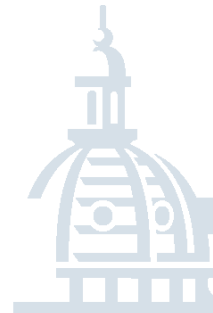


FISCAL UPDATE

Fiscal Services Division

February 12, 2014



IN THIS ISSUE:

Child Care Assistance and Adoption Subsidy Projections, page 4	Map – Impaired Waterbodies 2012, page 8
Teacher Leadership and Compensation Grant Applications, page 5	E911 Wireless Surcharge Report, page 8
Iowa Lottery Authority – New Headquarters, page 6	State Appeal Board Meeting, page 9
Influenza in Iowa, page 6	Meetings Monitored, page 9
Congress Approves Farm Bill, page 7	Map – Teacher Leadership and Compensation Grant Applications, page 10
Corrections System Population and Staffing, page 7	
Housing Units Open at Mitchellville Correctional Institution, page 7	

STATUS OF APPROPRIATION BILLS

Subcommittee Bills		
Transportation	SF 2130	Passed Senate Appropriations – 2/6
Other Bills		
LIHEAP Supplemental Appropriation	SF 2110	Passed Senate – 2/11

STAFF CONTACT: Mary Shipman (515-281-4617) mary.shipman@legis.iowa.gov

APPROPRIATION SUBCOMMITTEES

Subcommittee Meetings. The appropriation subcommittees are meeting on a weekly basis. For more information, see the Subcommittee websites listed in the following table. These websites include: committee members, links to subcommittee meeting notices and minutes, and materials distributed.

Subcommittee	Staff
Administration and Regulation	Dwayne Ferguson (281-6561) dwayne.ferguson@legis.iowa.gov Ron Robinson (281-6256) ron.robinson@legis.iowa.gov
Agriculture and Natural Resources	Deb Kozel (281-6767) deb.kozel@legis.iowa.gov
Economic Development	Kent Ohms (725-2200) kenneth.ohms@legis.iowa.gov
Education	John Parker (725-2249) john.parker@legis.iowa.gov Robin Madison (281-5279) robin.madison@legis.iowa.gov
Health and Human Services	Estelle Montgomery (281-6764) estelle.montgomery@legis.iowa.gov Jess Benson (281-4611) jess.benson@legis.iowa.gov
Justice System	Beth Lenstra (281-6301) beth.lenstra@legis.iowa.gov Jennifer Acton (281-7846) jennifer.acton@legis.iowa.gov
Transportation, Infrastructure, and Capitals	Adam Broich (281-8223) adam.broich@legis.iowa.gov Dave Heuton (725-0509) david.heuton@legis.iowa.gov

Monthly Medicaid Forecast – January 2014

Forecasting Group. Staff members from the Department of Human Services (DHS), the Department of Management (DOM), and the Fiscal Services Division of the LSA met on January 30, 2014, to discuss estimated Medical Assistance (Medicaid) expenditures for FY 2014 and FY 2015. The forecasting group meets regularly to discuss estimated expenditures and agree on a range for the current and upcoming fiscal years. The balance sheet is displayed on the following page.

Medicaid Balance Sheet			
	<i>Actual</i> <u>FY 2013</u>	<i>Estimated</i> <u>FY 2014</u>	<i>Estimated</i> <u>FY 2015</u>
Medicaid Funding			
Carryforward from Previous Year	\$ 15,337,099	\$ 10,030,023	\$ 0
Veterans Home Transfer	3,533,208	0	0
Behavioral Health Account Carryforward	1,515,463	0	0
MH Risk Pool Carryforward	4,736,918	1,839,294	0
Health Care Transformation Account	8,280,632	0	0
Pharmaceutical Set. Account	0	0	0
Palo Tax	2,409,390	1,167,464	1,167,464
Health Care Trust Fund	106,046,400	222,760,000	221,790,000
Nursing Facility Quality Assurance Fund	26,500,000	28,788,917	29,195,653
Hospital Trust Fund	33,368,452	34,288,000	34,700,000
hawk-i Performance Bonus	11,586,323	10,857,652	0
Medicaid Fraud Fund	0	8,741,325	2,422,695
Magellen Claims Refund	0	0	0
MHDS Redesign Funds	228,321,582	0	0
Total Non-General Fund for Medicaid	\$ 441,635,467	\$ 318,472,675	\$ 289,275,812
General Fund Appropriation	\$ 975,956,421	\$ 1,135,293,332	\$ 1,135,293,332
Total Medicaid Funding	\$ 1,417,591,888	\$ 1,453,766,007	\$ 1,424,569,144
Total Estimated State Medicaid Need	\$ 1,396,408,430	\$ 1,420,268,881	\$ 1,506,300,874
FMAP Changes	33,734,962	52,556,122	79,120,038
Changes Related to ACA	0	748,199	-10,686,254
Eliminate IowaCare Transfer	0	0	-11,921,225
Health Home Savings	0	0	-9,135,935
Cost Reductions (BIP, Standardized Assessment)	0	-4,000,000	0
Balancing Incentive Program (BIP)	-17,800,000	-1,049,597	-1,108,354
Cost Containment	-8,676,000	-28,910,009	0
County Billing Write-offs	955,235	-955,235	0
Woodwork/Welcome Mat (group midpoint)	0	4,000,000	22,000,000
Nursing Facility Rebase	0	15,268,148	0
Home Health Increase	761,348	2,765,655	0
HCBS Waiver Increase	2,177,890	9,308,335	0
All Other Provider Increases	0	4,765,508	0
Total Estimated Medicaid Need	\$ 1,407,561,865	\$ 1,474,766,007	\$ 1,574,569,144
Midpoint of Balance/(Under Funded)	\$ 10,030,023	\$ -21,000,000	\$ -150,000,000
MHDS - Mental Health and Disability Services		HCBS - Home and Community-Based Services	
FMAP - Federal Medical Assistance Percentage		ACA - Affordable Care Act	

FY 2014 Range. For FY 2014, the group agreed Medicaid will have a need of \$6.0 million to \$36.0 million, with a midpoint need of \$21.0 million. The reduction in range is mainly due to changes in revenue and savings related to cost delays for the Balancing Incentive Program and the new standardized assessments. The range includes the following savings and expenditures enacted in [SF 446 \(Health Human Services Appropriations Act\)](#):

- An increase of \$246.1 million to move Mental Health Medicaid funds previously funded under a separate appropriation to Medicaid.
- An increase of \$52.6 million to replace federal funds due to a reduction in the Federal Medical Assistance Percentage Match (FMAP) rate.
- An increase of \$34.0 million to replace one-time funding sources and other revenue changes from FY 2013.
- An increase of \$15.3 million to rebase nursing facilities.
- An increase of \$9.0 million to cover the cost of individuals currently eligible for Medicaid that will enroll as part of Medicaid Expansion.
- An increase of \$7.1 million for a 3.0% provider rate increase for Home and Community-Based Services (HCBS) waiver providers.

- An increase of \$4.5 million to provide a 1.0% provider rate increase for all providers with the exception of HCBS, nursing facilities, ambulance, and home health services.
- An increase of \$2.7 million to increase provider rates for home health services and reimburse them using the Lower Utilization Payment Adjustment (LUPA) methodology.
- An increase of \$1.0 million to repeal the site of services cost containment measure implemented in FY 2013.
- An increase of \$750,000 for primary care physician rates, as required by the federal Affordable Care Act.
- An increase of \$300,000 to reimburse HCBS provider training costs as a direct cost on the cost report beginning January 1, 2014.
- An increase of \$227,000 to increase ambulance reimbursement rates by 10.0%.
- An increase of \$221,000 to provide coverage to foster children up to the age of 26, as required by the Affordable Care Act.
- A decrease of \$16.3 million due to shifting Medicaid for Employed Persons with Disabilities (MEPD), Dependent Persons, and Pregnant Women to other coverage beginning January 1, 2014.
- A decrease of \$28.9 million to implement select cost containment initiatives recommended by the Governor, except for the one relating to chiropractors and home health.
- A decrease of \$61.0 million to adjust for the FY 2013 supplemental appropriation.
- A decrease of \$118.4 million to shift funding to the Health Care Trust Fund.

FY 2015 Range. For FY 2015, the group agreed Medicaid will have a need of \$120.0 million to \$180.0 million, with a midpoint need of \$150.0 million. The range includes the following savings and expenditures enacted in [SF 446](#):

- An increase of \$79.1 million to replace federal funds due to a reduction in the FMAP rate.
- An increase of \$25.6 million to replace one-time funding sources and other revenue changes from FY 2014.
- An increase of \$22.0 million to cover the cost of individuals currently eligible for Medicaid that will enroll as part of Medicaid Expansion.
- An increase of \$4.2 million to increase primary care physician rates, as required by the Affordable Care Act.
- An increase of \$1.4 million to provide coverage to foster children up to the age of 26, as required by the Affordable Care Act.
- A decrease of \$1.1 million due to savings from the Balancing Incentive Payment Program.
- A decrease of \$9.1 million due to savings from the implementation of Health Homes for both children and adults.
- A decrease of \$11.9 million due to the elimination of the transfer to the IowaCare Program that ends during FY 2014.
- A decrease of \$16.3 million due to shifting MEPD, Dependent Persons, and Pregnant Women to other coverage.

Enrollment Increase. Medicaid enrollment continues to grow, but at a slower pace than the past several years. In FY 2010, the Program added an additional 27,164 individuals, including 19,286 children. In FY 2011, the Program added 13,735 individuals, including 8,704 children. In FY 2012, the Program added 10,526 individuals, including 7,630 children. For FY 2013, Program growth slowed to 1.3%, adding only 5,215 individuals. In the first seven months of FY 2014, enrollment grew by 546 individuals, for a total enrollment of 402,623.

Medicaid Enrollment Increases/(Decreases) for FY 2014					
FY 2014	Children	Adults	Aged	Disabled	Total
July	1,469	253	80	248	2,050
August	-394	-78	68	214	-190
September	2,195	683	183	313	3,374
October	-471	-502	53	121	-799
November	-567	-537	-7	143	-968
December	305	-152	49	145	347
January	-1,793	-1,112	-112	-251	-3,268
Total FY 2014	744	-1,445	314	933	546
Grand Total	232,101	60,385	30,930	79,207	402,623

Iowa Health and Wellness Program (I-HAWP) Enrollment. The new Iowa Health and Wellness Program began on January 1, 2014. The Program is paid for with 100.0% federal dollars for the first three years. The enrollment for the first month of the Program was 61,768 individuals, with 50,285 of those individuals enrolled on the Wellness Plan. A total of 325 individuals went to a hospital and were determined to be presumptive eligible until they are officially enrolled into the Program.

I-HAWP Enrollment Increases/(Decreases) for FY 2014				
	Marketplace		Presumptive	
FY 2014	Choice Plan	Wellness Plan	Eligible	Total
January	11,158	50,285	325	61,768
Grand Total	11,158	50,285	325	61,768

FY 2015 FMAP. The Bureau of Economic Analysis released their revised state personal per capita income data for 2012 on September 30, 2013. This allowed states to calculate their FY 2015 federal Medical Assistance percentage (FMAP) rates. The FY 2015 FMAP rates are based on per capita personal incomes for calendar years 2010 through 2012. Iowa's FY 2015 FMAP rate declined significantly from the initial estimate in March, dropping by 2.21% to 56.14%. The decrease in FMAP means Iowa will have to spend an additional \$80.7 million more for the same Medicaid services.

Five Year State Regular Medicaid FMAP			
State Fiscal Year	Federal Share	State Share	Federal % Change
FY 2011	62.85%	37.15%	-0.44%
FY 2012	61.19%	38.81%	-1.66%
FY 2013	59.87%	40.13%	-1.32%
FY 2014	58.35%	41.65%	-1.53%
FY 2015	56.14%	43.86%	-2.21%

The FMAP rate decrease also indicates that Iowa's economy is doing better compared to other states, resulting in a smaller share of the total FMAP pie for Iowa. Iowa's FMAP rate has declined 7.15% since FY 2010 and this shift means several hundred million dollars of Medicaid expenditures are shifted from the federal government to Iowa.

Additional Information. The complete Medicaid monthly forecast is published at: <https://www.legis.iowa.gov/docs/lisaReports/medicaid/2014/January.pdf>.

STAFF CONTACT: Jess Benson (515-281-4611) jess.benson@legis.iowa.gov

CHILD CARE ASSISTANCE AND ADOPTION SUBSIDY PROJECTIONS

Projections Workgroup: Staff from the Department of Management (DOM), the Department of Human Services (DHS), and the Fiscal Services Division of the Legislative Services Agency (LSA) met in December 2013 to discuss estimated Child Care Assistance (CCA) and Adoption Subsidy Program expenditures for FY 2014 and FY 2015. The projections workgroup is established in Iowa Code section [234.47](#) to estimate the expenditures and revenues for these programs. All references to funds exclude 1/3 distribution appropriations.

Child Care Subsidy Program

FY 2014: [Senate File 446](#) (Health and Human Services Appropriations Act) included a General Fund appropriation of \$62,709,794 for the CCA program. This is an increase of \$445,452 compared to FY 2013. In addition, approximately \$4,472,378 in federal funds was carried forward from a surplus in FY 2013 to be used for the Program in FY 2014. When federal carryforward funds are used the funds supplant General Funds. Thus, the overall appropriation does not increase, but the amount of General Fund used is reduced. Also, a portion of the carryforward was used to pay fines related to a federal Office of the Inspector General (OIG) audit.

FY 2014 Range: For FY 2014, the projections workgroup agreed to a consensus estimated surplus of \$1,268,747. This projection is based on four months of expenditure data available in FY 2014. Since it is early in the fiscal year, the projections may increase or decrease over the next few months before the General Assembly adjourns in 2014.

FY 2015: SF 446 included a General Fund appropriation of \$62,709,794 for the CCA Program. This is the same appropriation amount as FY 2014.

FY 2015 Range: For FY 2015, the projections workgroup agreed to a consensus estimated need of \$6,065,675 for the CCA Program. This projection is based on previous year trends and four months of expenditure data available in FY 2014. When the need is adjusted to include the carryforward of the FY 2014 estimated surplus, the consensus estimated need is \$4,822,697. When the need is adjusted to include the carryforward from FY 2014 estimated surplus and an increase of \$3,000,000 in federal Temporary Assistance for Needy Families (TANF) funding to supplant General Funds, the consensus estimated need is \$1,796,929.

In [Senate Study Bill 3133](#) (the Governor's proposed budget bill), the Governor recommended a General Fund appropriation of \$57,925,206 for FY 2015. This is a decrease of \$4,836,126 compared to FY 2014 and a \$10,850,263 decrease compared to the FY 2015 consensus estimate. However, the Governor's recommendation includes an estimated General Fund carryforward of \$2,866,414 from FY 2014, \$3,000,000 in federal TANF funding to maintain the TANF appropriated to the CCA Program in FY 2014, and \$2,214,423 in additional TANF funding. After these estimated inclusions, the Governor's FY 2015 recommendation is \$4,392,861 below the consensus estimate (including carryforward and TANF funding).

Adoption Subsidy Program

FY 2014: Senate File 446 included a General Fund appropriation of \$40,729,282 for the Adoption Subsidy program. This was an increase of \$2,985,853 compared to FY 2013.

FY 2014 Range: For FY 2014, the projections workgroup agreed to a consensus estimate of no change compared to the FY 2014 appropriation. This projection was based on four months of expenditure data available in FY 2014. Since it is early in the current fiscal year, the projections may increase or decrease over the next few months before the General Assembly adjourns in 2014.

FY 2015: For FY 2015, SF 446 included a General Fund appropriation of \$40,729,282 for the Adoption Subsidy Program. This is the same appropriation amount as FY 2014.

FY 2015 Range: For FY 2015, the projections workgroup agreed to a consensus estimated need of \$2,406,404 for the Adoption Subsidy Program. This projection is based on previous year trends and four months of expenditure data available in FY 2014. Senate Study Bill 3133 (the Governor's proposed budget bill), the Governor recommended a General Fund appropriation of \$42,580,749 for FY 2015. This is a \$1,851,467 increase compared to FY 2014 and a \$554,937 decrease compared to the FY 2015 consensus estimate.

Next Meeting. The Child Care and Adoption Subsidy Program projections workgroup will meet again March 31, 2014, for review of the FY 2014 and FY 2015 expenditure projections.

STAFF CONTACT: Estelle Montgomery (515-281-6764) estelle.montgomery@legis.iowa.gov

TEACHER LEADERSHIP AND COMPENSATION GRANT APPLICATIONS

Applications. The Teacher Leadership and Compensation System created in [HF 215](#) (2013 Education Reform Appropriations Act) had 146 school districts submit plans to the Department of Education to enter the System in the 2014-15 school year. The Department will notify the districts selected to enter the System by early March. House File 215 allocates \$50.0 million in FY 2015, FY 2016, and FY 2017 to allow one-third of the school districts to enter the System each year (based on student enrollment).

Additional Information – Map. See the map included as the last page of this document.

STAFF CONTACT: John Parker (515-725-2249) john.parker@legis.iowa.gov
Shawn Snyder (515-281-7799) shawn.snyder@legis.iowa.gov

IOWA LOTTERY AUTHORITY – NEW HEADQUARTERS

Purchase Approved. On February 3, 2014, the Iowa Executive Council approved plans for the Iowa Lottery Authority to purchase property in Clive, Iowa, at 13001 University Avenue for \$5.4 million. The Clive building is currently vacant. The Iowa Lottery Board had approved the plan on January 29, 2014, and the Iowa Lottery Authority will move its headquarters to this location.

Funding. The Iowa Lottery Authority is self-funded and the Iowa Lottery Authority Board approved a \$7.0 million expenditure for FY 2014 and FY 2015 (\$3.5 million for each fiscal year) for the possibility of a new building. The purchase proposal would have the Iowa Lottery Authority closing on the property on April 1, 2014, paying \$3.0 million of the purchase price in FY 2014. The Iowa Lottery Authority anticipates financing the remaining \$2.4 million of the purchase price along with interest on that amount at the time of closing and would pay the financed amount and any accrued interest at the beginning of FY 2015. There is also an option of paying the entire purchase price in FY 2014 if there is sufficient revenue.

Presentation. A presentation to the joint Government Oversight Committee was given by the Iowa Lottery Authority on January 22, 2014, and the possibility of moving the Iowa Lottery Authority headquarters location was discussed. The Iowa Lottery Authority notified the members of the Government Oversight Committee of the purchase on February 3, 2014.

Additional Information. More information is available on the Government Oversight Committee website at: <https://www.legis.iowa.gov/docs/publications/SD/2014/24790/24790.pdf>

STAFF CONTACT: Deb Kozel (515-281-6767) deb.kozel@legis.iowa.gov

INFLUENZA IN IOWA

Report. The Iowa Department of Public Health (IDPH) Center for Acute Disease Epidemiology (CADE) reported one influenza-related death in a healthy Iowa child (0 to 17 years of age) as of January 2014. In addition, the DPH has been notified of several adult deaths related to influenza (final numbers will be available later in the calendar year). The federal Centers for Disease Control (CDC) reported 37 influenza-related pediatric deaths nationally for the 2013-2014 flu season.

Statewide Status. In early February, the DPH CADE reported that influenza activity in Iowa was increased from “regional” to “widespread”, primarily due to school outbreaks across the state. Widespread means every geographic area in the state is at equal risk of having influenza activity. However, in Iowa, the overall risk of becoming ill with the flu is still relatively low compared to most states.

Monitoring. For influenza reporting, monitoring, and trend establishment, the CADE partners with “sentinel” health entities throughout Iowa to gather influenza activity data. Twenty-two of Iowa’s 118 hospitals are sentinel reporters. In addition, all kindergarten through 12th grade schools are required to report outbreaks, including those caused by influenza. With these types of sampling, the CADE can determine areas of Iowa at risk, high or low activity trends, and strains of influenza circulating in the state. Only influenza deaths of children are required to be reported immediately to the DPH. Data concerning influenza deaths in adults is gathered at the end of the calendar year through a review of Iowa death certificates. Positive influenza tests have risen 26.7% across the state between the end of October 2013 and beginning of January 2014, and are anticipated to stay high until March, with some influenza remaining in communities until May.

Vaccination. Seasonal influenza vaccination data in Iowa is based on doses reported to the Iowa Immunization Registry Information System (IRIS). The IRIS is a confidential, computerized, population-based system that tracks immunizations for children, adolescents, and adults seen in a variety of public and private health care provider sites throughout the state. The expense of hosting and maintaining the IRIS system is \$432,576 annually provided through federal funding.

STAFF CONTACT: Estelle Montgomery (515-281-6764) estelle.montgomery@legis.iowa.gov

CONGRESS APPROVES FARM BILL

Congressional Action. The U.S. House of Representatives approved the conference committee report on H.R. 2642 (Federal Agriculture Reform and Risk Management Act of 2013) on January 29, 2014. The Senate approved the report on February 4, 2014. The agreement decreases federal spending by \$16.5 billion for FFYs 2014-2023, according to the Congressional Budget Office estimate. This includes estimated reductions of \$14.3 billion for commodity programs, \$8.0 billion for nutrition programs, and \$4.0 billion for conservation programs over the 10-year period.

Additional Information. For additional information, refer to the estimate prepared by the Congressional Budget Office at: <http://www.cbo.gov/sites/default/files/cbofiles/attachments/hr2642LucasLtr.pdf> and Congress.gov to review the legislation and other information at: <http://beta.congress.gov/bill/113th/house-bill/2642>.

STAFF CONTACT: Deb Kozel (515-281-6767) deb.kozel@legis.iowa.gov

CORRECTIONS SYSTEM POPULATION AND STAFFING

Corrections System Population. There were 38,875 offenders under the supervision of the Iowa corrections system on January 30, 2014. This number includes 8,096 offenders in the state prison system and 30,779 offenders in the Community-Based Corrections (CBC) system.

Prison Information. The prison system population has been hovering around 8,100 offenders over the last month. Staffing has slowly trended upward as the Department of Corrections hires new staff to open new housing units, primarily at the Iowa Correctional Institution for Women (ICIW) at Mitchellville.

CBC System Information. The CBC population has been ranging from 30,700 to 30,800 over the last month. Staffing has been stable over this reporting period. The CBC District Departments hired additional staff at the beginning of FY 2014 to open new residential facilities in Waterloo, Sioux City, Davenport, and Ottumwa.

More Information. Additional information is available upon request.

STAFF CONTACT: Beth A. Lenstra (515-281-6301) beth.lenstra@legis.iowa.gov

HOUSING UNITS OPEN AT MITCHELLVILLE CORRECTIONAL INSTITUTION

Mitchellville. The Department of Corrections (DOC) recently opened new housing units at the Iowa Correctional Institution for Women (ICIW) at Mitchellville. The capacity is now 774 beds, an increase of 319 beds. Additionally, there are new beds dedicated to administrative segregation and disciplinary detention (56 beds), and medical and mental health (58 beds). The ICIW at Mitchellville was operating at 77.0% of capacity on February 5, 2014, with 595 women offenders in a facility designed to house 774 offenders.

Prison System Capacity. The current capacity for the State prison system is 7,428 beds. This reflects the increased number of beds at Mitchellville. The prison system was operating at 109.0% of capacity on February 5, 2014, with 8,100 offenders in facilities designed to house 7,428 offenders.

Future Changes. The ICIW at Mitchellville has other buildings currently under construction. This includes:

- Buildings Y (Minimum Live Out – MLO) and Z (MLO support, including programming, dining area, and visiting room) are scheduled to be completed in Fall 2014.
- Building P (vocational training, education, gym, and library) is scheduled to open in spring of 2015.

Fort Madison. The new Iowa State Penitentiary is scheduled to open in March 2014. When that facility opens, the current Iowa State Penitentiary and John Bennett Unit will close. The DOC is in the process of replacing the 152-bed John Bennett Unit at the Iowa State Penitentiary. The DOC may use the existing Clinical Care Unit (CCU) at Fort Madison to replace the John Bennett Unit. The CCU would need to be converted from a maximum security facility to a minimum security facility.

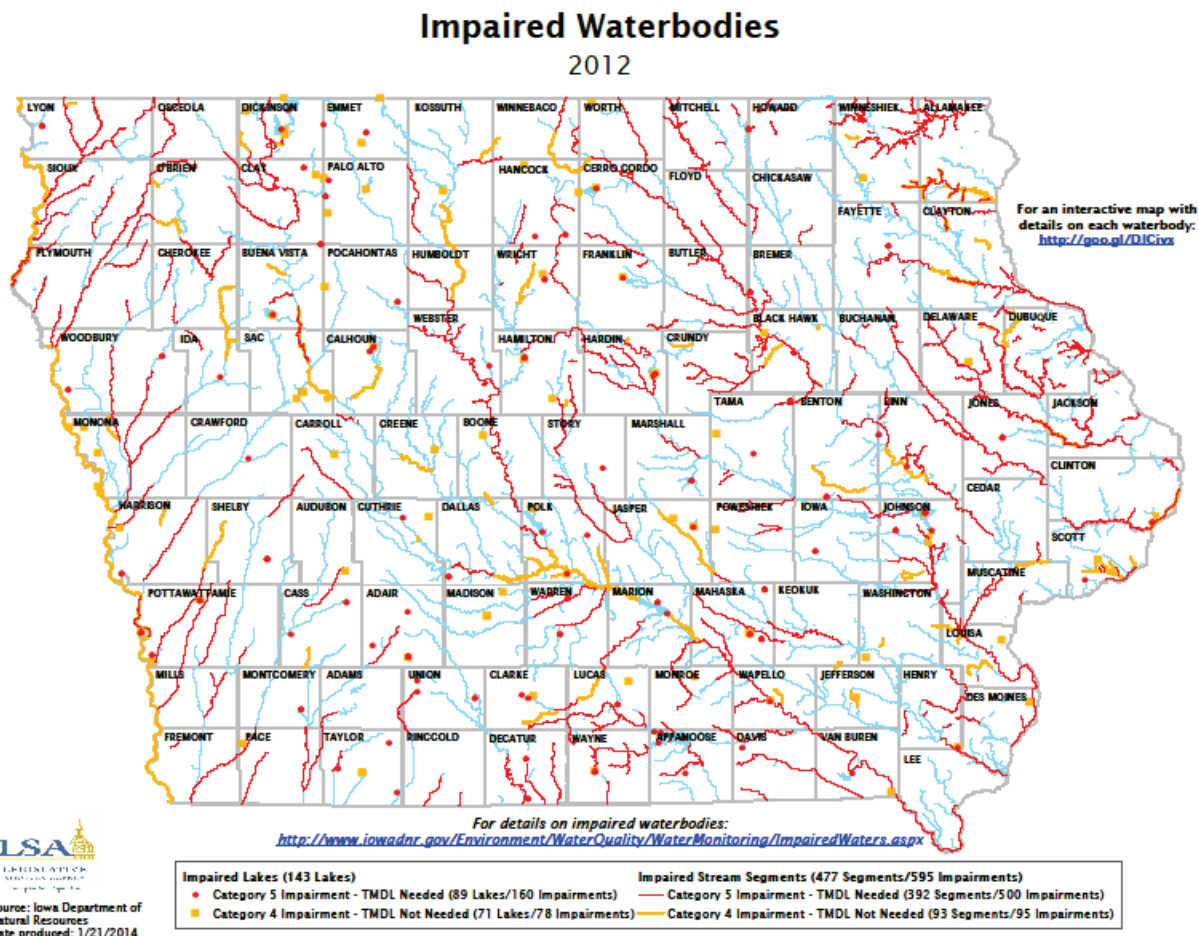
STAFF CONTACT: Beth A. Lenstra (515-281-6301) beth.lenstra@legis.iowa.gov

MAP – IMPAIRED WATERBODIES 2012

Map. The following map reflects Iowa Department of Natural Resources (DNR) data on impaired lakes and streams. Dots represent lakes, while lines represent segments of streams that have fallen below state water quality standards. Red indicates more severe impairment than yellow.

An interactive map that includes detail on each of the identified waterbodies is available at: <http://iowa-legis.maps.arcgis.com/home/item.html?id=0cc1eb3931de4ddd92b34e986d561bac>.

This map and others are available online at: <https://www.legis.iowa.gov/resources/mappingResources/mapOfTheWeek>.



STAFF CONTACT: Robin K. Madison (515-281-5270) robin.madison@legis.iowa.gov

E911 WIRELESS SURCHARGE REPORT

Revenue Report. The Department of Homeland Security and Emergency Management (HSEMD) reported receiving \$7.0 million in revenue from the E911 wireless surcharge from October through December 2013. Of this amount, \$287,000 was received through prepaid wireless card revenue (4.1%). A total of \$9,700 of interest was earned during this quarter.

Expenditures. [Iowa Code chapter 34A.7A](#) specifies the priority order for the expenditures of the surcharge funds collected. The total expended this quarter was \$4.0 million, an increase of \$700,000 compared to the previous calendar quarter. This included \$3.2 million for the 115 Public Safety Answering Points (PSAPs).

Carryover Funds. The total carryover funds available from the fourth quarter are \$3.0 million. The total carryover available in the Wireless Surcharge Carryover Fund is \$14.4 million. Of the total available in

the Fund, \$6.4 million is obligated for PSAP projects, network capacity increases, an NG911 GIS Project, and a data center move.

STAFF CONTACT: Jennifer D. Acton (281-7846) jennifer.acton@legis.iowa.gov

STATE APPEAL BOARD MEETING

February Meeting. The State Appeal Board met February 3, 2014, at the State Capitol. They approved:

- General claims filed under Iowa Code chapter [25](#). The State Appeal Board approved nine claims totaling approximately \$93,000 and denied four claims totaling approximately \$1,000.
- Tort claims filed under Iowa Code chapter [669](#). The State Appeal Board approved three claims totaling approximately \$17,000 and denied claims totaling approximately \$30.7 million.

Osceola County. The Board voted to seek additional information from the Osceola County Unified Law Enforcement Commission in regard to its recent letter to the Board explaining plans for future calculations to allocate cost of law enforcement to each member. The Board had issued an order dated April 30, 2013, requiring the Commission to provide written confirmation of its plans to address concerns about a formula used in the past that does not meet the requirements of statute. The Commission provided the information in a letter from its legal counsel dated January 17, 2014. However, the Board found that the Commission's description of a future formula does not clearly define the term "multi-factor analysis," and will ask for further clarification.

Settlement. The Board approved one new agreement from the Attorney General's Office to settle a lawsuit filed alleging personal injury at the University of Iowa Hospitals and Clinics after the plaintiff was struck on the head by a piece of falling ceiling tile. The State will pay the settlement amount of \$15,000 to the plaintiff.

Next Meeting. The next meeting of the State Appeal Board is scheduled for March 3, 2014.

STAFF CONTACT: Robin K. Madison (515-281-5270) robin.madison@legis.iowa.gov

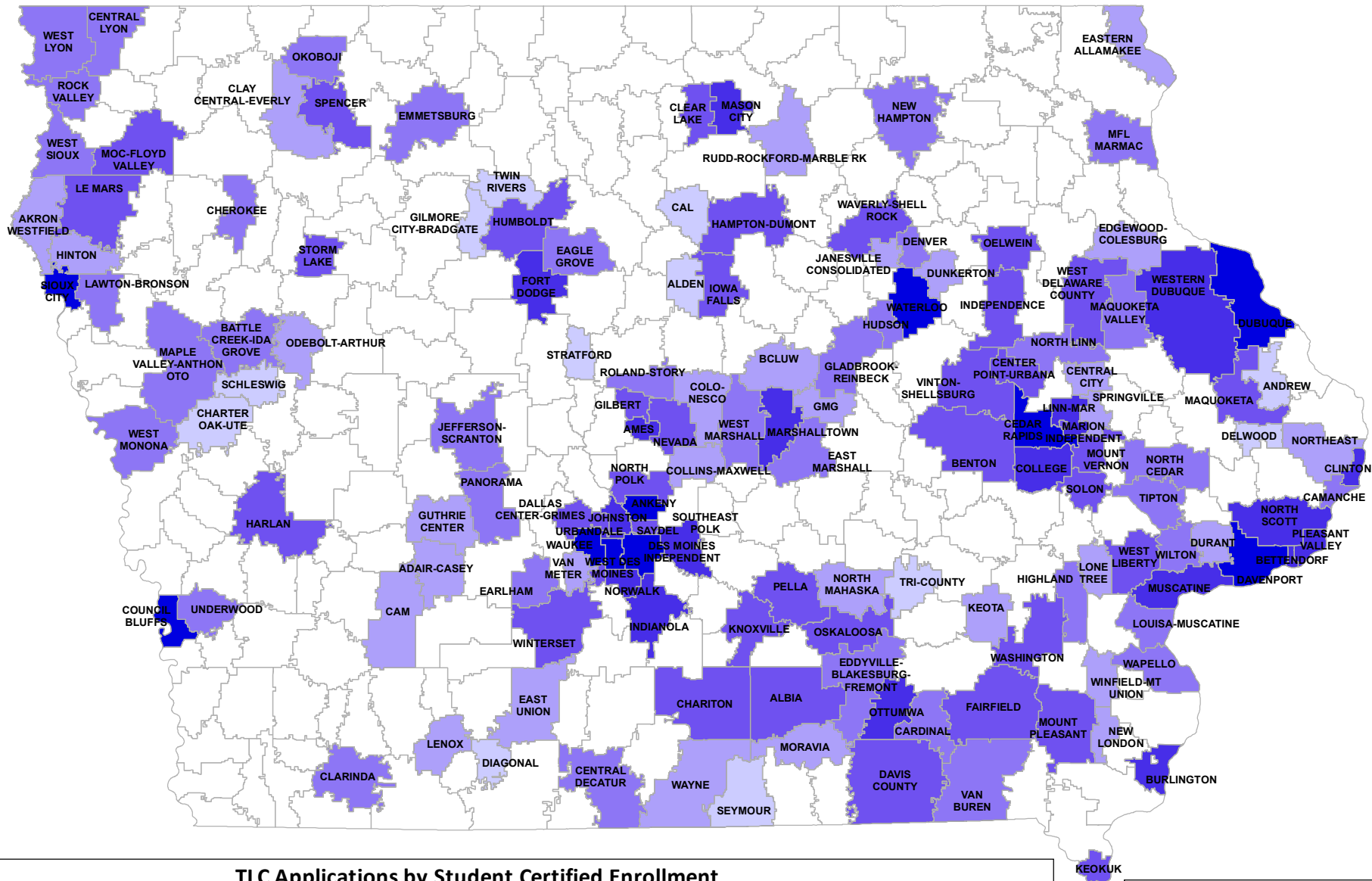
MEETINGS MONITORED

Meetings Monitored. The following meetings were monitored by Fiscal Services staff. Please contact the staff listed for more information.

Meeting	Date	Staff Contact
State Appeal Board	February 3, 2014	Robin Madison (281-5270)
Board of Regents	February 6, 2014	Robin Madison (281-5270)
Board of Corrections	February 7, 2014	Beth Lenstra (281-6301)

This document is available online at: <https://www.legis.iowa.gov/publications/fiscal/fiscalUpdate>

Teacher Leadership and Compensation (TLC) Applications Received by the Department of Education



TLC Applications by Student Certified Enrollment

Enrollment Categories	Enrollment of Districts who Submitted TLC Applications	Percent of Students in Enrollment Category Applying for TLC Grants	Count of Districts Applying for TLC Grants	Percent of Districts in Enrollment Category Applying for TLC Grants
Less than 300 Students	2,657.0	26.1%	12	25.0%
300 to less than 600	13,474.2	28.4%	30	28.8%
600 to less than 1000	28,878.1	44.5%	38	43.7%
1000 to less than 2500	58,028.6	51.9%	37	50.0%
2500 to less than 7500	83,654.9	88.9%	19	86.4%
7500 or more	137,203.4	91.2%	10	90.9%
Grand Total	323,896.2	67.6%	146	42.2%

