page 2, Line 5
Appropriates a total of \$13.0 million for utility services payments to the Department of Administrative Services (DAS) and the Department of Management (DOM). This includes \$1.8 million from the RUTF and \$11.2 million from the PRF. This is an increase of \$9.4 million compared to estimated net FY 2026.	Page 2, Line 10
Appropriates a total of \$5.0 million for payments to the DAS for workers' compensation. This includes \$200,000 from the RUTF and \$4.8 million from the PRF. This is an increase of \$1.2 million compared to estimated net FY 2026.	Page 2, Line 15
Appropriates a total of \$195,000 from the PRF for transportation maps. This is an increase of \$195,000 compared to estimated net FY 2026. Funding for transportation maps is appropriated every other year. Funding of \$195,000 was last appropriated in FY 2025.	Page 4, Line 1
Appropriates a total of \$23.6 million from the PRF for inventory and equipment replacement. This is a decrease of \$17.2 million from the PRF compared to estimated net FY 2026 due to savings in fleet replacement costs and a shift in funding from inventory and equipment replacement to transportation operations.	Page 4, Line 3
Appropriates a total of \$7.3 million from the PRF to Facility Major Maintenance and Enhancements. This is an increase of \$1.0 million compared to estimated net FY 2026 to fund projects to lower ongoing utility costs.	Page 4, Line 8

Appropriates a total of \$13.0 million from the PRF to replace the Alton DOT garage facility. This is a new appropriation for FY 2027.

Page 4, Line 12

CHANGES TO PRIOR APPROPRIATIONS

Permits any unencumbered or unobligated funds remaining from the FY 2024 appropriation for the Davenport Highway Operations Complex to remain available through FY 2028.

Page 4, Line 24

STUDIES AND INTENT

Nonreversion

Permits any unencumbered or unobligated funds remaining at the close of FY 2027 for the Motor Vehicle Division (MVD) field facility maintenance projects and the Archon Registration and Titling System (ARTS) modernization to remain available for expenditure through FY 2030. Appropriations for projects that are completed before the end of a fiscal year shall revert at the end of the same fiscal year.

Page 3, Line 3

Permits any unencumbered or unobligated funds remaining at the close of FY 2027 for the facility major maintenance projects, the facility routine maintenance projects, and renovation of the Alton DOT garage facility to be available for expenditure through FY 2030. Appropriations for projects that are completed before the end of the fiscal year shall revert at the end of the same fiscal year.

Page 4, Line 14

EFFECTIVE DATE

This Act takes effect July 1, 2026.

Page 1, Line 6

ENACTMENT DATE

This Act was approved by the General Assembly on May 2, 2026, and signed by the Governor on June 2, 2026.

STAFF CONTACT: Garry Martin (515.281.4611) garry.martin@legis.iowa.gov

1 6 Section 1. ROAD USE TAX FUND — FY 2026-2027. There is
1 7 appropriated from the road use tax fund created in section
1 8 312.1 to the department of transportation for the fiscal year
1 9 beginning July 1, 2026, and ending June 30, 2027, the following
1 10 amounts, or so much thereof as is necessary, to be used for the
2 1 purposes designated:
2 2 1. For salaries, support, maintenance, and miscellaneous
2 3 purposes, and for not more than the following full-time
2 4 equivalent positions:

2 5 a. Transportation operations:
2 6 \$ 17,723,539

Road Use Tax Fund (RUTF) appropriation for Transportation Operations including salaries, support, maintenance, and miscellaneous purposes.

DETAIL: Transportation Operations also receives an appropriation from the Primary Road Fund (PRF) of \$348,619,071 in this Act for a total of \$366,342,610. This is a total decrease in combined funding of \$6,874,978 compared to estimated net FY 2026.

NOTE: This is a net decrease of \$343,749 from the RUTF and a net decrease of \$6,531,229 from the PRF due to the following changes:

- An increase of \$1,458,471 from the PRF and \$76,762 from the RUTF to shift funding from the Inventory and Equipment line item to Transportation Operations due to a new equipment capitalization threshold. This change will result in additional equipment being purchased directly from the Transportation Operations appropriations and less equipment being purchased from the Materials and Equipment Revolving Fund, which is funded by the Inventory and Equipment Replacement appropriation.
- An increase of \$984,200 from the PRF and \$51,800 from the RUTF to align equipment depreciation costs from the Inventory and Equipment Replacement line item.
- A decrease of \$8,973,900 from the PRF and \$472,311 from the RUTF to shift funding from the Transportation Operations line item to the Department of Administrative Services (DAS) and Department of Management (DOM)

					Division of Information Technology (DoIT) Utility Services line item to better align costs for information technology (IT) staff.
2	7	b. Motor vehicles:			
2	8	 \$	34,234,969		Road Use Tax Fund appropriation to the Department of Transportation (DOT) for the Motor Vehicle Division (MVD).
2	9	 FTEs	294.00		
					DETAIL: Maintains the current level of funding and full-time equivalent (FTE) positions compared to estimated net FY 2026.
					NOTE: The MVD is responsible for administering and enforcing federal and State motor vehicle laws and regulations, including testing, licensing, and sanctioning of all drivers. The MVD maintains and oversees driver- and vehicle-related functions, including all driver history files, central issuance of driver's licenses, crash reports, vehicle titles, vehicle registrations, driver offenses, permits, county-based registrations, issuance of special plates, and driver safety and education.
2	10	2. For payments to the department of administrative			
2	11	services and the department of management for utility services:			Road Use Tax Fund appropriation to the DOT for payment to the DAS and DOM for personnel and utility services.
2	12	 \$	1,823,348		
					DETAIL: This is an increase of \$1,322,470 compared to estimated net FY 2026 to better align costs for IT staff that are currently funded through the Transportation Operations appropriation. The DOT also receives an appropriation from the PRF of \$11,200,563 for DAS and DOM DoIT utility services in this Act for a total appropriation of \$13,023,911. This combined funding is an increase of \$9,446,211 compared to estimated net FY 2026.
					NOTE: State agencies are required to purchase certain utility services through the DAS. Utility services include human resources, general services such as the DOT office space, and use of the State's accounting system. State agencies also receive IT services, such as infrastructure, software development, and security services, from the DOM DoIT. Fees charged to State agencies for services provided by the DAS and DOM DoIT are reviewed and adjusted annually.

PG LN	GA:91 SF2478	Explanation
2 13 2 14	3. For unemployment compensation: \$ 7,000	Road Use Tax Fund appropriation to the DOT for the payment of unemployment compensation costs. DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The DOT also receives an appropriation of \$138,000 for unemployment compensation from the PRF in this Act for a total appropriation of \$145,000. This combined funding represents no change compared to estimated net FY 2026.
2 15 2 16 2 17 2 18	4. For payments to the department of administrative services for paying workers' compensation claims under chapter 85 on behalf of employees of the department of transportation: \$ 199,907	Road Use Tax Fund appropriation to the DOT for the payment of workers' compensation costs. DETAIL: This is an increase of \$46,228 compared to estimated net FY 2026 due to an increase in workers' compensation costs. The DOT also receives an appropriation of \$4,835,877 for workers' compensation costs from the PRF in this Act for a total appropriation of \$5,035,784. This combined funding is an increase of \$1,155,700 compared to estimated net FY 2026.
2 19 2 20 2 21	5. For payment to the general fund of the state for indirect cost recoveries: \$ 90,000	Road Use Tax Fund appropriation to the DOT for payment of indirect cost recoveries to the General Fund. DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The DOT also receives an appropriation of \$660,000 for indirect cost recoveries from the PRF in this Act for a total appropriation of \$750,000. This combined funding represents no change compared to estimated net FY 2026. NOTE: Iowa Code section 8A.505 requires all agencies funded by resources other than the State General Fund to make payments to the General Fund for recovery of indirect costs associated with centralized services provided by other State agencies that receive funding from the General Fund, such as services from the Treasurer of State (TOS) for cash receipt collection and warrant redemption.

2 22 6. For reimbursement to the auditor of state for audit
 2 23 expenses as provided in section 11.5B:
 2 24 \$ 107,884

Road Use Tax Fund appropriation to the DOT for State Auditor reimbursement.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The DOT also receives an appropriation of \$662,716 for State Auditor expenses from the PRF in this Act for a total appropriation of \$770,600. This combined funding represents no change compared to estimated net FY 2026.

2 25 7. For automation, telecommunications, and related costs
 2 26 associated with the county issuance of driver's licenses and
 2 27 vehicle registrations and titles:
 2 28 \$ 1,406,000

Road Use Tax Fund appropriation to the DOT to support the issuance of driver's licenses, vehicle registrations, and titles at county treasurer offices throughout the State.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The appropriation is used for electronic processing of debit and credit cards for payment of driver's license fees, nonoperator identification card fees, and civil penalties at county treasurer sites.

NOTE: In addition to this appropriation, and in accordance with Iowa Code section [312.2](#), the DOT receives an annual RUTF standing appropriation of \$650,000 for the purchase of automation and telecommunications equipment and to fund support for issuing vehicle registrations, titles, and driver's licenses at county treasurer offices.

2 29 8. For costs associated with participation in the
 2 30 Mississippi river parkway commission:
 2 31 \$ 40,000

Road Use Tax Fund appropriation to the DOT for the Mississippi River Parkway Commission (MRPC).

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. This appropriation will fund annual organization dues and operational costs of the MRPC.

NOTE: The MRPC is a multistate organization that is comprised of the states bordering the Mississippi River. Each state has its own individual commission. The governors of the member states appoint one member each to serve a four-year term on the MRPC. In addition to those members appointed by state

					governors, there are seven advisory ex officio members of the MRPC. The MRPC meets quarterly.
2	32	9.	For costs associated with the traffic and criminal		Road Use Tax Fund appropriation to the DOT for the
2	33		software program and the mobile architecture and communications		maintenance of the Traffic and Criminal Software (TraCS) and
2	34		handling program:		Mobile Architecture and Communications Handling (MACH)
2	35		 \$	300,000	systems.
					DETAIL: Maintains the current level of funding compared to
					estimated net FY 2026. This appropriation will support program
					administration and future project enhancements.
					NOTE: The TraCS system collects vehicle collision data from
					law enforcement agencies and provides an electronic platform
					for citations. The MACH system enables the sharing of
					information among public safety agencies. The systems provide
					enhanced dispatch features and other communications features.
2	36	10.	For motor vehicle division field facility maintenance		Road Use Tax Fund appropriation to the DOT for MVD field
2	37		projects at various locations:		facility maintenance projects at various locations throughout
2	38		 \$	400,000	the State.
					DETAIL: Maintains the current level of funding compared to
					estimated net FY 2026. Funds are used to maintain driver's
					license stations.
2	39	11.	For costs associated with motor vehicle division		Road Use Tax Fund appropriation to the DOT for the Archon
3	1		systems modernization:		Registration and Titling System (ARTS) modernization.
3	2		 \$	20,000,000	DETAIL: Maintains the current level of funding compared to
					estimated net FY 2026. The funds are used to facilitate the
					modernization of the current driver and vehicle record
					system, ARTS. The ARTS is a system used by the DOT for
					recordkeeping and issuing dealer plates and license
					renewals. This is the second year of a three-year capitals
					project with estimated out-year costs of \$20,000,000 in
					FY 2028.

3 3 For purposes of section 8.33, unless specifically provided
3 4 otherwise, moneys appropriated in subsections 10 and 11 that
3 5 remain unencumbered or unobligated shall not revert but shall
3 6 remain available for expenditure for the purposes designated
3 7 until the close of the fiscal year that ends three years
3 8 after the end of the fiscal year for which the appropriation
3 9 was made. However, if the project or projects for which the
3 10 appropriation was made are completed in an earlier fiscal year,
3 11 unencumbered or unobligated moneys shall revert at the close of
3 12 that same fiscal year.

CODE: Permits any unencumbered or unobligated funds remaining at the close of FY 2027 for the MVD field facility maintenance projects and the ARTS modernization to remain available for expenditure through FY 2030. Appropriations for projects that are completed before the end of a fiscal year shall revert at the end of the same fiscal year.

3 13 Sec. 2. PRIMARY ROAD FUND — FY 2026-2027. There is
3 14 appropriated from the primary road fund created in section
3 15 313.3 to the department of transportation for the fiscal year
3 16 beginning July 1, 2026, and ending June 30, 2027, the following
3 17 amounts, or so much thereof as is necessary, to be used for the
3 18 purposes designated:

3 19	1. For transportation operations salaries, support,	
3 20	maintenance, and miscellaneous purposes, and for not more than	
3 21	the following full-time equivalent positions:	
3 22	 \$	348,619,071
3 23	 FTEs	2,363.00

Primary Road Fund appropriation for Transportation Operations, including salaries, support, maintenance, and miscellaneous purposes.

DETAIL: Transportation Operations also receives an appropriation from the RUTF of \$17,723,539 in this Act for a total of \$366,342,610. This is a total decrease in combined funding of \$6,874,978 compared to estimated net FY 2026. Maintains the current level of FTE positions compared to estimated net FY 2026.

NOTE: This is a net decrease of \$6,531,229 from the PRF and \$343,749 from the RUTF due to the following changes:

- An increase of \$1,458,471 from the PRF and \$76,762 from the RUTF to shift funding from the Inventory and Equipment line item to Transportation Operations due to a new equipment capitalization threshold. This change will result in additional equipment being purchased directly from the Transportation Operations appropriations and less equipment being purchased from the Materials and Equipment Revolving Fund, which is funded by the Inventory and Equipment Replacement appropriation.

			• An increase of \$984,200 from the PRF and \$51,800 from the RUTF to align equipment depreciation costs from the Inventory and Equipment Replacement line item. • A decrease of \$8,973,900 from the PRF and \$472,311 from the RUTF to shift funding from the Transportation Operations line item to the DAS and DOM DoIT Utility Services line item to better align costs for IT staff.
3 24	2. For payments to the department of administrative		Primary Road Fund appropriation to the DOT for payment to the DAS and DOM for personnel and utility services. DETAIL: This is an increase of \$8,123,741 compared to estimated net FY 2026 to better align costs for IT staff that are currently funded through the Transportation Operation appropriation. The DOT also receives an appropriation from the RUTF of \$1,823,348 for DAS and DOM DoIT Utility Services in this Act for a total appropriation of \$13,023,911. This combined funding is an increase of \$9,446,211 compared to estimated net FY 2026. NOTE: State agencies are required to purchase certain utility services through the DAS. Utility services include human resources, general services such as the DOT office space in the Lucas State Office Building, and use of the State's accounting system. State agencies also receive IT services, such as infrastructure, software development, and security services, from the DOM. Fees charged to State agencies for services provided by the DAS and DOM DoIT are reviewed and adjusted annually.
3 25	services and the department of management for utility services:		
3 26	 \$	11,200,563	
3 27	3. For unemployment compensation:		Primary Road Fund appropriation to the DOT for the payment of unemployment compensation costs. DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The DOT also receives an appropriation of \$7,000 for unemployment compensation from the RUTF in this Act for a total appropriation of \$145,000. This combined funding represents no change compared to estimated net FY 2026.
3 28	 \$	138,000	

3 29 4. For payments to the department of administrative
 3 30 services for paying workers' compensation claims under
 3 31 chapter 85 on behalf of the employees of the department of
 3 32 transportation:
 3 33 \$ 4,835,877

Primary Road Fund appropriation to the DOT for the payment of workers' compensation costs.

DETAIL: This is an increase of \$1,109,472 compared to estimated net FY 2026 due to an increase in workers' compensation costs. The DOT also receives an appropriation of \$199,907 for workers' compensation costs from the RUTF in this Act for a total appropriation of \$5,035,784. This combined funding is an increase of \$1,155,700 compared to estimated net FY 2026.

3 34 5. For payment to the general fund of the state for indirect
 3 35 cost recoveries:
 3 36 \$ 660,000

Primary Road Fund appropriation to the DOT for payment of indirect cost recoveries to the General Fund.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The DOT also receives an appropriation of \$90,000 from the RUTF for indirect cost recoveries in this Act for a total appropriation of \$750,000. This combined funding represents no change compared to estimated net FY 2026.

NOTE: Iowa Code section [8A.505](#) requires the DOT to make payments to the General Fund for recovery of indirect costs associated with centralized services provided by other State agencies that receive funding from the General Fund, such as services from the TOS for cash receipt collection and warrant redemption.

3 37 6. For reimbursement to the auditor of state for audit
 3 38 expenses as provided in section 11.5B:
 3 39 \$ 662,716

Primary Road Fund appropriation to the DOT for State Auditor reimbursement.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026. The DOT also receives an appropriation of \$107,884 from the RUTF for State Auditor expenses in this Act for a total appropriation of \$770,600. This combined funding represents no change compared to estimated net FY 2026.

4 1 7. For costs associated with producing transportation maps:
 4 2 \$ 195,000

Primary Road Fund appropriation to the DOT for transportation maps.

DETAIL: This is an increase of \$195,000 for transportation maps compared to estimated net FY 2026.

NOTE: Funding for transportation maps is appropriated every other year. Funding of \$195,000 was last appropriated in FY 2025.

4 3 8. For inventory and equipment replacement:
 4 4 \$ 23,623,165

Primary Road Fund appropriation to the DOT for inventory and equipment replacement.

DETAIL: This is a decrease of \$17,195,075 compared to estimated net FY 2026 due to the following changes:

- A decrease of \$14,623,842 due to savings in fleet replacement costs related to operational efficiencies and a reduction in one-time funding from FY 2026 for supply chain issues.
- A decrease of \$1,535,233 to shift funding to Transportation Operations due to a new equipment capitalization threshold. This change will result in additional equipment being purchased from the Materials and Equipment Revolving Fund, which is funded by the Inventory and Equipment Replacement appropriation.
- A decrease of \$1,036,000 due to equipment depreciation costs aligned to the Transportation Operations line item.

4 5 9. For costs associated with the statewide interoperability
 4 6 network:
 4 7 \$ 442,162

Primary Road Fund appropriation for the Statewide Interoperable Communications System.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026.

NOTE: Interoperability of communications addresses the need for prompt communications between law enforcement and first responders during natural disasters or for responses to criminal activity.

4 8 10. For facility major maintenance and enhancement:
 4 9 \$ 7,300,000

Primary Road Fund appropriation to the DOT for improvements to DOT facilities.

DETAIL: This is an increase of \$1,000,000 compared to estimated net FY 2026 to fund projects to lower ongoing utility costs.

NOTE: This appropriation is used to add features, such as brine buildings and mechanics' bays, to DOT facilities.

4 10 11. For facility routine maintenance and preservation:
 4 11 \$ 8,050,000

Primary Road Fund appropriation to the DOT for routine facility maintenance.

DETAIL: Maintains the current level of funding compared to estimated net FY 2026.

NOTE: This appropriation is used for routine maintenance of DOT facilities. This includes utility improvements; roofing projects; heating, ventilation, and air conditioning (HVAC) improvements; deferred maintenance; and other forms of routine maintenance.

4 12 12. For replacement of the Alton maintenance garage:
 4 13 \$ 13,000,000

Primary Road Fund appropriation to the DOT for the replacement of the Alton DOT garage facility.

NOTE: This is a new appropriation for FY 2027 and is intended to fund the replacement of the Alton DOT garage facility. The Alton garage facility is currently deteriorating due to age and is not properly sized to accommodate current DOT equipment.

4 14 For purposes of section 8.33, unless specifically provided
 4 15 otherwise, moneys appropriated in subsections 10 through 12
 4 16 that remain unencumbered or unobligated shall not revert
 4 17 but shall remain available for expenditure for the purposes
 4 18 designated until the close of the fiscal year that ends
 4 19 three years after the end of the fiscal year for which the
 4 20 appropriation was made. However, if the project or projects
 4 21 for which such appropriation was made are completed in an
 4 22 earlier fiscal year, unencumbered or unobligated moneys shall
 4 23 revert at the close of that same fiscal year.

CODE: Permits any unencumbered or unobligated funds remaining at the close of FY 2027 for the facility major maintenance projects, the facility routine maintenance projects, and renovation of the Alton garage facility to be available for expenditure through FY 2030. Appropriations for projects that are completed before the end of the fiscal year shall revert at the end of the same fiscal year.

4 24 Sec. 3. 2023 Iowa Acts, chapter 117, section 2, unnumbered
4 25 paragraph 2, is amended to read as follows:
4 26 For purposes of section 8.33, unless specifically provided
4 27 otherwise, moneys appropriated in subsections 10 through
4 28 ~~43~~ 12 that remain unencumbered or unobligated shall not
4 29 revert but shall remain available for expenditure for the
4 30 purposes designated until the close of the fiscal year that
4 31 ends three years after the end of the fiscal year for which
4 32 the appropriation was made. For purposes of section 8.33,
4 33 unless specifically provided otherwise, moneys appropriated in
4 34 subsection 13 that remain unencumbered or unobligated shall
4 35 not revert but shall remain available for expenditure for the
4 36 purposes designated until the close of the fiscal year that
4 37 ends four years after the end of the fiscal year for which the
4 38 appropriation was made. However, if the project or projects
4 39 for which such appropriation was made are completed in an
5 1 earlier fiscal year, unencumbered or unobligated moneys shall
5 2 revert at the close of that same fiscal year.

CODE: Permits any unencumbered or unobligated funds remaining from the FY 2024 appropriation for the Davenport Highway Operations Complex to remain available through FY 2028.

SF 2478 — FY 2027 Transportation Appropriations Act

LSA Staff Contact: Garry Martin (515.281.4611) garry.martin@legis.iowa.gov

	Actual FY 2025	Estimated Net FY 2026	Final Action FY 2027	Final Action FY 2027 vs. Est. Net FY 2026
Motor Vehicle Division				
Road Use Tax Fund	\$ 32,710,876	\$ 34,234,969	\$ 34,234,969	\$ 0
Transportation Operations				
Road Use Tax Fund	\$ 17,700,921	\$ 18,067,288	\$ 17,723,539	\$ -343,749
Primary Road Fund	348,250,373	355,150,300	348,619,071	-6,531,229
Total Transportation Operations	\$ 365,951,294	\$ 373,217,588	\$ 366,342,610	\$ -6,874,978
DAS/DOM Utility Services				
Road Use Tax Fund	\$ 455,647	\$ 500,878	\$ 1,823,348	\$ 1,322,470
Primary Road Fund	2,798,974	3,076,822	11,200,563	8,123,741
Total Administrative Services	\$ 3,254,621	\$ 3,577,700	\$ 13,023,911	\$ 9,446,211
Auditor Reimbursement				
Road Use Tax Fund	\$ 107,884	\$ 107,884	\$ 107,884	\$ 0
Primary Road Fund	662,716	662,716	662,716	0
Total Auditor Reimbursement	\$ 770,600	\$ 770,600	\$ 770,600	\$ 0
Indirect Cost Recoveries				
Road Use Tax Fund	\$ 90,000	\$ 90,000	\$ 90,000	\$ 0
Primary Road Fund	660,000	660,000	660,000	0
Total Indirect Cost Recoveries	\$ 750,000	\$ 750,000	\$ 750,000	\$ 0
Statewide Comm. System				
Primary Road Fund	\$ 442,162	\$ 442,162	\$ 442,162	0
Unemployment Compensation				
Road Use Tax Fund	\$ 7,000	\$ 7,000	\$ 7,000	\$ 0
Primary Road Fund	138,000	138,000	138,000	0
Total Unemployment Comp.	\$ 145,000	\$ 145,000	\$ 145,000	\$ 0
Workers' Compensation				
Road Use Tax Fund	\$ 141,577	\$ 153,679	\$ 199,907	\$ 46,228
Primary Road Fund	3,432,963	3,726,405	4,835,877	1,109,472
Total Workers' Comp.	\$ 3,574,540	\$ 3,880,084	\$ 5,035,784	\$ 1,155,700
Electronic Records Management Sys.				
Road Use Tax Fund	\$ 1,974,000	\$ 0	\$ 0	\$ 0
Primary Road Fund	126,000	0	0	0
Total Electronic Records Management Sys.	\$ 2,100,000	\$ 0	\$ 0	\$ 0
County Treasurers Support				
Road Use Tax Fund	\$ 1,406,000	\$ 1,406,000	\$ 1,406,000	\$ 0
Driver's Licenses				
Road Use Tax Fund	\$ 1,600,000	\$ 0	\$ 0	\$ 0

SF 2478 — FY 2027 Transportation Appropriations Act

LSA Staff Contact: Garry Martin (515.281.4611) garry.martin@legis.iowa.gov

	Actual FY 2025	Estimated Net FY 2026	Final Action FY 2027	Final Action FY 2027 vs. Est. Net FY 2026
Mississippi River Parkway Commission				
Road Use Tax Fund	\$ 40,000	\$ 40,000	\$ 40,000	\$ 0
TraCS/MACH				
Road Use Tax Fund	\$ 300,000	\$ 300,000	\$ 300,000	\$ 0
Garage Fuel and Waste Management				
Primary Road Fund	\$ 1,000,000	\$ 0	\$ 0	\$ 0
Transportation Maps				
Primary Road Fund	\$ 195,000	\$ 0	\$ 195,000	\$ 195,000
Inventory and Equipment Replacement				
Primary Road Fund	\$ 29,626,000	\$ 40,818,240	\$ 23,623,165	\$ -17,195,075
Personal Delivery of Services — Standing				
Road Use Tax Fund	\$ 162,362	\$ 225,000	\$ 225,000	\$ 0
Scale/MVD Facilities Maint.				
Road Use Tax Fund	\$ 400,000	\$ 400,000	\$ 400,000	\$ 0
Facility Major Maintenance				
Primary Road Fund	\$ 6,300,000	\$ 6,300,000	\$ 7,300,000	\$ 1,000,000
Facility Routine Maintenance				
Primary Road Fund	\$ 5,200,000	\$ 8,050,000	\$ 8,050,000	\$ 0
Albia Garage Renovation				
Primary Road Fund	\$ 7,291,067	\$ 0	\$ 0	\$ 0
Jefferson Garage Renovation				
Primary Road Fund	\$ 6,999,292	\$ 0	\$ 0	\$ 0
Waterloo Garage Renovation				
Primary Road Fund	\$ 0	\$ 18,897,387	\$ 0	\$ -18,897,387
ARTS Modernization				
Road Use Tax Fund	\$ 0	\$ 20,000,000	\$ 20,000,000	\$ 0
Alton Garage Replacement				
Primary Road Fund	\$ 0	\$ 0	\$ 13,000,000	\$ 13,000,000
Totals by Funding Source				
Road Use Tax Fund	\$ 57,096,267	\$ 75,532,698	\$ 76,557,647	\$ 1,024,949
Primary Road Fund	413,122,547	437,922,032	418,726,554	-19,195,478
Total	\$ 470,218,814	\$ 513,454,730	\$ 495,284,201	\$ -18,170,529
Full-Time Equivalent (FTE) Positions				
Transportation Operations	2,285.9	2,363.0	2,363.0	0.0
Motor Vehicles	275.1	294.0	294.0	0.0
Total FTE Positions	2,561.0	2,657.0	2,657.0	0.0