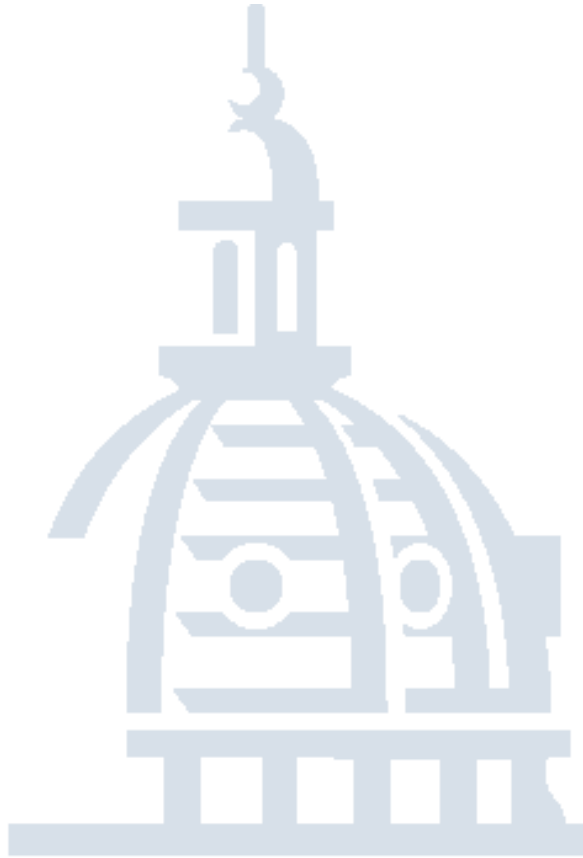

**AGRICULTURE AND NATURAL RESOURCES
APPROPRIATIONS SUBCOMMITTEE
DETAILED ANALYSIS OF THE
FY 2010 GOVERNOR'S RECOMMENDATIONS**



FISCAL SERVICES DIVISION

FEBRUARY 2009



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Fiscal Services Division

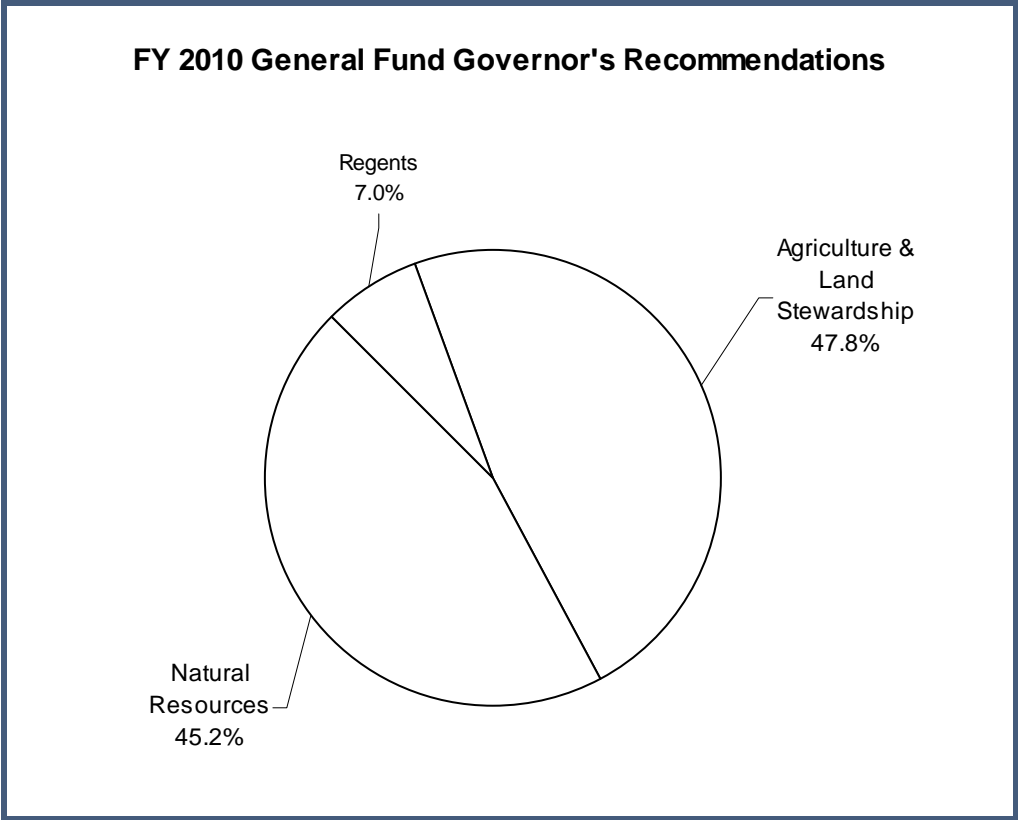
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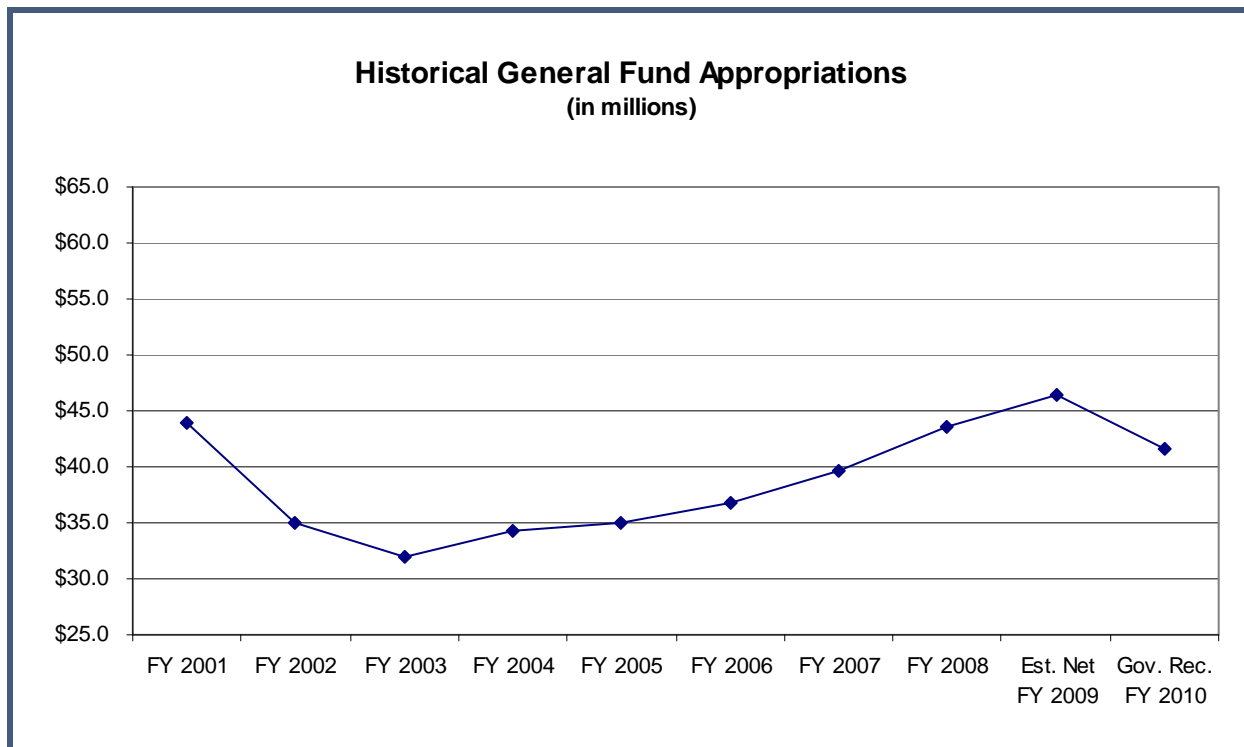
John Pollak (Ext. 1-3818)

**AGRICULTURE AND NATURAL RESOURCES
APPROPRIATIONS SUBCOMMITTEE**



FY 2010 General Fund Governor's Recommendations

Agriculture & Land Stewardship	\$	19,889,964
Natural Resources		18,824,401
Board of Regents		2,910,313
	\$	<u>41,624,678</u>



FY 2010 GOVERNOR’S RECOMMENDATIONS

Department of Agriculture and Land Stewardship

The Department of Agriculture and Land Stewardship (DALs) was created in 1923 to oversee agriculture in the State. Land stewardship functions were added in 1986. The Department has two operating divisions: the Consumer Protection and Industry Services Division and the Soil Conservation Division.

The Governor is recommending FY 2010 General Fund appropriations totaling \$19.9 million. This is a decrease of \$1.8 million (8.3%) compared to estimated net FY 2009. The Governor is also recommending FY 2010 other fund appropriations totaling \$16.5 million. This is a decrease of \$15,000 (0.1%) compared to estimated FY 2009.

General Fund Recommendations

	Est. Net FY 2009	Gov Rec FY 2010	Gov. Rec. vs. FY 2009
<u>Agriculture and Land Stewardship</u>			
Administrative Division	\$ 19,441,738	\$ 17,806,307	\$ -1,635,431
Chronic Wasting Disease	98,500	92,097	-6,403
Regulatory Dairy Products	935,750	857,035	-78,715
Avian Influenza	46,885	43,837	-3,048
Apiary Program	73,875	69,073	-4,802

Agriculture and Natural Resources Appropriations Subcommittee

	Est. Net FY 2009	Gov Rec FY 2010	Gov. Rec. vs. FY 2009
<u>Agriculture and Land Stewardship, cont.</u>			
Gypsy Moth Control - GF	49,250	46,049	-3,201
Emerald Ash Borer Public Awareness	49,250	46,049	-3,201
Soil Commissioners Expense	394,000	368,390	-25,610
Sr. Farmers Market Program	73,875	69,073	-4,802
Emergency Veterinarian Rapid Response	128,050	119,727	-8,323
Organic Agricultural Products	49,250	46,049	-3,201
Grape & Wine Development Fund	275,800	252,600	-23,200
Farm to School Program	78,800	73,678	-5,122
Total Agriculture and Land Stewardship	\$ 21,695,023	\$ 19,889,964	\$ -1,805,059

Changes include:

- Three appropriations were decreased by 8.4%. They include:
 - \$1.6 million and 1.0 FTE position for the Administrative Division.
 - \$79,000 for Regulatory Dairy Products.
 - \$23,000 for the Grape and Wine Program.
- The remaining appropriations were reduced by 6.5%. They include:
 - \$6,000 for the Chronic Wasting Disease Program.
 - \$3,000 for the Avian Influenza Program.
 - \$5,000 for the Apiary Program.
 - \$3,000 for the Gypsy Moth Program.
 - \$3,000 for the Emerald Ash Borer Program.
 - \$26,000 for reimbursement of District Soil and Water Commissioners expenses.
 - \$5,000 for the Senior Farmer’s Market Program.
 - \$8,000 for the Emergency Veterinarian Rapid Response Program.
 - \$3,000 for Organic Agricultural Products Program.
 - \$5,000 for the Farm-To-School Program.

The Department was also included in the Governor’s additional selective reductions totaling \$422,000 from administrative savings. *The Governor is recommending this amount be deappropriated for FY 2009.*

Other Fund Recommendations

	Estimated FY 2009	Gov Rec FY 2010	Gov. Rec. vs. FY 2009
<u>Agriculture and Land Stewardship</u>			
Agriculture and Land Stewardship			
Native Horse and Dog Program	\$ 305,516	\$ 305,516	\$ 0
Motor Fuel Inspection-RFIF	300,000	300,000	0
Open Feedlots-Ag Remediation	50,000	50,000	0
Conservation Reserve Enhance-EFF	1,500,000	1,500,000	0
Watershed Protection Fund-EFF	2,550,000	2,550,000	0
Farm Management Demo.-EFF	850,000	850,000	0
Agricultural Drainage Wells-EFF	1,500,000	1,500,000	0
Cost Share-EFF	7,000,000	7,000,000	0
Conservation Reserve Prog.-EFF	1,500,000	1,500,000	0
So. Iowa Conservation & Dev.-EFF	300,000	300,000	0
Soil & Water Conservation Needs Assessment	15,000	0	-15,000
Total Agriculture and Land Stewardship	\$ 15,870,516	\$ 15,855,516	\$ -15,000
Loess Hills Dev. and Conservation			
Loess Hills-EFF	\$ 600,000	\$ 600,000	\$ 0
Total Agriculture and Land Stewardship	\$ 16,470,516	\$ 16,455,516	\$ -15,000

Changes include a decrease of \$15,000 related to one-time funding received in FY 2009 for the soil and water conservation needs assessment of the Little Sioux River.

Issues

FY 2009 Budget Reductions – The 1.5% across-the-board reduction for the Department of Agriculture and Land Stewardship was \$333,000 for General Fund appropriations. The Department has indicated that the General Fund reduction will be achieved by holding open vacant funded positions and reducing administrative costs. The Department was also included in the Governor’s additional selective reductions totaling \$422,000 from administrative savings. *The Governor is recommending this amount be deappropriated for FY 2009.*

Federal Economic Stimulus Plan 2009 – As of the print date of this publication, the Department is uncertain as to amount of additional federal funds that will be received from the Federal Economic Stimulus Plan 2009. The LSA is monitoring the Federal Economic Stimulus Plan and providing updates on the General Assembly website: <http://www.legis.state.ia.us/Fiscal/FedEconomicStimulus/>. The Department plans to use additional funding for the following:

- **Integrated Drainage and Wetland Landscape Systems Initiative** – This initiative will replace subsurface drainage district systems while restoring highly functional wetlands to remove nitrates, improving wildlife habitat, reducing surface runoff and phosphorus to streams, optimizing crop yields, and reducing emissions, greenhouse gases, and hypoxia. The Iowa Drainage Districts installed in the early 1900s are at the end of their service life and were not designed to serve modern ecological and environmental stewardship needs such as reduction of nutrients to water resources and limitations of Iowa’s contribution to the hypoxic zone in the Gulf of Mexico. The initial 25 pilot project areas will serve as demonstrations for developing and monitoring nutrient removal wetlands

and redesigned drains through existing locally-led drainage districts. Total State funding needed is \$31.0 million and would be matched with local funds.

- **Abandoned Mines** – The State is responsible for the reclamation of abandoned coal mines, affecting approximately 13,000 acres and 185 sites. Funding would be used to implement on-the-ground construction activities for completed designs, and for those able to be finalized within 60 days. The cost for construction work is estimated at \$11.6 million and the cost for engineering firms at \$1.2 million. The total injection to local economies would be \$12.8 million. Reclamation activities include general grading to return the site to the approximate original contour and establishing stable vegetation. The existing Department reclamation efforts aim to mitigate “features” posing a threat to the health, safety, and welfare of the general public and to address environmental concerns. These include clogged streams, clogged stream land, dangerous highwalls, hazardous water bodies, industrial and residential waste, and acid mine drainage. Water quality and the biotic community are adversely affected by the related acid forming materials and acidic water activity.
- **Soil Conservation Maintenance and Restoration Activities** – The Department is requesting \$6.7 million for the following soil conservation activities:
 - \$1.5 million to assist landowners in maintaining flood protection practices not directly affected by the 2008 flood with low-interest loans.
 - \$3.7 million is needed for technical support for landowners that need to repair practices caused by flooding.
 - \$1.5 million is requested for cost share moneys in targeted watersheds to build up and increase capacity in water retention basins and terraces.

Flood Damage – The Rebuild Iowa Office was established in June 2008 to be the State operational component to coordinate flood recovery activities. The Agriculture and Environment Task Force held three meetings to discuss flood and storm damage and to make recommendations to the Rebuild Iowa Office. During the first meeting, it was reported the damage to soil conservation practices was estimated at \$40.0 million.

Department of Natural Resources

The Department of Natural Resources (DNR) is responsible for maintaining State parks and forests, protecting the environment, and managing energy, fish, wildlife, and land and water resources in Iowa.

The Governor is recommending FY 2010 General Fund appropriations totaling \$18.8 million. This is a decrease of \$2.7 million (12.6%) compared to estimated net FY 2009. The Governor is recommending other fund appropriations of \$43.2 million. This is a decrease of \$1.7 million (3.8%) compared to estimated FY 2009. The Governor is also recommending \$25.7 million for capital projects. This is a decrease of \$445,000 (1.7%) compared to estimated FY 2009.

General Fund Recommendations

	Est. Net FY 2009	Gov Rec FY 2010	Gov. Rec. vs. FY 2009
<u>Natural Resources, Dept. of</u>			
Natural Resources Operations	\$ 20,553,338	\$ 18,824,401	\$ -1,728,937
Redemption Center	985,000	0	-985,000
Total Natural Resources, Dept. of	\$ 21,538,338	\$ 18,824,401	\$ -2,713,937

Agriculture and Natural Resources Appropriations Subcommittee

Changes include:

- A decrease of \$1.7 million and an increase of 2.0 FTE positions for DNR operations.
- A decrease of \$985,000 to reflect a one-time appropriation received in FY 2009 for redemption center grants.

The Department was also included in the Governor's additional selective reductions totaling \$420,000 from administrative savings. *The Governor is recommending this amount be deappropriated for FY 2009.*

Other Fund Recommendations

	Estimated FY 2009	Gov Rec FY 2010	Gov. Rec. vs. FY 2009
<u>Natural Resources, Dept. of</u>			
Snowmobile Fund Transfer	\$ 950,000	\$ 0	\$ -950,000
ATV Fund Transfer	775,000	0	-775,000
Fish & Game-DNR Admin Expenses	38,793,154	38,793,154	0
NPDES Permit Application Processing	700,000	700,000	0
Snowmobile Registration Fees	100,000	100,000	0
UST Administration Match	200,000	200,000	0
GWF-Storage Tanks Study-DNR	100,303	100,303	0
GWF-Household Hazardous Waste-DNR	447,324	447,324	0
GWF-Well Testing Admin 2%-DNR	62,461	62,461	0
GWF-Groundwater Monitoring-DNR	1,686,751	1,686,751	0
GWF-Landfill Alternatives-DNR	618,993	618,993	0
GWF-Waste Reduction and Assistance	192,500	192,500	0
GWF-Solid Waste Authorization	50,000	50,000	0
GWF-Geographic Information System	297,500	297,500	0
Total Natural Resources, Dept. of	\$ 44,973,986	\$ 43,248,986	\$ -1,725,000
<u>Natural Resources Capital</u>			
REAP-EFF	\$ 18,000,000	\$ 18,000,000	\$ 0
Volunteers and Keepers of Land-EFF	100,000	100,000	0
Park Operations & Maintenance-EFF	2,470,000	2,470,000	0
GIS Information for Watershed-EFF	195,000	195,000	0
Water Quality Monitoring-EFF	2,955,000	2,955,000	0
Water Quality Protection-EFF	500,000	500,000	0
Air Quality Monitoring-EFF	325,000	625,000	300,000
Water Quantity-EFF	495,000	495,000	0
Resource Conservation and Dev.-EFF	250,000	0	-250,000
Global Climate Change-EFF	50,000	0	-50,000
Animal Feeding Operations-EFF	360,000	360,000	0
Ambient Air Quality-FES	195,000	0	-195,000
Water Trails & Low Head Dam	250,000	0	-250,000
Total Natural Resources Capital	\$ 26,145,000	\$ 25,700,000	\$ -445,000

Changes include:

- A decrease of \$950,000 to the Snowmobile Fund and \$775,000 to the All-Terrain Vehicle Fund. In FY 2009, the General Assembly replaced funding that was deappropriated in FY 2002. Funding was from the Unassigned Revenue Fund of the Underground Storage Tank Fund.
- An increase of \$300,000 for the Ambient Air Quality Monitoring Program with funding from the Environment First Fund and a decrease of \$195,000 for the Program with funding from the Federal Economic Stimulus and Jobs Holding Account.
- A decrease of \$250,000 for the Resource Conservation and Development Program with funding from the Environment First Fund.
- A decrease of \$50,000 for the Global Climate Change Program funding from the Environment First Fund.
- A decrease of \$250,000 for the Water Trails and Low Head Dam Program with funding from the Federal Economic Stimulus Fund.

Issues

FY 2009 Supplemental Appropriation – The Governor is recommending a supplemental appropriation of \$6.0 million for FY 2009 for the Conservation and Recreation Division for the following:

- \$2.0 million for the Parks Bureau for the following:
 - \$900,000 for loss of camping receipts due to the inclement weather.
 - \$533,000 for damage to parks not covered by the Federal Emergency Management Agency (FEMA).
 - \$525,000 for law enforcement retirement payouts.
- \$4.1 million for the Fisheries, Wildlife, and Law Enforcement Bureaus for the following:
 - \$1.5 million for loss of hunting and fishing license receipts.
 - \$1.3 million for crop damage on State-owned land.
 - \$470,000 for damage to fisheries, wildlife areas, and other land not covered by FEMA.
 - \$800,000 for law officer retirement payouts.

FY 2009 Budget Reductions – The 1.5% across-the-board reduction for the Department of Natural Resources was \$ 328,000 for General Fund appropriations. The Department has indicated that the General Fund reduction will be achieved by:

- Holding open vacant funded positions.
- Reducing administrative costs.
- Reducing seasonal employees.
- Delaying information services upgrades.

The Department was also included in the Governor's additional selective reductions totaling \$420,000 from administrative savings. *The Governor is recommending this amount be deappropriated for FY 2009.*

Federal Economic Stimulus Plan 2009 – As of the print date of this publication, the Department is uncertain as to the amount of additional federal funds that will be received from the Federal Economic Stimulus Plan 2009. The LSA is monitoring the Federal Economic Stimulus Plan and providing updates on the General Assembly website: <http://www.legis.state.ia.us/Fiscal/FedEconomicStimulus/>. The Department plans to use additional funding for the following:

- **Floodplain Mapping** – The total project cost is \$23.0 million with the State portion being \$8.0 million. Of that amount, \$5.0 million has been dedicated by various State agencies. Personnel and contracts could be in place in 90 days and it is estimated this project would create 24 jobs.
- **Honey Creek Destination Park Pedestrian Bridge** – The total project cost is \$4.5 million with no funding currently available for the project. Contracts could be in place by May 2009, and it is estimated this project would create 30 jobs lasting five years.
- **Storm Lake Water Quality Improvement Project** – The total project cost is \$5.0 million and the State portion is \$2.4 million. Contracts could be in place by May 2009, and it is estimated this project would create 30 jobs.
- **Lake Darling Restoration Project** – The total project cost is \$4.8 million and the State portion is \$2.3 million. Contracts could be in place by May 2009, and it is estimated this project would create 35 jobs lasting 18 months.
- **Iowa Cabin and Park Infrastructure** – The total project cost is \$6.0 million and the State portion is \$3.0 million. Contracts could be in place by May 2009, and it is estimated this project would create between 10 and 40 jobs per project.
- **Lake Restoration Projects** – The total project cost is \$12.7 million and the State portion is \$6.1 million. Contracts could be in place by May 2009, and it is estimated this project would create 130 jobs lasting 18 months.
- **Interpretive Center at Mines of Spain** – The total project cost is \$1.5 million and the State portion is \$700,000. Contracts could be in place by May 2009, and it is estimated this project would create 20 construction jobs for six months and two permanent jobs at the Center.

Floodplain Mapping – The Rebuild Iowa Office was established in June to be the State operational component to coordinate flood recovery activities. The Agriculture and Environment Task Force and the Floodplain Management and Hazard Mitigation Task Force held five meetings and made recommendations to the Rebuild Iowa Office. Presenters discussed the lack of detailed floodplain maps for many communities in Iowa. *The Governor is recommending \$3.0 million for a Floodplain Management/Dam Safety Program with funding from the Rebuild Iowa Infrastructure Fund.*

Air Quality Monitoring – The National Ambient Air Quality Standard (NAAQS) for fine particles was lowered from 65 to 35 micrometers per cubic meter of air on December 18, 2006. The DNR compares the past three years of data against the federal standard each year. The most recent comparison found that Iowa meets the standard with the exception of two areas in Scott and Muscatine counties. *The Governor is recommending \$625,000 from the Environment First Fund for air quality monitoring functions.*

Board of Regents

The Board of Regents oversees the three State universities, including Iowa State University (ISU). The Veterinary Diagnostic Laboratory at ISU historically received funding through the Agriculture and Natural Resource Appropriations Subcommittee. *The Governor is recommending a \$2.9 million appropriation for FY 2010 for the Veterinary Diagnostic Laboratory. The recommendation is included in the Education Appropriations Subcommittee.*

General Fund Recommendations

	Est. Net FY 2009	Gov Rec FY 2010	Gov. Rec. vs. FY 2009
<u>Regents, Board of</u>			
ISU Veterinary Diagnostic Laboratory	\$ 3,112,634	\$ 2,910,313	\$ -202,321
Total Regents, Board of	\$ 3,112,634	\$ 2,910,313	\$ -202,321

Department of Economic Development

The Department of Economic Development (DED) promotes economic development policies and practices that stimulate and sustain Iowa's economic growth and climate and that integrate efforts across public and private sectors. The Agriculture and Natural Resource Appropriations Subcommittee appropriated funds to DED in FY 2009 from the Environment First Fund for the Brownfields Redevelopment Program. *The Governor is recommending an FY 2010 appropriation from the Environment First Fund of \$500,000. This is no change compared to estimated FY 2009.*

Other Fund Recommendations

	Estimated FY 2009	Gov Rec FY 2010	Gov. Rec. vs. FY 2009
<u>Economic Development, Dept. of</u>			
Brownfields Redevelopment-EFF	\$ 500,000	\$ 500,000	\$ 0
Total Economic Development, Dept. of	\$ 500,000	\$ 500,000	\$ 0

Environment First Fund

The Environment First Fund was created by the 2000 General Assembly to provide funding for environmental programs. A standing appropriation of \$35.0 million was established in FY 2001 for the Fund from the Rebuild Iowa Infrastructure Fund (RIIF). The standing appropriation was increased to \$40.0 million for FY 2008 and \$42.0 million for FY 2009. The Agriculture and Natural Resources Appropriations Subcommittee made recommendations to the General Assembly regarding programs that should receive appropriations from the Fund. The following is a summary of the Governor's recommendations for FY 2010:

Agriculture and Natural Resources Appropriations Subcommittee

	Estimated Net FY 2009	Gov. Rec. FY 2010	FY 2010 vs. FY 2009
<u>Dept. of Agriculture and Land Stewardship</u>			
Conservation Reserve Enhancement	\$ 1,500,000	\$ 1,500,000	\$ 0
Watershed Protection Fund	2,550,000	2,550,000	0
Farm Management Demonstration	850,000	850,000	0
Agricultural Drainage Wells	1,500,000	1,500,000	0
Cost Share	7,000,000	7,000,000	0
Conservation Reserve Program	1,500,000	1,500,000	0
So. Iowa Conservation & Dev. Authority	300,000	300,000	0
Loess Hills Authority	600,000	600,000	0
Total Dept. Agriculture and Land Steward.	\$ 15,800,000	\$ 15,800,000	\$ 0
<u>Dept. of Natural Resources</u>			
REAP	\$ 18,000,000	\$ 18,000,000	\$ 0
Volunteers and Keepers of Land	100,000	100,000	0
Park Operations & Maintenance	2,470,000	2,470,000	0
GIS Information for Watershed	195,000	195,000	0
Water Quality Monitoring	2,955,000	2,955,000	0
Water Quality Protection	500,000	500,000	0
Air Quality Monitoring	325,000	625,000	300,000
Animal Feeding Operations	360,000	360,000	0
Global Climate Change	50,000	0	-50,000
Water Quantity	495,000	495,000	0
Resource Conservation and Development	250,000	0	-250,000
Total Dept. of Natural Resources	\$ 25,700,000	\$ 25,700,000	\$ 0
<u>Economic Development, Department of</u>			
Env DED Brownfields	\$ 500,000	\$ 500,000	\$ 0
Total Economic Development, Dept. of	\$ 500,000	\$ 500,000	\$ 0
Total Environment First Fund	\$ 42,000,000	\$ 42,000,000	\$ 0

INTERIM COMMITTEES, MEETINGS, AND PUBLICATIONS

Effects of Flooding on Livestock Industry Study Committee

The Livestock Odor Interim Study Committee was created with the charge to consider the effects of the 2008 flooding, tornadoes, and severe weather on the Iowa livestock industry, including financing issues and effects on businesses associated with the industry. The Interim Study Committee met on November 19 and 20 and made the following recommendations to the General Assembly:

- Allow employees from a State agency to enter a landowner's property to rescue livestock after the Governor has issued an emergency declaration.
- Allow a landowner to clean up severe weather debris before the waste develops into a health hazard.

Deer Study Advisory Committee

The Deer Study Advisory Committee was created in SF 2328 (FY 2009 Deer Depredation Program Act). The Deer Study Advisory Committee began meeting in September 2008 to identify and discuss the costs and benefits of Iowa's deer herd. The final meeting was held on December 30, 2008. A report with recommendations will be submitted to the General Assembly on January 30, 2009. The Farm Advisory Committee will meet with the Department twice a year to discuss farm issues related to deer.

Water Resources Coordinating Council

The Water Resources Coordinating Council was established in HF 2400 (FY 2009 Watershed Quality Task Force Policy Act). The Council is under the Office of the Governor with the purpose to preserve and protect Iowa's water resources, and to coordinate the management of those resources in a sustainable and fiscally responsible manner. The first meeting was held on December 18, 2008. The Council will continue to meet during 2009, however, the meeting dates have not been scheduled at this time.

Climate Change Advisory Council

The Climate Change Advisory Council was created in SF 485 (FY 2008 Greenhouse Gas Regulations Act). The Council consists of 23 voting members and four nonvoting members. The Council is charged with developing scenarios to reduce Statewide greenhouse gas emissions while considering cost-effectiveness and establishing a baseline year for purposes of calculating reductions in Statewide greenhouse gas emissions. The Council submitted the final report to the General Assembly on January 2, 2009, with two scenarios for reducing Statewide greenhouse gas emissions by 50.0% and 90.0% from a 2005 baseline by the year 2050. They include:

- Reduction of 50.0% by 2050 would include a 1.0% reduction by 2012 and an 11.0% reduction by 2020.
- Reduction of 90.0% by 2050 would include a 3.0% reduction by 2012 and a 22.0% reduction 2020.

For more information on the Climate Change Advisory Council, refer to the following website:
<http://www.iowadnr.com/iccac/index.html>.

Watershed Improvement Review Board

The Watershed Improvement Review Program was established during the 2005 General Assembly in SF 200 (Agriculture Powers, Duties, and Watershed Improvement Act). The legislation also created a Watershed Improvement Review Fund and a Watershed Improvement Review Board. The purpose of the Board is to review applications and award grants for projects that will encourage public participation and input for determining priorities to improve the State's water quality. Beginning in FY 2006, \$5.0 million has been appropriated each year for grants.

Funding for the Watershed Improvement Review Fund is appropriated to the State Treasurer each year. *The Governor is not recommending funding for FY 2010.*

For more information on the Watershed Improvement Review Board, refer to the following website:
<http://www.iowaagriculture.gov/IWIRB.asp>.

Farm-To-School Council

The Farm-To-School Program and the Farm-To-School Council were created in SF 601 (FY 2008 Standings Appropriations Act). The goal of the Program is to link Iowa elementary and secondary public and nonpublic schools with Iowa farms to provide schools with fresh and minimally processed food that will be served for meals and snacks. In addition, the Program is charged with encouraging children to develop healthy eating habits, and providing Iowa farmers access to consumer markets. The DALs has developed an online information packet available to schools to implement a Farm-To-School Program. For more information, refer to the following website:

<http://www.iowaagriculture.gov/AgDiversification/farmToSchoolProgram.asp>.

LSA Publications

The following *Fiscal Topics* have been published by the LSA that relate to the Agriculture and Natural Resources Appropriations Subcommittee:

- [Groundwater Protection Fund](#)
- [Resource Enhancement and Protection Fund](#)

Staff Contact: Debra Kozel (1-6767)

APPENDIX A

Appropriations Tracking

General Fund

(FY 2009 includes 1.5% ATB reduction)

Agriculture and Natural Resources General Fund

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	ATB Reduction FY 2009 <u>(3)</u>	Est Net FY 2009 <u>(4)</u>	Gov Rec FY 2010 <u>(5)</u>	Gov Rec vs Est Net <u>(6)</u>	Percent Change <u>(7)</u>
<u>Agriculture and Land Stewardship</u>							
Agriculture and Land Stewardship							
Administrative Division	\$ 19,278,172	\$ 19,737,891	\$ -296,153	\$ 19,441,738	\$ 17,806,307	\$ -1,635,431	-8.4%
Chronic Wasting Disease	100,000	100,000	-1,500	98,500	92,097	-6,403	-6.5%
Regulatory Dairy Products	951,666	950,000	-14,250	935,750	857,035	-78,715	-8.4%
Avian Influenza	50,000	50,000	-3,115	46,885	43,837	-3,048	-6.5%
Apiary Program	40,000	75,000	-1,125	73,875	69,073	-4,802	-6.5%
Gypsy Moth Control - GF	50,000	50,000	-750	49,250	46,049	-3,201	-6.5%
Emerald Ash Borer Public Awareness	50,000	50,000	-750	49,250	46,049	-3,201	-6.5%
Soil Commissioners Expense	250,000	400,000	-6,000	394,000	368,390	-25,610	-6.5%
Sr. Farmers Market Program	77,000	75,000	-1,125	73,875	69,073	-4,802	-6.5%
Emergency Veterinarian Rapid Response	130,000	130,000	-1,950	128,050	119,727	-8,323	-6.5%
Organic Agricultural Products	54,671	50,000	-750	49,250	46,049	-3,201	-6.5%
Grape & Wine Development Fund	283,000	280,000	-4,200	275,800	252,600	-23,200	-8.4%
IA Jr. Angus Program	10,000	0	0	0	0	0	0.0%
Farm to School Program	0	80,000	-1,200	78,800	73,678	-5,122	-6.5%
Total Agriculture and Land Stewardship	\$ 21,324,509	\$ 22,027,891	\$ -332,868	\$ 21,695,023	\$ 19,889,964	\$ -1,805,059	-8.3%
<u>Natural Resources, Dept. of</u>							
Natural Resources							
Natural Resources Operations	\$ 20,244,822	\$ 20,866,333	\$ -312,995	\$ 20,553,338	\$ 18,824,401	\$ -1,728,937	-8.4%
Redemption Center	0	1,000,000	-15,000	985,000	0	-985,000	-100.0%
Total Natural Resources, Dept. of	\$ 20,244,822	\$ 21,866,333	\$ -327,995	\$ 21,538,338	\$ 18,824,401	\$ -2,713,937	-12.6%
<u>Regents, Board of</u>							
Regents, Board of							
ISU Veterinary Diagnostic Laboratory	\$ 2,068,706	\$ 3,160,035	\$ -47,401	\$ 3,112,634	\$ 2,910,313	\$ -202,321	-6.5%
Total Regents, Board of	\$ 2,068,706	\$ 3,160,035	\$ -47,401	\$ 3,112,634	\$ 2,910,313	\$ -202,321	-6.5%
Total Agriculture and Natural Resources	\$ 43,638,037	\$ 47,054,259	\$ -708,264	\$ 46,345,995	\$ 41,624,678	\$ -4,721,317	-10.2%

APPENDIX B

Appropriations Tracking

General Fund

(FY 2009 includes 1.5% ATB reduction and Governor's selected reductions)

Agriculture and Natural Resources General Fund

	Actual FY 2008 (1)	Estimated FY 2009 (2)	ATB Reduction FY 2009 (3)	Gov Rec Deappr FY 2009 (4)	Gov Rec Supp FY 2009 (5)	Total Gov Rec FY 2009 (6)	Gov Rec FY 2010 (7)	Gov Rec vs Gov Rec FY 2009 (8)	Percent Change (9)
<u>Agriculture and Land Stewardship</u>									
Agriculture and Land Stewardship									
Administrative Division	\$ 19,278,172	\$ 19,737,891	\$ -296,153	\$ -397,559	\$ 0	\$ 19,044,179	\$ 17,806,307	\$ -1,237,872	-6.5%
Chronic Wasting Disease	100,000	100,000	-1,500	0	0	98,500	92,097	-6,403	-6.5%
Regulatory Dairy Products	951,666	950,000	-14,250	-19,135	0	916,615	857,035	-59,580	-6.5%
Avian Influenza	50,000	50,000	-3,115	0	0	46,885	43,837	-3,048	-6.5%
Apiary Program	40,000	75,000	-1,125	0	0	73,875	69,073	-4,802	-6.5%
Gypsy Moth Control - GF	50,000	50,000	-750	0	0	49,250	46,049	-3,201	-6.5%
Emerald Ash Borer Public Awareness	50,000	50,000	-750	0	0	49,250	46,049	-3,201	-6.5%
Soil Commissioners Expense	250,000	400,000	-6,000	0	0	394,000	368,390	-25,610	-6.5%
Sr. Farmers Market Program	77,000	75,000	-1,125	0	0	73,875	69,073	-4,802	-6.5%
Emergency Veterinarian Rapid Response	130,000	130,000	-1,950	0	0	128,050	119,727	-8,323	-6.5%
Organic Agricultural Products	54,671	50,000	-750	0	0	49,250	46,049	-3,201	-6.5%
Grape & Wine Development Fund	283,000	280,000	-4,200	-5,640	0	270,160	252,600	-17,560	-6.5%
IA Jr. Angus Program	10,000	0	0	0	0	0	0	0	0.0%
Farm to School Program	0	80,000	-1,200	0	0	78,800	73,678	-5,122	-6.5%
Total Agriculture and Land Stewardship	\$ 21,324,509	\$ 22,027,891	\$ -332,868	\$ -422,334	\$ 0	\$ 21,272,689	\$ 19,889,964	\$ -1,382,725	-6.5%
<u>Natural Resources, Dept. of</u>									
Natural Resources									
Natural Resources Operations	\$ 20,244,822	\$ 20,866,333	\$ -312,995	\$ -420,289	\$ 6,028,000	\$ 26,161,049	\$ 18,824,401	\$ -7,336,648	-28.0%
Redemption Center	0	1,000,000	-15,000	0	0	985,000	0	-985,000	-100.0%
Total Natural Resources, Dept. of	\$ 20,244,822	\$ 21,866,333	\$ -327,995	\$ -420,289	\$ 6,028,000	\$ 27,146,049	\$ 18,824,401	\$ -8,321,648	-30.7%
<u>Regents, Board of</u>									
Regents, Board of									
ISU Veterinary Diagnostic Laboratory	\$ 2,068,706	\$ 3,160,035	\$ -47,401	\$ 0	\$ 0	\$ 3,112,634	\$ 2,910,313	\$ -202,321	-6.5%
Total Regents, Board of	\$ 2,068,706	\$ 3,160,035	\$ -47,401	\$ 0	\$ 0	\$ 3,112,634	\$ 2,910,313	\$ -202,321	-6.5%
Total Agriculture and Natural Resources	\$ 43,638,037	\$ 47,054,259	\$ -708,264	\$ -842,623	\$ 6,028,000	\$ 51,531,372	\$ 41,624,678	\$ -9,906,694	-19.2%

APPENDIX C

Appropriations Tracking

Other Funds

Agriculture and Natural Resources

Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Gov Rec FY 2010 <u>(3)</u>	Gov Rec vs Est FY 2009 <u>(4)</u>	Percent Change <u>(5)</u>
<u>Agriculture and Land Stewardship</u>					
Agriculture and Land Stewardship					
Native Horse and Dog Program	\$ 305,516	\$ 305,516	\$ 305,516	\$ 0	0.0%
Motor Fuel Inspection-RFIF	300,000	300,000	300,000	0	0.0%
Open Feedlots-Ag Remediation	50,000	50,000	50,000	0	0.0%
Conservation Reserve Enhance-EFF	1,500,000	1,500,000	1,500,000	0	0.0%
Watershed Protection Fund-EFF	2,550,000	2,550,000	2,550,000	0	0.0%
Farm Management Demo.-EFF	850,000	850,000	850,000	0	0.0%
Agricultural Drainage Wells-EFF	1,480,000	1,500,000	1,500,000	0	0.0%
Cost Share-EFF	7,000,000	7,000,000	7,000,000	0	0.0%
Conservation Reserve Prog.-EFF	1,500,000	1,500,000	1,500,000	0	0.0%
So. Iowa Conservation & Dev.-EFF	300,000	300,000	300,000	0	0.0%
Flood Prevention Study-EFF	150,000	0	0	0	0.0%
Farm to School Program-EFF	80,000	0	0	0	0.0%
State Apiarist Program-EFF	40,000	0	0	0	0.0%
Soil & Water Conservation Needs Assessment	0	15,000	0	-15,000	-100.0%
Total Agriculture and Land Stewardship	\$ 16,105,516	\$ 15,870,516	\$ 15,855,516	\$ -15,000	-0.1%
Loess Hills Dev. and Conservation					
Loess Hills-EFF	\$ 580,000	\$ 600,000	\$ 600,000	\$ 0	0.0%
Total Agriculture and Land Stewardship	\$ 16,685,516	\$ 16,470,516	\$ 16,455,516	\$ -15,000	-0.1%

Agriculture and Natural Resources

Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Gov Rec FY 2010 <u>(3)</u>	Gov Rec vs Est FY 2009 <u>(4)</u>	Percent Change <u>(5)</u>
<u>Natural Resources, Dept. of</u>					
Natural Resources					
Snowmobile Fund Transfer	\$ 0	\$ 950,000	\$ 0	\$ -950,000	-100.0%
ATV Fund Transfer	0	775,000	0	-775,000	-100.0%
Fish & Game-DNR Admin Expenses	37,626,733	38,793,154	38,793,154	0	0.0%
NPDES Permit Application Processing	700,000	700,000	700,000	0	0.0%
Snowmobile Registration Fees	100,000	100,000	100,000	0	0.0%
UST Administration Match	200,000	200,000	200,000	0	0.0%
GWF-Storage Tanks Study-DNR	100,303	100,303	100,303	0	0.0%
GWF-Household Hazardous Waste-DNR	447,324	447,324	447,324	0	0.0%
GWF-Well Testing Admin 2%-DNR	62,461	62,461	62,461	0	0.0%
GWF-Groundwater Monitoring-DNR	1,686,751	1,686,751	1,686,751	0	0.0%
GWF-Landfill Alternatives-DNR	618,993	618,993	618,993	0	0.0%
GWF-Waste Reduction and Assistance	192,500	192,500	192,500	0	0.0%
GWF-Solid Waste Authorization	50,000	50,000	50,000	0	0.0%
GWF-Geographic Information System	297,500	297,500	297,500	0	0.0%
Total Natural Resources, Dept. of	\$ 42,082,565	\$ 44,973,986	\$ 43,248,986	\$ -1,725,000	-3.8%

Agriculture and Natural Resources Other Funds

	Actual FY 2008 <u>(1)</u>	Estimated FY 2009 <u>(2)</u>	Gov Rec FY 2010 <u>(3)</u>	Gov Rec vs Est FY 2009 <u>(4)</u>	Percent Change <u>(5)</u>
<u>Natural Resources Capital</u>					
Natural Resources Capital					
REAP-EFF	\$ 15,500,000	\$ 18,000,000	\$ 18,000,000	\$ 0	0.0%
Volunteers and Keepers of Land-EFF	100,000	100,000	100,000	0	0.0%
Park Operations & Maintenance-EFF	2,470,000	2,470,000	2,470,000	0	0.0%
GIS Information for Watershed-EFF	195,000	195,000	195,000	0	0.0%
Water Quality Monitoring-EFF	2,955,000	2,955,000	2,955,000	0	0.0%
Water Quality Protection-EFF	500,000	500,000	500,000	0	0.0%
Air Quality Monitoring- Livestock-EFF	235,000	0	0	0	0.0%
Air Quality Monitoring-EFF	325,000	325,000	625,000	300,000	92.3%
Database Development-EFF	50,000	0	0	0	0.0%
Water Quantity-EFF	480,000	495,000	495,000	0	0.0%
Resource Conservation and Dev.-EFF	300,000	250,000	0	-250,000	-100.0%
Global Climate Change-EFF	0	50,000	0	-50,000	-100.0%
Animal Feeding Operations-EFF	360,000	360,000	360,000	0	0.0%
Ambient Air Quality-FES	0	195,000	0	-195,000	-100.0%
Water Trails & Low Head Dam	0	250,000	0	-250,000	-100.0%
Total Natural Resources Capital	\$ 23,470,000	\$ 26,145,000	\$ 25,700,000	\$ -445,000	-1.7%
<u>Economic Development, Dept. of</u>					
Economic Development, Dept. of					
Brownfields Redevelopment-EFF	\$ 500,000	\$ 500,000	\$ 500,000	\$ 0	0.0%
Total Economic Development, Dept. of	\$ 500,000	\$ 500,000	\$ 500,000	\$ 0	0.0%
Total Agriculture and Natural Resources	\$ 82,738,081	\$ 88,089,502	\$ 85,904,502	\$ -2,185,000	-2.5%

APPENDIX D

Appropriations Tracking

FTE Positions

Agriculture and Natural Resources

FTE

	Actual FY 2008 (1)	Estimated FY 2009 (2)	Gov Rec FY 2010 (3)	Gov Rec vs Est FY 2009 (4)	Percent Change (5)
<u>Agriculture and Land Stewardship</u>					
Agriculture and Land Stewardship					
Administrative Division	354.81	363.77	362.77	-1.00	-0.3%
Grape & Wine Development Fund	0.71	1.00	1.00	0.00	0.0%
Motor Fuel Inspection-RFIF	2.40	3.00	3.00	0.00	0.0%
Gw-AG Drain Wells/Sinkholes	1.78	2.15	2.15	0.00	0.0%
Water Protection Fund	15.02	18.38	18.38	0.00	0.0%
EPA Non Point Source Pollution	12.12	14.25	14.25	0.00	0.0%
Abandoned Mined Lands Grant	2.85	5.45	5.45	0.00	0.0%
Pseudorabies	0.52	1.00	1.00	0.00	0.0%
Agriculture Fee Clearing Account	0.00	36.00	36.00	0.00	0.0%
Farm to School Program-EFF	0.54	0.00	0.00	0.00	0.0%
Total Agriculture and Land Stewardship	390.74	445.00	444.00	-1.00	-0.2%
<u>Natural Resources, Dept. of</u>					
Natural Resources					
Natural Resources Operations	1,115.33	1,170.95	1,172.95	2.00	0.2%
Total Natural Resources, Dept. of	1,115.33	1,170.95	1,172.95	2.00	0.2%
<u>Regents, Board of</u>					
Regents, Board of					
ISU Veterinary Diagnostic Laboratory	22.10	24.36	24.36	0.00	0.0%
Total Regents, Board of	22.10	24.36	24.36	0.00	0.0%
Total Agriculture and Natural Resources	1,528.17	1,640.31	1,641.31	1.00	0.1%

APPENDIX E

Federal Funds and Economic Stimulus

FEDERAL FUNDS AND ECONOMIC STIMULUS PLAN

Federal Funds Received by Iowa (in millions)

	Actual FY 2008	Est FY 2009	Est FY 2010
Human Services	\$ 2,405.9	\$ 2,647.5	\$ 2,860.3
Education	422.9	449.7	453.1
Transportation	421.5	259.5	259.3
Workforce Development	422.4	476.9	457.4
Regents	401.2	412.0	415.6
Public Defense	103.7	144.2	201.8
Public Health	107.8	108.6	105.8
Other	279.1	276.0	239.4
	\$ 4,564.5	\$ 4,774.4	\$ 4,992.7

Notes:

Estimated FY 2010 is prior to passage of Federal Economic Stimulus Bill.

Other includes all State agencies reporting federal funds that are not individually identified above.

Source: Fiscal Services, LSA

Federal Economic Stimulus Plan 2009

The Governor's budget does not include funding from the proposed Federal Economic Stimulus Act. House Leadership in the U.S. Congress has released an \$825.0 billion economic stimulus plan. The current plan combines \$550.0 billion in spending proposals, and \$275.0 billion in targeted tax reductions. The most recent estimate of state allocations lists Iowa as receiving \$1.9 billion over a two-year time period. Much of the funding will include maintenance of effort requirements and may include other program matching requirements. *At the time of publication of this document, the House passed its version of the economic stimulus plan (H.R. 1) (244Y/188N) on January 28, 2009. The Senate was expected to commence floor debate on Monday, February 2, with the first votes most likely on Tuesday, February 3. The deadline for Senators to file amendments is February 2.*

The estimated allocations listed below are likely to change prior to final enactment of the Stimulus Plan. Preliminary total estimates from FFIS indicate that the version approved by the House allocates an estimated \$2.2 billion over a two-year time period to Iowa, a \$300 million increase from the earlier House version. The Fiscal Services Division of the LSA is monitoring the federal action as closely as possible since decisions on the federal level will most likely impact FY 2010 state budget decisions. Using a variety of resources, including participation in weekly conference calls with representatives of the National Conference of State Legislatures (NCSL), the Fiscal Services Division will post relative documents and summaries of the legislation, including brief summaries of the conference calls on our website, under the heading **Federal Economic Stimulus Package**: <http://staffweb.legis.state.ia.us/lfb/>. Additional information, if known, is included in each appropriations subcommittee section of this document.

Federal Funds and Economic Stimulus

According to the most recent detailed information from Federal Funds Information for the States (FFIS), the estimated allocation of the \$1.9 billion to Iowa would be distributed as shown in the table below. An updated table with the revised estimate will be posted on the website as more details become available.

Estimated Iowa Funds for Selected Allocations House Stimulus Fund as of 1/22/2009

<u>Selected Allocations</u>	<u>Iowa Estimate*</u>	<u>All State Total*</u>
Fiscal Stabilization*	\$ 622,296	\$ 63,975,000
Title I	68,968	13,000,000
Special Education	139,184	13,000,000
Education Technology	5,305	1,000,000
K-12 Construction*	74,242	13,994,000
Child Care	18,229	2,000,000
CSBG	11,605	1,000,000
Byrne JAG	29,296	3,000,000
WIA-Adult	1,745	500,000
WIA-Youth	5,395	1,200,000
Dislocated Workers	4,967	1,000,000
Highways*	353,096	29,354,200
Clean Water	82,235	6,000,000
Drinking Water	24,915	2,000,000
Weatherization	116	6,200,000
State Energy Program	48,487	3,400,000
Medicaid FMAP Hold Harmless**	0	1,973,782
Medicaid+4/9% FMAP**	300,755	35,183,338
Total	<u>\$ 1,906,362</u>	<u>\$ 197,780,781</u>

*Allocations for fiscal stabilization, school construction, and highways do not add to the total appropriation due to provisions for reserves, training, or federal costs.

**This constitutes a partial evaluation of the impacts of the federal medical assistance percentage (FMAP) Medicaid provisions. Additional allocations would flow from the funding based on increased state unemployment rates, as shown in Issue Brief 09-02, FFIS.

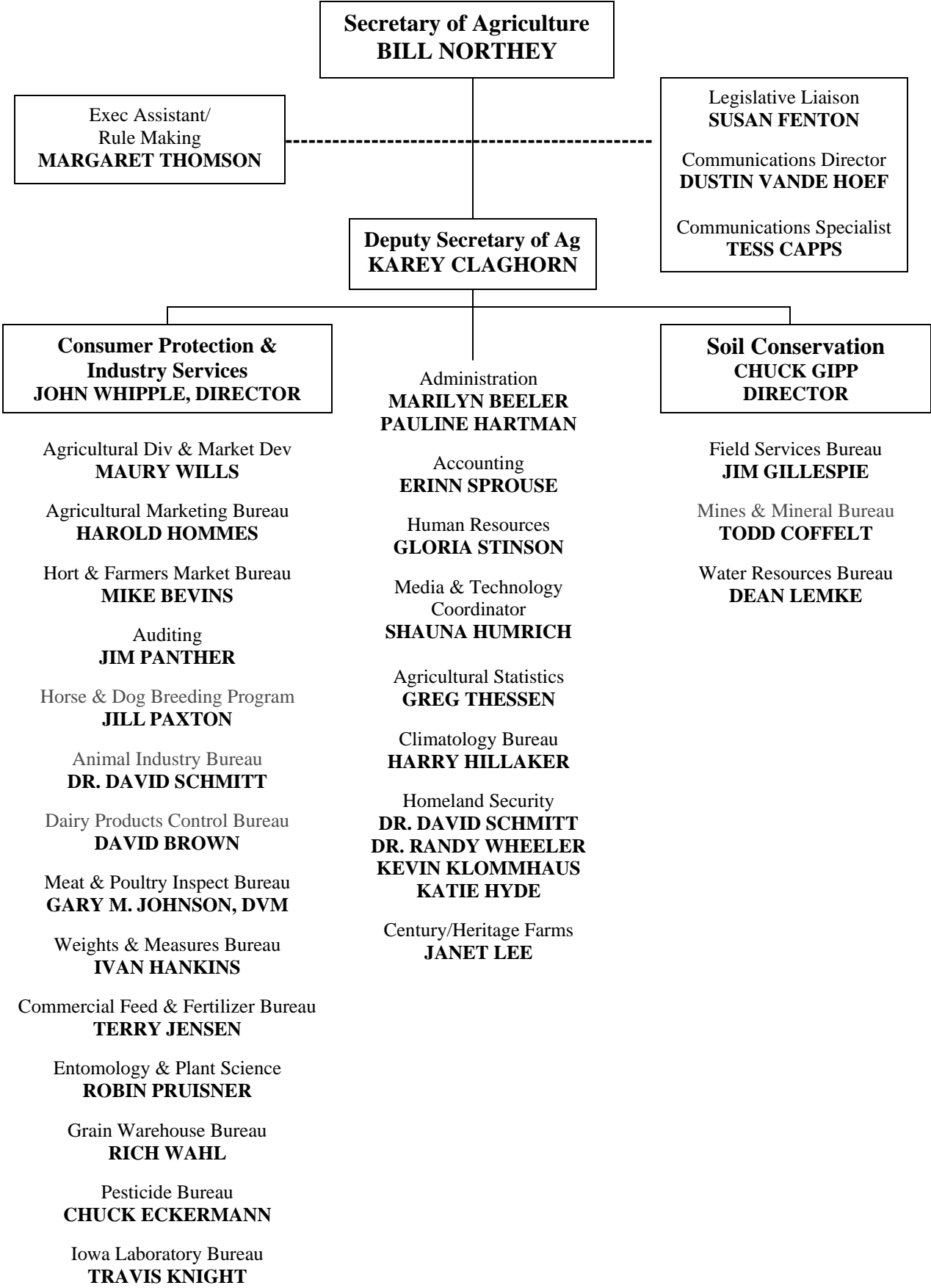
Source: Federal Funds Information Service (FFIS)

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APPENDIX F

Other

Organization Charts





Department of Natural Resources

