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## FISCAL TOPICS

Fiscal Services Division

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# Corrections Capital Reinvestment Fund

## Background and Purpose

The Corrections Capital Reinvestment Fund was established by 2023 Iowa Acts, chapter [113](#) (FY 2024 Justice System Appropriations Act). The purpose of the Corrections Capital Reinvestment Fund is to hold proceeds from the sale of real estate by the Department of Corrections (DOC). Iowa Code chapter [904](#) grants the Director of the DOC, with the approval of the Board of Corrections, authority to sell the DOC's real estate. The DOC may use these proceeds for the purchase of other real estate or for capital improvements upon property under the Director's supervision.

Before FY 2024, when the DOC sold real estate, the proceeds were deposited into the General Fund, and a sum equal to the proceeds was appropriated to the DOC. This appropriation could be used for the purchase of other real estate or for capital improvements under the Director's supervision. The Act transferred any moneys from the sale of DOC real estate remaining in the General Fund on June 30, 2023, to the Corrections Capital Reinvestment Fund. The balance from FY 2023 was \$857,000.

During the 2025 Legislative Session, [Senate File 644](#) (FY 2026 Justice System Appropriations Act), amended Iowa Code section [904.317](#)(1), allowing proceeds deposited in the Capital Reinvestment Fund to be used for upgrades to the Iowa Corrections Offender Network system.

## Funding

Moneys deposited into the Corrections Capital Reinvestment Fund consist of the proceeds from the sale of real estate by the DOC and may be used by the DOC to purchase other real estate, for capital improvements upon property under the Director's supervision, or for the Iowa Corrections Offender Network system. Moneys deposited into the Fund do not revert and remain available for expenditure for the designated purposes. Interest or earnings on moneys in the Fund are credited to the Fund. At the end of FY 2025, the year-end balance was approximately \$14.8 million.

## Related Statutes

Iowa Code chapter [904](#)

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## More Information

Department of Corrections: [doc.iowa.gov](http://doc.iowa.gov)

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