

Senate Study Bill 1018 - Introduced

SENATE/HOUSE FILE _____
BY (PROPOSED GOVERNOR BUDGET
BILL)

A BILL FOR

1 An Act relating to public funding and regulatory matters
2 and making, reducing, transferring, and supplementing
3 appropriations for expenditures in the fiscal year beginning
4 July 1, 2016, and including effective date provisions.
5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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DIVISION I

APPROPRIATION REDUCTIONS

Section 1. EXECUTIVE BRANCH APPROPRIATION REDUCTIONS.

1. For the period beginning on the effective date of this section and ending on June 30, 2017, the following departments and agencies and the judicial branch are subject to a reduction in expenditures made from appropriations from the general fund in the following amounts:

a. Department of administrative services	\$ 318,910
b. Auditor of state	\$ 39,935
c. Department of commerce	\$ 65,053
d. Executive council	\$ 3,825
e. Governor's office	\$ 62,640
f. Governor's office of drug control policy	\$ 10,195
g. Department of human rights	\$ 106,501
h. Department of inspections and appeals	\$ 516,180
i. State public defender	\$ 720,011
j. Department of management	\$ 151,470
k. Department of revenue	\$ 1,000,000
l. Secretary of state	\$ 122,476
m. Treasurer of state	\$ 45,849
n. Department of agriculture and land stewardship	

1	.....	\$	952,837
2	o. Department of natural resources		
3	.....	\$	650,773
4	p. Department of cultural affairs		
5	.....	\$	256,560
6	q. Department of economic development		
7	.....	\$	706,287
8	r. Iowa workforce development		
9	.....	\$	749,086
10	s. Public employment relations board		
11	.....	\$	57,054
12	t. Department for the blind		
13	.....	\$	63,205
14	u. College aid commission		
15	.....	\$	475,498
16	v. Department of education		
17	.....	\$	5,505,905
18	w. Community colleges		
19	.....	\$	8,703,601
20	x. Vocational rehabilitation		
21	.....	\$	265,036
22	y. Iowa public television		
23	.....	\$	343,138
24	z. Board of regents		
25	.....	\$	25,562,429
26	aa. Department on aging		
27	.....	\$	591,829
28	bb. Department of public health		
29	.....	\$	2,523,282
30	cc. Department of human services		
31	.....	\$	20,296,531
32	dd. Department of veterans affairs		
33	.....	\$	199,348
34	ee. Iowa veterans home		
35	.....	\$	322,787

1	ff. Attorney general	
2	.....	\$ 727,783
3	gg. Department of corrections	
4	.....	\$ 15,017,157
5	hh. Law enforcement academy	
6	.....	\$ 42,637
7	ii. Board of parole	
8	.....	\$ 36,137
9	jj. Department of public defense	
10	.....	\$ 293,212
11	kk. Department of homeland security and emergency	
12	management	
13	.....	\$ 94,759
14	ll. Department of public safety	
15	.....	\$ 3,813,122
16	mm. Judicial branch	
17	.....	\$ 7,725,931

18 2. The department of management, in consultation with
19 the departments and agencies and the judicial branch listed
20 in subsection 1, shall identify and implement the reductions
21 in subsection 1 with respect to the appropriate general fund
22 appropriations. Within fifteen days of the effective date of
23 this section, the department of management shall transmit a
24 report to the general assembly and legislative services agency
25 listing the appropriation reductions applied.

26 3. Notwithstanding section 8.62, the departments and
27 agencies and the judicial branch reducing expenditures pursuant
28 to subsection 1 may use moneys received for training and
29 technology for the fiscal year beginning July 1, 2016, to
30 implement such reductions.

31 4. In order to implement the reductions in subsection 1,
32 the departments and agencies and the judicial branch may adjust
33 allocations made from appropriations that are being reduced.

34 5. In order to implement the reductions in subsection 1, the
35 department of management may reduce a standing appropriation to

1 a department or agency required to reduce expenditures pursuant
2 to subsection 1.

3 Sec. 2. 2015 Iowa Acts, chapter 137, section 132, unnumbered
4 paragraphs 1 and 2, as amended by 2016 Iowa Acts, chapter 1139,
5 section 10, are amended to read as follows:

6 There is appropriated from the general fund of the state to
7 the department of human services for the fiscal year beginning
8 July 1, 2016, and ending June 30, 2017, the following amount,
9 or so much thereof as is necessary, to be used for the purpose
10 designated:

11 For medical assistance program reimbursement and associated
12 costs as specifically provided in the reimbursement
13 methodologies in effect on June 30, 2016, except as otherwise
14 expressly authorized by law, consistent with options under
15 federal law and regulations, and contingent upon receipt of
16 approval from the office of the governor of reimbursement for
17 each abortion performed under the program:

18 \$ ~~1,318,246,446~~
19 1,304,390,737

20 Sec. 3. 2015 Iowa Acts, chapter 138, section 5A, subsection
21 1, as enacted by 2016 Iowa Acts, chapter 1138, section 2, is
22 amended to read as follows:

23 1. The appropriations made pursuant to [section 2.12](#) for the
24 expenses of the general assembly and legislative agencies for
25 the fiscal year beginning July 1, 2016, and ending June 30,
26 2017, are reduced by the following amount:

27 \$ ~~5,400,000~~
28 6,796,125

29 DIVISION II

30 SUPPLEMENTAL APPROPRIATIONS

31 Sec. 4. INDIGENT DEFENSE. There is appropriated from the
32 general fund of the state to the office of the state public
33 defender of the department of inspections and appeals for the
34 fiscal year beginning July 1, 2016, and ending June 30, 2017,
35 the following amount, or so much thereof as is necessary to

1 supplement appropriations made for the following designated
2 purpose:

3 For payments on behalf of eligible adults and juveniles from
4 the indigent defense fund in accordance with section 815.11:
5 \$ 4,300,000

6 DIVISION III

7 TRANSFERS TO THE GENERAL FUND

8 Sec. 5. TRANSFERS.

9 1. For the fiscal year beginning July 1, 2016, and ending
10 June 30, 2017, any balance in the following funds on the
11 effective date of this section are transferred from the
12 identified funds to the general fund of the state:

13 a. The taxpayer trust fund established in section 8.57E,
14 notwithstanding section 8.57E, subsections 1 and 2.

15 b. The Iowa cultural trust fund established in section
16 303A.4, notwithstanding section 303A.4, subsection 4, paragraph
17 "a".

18 2. For the fiscal year beginning July 1, 2016, and ending
19 June 30, 2017, the following amounts shall be transferred from
20 the identified funds to the general fund of the state:

21 a. From the strategic investment fund established in
22 section 15.313:
23 \$ 1,000,000

24 b. From the innovation and commercialization development
25 fund established in section 15.412:
26 \$ 2,000,000

27 c. From the economic development energy projects fund
28 established under section 15.106A, subsection 1, paragraph "o":
29 \$ 2,000,000

30 d. From the grow Iowa values fund established under section
31 15.106A, subsection 1, paragraph "o":
32 \$ 12,000,000

33 3. The transfers required by this section shall be made on
34 the effective date of this section.

35 DIVISION IV

1 MISCELLANEOUS REALLOCATIONS AND ADJUSTMENTS TO HEALTH AND HUMAN
2 SERVICES-RELATED APPROPRIATIONS

3 Sec. 6. 2015 Iowa Acts, chapter 137, section 126,
4 subsections 1, 4, 6, and 12, as amended by 2016 Iowa Acts,
5 chapter 1139, section 6, are amended to read as follows:

6 1. To be credited to the family investment program account
7 and used for assistance under the family investment program
8 under chapter 239B:

9 \$ ~~5,112,462~~
10 15,112,462

11 4. For field operations:

12 \$ ~~35,774,331~~
13 38,774,331

14 6. For state child care assistance:

15 \$ ~~46,866,826~~
16 49,866,826

17 a. Of the funds appropriated in this subsection,
18 ~~\$26,328,097~~ \$29,328,097 is transferred to the child care and
19 development block grant appropriation made by the Eighty-sixth
20 General Assembly, 2016 Session, for the federal fiscal
21 year beginning October 1, 2016, and ending September 30,
22 2017. Of this amount, \$200,000 shall be used for provision
23 of educational opportunities to registered child care home
24 providers in order to improve services and programs offered
25 by this category of providers and to increase the number of
26 providers. The department may contract with institutions
27 of higher education or child care resource and referral
28 centers to provide the educational opportunities. Allowable
29 administrative costs under the contracts shall not exceed 5
30 percent. The application for a grant shall not exceed two
31 pages in length.

32 b. Any funds appropriated in this subsection remaining
33 unallocated shall be used for state child care assistance
34 payments for families who are employed including but not
35 limited to individuals enrolled in the family investment

1 program.

2 12. For the family investment program share of the costs to
3 continue to develop and maintain a new, integrated eligibility
4 determination system:

5 \$ 5,654,880
6 0

7 Sec. 7. 2015 Iowa Acts, chapter 137, section 128, unnumbered
8 paragraphs 1 and 2, as amended by 2016 Iowa Acts, chapter 1139,
9 section 8, are amended to read as follows:

10 There is appropriated from the general fund of the state to
11 the department of human services for the fiscal year beginning
12 July 1, 2016, and ending June 30, 2017, the following amount,
13 or so much thereof as is necessary, to be used for the purpose
14 designated:

15 To be credited to the family investment program (FIP)
16 account and used for family investment program assistance under
17 chapter 239B:

18 \$ 48,673,875
19 46,600,196

20 Sec. 8. 2015 Iowa Acts, chapter 137, section 132, subsection
21 12, paragraph a, unnumbered paragraph 1, as amended by 2016
22 Iowa Acts, chapter 1139, section 10, is amended to read as
23 follows:

24 ~~Of the funds appropriated in this section, \$3,000,000 is~~
25 ~~allocated for the state match for a disproportionate share~~
26 ~~hospital payment of \$6,861,848 to~~ The hospitals that meet
27 both of the conditions specified in subparagraphs (1) and
28 (2). ~~In addition, the hospitals that meet the conditions~~
29 ~~specified shall either certify public expenditures or transfer~~
30 to the medical assistance program an amount equal to provide
31 the nonfederal share for a disproportionate share hospital
32 payment of ~~\$19,771,582~~ \$26,633,430. The hospitals that meet
33 the conditions specified shall receive and retain 100 percent
34 of the total disproportionate share hospital payment of
35 \$26,633,430.

1 Sec. 9. 2015 Iowa Acts, chapter 137, section 133, unnumbered
2 paragraphs 1 and 2, as amended by 2016 Iowa Acts, chapter 1139,
3 section 11, are amended to read as follows:

4 There is appropriated from the general fund of the state to
5 the department of human services for the fiscal year beginning
6 July 1, 2016, and ending June 30, 2017, the following amount,
7 or so much thereof as is necessary, to be used for the purpose
8 designated:

9 For medical contracts:

10 \$ ~~17,045,964~~
11 18,119,428

12 Sec. 10. 2015 Iowa Acts, chapter 137, section 134,
13 subsection 1, as amended by 2016 Iowa Acts, chapter 1139,
14 section 12, is amended to read as follows:

15 1. There is appropriated from the general fund of the
16 state to the department of human services for the fiscal year
17 beginning July 1, 2016, and ending June 30, 2017, the following
18 amount, or so much thereof as is necessary, to be used for the
19 purpose designated:

20 For the state supplementary assistance program:

21 \$ ~~11,611,442~~
22 10,722,135

23 Sec. 11. 2015 Iowa Acts, chapter 137, section 135,
24 subsection 1, as amended by 2016 Iowa Acts, chapter 1139,
25 section 13, is amended to read as follows:

26 1. There is appropriated from the general fund of the
27 state to the department of human services for the fiscal year
28 beginning July 1, 2016, and ending June 30, 2017, the following
29 amount, or so much thereof as is necessary, to be used for the
30 purpose designated:

31 For maintenance of the healthy and well kids in Iowa (hawk-i)
32 program pursuant to [chapter 514I](#), including supplemental dental
33 services, for receipt of federal financial participation under
34 Tit. XXI of the federal Social Security Act, which creates the
35 children's health insurance program:

1 \$ ~~9,176,652~~
2 9,435,831

3 Sec. 12. 2015 Iowa Acts, chapter 137, section 143, as
4 amended by 2016 Iowa Acts, chapter 1139, section 20, is amended
5 to read as follows:

6 SEC. 143. MENTAL HEALTH INSTITUTES. There is appropriated
7 from the general fund of the state to the department of human
8 services for the fiscal year beginning July 1, 2016, and ending
9 June 30, 2017, the following amounts, or so much thereof as is
10 necessary, to be used for the purposes designated:

11 1. For operation of the state mental health institute at
12 Cherokee as required by chapters 218 and 226 for salaries,
13 support, maintenance, and miscellaneous purposes, and for not
14 more than the following full-time equivalent positions:

15 \$ ~~14,644,041~~
16 14,658,594
17 FTEs 169.20

18 2. For operation of the state mental health institute at
19 Independence as required by chapters 218 and 226 for salaries,
20 support, maintenance, and miscellaneous purposes, and for not
21 more than the following full-time equivalent positions:

22 \$ ~~18,552,103~~
23 19,689,015
24 FTEs 233.00

25 Sec. 13. 2015 Iowa Acts, chapter 137, section 145,
26 subsection 1, as amended by 2016 Iowa Acts, chapter 1139,
27 section 22, is amended to read as follows:

28 1. There is appropriated from the general fund of the
29 state to the department of human services for the fiscal year
30 beginning July 1, 2016, and ending June 30, 2017, the following
31 amount, or so much thereof as is necessary, to be used for the
32 purpose designated:

33 For costs associated with the commitment and treatment of
34 sexually violent predators in the unit located at the state
35 mental health institute at Cherokee, including costs of legal

1 services and other associated costs, including salaries,
2 support, maintenance, and miscellaneous purposes, and for not
3 more than the following full-time equivalent positions:

4	\$ 10,193,079
5	<u>10,671,957</u>
6	FTEs 132.50

7 Sec. 14. AUTISM SUPPORT FUND — TRANSFER. Notwithstanding
8 section 225D.2, for the fiscal year beginning July 1, 2016, and
9 ending June 30, 2017, of the \$2,000,000 credited to the autism
10 support fund, \$1,100,000 is transferred to the department of
11 human services to supplement the appropriation in 2015 Iowa
12 Acts, chapter 137, section 133, for medical contracts for the
13 fiscal year beginning July 1, 2016, and ending June 30, 2017.

14 DIVISION V

15 REBUILD IOWA INFRASTRUCTURE FUND — TRANSFERS

16 Sec. 15. 2016 Iowa Acts, chapter 1133, section 1, subsection
17 8, paragraphs a and c, are amended to read as follows:

18 a. For major maintenance projects at national guard
19 armories and facilities:

20 FY 2016-2017:

21	\$ 2,000,000
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22 Notwithstanding section 8.57, subsection 5, paragraph "c",
23 from the amount appropriated in this paragraph, \$100,195 is
24 transferred to the national guard educational assistance
25 program established in section 261.86.

26 c. For construction improvement projects at the Camp Dodge
27 facility:

28 FY 2016-2017:

29	\$ 300,000
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30 Notwithstanding section 8.57, subsection 5, paragraph "c",
31 from the amount appropriated in this paragraph, \$250,000 is
32 transferred to the national guard educational assistance
33 program established in section 261.86.

34 DIVISION VI

35 EFFECTIVE DATE

1 Sec. 16. EFFECTIVE UPON ENACTMENT. This Act, being deemed
2 of immediate importance, takes effect upon enactment.

3 EXPLANATION

4 The inclusion of this explanation does not constitute agreement with
5 the explanation's substance by the members of the general assembly.

6 This bill relates to public funding and regulatory matters
7 and making, reducing, transferring, and supplementing
8 appropriations for expenditures for the fiscal year 2016-2017.
9 The bill is organized by divisions.

10 APPROPRIATION REDUCTIONS. For the fiscal year 2016-2017,
11 the bill limits expenditures made from appropriations from
12 the general fund for certain listed departments and agencies
13 and the judicial branch. The bill requires the department
14 of management, in consultation with the departments and
15 agencies and the judicial branch, to identify and implement
16 the reductions and to file a report with the general assembly
17 and the legislative services agency listing the appropriation
18 reductions applied within 15 days of the effective date
19 of the bill. The bill allows departments and agencies and
20 the judicial branch to use moneys received for training and
21 technology in order to implement the reductions and to adjust
22 allocations made within appropriations that are being reduced.
23 The bill allows the department of management to reduce standing
24 appropriations to such departments and agencies.

25 The bill reduces the appropriation to the department of
26 human services for the fiscal year 2016-2017 for medical
27 assistance program reimbursement and associated costs.

28 The bill increases the reduction to the standing unlimited
29 appropriation to the general assembly.

30 SUPPLEMENTAL APPROPRIATIONS. The bill makes supplemental
31 appropriations to the state public defender of the department
32 of inspections and appeals for payments on behalf of eligible
33 adults and juveniles from the indigent defense fund.

34 TRANSFERS TO THE GENERAL FUND. For the fiscal year
35 2016-2017, the bill transfers moneys from the taxpayer trust

1 fund, the Iowa cultural trust fund, the strategic investment
2 fund, the innovation and commercialization development fund,
3 the economic development energy projects fund, and the grow
4 Iowa values fund to the general fund on the effective date of
5 the bill.

6 MISCELLANEOUS REALLOCATIONS AND ADJUSTMENTS TO HEALTH
7 AND HUMAN SERVICES-RELATED APPROPRIATIONS. The bill
8 makes reallocations and adjustments to health and human
9 services-related appropriations for the 2016-2017 fiscal year.
10 The bill makes adjustments to four appropriations related to
11 the temporary assistance for needy families block grant (TANF).
12 The bill reduces an appropriation to the family investment
13 program (FIP). The bill makes adjustments to the state match
14 for a disproportionate share hospital payment under the medical
15 assistance program. The bill increases an appropriation to the
16 department of human services for purposes of medical contracts.
17 The bill reduces the appropriation for the state supplementary
18 assistance program. The bill increases the appropriation to
19 the department of human services for maintenance of the healthy
20 and well kids in Iowa (hawk-i) program pursuant to chapter
21 514I, including supplemental dental services, for receipt of
22 federal financial participation under Tit. XXI of the federal
23 Social Security Act, which creates the children's health
24 insurance program. The bill increases appropriations to the
25 department of human services for mental health institutes.
26 The bill increases appropriations to the department of human
27 services for costs associated with the commitment and treatment
28 of sexually violent predators in the unit located at the state
29 mental health institute at Cherokee. The bill transfers moneys
30 from the autism support fund to the appropriation to the
31 department of human services for medical contracts.

32 REBUILD IOWA INFRASTRUCTURE FUND — TRANSFERS. The bill
33 transfers rebuild Iowa infrastructure fund moneys appropriated
34 for fiscal year 2016-2017 to the department of public defense
35 to the national guard educational assistance program.

S.F. _____ H.F. _____

1 EFFECTIVE DATE. The bill takes effect upon enactment.