
FISCAL TOPICS

Fiscal Services Division

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Corrections Capital Reinvestment Fund

Background and Purpose

The Corrections Capital Reinvestment Fund was established by [SF 562](#) (FY 2024 Justice System Appropriations Act) during the 2023 Legislative Session. The purpose of the Corrections Capital Reinvestment Fund is to hold proceeds from the sale of real estate by the Department of Corrections (DOC). The Director of the DOC, with the approval of the Board of Corrections, has statutory authority to sell the DOC's real estate, and the DOC may use the proceeds for the purchase of other real estate or for capital improvements upon property under the Director's supervision.

Previously, when the DOC sold real estate, the proceeds were deposited into the General Fund and a sum equal to the proceeds was appropriated to the DOC. This appropriation could be used for the purchase of other real estate or for capital improvements under the Director's supervision. Senate File 562 transferred any moneys remaining in the General Fund on June 30, 2023, from the sale of real estate that were available to the DOC to the Corrections Capital Reinvestment Fund.

Funding

Moneys deposited in the Corrections Capital Reinvestment Fund consist of the proceeds from the sale of real estate by the DOC. Moneys deposited in the Fund may be used by the DOC to purchase other real estate or for capital improvements upon property under the Director's supervision. Moneys deposited in the Fund do not revert and remain available for expenditure for the designated purposes. Interest or earnings on moneys in the Fund are credited to the Fund.

The Fund's FY 2023 year-end balance was approximately \$857,000. This balance consisted of moneys remaining in the General Fund from the sale of DOC real estate that were transferred to the Corrections Capital Reinvestment Fund on June 30, 2023, as required by SF 562.

Related Statutes

Iowa Code chapter [904](#)

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More Information

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