Senate File 130
FY 2017 Budget Adjustment Bill

Last Action:

Senate Appropriations Committee

January 24, 2017

An Act relating to public funding and regulatory matters and making, reducing, transferring, and supplementing appropriations for expenditures in the fiscal year beginning July 1, 2016, and including effective date provisions.

Fiscal Services Division
Legislative Services Agency

NOTES ON BILLS AND AMENDMENTS (NOBA)

Available on line at https://www.legis.iowa.gov/publications/information/appropriationBillAnalysis

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FUNDING SUMMARY

Senate File 130 increases revenue to the General Fund by $25.1 million and reduces net General Fund appropriations by $88.2 million, resulting in a total FY 2017 General Fund budget adjustment of $113.3 million. Page 1, Line 3

The Bill transfers a total of $25.1 million of revenues from non-General Fund sources to the General Fund for FY 2017. The transfers include:

- $6.1 million from the Iowa Cultural Trust Fund
- $1.0 million from the Strategic Investment Fund
- $2.0 million from the Innovation and Commercialization Development Fund
- $2.0 million from the Economic Development Energy Projects Fund
- $12.0 million from the Grow Iowa Values Fund
- $2.0 million from the Federal Economic Stimulus and Jobs Holding Fund

Senate File 130 provides net supplemental appropriations from the Temporary Assistance for Needy Families (TANF) federal block grant for FY 2017 of $10.3 million. This includes supplemental appropriations totaling $16.0 million to the Department of Human Services (DHS) to offset General Fund deappropriations from certain programs. These include:

- $10.0 million for the Family Investment Program
- $3.0 million for DHS Field Offices
- $3.0 million for the State Child Care Assistance Program

The Bill also includes a deappropriation of $5.7 million from a TANF appropriation for the Family Investment Program Eligibility System.

CHANGES TO PRIOR APPROPRIATIONS

Deappropriates $48.4 million from FY 2017 General Fund appropriations to 27 State departments, agencies, and entities and the Judicial Branch. Page 1, Line 4

Provides a General Fund FY 2017 supplemental appropriation to the Office of the State Public Defender in the Department of Inspections and Appeals (DIA) for the Indigent Defense Fund in the amount of $4.3 million. Page 3, Line 21

Requires that $1.0 million from the Open Spaces Account of the Resource Enhancement and Protection Fund (REAP) be used to fund maintenance at State parks for the remainder of FY 2017. Page 4, Line 24

Transfers $350,000 from the FY 2016 General Fund carryforward balance of the Iowa Veterans Home to the College Student Aid Commission for purposes of funding the National Guard Educational Assistance Program for FY 2017.	Page 4, Line 31
Deappropriates $12.1 million from the estimated FY 2017 General Fund appropriation for the Family Investment Program. Of this amount, $10.0 million is replaced by a supplemental TANF appropriation for the Program.	Page 6, Line 9
Deappropriates $13.9 million from the estimated FY 2017 General Fund appropriation for Medicaid.	Page 6, Line 22
Deappropriates $3.0 million from the estimated FY 2017 General Fund appropriation for Child Care Assistance. This amount is replaced with a $3,000,000 TANF appropriation for Child Care Assistance.	Page 8, Line 23
Deappropriates $3.0 million from the estimated FY 2017 General Fund appropriation for DHS Field Operations. This amount is replaced with a $3.0 million TANF appropriation for Field Operations.	Page 9, Line 33
Transfers $1,100,000 from the Autism Support Fund to the Independence Mental Health Institute for FY 2017.	Page 10, Line 7
Reduces Executive Branch departments' FY 2017 General Fund operating appropriations by $11.5 million. Requires the Department of Management (DOM) to apply the reductions in consultation with each department.	Page 10, Line 18

STUDIES AND INTENT

Requires the Department of Management (DOM) to submit a report to the General Assembly and the Legislative Services Agency (LSA) within 15 days of the effective date of the Bill, listing how the $48.4 million in appropriation reductions (specified in Section 1 of the Bill) were applied to State agencies budgets.	Page 2, Line 33
Requires DOM to submit a report to the General Assembly and the LSA within 30 days of the effective date of the Bill listing how the $11.5 million in appropriation reductions (specified in Section 18 of the Bill) were applied to State agencies budgets.	Page 10, Line 18

EFFECTIVE DATE

Specifies that the Bill takes effect upon enactment. Page 11, Line 29

1 1 DIVISION I
1 2 APPROPRIATION REDUCTIONS

1 3 Section 1. EXECUTIVE BRANCH APPROPRIATION REDUCTIONS.

1 4 1. For the period beginning on the effective date of this
1 5 section and ending on June 30, 2017, the following departments,
1 6 agencies, and entities, and the judicial branch are subject to
1 7 a reduction in expenditures made from appropriations from the
1 8 general fund in the following amounts:
1 9 a. Department of administrative services
1 10 ..... $ 262,226
1 11 b. Department of human rights
1 12 ..... $ 87,571
1 13 c. Department of inspections and appeals
1 14 ..... $ 300,000
1 15 In identifying and implementing the reduction pursuant
1 16 to this paragraph, the director of the department shall be
1 17 authorized to make allocations between department divisions
1 18 in the manner and to the extent as the director determines
1 19 appropriate, in consultation with the department of management.
1 20 d. Public information board
1 21 ..... $ 75,000
1 22 e. Department of revenue
1 23 ..... $ 1,200,000
1 24 f. Department of agriculture and land stewardship
1 25 ..... $ 400,000
1 26 g. Department of natural resources
1 27 ..... $ 1,300,000
1 28 h. Department of cultural affairs
1 29 ..... $ 210,958
1 30 i. Iowa economic development authority
1 31 ..... $ 700,000
1 32 j. Iowa workforce development
1 33 ..... $ 500,000
1 34 k. College student aid commission
1 35 ..... $ 390,984
2 1 l. Department of education
2 2 ..... $ 4,527,270
2 3 m. Iowa public television
2 4 ..... $ 200,000
2 5 n. Community colleges
2 6 ..... $ 3,000,000
2 7 o. State university of Iowa
2 8 ..... $ 8,000,000
2 9 p. Iowa state university of science and technology
2 10 ..... $ 8,000,000

Deappropriates $48,377,547 from FY 2017 General Fund appropriations to 27 State departments, agencies, and entities and the Judicial Branch.

2 11 q. University of northern Iowa
2 12 ..... $ 2,000,000
2 13 r. Department on aging
2 14 ..... $ 400,000
2 15 s. Department of public health
2 16 ..... $ 2,000,000
2 17 t. Department of human services
2 18 ..... $ 3,826,536
2 19 u. Iowa veterans home
2 20 ..... $ 200,000
2 21 v. Department of justice
2 22 ..... $ 598,425
2 23 w. Department of corrections
2 24 ..... $ 5,500,000
2 25 x. Judicial branch
2 26 ..... $ 3,000,000
2 27 y. Department of public safety
2 28 ..... $ 1,000,000
2 29 z. State public defender
2 30 ..... $ 457,481
2 31 aa. Department of public defense
2 32 ..... $ 241,096

2 33 2. The department of management, in consultation with
2 34 the departments, agencies, and entities, and the judicial
2 35 branch listed in subsection 1, shall identify and implement
3 1 the reductions in subsection 1 with respect to the appropriate
3 2 general fund appropriations. Within fifteen days of the
3 3 effective date of this section, the department of management
3 4 shall transmit a report to the general assembly and legislative
3 5 services agency listing the appropriation reductions applied.

Specifies that the Department of Management (DOM), in consultation with the affected departments, agencies, and entities and the Judicial Branch, will determine how to apply the reductions to FY 2017 General Fund appropriations. Requires the DOM to submit a report to the General Assembly and the Legislative Services Agency within 15 days of the effective date of this section of the Bill, listing the appropriation reductions applied.

3 6 3. Notwithstanding section 8.62, the departments, agencies,
3 7 and entities, and the judicial branch reducing expenditures
3 8 pursuant to subsection 1 may use moneys received for training
3 9 and technology for the fiscal year beginning July 1, 2016, to
3 10 implement such reductions.

CODE: Permits departments to use moneys received from training and technology carryforward funds to implement the reductions in FY 2017.

3 11 4. In order to implement the reductions in subsection 1, the
3 12 departments, agencies, and entities, and the judicial branch
3 13 may adjust allocations made from appropriations that are being
3 14 reduced.

Permits the departments, agencies, and entities and the Judicial Branch to adjust allocations made from any appropriation that is reduced as a result of this section of the Bill.

3 15 5. In order to implement the reductions in subsection 1, the
3 16 department of management may reduce a standing appropriation to
3 17 a department, agency, or entity required to reduce expenditures
3 18 pursuant to subsection 1.

Permits the DOM to apply reductions specified in this Bill to departments' standing appropriations to implement spending reductions in FY 2017.

3 19 DIVISION II
3 20 SUPPLEMENTAL APPROPRIATION

3 21 Sec. 2. INDIGENT DEFENSE. There is appropriated from the
3 22 general fund of the state to the office of the state public
3 23 defender of the department of inspections and appeals for the
3 24 fiscal year beginning July 1, 2016, and ending June 30, 2017,
3 25 the following amount, or so much thereof as is necessary to
3 26 supplement appropriations made for the following designated
3 27 purpose:
3 28 For payments on behalf of eligible adults and juveniles from
3 29 the indigent defense fund in accordance with section 815.11:
3 30 ..... $ 4,300,000

General Fund FY 2017 supplemental appropriation to the Office of the State Public Defender in the Department of Inspections and Appeals (DIA) for the Indigent Defense Fund.

DETAIL: The appropriation will be used to fund a projected shortfall in FY 2017 to the Indigent Defense Fund. During the 2016 Legislative Session, the General Assembly provided a $3,000,000 supplemental appropriation for FY 2016, and an additional $305,000 was reallocated to the Indigent Defense Fund from the Office of the State Public Defender. These additional funds were not included in the FY 2017 appropriation. In recent years, the Fund has seen an overall increase in claims. The Iowa Supreme Court ruling in *State v. Young* expanded a defendant's right to an attorney and resulted in increased demand for representation in simple misdemeanor cases.

3 31 DIVISION III
3 32 MISCELLANEOUS TRANSFERS AND ALLOCATIONS

3 33 Sec. 3. TRANSFERS.
3 34 1. For the fiscal year beginning July 1, 2016, and ending
3 35 June 30, 2017, the following amounts shall be transferred from
4 1 the identified funds to the general fund of the state:
4 2 a. From the Iowa cultural trust fund established in section
4 3 303A.4, notwithstanding section 303A.4, subsection 4, paragraph
4 4 "a":
4 5 ..... $ 6,135,000
4 6 b. From the strategic investment fund established in
4 7 section 15.313:
4 8 ..... $ 1,000,000
4 9 c. From the innovation and commercialization development
4 10 fund established in section 15.412:
4 11 ..... $ 2,000,000
4 12 d. From the economic development energy projects fund
4 13 established under section 15.106A, subsection 1, paragraph "o":
4 14 ..... $ 2,000,000
4 15 e. From the grow Iowa values fund established under section
4 16 15.106A, subsection 1, paragraph "o":
4 17 ..... $ 12,000,000
4 18 f. From the federal economic stimulus and jobs holding fund
4 19 created by 2004 Iowa Acts, First Extraordinary Session, chapter
4 20 1002, section 2:
4 21 ..... $ 2,000,000
4 22 2. The transfers required by this section shall be made on
4 23 the effective date of this section.

Division III transfers a total of $25,135,000 in revenue from non-General Fund sources to the General Fund for FY 2017, which includes:

- $6,135,000 from the Iowa Cultural Trust Fund to the General Fund in FY 2017. This Fund is established by Iowa Code chapter 303A and is used to fund statewide educational programs to promote participation in, expanded support of, and local endowment building for Iowa nonprofit arts, history, and sciences and humanities organizations. The funds may only be used when the balance in the Fund equals or exceeds $3,000,000.
- $1,000,000 from the Strategic Investment Fund to the General Fund in FY 2017. This Fund was created to combine the assets of a number of programs and to receive appropriations and other moneys for the purpose of supporting programs specified in Iowa Code section 15.313. The Fund combines the major State-funded economic development financial assistance programs. The following programs are included in this Fund: the Community Economic Betterment Account, the Self-Employment Loan Program, Targeted Small Business Financial Assistance, the Business Development Finance Corporation, Entrepreneurs with Disabilities, the Disabled Job Opportunities Program, and Entrepreneurial Venture Development.
- $2,000,000 from the Innovation and Commercialization Development Fund to the General Fund in FY 2017. This Fund received an appropriation from the Rebuild Iowa Infrastructure

Fund for facilitating agreements, enhancing commercialization in targeted industries, and increasing the availability of skilled workers in targeted industries. The Fund is established in Iowa Code section 15.412.

- $2,000,000 from the Economic Development Energy Projects Fund to the General Fund in FY 2017. This Fund was created after the Iowa Economic Development Authority (IEDA) assumed authority over the Iowa Power Fund of the former Office of Energy Independence on July 1, 2011. The Energy Projects Fund includes moneys transferred from the Iowa Power Fund and the U.S. Department of Energy (federal American Recovery and Reinvestment Act (ARRA)) funds.
- $12,000,000 from the Grow Iowa Values Fund to the General Fund in FY 2017. The Grow Iowa Values Fund was transferred to the IEDA with the enactment of 2011 Iowa Acts, ch. 118 (Economic Development Agencies and Programs) and the name was changed to the Economic Development Fund.
- $2,000,000 from the Federal Economic Stimulus and Jobs Holding Fund to the General Fund in FY 2017. This Fund was established in 2004 to receive federal funds from the federal Jobs and Growth Tax Relief Reconciliation Act of 2003.

4 24 Sec. 4. OPEN SPACES ACCOUNT —— PARK MAINTENANCE. Of the
4 25 Iowa resources enhancement and protection fund moneys allocated
4 26 to the open spaces account pursuant to section 455A.19,
4 27 subsection 1, paragraph a, subparagraph (1), $1,000,000 shall
4 28 be used for state park maintenance from the effective date of
4 29 this section through the close of the fiscal year ending June
4 30 30, 2017.

Requires that $1,000,000 from the Open Spaces Account of the Resource Enhancement and Protection Fund (REAP) be used to fund maintenance at state parks for the remainder of FY 2017.

DETAIL: These funds will partially offset a $1,300,000 reduction to the Department of Natural Resources (DNR) General Fund appropriation. Iowa Code section 455A.19 allocates 28.00% the REAP appropriation annually to the Open Spaces Account. The Account is used to fund the Protected Waters Program and to implement the statewide open space acquisition, protection, and development programs. A portion of the funds are also used to reimburse local governments for property tax dollars lost due to open space land acquisitions.

4 31 Sec. 5. IOWA VETERANS HOME CARRYOVER SURPLUS ——
4 32 TRANSFER. Notwithstanding section 35D.18, subsection 5, from
4 33 any moneys that remain unencumbered or unobligated from amounts
4 34 appropriated for the fiscal year beginning July 1, 2015, and
4 35 ending June 30, 2016, $350,195 is transferred to the college
5 1 student aid commission for purposes of the national guard
5 2 educational assistance program established in section 261.86.

CODE: Transfers $350,195 from the FY 2016 General Fund carryforward balance of the Iowa Veterans Home to the College Student Aid Commission for purposes of funding the National Guard Educational Assistance Program for FY 2017.

DETAIL: Iowa Code section 35D.18, allows the Veterans Homes to carry forward any unobligated funds from the Home's General Fund appropriation for expenditure in the next fiscal year. The Veterans Home carried forward $3,970,000 from the FY 2016 General Fund appropriation for expenditure in FY 2017.

5 3 DIVISION IV
5 4 MISCELLANEOUS REDUCTIONS, REALLOCATIONS, AND ADJUSTMENTS TO
5 5 HEALTH AND HUMAN SERVICES-RELATED APPROPRIATIONS
5 6 Sec. 6. 2015 Iowa Acts, chapter 137, section 126,
5 7 subsections 1, 4, 6, and 12, as amended by 2016 Iowa Acts,
5 8 chapter 1139, section 6, are amended to read as follows:

5 9 1. To be credited to the family investment program account
5 10 and used for assistance under the family investment program
5 11 under chapter 239B:
5 12 ~~..... $ 5,112,462~~
5 13 15,112,462

Provides a supplemental Temporary Assistance for Needy Families (TANF) appropriation of $10,000,000 for FY 2017 for the Family Investment Program.

DETAIL: This amount replaces the $10,000,000 General Fund deappropriation for the Program.

5 14 4. For field operations:
5 15 ~~..... $ 35,774,331~~
5 16 38,774,331

Provides a supplemental TANF appropriation of $3,000,000 for FY 2017 for Field Operations.

DETAIL: This amount replaces the $3,000,000 General Fund deappropriation for Field Operations.

5 17 6. For state child care assistance:
5 18 ~~..... $ 46,866,826~~
5 19 49,866,826
5 20 a. Of the funds appropriated in this subsection,
5 21 $26,328,097 is transferred to the child care and development
5 22 block grant appropriation made by the Eighty-sixth General
5 23 Assembly, 2016 Session, for the federal fiscal year beginning
5 24 October 1, 2016, and ending September 30, 2017. Of this
5 25 amount, $200,000 shall be used for provision of educational
5 26 opportunities to registered child care home providers in order
5 27 to improve services and programs offered by this category
5 28 of providers and to increase the number of providers. The
5 29 department may contract with institutions of higher education
5 30 or child care resource and referral centers to provide
5 31 the educational opportunities. Allowable administrative
5 32 costs under the contracts shall not exceed 5 percent. The
5 33 application for a grant shall not exceed two pages in length.
5 34 b. Any funds appropriated in this subsection remaining
5 35 unallocated shall be used for state child care assistance
6 1 payments for families who are employed including but not
6 2 limited to individuals enrolled in the family investment
6 3 program.

Provides a supplemental TANF appropriation of $3,000,000 for FY 2017 for Child Care Assistance.

DETAIL: This amount replaces the $3,000,000 General Fund deappropriation for Child Care Assistance.

6 4 12. For the family investment program share of the costs to
6 5 continue to develop and maintain a new, integrated eligibility
6 6 determination system:
6 7 ~~..... $ 5,654,880~~

Deappropriates $5,654,880 from the estimated FY 2017 TANF appropriation for the Family Investment Program Eligibility System.

DETAIL: This deappropriation is due to funds not being expended

6 8 0

during FY 2017.

6 9 Sec. 7. 2015 Iowa Acts, chapter 137, section 128, unnumbered
6 10 paragraphs 1 and 2, as amended by 2016 Iowa Acts, chapter 1139,
6 11 section 8, are amended to read as follows:
6 12 There is appropriated from the general fund of the state to
6 13 the department of human services for the fiscal year beginning
6 14 July 1, 2016, and ending June 30, 2017, the following amount,
6 15 or so much thereof as is necessary, to be used for the purpose
6 16 designated:
6 17 To be credited to the family investment program (FIP)
6 18 account and used for family investment program assistance under
6 19 chapter 239B:
6 20 ~~..... $ 48,673,875~~
6 21 36,600,196

Deappropriates $12,073,679 from the estimated FY 2017 General Fund appropriation for the Family Investment Program.

DETAIL: Of this amount, $10,000,000 is replaced by a supplemental TANF appropriation for the Program. The remainder of the deappropriation is due to declining caseloads and a decreased need for allowances.

6 22 Sec. 8. 2015 Iowa Acts, chapter 137, section 132, unnumbered
6 23 paragraph 2, as amended by 2016 Iowa Acts, chapter 1139,
6 24 section 10, is amended to read as follows:
6 25 For medical assistance program reimbursement and associated
6 26 costs as specifically provided in the reimbursement
6 27 methodologies in effect on June 30, 2016, except as otherwise
6 28 expressly authorized by law, consistent with options under
6 29 federal law and regulations, and contingent upon receipt of
6 30 approval from the office of the governor of reimbursement for
6 31 each abortion performed under the program:
6 32 ~~..... $1,318,246,446~~
6 33 1,304,390,737

Deappropriates $13,855,709 from the estimated FY 2017 General Fund appropriation for Medicaid.

DETAIL: With the General Fund deappropriation and the other revenue and expenditure changes, the Bill fully funds Medicaid based on the $14,500,000 need estimated by the Medicaid Forecasting Group. The changes include:

- A decrease in the General Funds appropriation of $13,855,709.
- An increase of $1,700,000 due to additional Decategorization funds that would have previously reverted to the General Fund, but will be used to offset Medicaid expenditures.
- An increase of $9,505,709 due to Managed Care Organizations earning only half of their performance incentive payout.
- An increase of $4,500,000 due to a delay in the payment for a federal health insurance fee related to the Affordable Care Act.
- An increase of $9,500,000 due to lower fee-for-service expenditures.
- An increase of $3,000,000 due the University of Iowa Hospitals and Clinics (UIHC) funding the State share for the Disproportionate Share Hospital (DSH) Program.
- An increase of $150,000 due to the reduction in a UIHC lodging allocation.

6 34 Sec. 9. 2015 Iowa Acts, chapter 137, section 132, subsection
6 35 12, paragraph a, unnumbered paragraph 1, as amended by 2016
7 1 Iowa Acts, chapter 1139, section 10, is amended to read as
7 2 follows:
7 3 ~~Of the funds appropriated in this section, $3,000,000 is~~
7 4 ~~allocated for the state match for a disproportionate share~~
7 5 ~~hospital payment of $6,861,848 to~~ The hospitals that meet

Eliminates the $3,000,000 state allocation for the UIHC DSH payment. The UIHC will now be responsible for providing the State share to draw down federal DSH dollars.

7 6 both of the conditions specified in subparagraphs (1) and
7 7 (2)~~. In addition, the hospitals that meet the conditions~~
7 8 ~~specified~~ shall either certify public expenditures or transfer
7 9 to the medical assistance program an amount equal to provide
7 10 the nonfederal share for a disproportionate share hospital
7 11 payment of ~~$19,771,582~~ $26,633,430. The hospitals that meet
7 12 the conditions specified shall receive and retain 100 percent
7 13 of the total disproportionate share hospital payment of
7 14 $26,633,430.

7 15 Sec. 10. 2015 Iowa Acts, chapter 137, section 132,
7 16 subsection 21, as amended by 2016 Iowa Acts, chapter 1139,
7 17 section 10, is amended to read as follows:
7 18 21. Of the funds appropriated in this section, ~~$250,000~~
7 19 $100,000 shall be used for lodging expenses associated with
7 20 care provided at the university of Iowa hospitals and clinics
7 21 for patients with cancer whose travel distance is 30 miles or
7 22 more and whose income is at or below 200 percent of the federal
7 23 poverty level as defined by the most recently revised poverty
7 24 income guidelines published by the United States department of
7 25 health and human services. The department of human services
7 26 shall establish the maximum number of overnight stays and the
7 27 maximum rate reimbursed for overnight lodging, which may be
7 28 based on the state employee rate established by the department
7 29 of administrative services. The funds allocated in this
7 30 subsection shall not be used as nonfederal share matching
7 31 funds.

Reduces the allocation to the UIHC that is used for overnight lodging for cancer patients who travel 30 miles or more to receive treatment from $250,000 down to $100,000.

DETAIL: The UIHC spent $82,867 of this allocation in FY 2016 and the reduction in the allocation is not expected to impact the Program.

7 32 Sec. 11. 2015 Iowa Acts, chapter 137, section 134,
7 33 subsection 1, as amended by 2016 Iowa Acts, chapter 1139,
7 34 section 12, is amended to read as follows:
7 35 1. There is appropriated from the general fund of the
8 1 state to the department of human services for the fiscal year
8 2 beginning July 1, 2016, and ending June 30, 2017, the following
8 3 amount, or so much thereof as is necessary, to be used for the
8 4 purpose designated:
8 5 For the state supplementary assistance program:
8 6 ~~..... $ 11,611,442~~
8 7 10,722,135

Deappropriates $889,307 from the estimated FY 2017 General Fund appropriation for State Supplementary Assistance.

DETAIL: The reduction is due to lower caseloads and expenditures and no services are anticipated to be impacted by this change.

8 8 Sec. 12. 2015 Iowa Acts, chapter 137, section 135,
8 9 subsection 1, as amended by 2016 Iowa Acts, chapter 1139,
8 10 section 13, is amended to read as follows:
8 11 1. There is appropriated from the general fund of the
8 12 state to the department of human services for the fiscal year
8 13 beginning July 1, 2016, and ending June 30, 2017, the following
8 14 amount, or so much thereof as is necessary, to be used for the
8 15 purpose designated:

Provides $259,179 for an FY 2017 General Fund supplemental appropriation to the hawk-i Program.

DETAIL: With the supplemental appropriation, the Program will be fully funded based on the hawk-i Forecasting Group's estimates.

8 16 For maintenance of the healthy and well kids in Iowa (hawk-i)
8 17 program pursuant to chapter 514I, including supplemental dental
8 18 services, for receipt of federal financial participation under
8 19 Tit.XXI of the federal Social Security Act, which creates the
8 20 children's health insurance program:
8 21 ~~..... $ 9,176,652~~
8 22 9,435,831

8 23 Sec. 13. 2015 Iowa Acts, chapter 137, section 136,
8 24 unnumbered paragraph 2, as amended by 2016 Iowa Acts, chapter
8 25 1139, section 14, is amended to read as follows:
8 26 For child care programs:
8 27 ~~..... $ 36,389,561~~
8 28 33,389,561

Deappropriates $3,000,000 from the estimated FY 2017 General Fund appropriation for Child Care Assistance.

DETAIL: This amount is replaced with a $3,000,000 TANF appropriation for Child Care Assistance.

8 29 Sec. 14. 2015 Iowa Acts, chapter 137, section 143, as
8 30 amended by 2016 Iowa Acts, chapter 1139, section 20, is amended
8 31 to read as follows:
8 32 SEC. 143. MENTAL HEALTH INSTITUTES. There is appropriated
8 33 from the general fund of the state to the department of human
8 34 services for the fiscal year beginning July 1, 2016, and ending
8 35 June 30, 2017, the following amounts, or so much thereof as is
9 1 necessary, to be used for the purposes designated:

9 2 1. For operation of the state mental health institute at
9 3 Cherokee as required by chapters 218 and 226 for salaries,
9 4 support, maintenance, and miscellaneous purposes, and for not
9 5 more than the following full-time equivalent positions:
9 6 ~~..... $ 14,644,041~~
9 7 14,658,594
9 8 ..... FTEs 169.20

Provides $14,553 for an FY 2017 General Fund supplemental appropriation for the Cherokee Mental Health Institute (MHI).

DETAIL: The additional funds will be used to maintain the current level of service.

9 9 2. For operation of the state mental health institute at
9 10 Independence as required by chapters 218 and 226 for salaries,
9 11 support, maintenance, and miscellaneous purposes, and for not
9 12 more than the following full-time equivalent positions:
9 13 ~~..... $ 18,552,103~~
9 14 18,589,015
9 15 ..... FTEs 233.00

Provides $36,912 for an FY 2017 General Fund supplemental appropriation for the Independence MHI.

DETAIL: The additional funds will be used to maintain the current level of service. In addition, Section 17 of this Bill provides Independence with a $1,100,000 transfer from the Autism Support Fund in FY 2017 to be used for the same purpose.

9 16 Sec. 15. 2015 Iowa Acts, chapter 137, section 145,
9 17 subsection 1, as amended by 2016 Iowa Acts, chapter 1139,
9 18 section 22, is amended to read as follows:
9 19 1. There is appropriated from the general fund of the
9 20 state to the department of human services for the fiscal year
9 21 beginning July 1, 2016, and ending June 30, 2017, the following
9 22 amount, or so much thereof as is necessary, to be used for the
9 23 purpose designated:

Provides $478,878 for an FY 2017 General Fund supplemental appropriation for the Civil Commitment Unit for Sexual Offenders (CCUSO).

DETAIL: The additional funds will be used to maintain the current level of service.

9 24 For costs associated with the commitment and treatment of
9 25 sexually violent predators in the unit located at the state
9 26 mental health institute at Cherokee, including costs of legal
9 27 services and other associated costs, including salaries,
9 28 support, maintenance, and miscellaneous purposes, and for not
9 29 more than the following full-time equivalent positions:
9 30 ~~..... $ 10,193,079~~
9 31 10,671,957
9 32 ..... FTEs 132.50

9 33 Sec. 16. 2015 Iowa Acts, chapter 137, section 146,
9 34 subsection 1, unnumbered paragraph 2, as amended by 2016 Iowa
9 35 Acts, chapter 1139, section 23, is amended to read as follows:
10 1 For field operations, including salaries, support,
10 2 maintenance, and miscellaneous purposes, and for not more than
10 3 the following full-time equivalent positions:
10 4 ~~..... $ 54,442,877~~
10 5 51,442,877
10 6 ..... FTEs 1,837.00

Deappropriates $3,000,000 from the estimated FY 2017 General Fund appropriation for Field Operations.

DETAIL: This amount is replaced with a $3,000,000 TANF appropriation for Field Operations.

10 7 Sec. 17. AUTISM SUPPORT FUND —— TRANSFER.
10 8 Notwithstanding section 225D.2, for the fiscal year beginning
10 9 July 1, 2016, and ending June 30, 2017, of the $2,000,000
10 10 credited to the autism support fund, $1,100,000 is transferred
10 11 to the department of human services to supplement the
10 12 appropriation in 2015 Iowa Acts, chapter 137, section 143, as
10 13 amended by 2016 Iowa Acts, chapter 1139, section 20, for the
10 14 state mental health institute at Independence, for the fiscal
10 15 year beginning July 1, 2016, and ending June 30, 2017.

Transfers $1,100,000 from the Autism Support Fund to the Independence MHI for FY 2017.

DETAIL: The Autism Support Program is anticipated to spend $900,000 of the $2,000,000 appropriated in FY 2017, and no services are anticipated to be impacted by the transfer.

10 16 DIVISION V
10 17 MISCELLANEOUS REDUCTIONS

10 18 Sec. 18. OPERATIONAL EXPENDITURE REDUCTIONS. The amounts
10 19 appropriated from the general fund of the state to the
10 20 departments and establishments of the executive branch, as
10 21 defined in section 8.2, for operational purposes in enactments
10 22 made for the fiscal year beginning July 1, 2016, and ending
10 23 June 30, 2017, are reduced by $11,500,000 for the period
10 24 beginning on the effective date of this section and ending on
10 25 June 30, 2017. For purposes of this section, “operational
10 26 purposes” include but are not limited to state agency office
10 27 supplies, outside services purchases, equipment purchases,
10 28 printing and binding, information technology, marketing, and
10 29 state employee travel. Operational expenses may also include
10 30 a moratorium on filling vacant or newly created positions of
10 31 employment for the period beginning March 1, 2017, and ending
10 32 June 30, 2017. The reductions to operational appropriations

Reduces Executive Branch departments’ FY 2017 General Fund operating appropriations by $11,500,000. Requires the Department of Management (DOM) to apply the reductions in consultation with each department and requires DOM to submit a report to the General Assembly and the Legislative Services Agency (LSA) within 30 days of the effective date of this Bill that specifies the appropriation reductions.

10 33 required by this section shall be applied by the department
10 34 of management in consultation with each department. The
10 35 department shall submit a report to the general assembly
11 1 and the legislative services agency regarding anticipated
11 2 reductions for operational purposes within thirty days of the
11 3 effective date of this section.

11 4 Sec. 19. LEGISLATORS' PER DIEM FOR THE 2017 REGULAR
11 5 SESSION. Notwithstanding section 2.10, subsection 1, to the
11 6 contrary, members of the Eighty-seventh General Assembly shall
11 7 be limited to the receipt of a per diem for expenses of office
11 8 for the First Regular Session convening in 2017 for a maximum
11 9 of one hundred calendar days rather than one hundred ten
11 10 calendar days.

Limits the per diem for legislators from 110 days to 100 days for the 2017 Legislative Session.

DETAIL: Reducing the 2017 Legislative Session by 10 days would save an estimated $380,000, which includes savings associated with per diem expenses and session-only staff salaries.

11 11 Sec. 20. GENERAL ASSEMBLY AND LEGISLATIVE STAFF TRAVEL. For
11 12 the period beginning on the effective date of this section
11 13 through the close of the fiscal year ending on June 30, 2017,
11 14 costs for out-of-state travel and per diems for out-of-state
11 15 travel for members of the general assembly, and costs for
11 16 out-of-state travel for general assembly staff members, shall
11 17 not be paid from moneys appropriated pursuant to section 2.12.

Prohibits reimbursement for out-of-state travel for legislators and legislative staff for the remainder of FY 2017.

11 18 Sec. 21. 2015 Iowa Acts, chapter 138, section 5A, subsection
11 19 1, as enacted by 2016 Iowa Acts, chapter 1138, section 2, is
11 20 amended to read as follows:
11 21 1. The appropriations made pursuant to section 2.12 for the
11 22 expenses of the general assembly and legislative agencies for
11 23 the fiscal year beginning July 1, 2016, and ending June 30,
11 24 2017, are reduced by the following amount:
11 25 ~~..... $ 5,400,000~~
11 26 6,000,000

Increases the reduction to the FY 2017 Legislative Branch budget by $600,000.

11 27 DIVISION VI
11 28 EFFECTIVE DATE PROVISIONS

11 29 Sec. 22. EFFECTIVE UPON ENACTMENT. This Act, being deemed
11 30 of immediate importance, takes effect upon enactment.

Specifies that this Bill takes effect upon enactment.

Fiscal Impact of SF 130
on the FY 2017 General Fund Budget

		FY 2017
Revenue Adjustments		
Iowa Cultural Trust Fund	$	6,135,000
Strategic Investment Fund		1,000,000
Innovation and Commercialization Development Fund		2,000,000
Economic Development Energy Projects Fund		2,000,000
Grow Iowa Values Fund		12,000,000
Federal Econ. Stimulus and Jobs Holding Fund		2,000,000
Total Revenue Increases		25,135,000
Net Appropriation Changes		88,206,720
Total General Fund Budget Adjustment	**$**	**113,341,720**

SENATE FILE 130
Net Appropriation Changes
General Fund

		FY 2017
Administrative Services, Dept. of		
Administrative Services	$	-262,226
Human Rights, Dept. of		
Department of Human Rights	$	-87,571
Inspections & Appeals, Dept. of		
Department of Inspections and Appeals	$	-300,000
Public Information Board		
Iowa Public Information Board	$	-75,000
Revenue, Dept. of		
Department of Revenue	$	-1,200,000
Agriculture and Land Stewardship		
Agriculture and Land Stewardship	$	-400,000
Natural Resources, Dept. of		
Natural Resources	$	-1,300,000
Cultural Affairs, Dept. of		
Cultural Affairs	$	-210,958
Economic Development Authority		
Economic Development	$	-700,000
Iowa Workforce Development		
Iowa Workforce Development	$	-500,000
College Aid Commission		
College Student Aid Commission	$	-390,984
Education, Dept. of		
Department of Education	$	-4,527,270
Iowa Public Television		-200,000
Community Colleges General Aid		-3,000,000
Total Education	$	-7,727,270
Regents, Board of		
University of Iowa Reduction	$	-8,000,000
Iowa State University Reduction		-8,000,000
University of Northern Iowa Reduction		-2,000,000
Total Regents	$	-18,000,000

SENATE FILE 130
Net Appropriation Changes
General Fund

		FY 2017
Aging, Dept. on		
Department on Aging	$	-400,000
Public Health, Dept. of		
Public Health	$	-2,000,000
Human Services, Dept. of		
Human Services	$	-3,826,536
Family Investment Program/JOBS		-12,073,679
Medical Assistance		-13,855,709
State Supplementary Assistance		-889,307
State Children's Health Insurance		259,179
Child Care Assistance		-3,000,000
Cherokee MHI		14,553
Independence MHI		36,912
Civil Commitment Unit for Sexual Offenders		478,878
Field Operations		-3,000,000
Total Human Services	$	-35,855,709
Veterans Affairs, Dept. of		
Iowa Veterans Home	$	-200,000
Justice, Dept. of		
Attorney General	$	-598,425
Corrections, Dept. of		
Corrections	$	-5,500,000
Judicial Branch		
Judicial Branch	$	-3,000,000
Inspections & Appeals, Dept. of		
Public Defender	$	-457,481
Indigent Defense Appropriation		4,300,000
Total Inspections and Appeals	$	3,842,519
Public Safety, Dept. of		
Public Safety	$	-1,000,000
Public Defense, Dept. of		
Public Defense, Department of	$	-241,096
Legislative Branch		
Legislative Branch	$	-600,000
Management, Dept. of		
Discretionary Reductions	$	-11,500,000
GRAND TOTAL	**$**	**-88,206,720**

SENATE FILE 130
Net Appropriation Changes
Other Funds

	FY 2017
Human Services, Dept. of	
FIP-TANF	$ 10,000,000
Field Operations-TANF	3,000,000
Child Care Assistance -TANF	3,000,000
FIP Eligibility System-TANF	-5,654,880
Total Human Services	**$ 10,345,120**