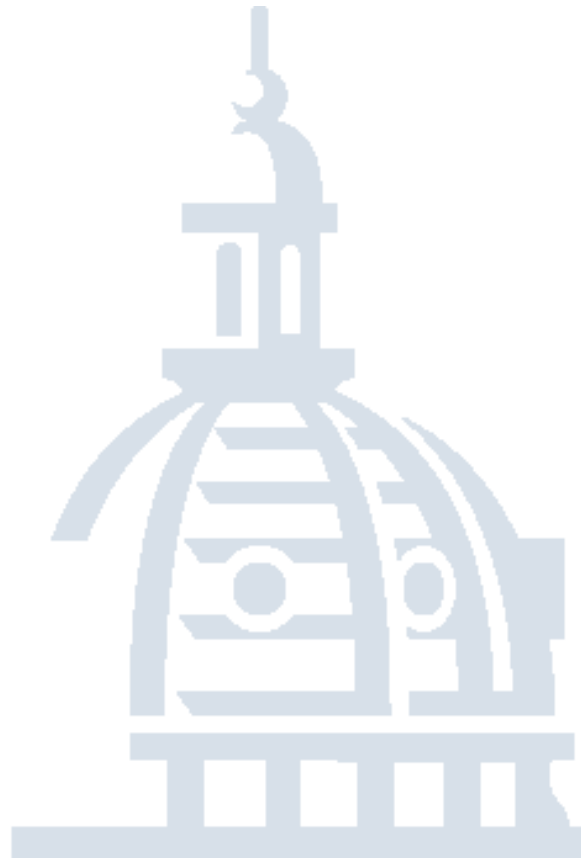


ANALYSIS OF THE GOVERNOR'S BUDGET RECOMMENDATIONS

FY 2026



**FISCAL SERVICES DIVISION
JANUARY 16, 2025**

The purpose of this document is to provide the General Assembly with an overview of the Governor's FY 2026 budget recommendations. The report provides an analysis of the Governor's recommendations for each of the appropriations subcommittees. The report also includes information on the economic outlook of the State, the Medical Assistance Program, federal funds, State School Aid, the Public Retirement Systems, and collective bargaining.

If you need additional information regarding a department request or the Governor's recommendations, or have any other requests, refer to the Fiscal Services Division staff listing. The staff listing will indicate the appropriate analyst to contact.

Questions concerning this document should be directed to:

Jennifer Acton, Fiscal Services Division Director

jennifer.acton@legis.iowa.gov

Phone: 515.281.7846

or

Maria Wagenhofer, Division Administrator

maria.wagenhofer@legis.iowa.gov

Phone: 515.281.5270

(Blank Page)

	Page
Document Notes	1
2025 Iowa Legislative Session Timetable	3
Fiscal Services Division Staff Listing	5
Budget Overview	
Overview of Governor's Budget	9
Comparison of All Appropriated Funds	22
Overall Budget Issues	
Revenue and Economic Outlook.....	23
Federal Funds	33
Medicaid	60
School Aid	67
Public Retirement Systems	73
Salaries and Collective Bargaining	76
FY 2026 Governor's Recommendations by Subcommittee	
Administration and Regulation	82
Agriculture and Natural Resources	113
Economic Development	126
Education	143
Health and Human Services	162
Justice System	177
Transportation, Infrastructure, and Capitals.....	204
Unassigned Standing Appropriations.....	228
Appendices	
A – Acronyms	236
B – Appropriations Tracking by Subcommittee.....	239
General Fund.....	240
Other Funds.....	260
C – Fiscal Services Division Interim Publications	281
D – Other Fund Balance Sheets	282

(Blank Page)

When reviewing this document, please note the following:

The Fiscal Services Division accessed information from the State Accounting System and from the Department of Management (DOM) to compile this document. The document reflects information received through January 14, 2025.

Other items worth noting include:

- Revenues and expenditures are estimated for FY 2025 and FY 2026. The General Fund revenue estimate, determined by the Revenue Estimating Conference on December 12, 2024, is used as the basis for determining the statutory expenditure limitation for FY 2026, along with any proposed legislative revenue changes.
- The Governor's FY 2026 recommendations are compared to the estimated FY 2025 appropriations.
- **Appendix A** provides common acronyms used in the appropriations tables.
- **Appendix B** is an appropriations tracking document showing General Fund and Other Funds appropriations and the Governor's recommendations by appropriations subcommittee.
- **Appendix C** provides a listing of publications by the Fiscal Services Division during the 2024 Interim.
- **Appendix D** provides Other Funds balance sheets for the following:
 - Rebuild Iowa Infrastructure Fund (RIIF)
 - Environment First Fund (EFF)
 - Technology Reinvestment Fund (TRF)
 - Skilled Worker and Job Creation Fund (SWJCF)

(Blank Page)

2025 Session Timetable

Fiscal Staff: Xavier Leonard
Austin Brinks

Analysis of Governor's Budget

NOTE: This Session timetable is subject to change.

*See [SCR 4](#) (2023) and [HR 3](#) (2021), [SR 3](#) (2019), and [SR 113](#) (2020).

Available online at: www.legis.iowa.gov/docs/publications/SESTT/current.pdf

JANUARY 13	First day of Session. (Iowa Code sec. 2.1)
FEBRUARY 14 (Friday of 5th week)	Final date for individual Senator and Representative requests for bill drafts to the Legislative Services Agency. (Senate Rule 27 and House Rule 29)
MARCH 7 (Friday of 8th week)**	Final date for Senate bills to be reported out of Senate committees and House bills out of House committees. (Joint Rule 20)
MARCH 17 – 21 (10th week)	Senate considers only Senate bills and unfinished business. House considers only House bills and unfinished business. (Joint Rule 20)
MARCH 24 – APRIL 4 (11th and 12th weeks)	Debate not limited by rule.
APRIL 4 (Friday of 12th week)**	Final date for Senate bills to be reported out of House committees and House bills out of Senate committees. (Joint Rule 20)
APRIL 7 – 11 (13th week)	Senate considers only House bills and unfinished business. House considers only Senate bills and unfinished business. (Joint Rule 20)
APRIL 14 (Beginning of 14th week)	Only the following bills are eligible for consideration: (Joint Rule 20) <ul style="list-style-type: none"> • Bills passed by both chambers • Appropriations bills • Ways and Means bills • Government Oversight bills • Legalizing Acts • Administrative Rules Review Committee bills • Committee bills related to delayed or suspended Administrative Rules (Iowa Code sec. 17A.8(9)) • Bills co-sponsored by Majority and Minority Leaders of one chamber • Conference Committee reports • Companion bills sponsored by Senate and House Majority Leaders • Concurrent or simple resolutions • Joint resolutions nullifying Administrative Rules • Bills on the Veto Calendar (Joint Rule 23) • Unfinished business
APRIL 14 (Beginning of 14th week)	House amendments need not be filed on the day preceding floor debate. (House Rule 31.8)
MAY 2	110th calendar day of Session. (Per diem expenses end — Iowa Code sec. 2.10(1))
<p>**The March 7 and April 4 committee deadlines do not apply to Appropriations bills, Ways and Means bills, Government Oversight bills, Legalizing Acts, Administrative Rules Review Committee bills, Committee bills related to delayed or suspended Administrative Rules (Iowa Code sec. 17A.8(9)), bills co-sponsored by Majority and Minority Leaders of one chamber, Conference Committee reports, companion bills sponsored by the Majority Leaders of both chambers after consultation with the respective Minority Leaders, concurrent or simple resolutions, and joint resolutions nullifying Administrative Rules.</p> <p>Updated by the Legislative Information Office: 07/12/2024</p>	

(Blank Page)



Fiscal Services Division Staff Listing

Analysis of Governor's Budget

FISCAL SERVICES DIVISION LEGISLATIVE SERVICES AGENCY

Jennifer Acton, Director
jennifer.acton@legis.iowa.gov
 Telephone: 515.281.7846
 Fax: 515.281.8027

Website: www.legis.iowa.gov/agencies/nonpartisan/lisa/fiscalservices

STAFF ASSIGNMENTS	STAFF PERSON	PHONE	EMAIL ADDRESS
DIVISION ADMINISTRATOR	Maria Wagenhofer	515.281.5270	maria.wagenhofer@legis.iowa.gov
DIVISION EDITOR	Adam Broich	515.281.8223	adam.broich@legis.iowa.gov
DIVISION EDITOR	Chris Ubben	515.725.0134	chris.ubben@legis.iowa.gov
APPROPRIATIONS SUBCOMMITTEES			
ADMINISTRATION AND REGULATION			
Department of Inspections, Appeals, & Licensing	Xavier Leonard	515.725.0509	xavier.leonard@legis.iowa.gov
Department of Insurance & Financial Services			
Iowa Department of Revenue			
Iowa Lottery			
Iowa Public Employees' Retirement System			
Office of the Governor			
Racing and Gaming Commission			
Auditor of State	Joey Lovan	515.242.5925	joey.lovan@legis.iowa.gov
Department of Administrative Services			
Department of Management			
Ethics and Campaign Disclosure Board			
Iowa Public Information Board			
Iowa Utilities Commission			
Secretary of State			
Treasurer of State			
AGRICULTURE AND NATURAL RESOURCES			
Department of Agriculture & Land Stewardship	Austin Brinks	515.725.2200	austin.brinks@legis.iowa.gov
Environment First Fund			
Department of Natural Resources			

Fiscal Services Staff Listing

STAFF ASSIGNMENTS	STAFF PERSON	PHONE	EMAIL ADDRESS
ECONOMIC DEVELOPMENT			
Board of Regents — Economic Development	Evan Johnson	515.281.6301	evan.johnson@legis.iowa.gov
Economic Development Authority			
Iowa Finance Authority			
Workforce Development			
EDUCATION			
Board of Regents	Michael Peters	515.281.6934	michael.peters@legis.iowa.gov
Community Colleges			
Iowa College Aid			
Board of Educational Examiners	Lora Vargason	515.725.1286	lora.vargason@legis.iowa.gov
Department of Education			
Department for the Blind			
Iowa PBS			
HEALTH AND HUMAN SERVICES			
Adoption/Foster Care	Louie Hoehle	515.281.6561	louie.hoehle@legis.iowa.gov
Child Care Assistance			
Child Protective Services			
Child Support Services			
Early Intervention and Supports			
Health Program Operations			
Public Health			
Administration and Compliance	Lindsey Ingraham	515.281.6764	lindsey.ingraham@legis.iowa.gov
Aging and Disability Services			
Human Rights			
Mental Health Institutes and Resource Centers			
Mental Health/Behavioral Health			
Social Services Block Grant			
Supplemental Nutrition Assistance Program			
Temporary Assistance for Needy Families (TANF)			
Veterans Affairs			
Medicaid	Eric Richardson	515.281.6767	eric.richardson@legis.iowa.gov
Children's Health Insurance Program (Hawki)	Louie Hoehle	515.281.6561	louie.hoehle@legis.iowa.gov

Fiscal Services Staff Listing

STAFF ASSIGNMENTS	STAFF PERSON	PHONE	EMAIL ADDRESS
JUSTICE SYSTEM			
Department of Corrections	Justus Thompson	515.725.2249	justus.thompson@legis.iowa.gov
Indigent Defense/Public Defender			
Department of Justice			
Board of Parole			
Department of Public Defense			
Judicial Branch	Nathan Moore	515.725.0155	nathan.moore@legis.iowa.gov
Homeland Security and Emergency Management			
Iowa Law Enforcement Academy			
Department of Public Safety			
TRANSPORTATION, INFRASTRUCTURE, AND CAPITALS			
Department of Transportation	Garry Martin	515.281.4611	garry.martin@legis.iowa.gov
Infrastructure	Maria Wagenhofer	515.281.5270	maria.wagenhofer@legis.iowa.gov
Capitals			
OTHER STAFFING ASSIGNMENTS			
ADMINISTRATIVE RULES — Fiscal Summary	Chris Ubben	515.725.0134	chris.ubben@legis.iowa.gov
	Nathan Moore	515.725.0155	nathan.moore@legis.iowa.gov
APPROPRIATIONS STANDING COMMITTEES	Adam Broich	515.281.8223	adam.broich@legis.iowa.gov
	Maria Wagenhofer	515.281.5270	maria.wagenhofer@legis.iowa.gov
	Jennifer Acton	515.281.7846	jennifer.acton@legis.iowa.gov
APPROPRIATIONS TRACKING AND FINANCIAL DOCUMENTS	Adam Broich	515.281.8223	adam.broich@legis.iowa.gov
	Ron Robinson	515.281.6256	ron.robinson@legis.iowa.gov
FEDERAL FUNDS	Evan Johnson	515.281.6301	evan.johnson@legis.iowa.gov
	Louie Hoehle	515.281.6561	louie.hoehle@legis.iowa.gov
FISCAL COMMITTEE	Maria Wagenhofer	515.281.5270	maria.wagenhofer@legis.iowa.gov
	Xavier Leonard	515.725.0509	xavier.leonard@legis.iowa.gov
GAMBLING	Maria Wagenhofer	515.281.5270	maria.wagenhofer@legis.iowa.gov
GOVERNMENT OVERSIGHT	Austin Brinks	515.725.2200	austin.brinks@legis.iowa.gov
	Lora Vargason	515.725.1286	lora.vargason@legis.iowa.gov
HOUSE FEDERAL FUNDS AND OTHER FUNDS COMMITTEE	Evan Johnson	515.281.6301	evan.johnson@legis.iowa.gov
	Adam Broich	515.281.8223	adam.broich@legis.iowa.gov
LOCAL GOVERNMENT	Austin Brinks	515.725.2200	austin.brinks@legis.iowa.gov
PUBLIC RETIREMENT SYSTEMS	Xavier Leonard	515.725.0509	xavier.leonard@legis.iowa.gov
SCHOOL FINANCE	Ron Robinson	515.281.6256	ron.robinson@legis.iowa.gov
WAYS AND MEANS STANDING COMMITTEES	Eric Richardson	515.281.6767	eric.richardson@legis.iowa.gov
	Michael Peters	515.281.6934	michael.peters@legis.iowa.gov
	Evan Johnson	515.281.6301	evan.johnson@legis.iowa.gov

(Blank Page)

Summary of the Governor's General Fund Budget Recommendations

The Governor's budget is based on the December 12, 2024, Revenue Estimating Conference (REC) estimates. The REC establishes estimates for net General Fund receipts, including transfers, for the fiscal year currently in progress and for the fiscal year that begins the following July 1. At the December meeting, the REC revised the estimate for FY 2025 and established the official estimate for FY 2026. The Governor's budget recommendations are summarized below.

FY 2025 Budget Recommendations

The Governor's FY 2025 General Fund budget includes total resources of \$11.026 billion (**Figure 1**). This includes the December REC estimate of \$9.154 billion (estimated growth rate of negative 6.2%), no revenue adjustments, and a reserve fund surplus carryforward from FY 2024 of \$1.872 billion. The Governor's FY 2025 budget leaves an estimated surplus of \$2.083 billion.

Figure 1

State of Iowa			
Projected Condition of the General Fund			
In Millions			
	Actual FY 2024	Estimated FY 2025	Gov Rec FY 2026
Resources			
Net Receipts (Dec. 12, 2024, REC Est.)	\$ 9,755.8	\$ 9,153.6	\$ 8,725.7
Revenue Adjustments	0.0	0.0	0.0
Subtotal	\$ 9,755.8	\$ 9,153.6	\$ 8,725.7
Surplus Carryforward	856.9	1,872.1	2,118.3
Transfer from the Taxpayer Relief Fund	0.0	0.0	351.4
Total Available Resources	\$ 10,612.7	\$ 11,025.7	\$ 11,195.4
Expenditure Limitation (Excludes TPRF Transfer)			\$ 10,756.7
Appropriations and Expenditures			
Appropriations	\$ 8,520.5	\$ 8,918.0	\$ 9,433.5
Adjustments to Standing Appropriations	48.6	29.4	0.0
Supplemental/Deappropriations	0.0	0.0	0.0
Total Appropriations	\$ 8,569.1	\$ 8,947.4	\$ 9,433.5
Reversions	- 9.6	- 5.0	- 5.0
Net Appropriations	\$ 8,559.6	\$ 8,942.4	\$ 9,428.5
Ending Balance – Surplus	\$ 2,053.2	\$ 2,083.3	\$ 1,766.9
Note: Totals may not sum due to rounding			

FY 2026 Budget Recommendations

The Governor's FY 2026 budget includes total General Fund resources of \$11.195 billion (**Figure 1**). This includes the December REC estimate of \$8.726 billion (estimated growth rate of negative 4.7%), no revenue adjustments, and a \$2.118 million surplus carryforward from FY 2025.

The FY 2026 expenditure limitation amount under the Governor's proposed budget is \$10.757 billion. The Governor is recommending General Fund appropriations totaling \$9.434 billion, which is \$1.323 billion below the FY 2026 Expenditure Limitation. The Governor's FY 2026 General Fund appropriations total represents an increase of \$486.1 million (5.4%) compared to estimated FY 2025. The Governor's FY 2026 budget results in an estimated surplus of \$1.767 billion.

For FY 2026, \$351.4 million is estimated to be transferred from the Taxpayer Relief Fund (TPRF) to the General Fund. The transfer is not included in the FY 2026 expenditure limitation calculation. Pursuant to Iowa Code section [8.57E\(2\)\(b\)](#), beginning in FY 2025, a transfer from the TPRF to the General Fund may occur if the actual net revenue deposited in the General Fund in a fiscal year is less than the net appropriations from the General Fund. The transfer is 50.0% of the difference between the net appropriations and actual net revenue or, if less money than that total is available in the TPRF, the remaining balance.

Governor's Revenue Adjustments

The Governor's budget does not include any General Fund revenue adjustments for FY 2025 or FY 2026.

Governor's Recommendations: Cash Reserve Fund and Economic Emergency Fund

The State reserve funds are comprised of the Cash Reserve Fund (CRF) and the Economic Emergency Fund (EEF). The two funds receive moneys from the General Fund surplus and are to be used for emergency purposes. The balance in the reserve funds may also be used for cash flow purposes, enabling the General Fund to maintain a positive cash balance throughout the fiscal year. This reduces the need for the State to borrow funds within a fiscal year to maintain a positive cash balance.

The reserve funds are established in Iowa Code sections [8.55](#) and [8.56](#). These Iowa Code sections set maximum limits on the total amount that can accumulate in each of the funds. Together, the combined balances cannot exceed 10.0% of the State's adjusted revenue estimate for a given fiscal year.

The Governor's FY 2025 budget recommendation includes a combined reserve fund balance of \$929.9 million, which is the statutory maximum of 10.0%. The Governor's FY 2026 combined reserve fund balance is \$872.5 billion, which is the maximum fund balance of 10.0% (**Figures 2 and 3**).

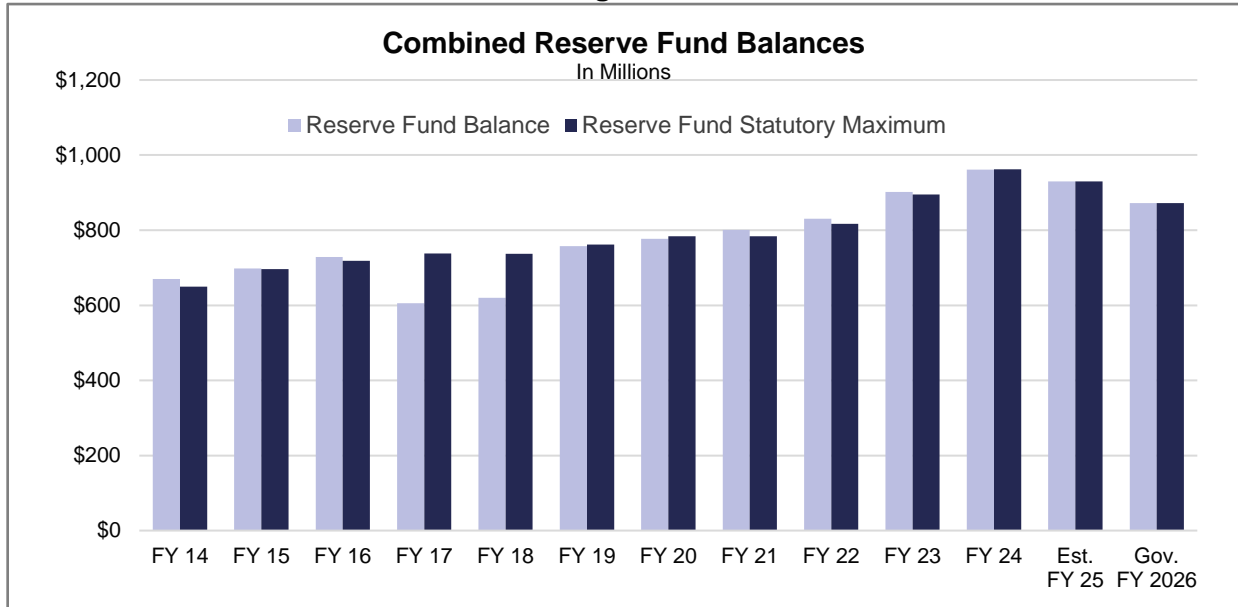
The Governor is recommending \$13.6 million in FY 2025 from the Economic Emergency Fund to fund disaster aid. Of the total, \$11.6 million is intended for a Disaster Home Rehabilitation Program and \$2.0 million for the Nuisance Property and Abandoned Building Program.

Figure 2

State of Iowa Reserve Funds			
In Millions			
	Actual FY 2024	Estimated FY 2025	Gov Rec FY 2026
Cash Reserve Fund			
Funds Available			
Balance Brought Forward	\$ 671.4	\$ 721.4	\$ 697.4
Transfer from General Fund Surplus	1,831.0	2,053.2	2,083.3
Total Funds Available	\$ 2,502.4	\$ 2,774.6	\$ 2,780.7
Transfer to Economic Emergency Fund	- 1,781.0	- 2,077.2	- 2,126.3
Balance	\$ 721.4	\$ 697.4	\$ 654.4
<i>Maximum 7.5%</i>	\$ 721.4	\$ 697.4	\$ 654.4
Economic Emergency Fund			
Funds Available			
Balance Brought Forward	\$ 230.6	\$ 239.8	\$ 232.5
Excess from Cash Reserve Fund	1,781.0	2,077.2	2,126.3
Executive Council – Performance of Duty	- 21.5	- 61.2	- 22.4
Total Funds Available	\$ 1,990.1	\$ 2,255.8	\$ 2,336.4
Excess Surplus	- 1,749.6	- 2,023.3	- 2,118.3
Performance of Duty Adjustment	- 0.7	0.0	0.0
Balance	\$ 239.8	\$ 232.5	\$ 218.1
<i>Maximum 2.5%</i>	\$ 240.5	\$ 232.5	\$ 218.1
Distribution of Excess Surplus			
Transfer for School Aid	\$ 21.9	\$ 8.0	\$ 0.0
Disaster Funding - Home Rehab Prog.	0.0	11.6	0.0
Disaster Funding - Nuis. Prop. and Aband. Build.	0.0	2.0	0.0
Transfer to General Fund	856.9	1,872.1	2,118.3
Transfer to Taxpayer Relief Fund	870.8	129.6	0.0
Total	\$ 1,749.6	\$ 2,023.3	\$ 2,118.3
Combined Reserve Fund Balances			
Cash Reserve Fund	\$ 721.4	\$ 697.4	\$ 654.4
Economic Emergency Fund	239.8	232.5	218.1
Total	\$ 961.2	\$ 929.9	\$ 872.5
Statutory Maximum			
Cash Reserve Fund	\$ 721.4	\$ 697.4	\$ 654.4
Economic Emergency Fund	240.5	232.5	218.1
Total	\$ 961.9	\$ 929.9	\$ 872.5

The maximum balance for each fund is recalculated annually and therefore will change from year to year. The balances in the reserve funds have fluctuated over the last 10 years. During budget years that were negatively affected by economic recessions, the reserve funds have been used to offset General Fund appropriation reductions. **Figure 3** compares the annual combined reserve fund balances to the statutory maximums since FY 2014.

Figure 3



Taxpayer Relief Fund

Beginning with FY 2021, if actual net General Fund revenues for the previous fiscal year are greater than the adjusted revenue estimate established for the previous fiscal year, the full amount of the difference is transferred to the Taxpayer Relief Fund. Prior to FY 2021, the amount that the Taxpayer Relief Fund could receive in a given fiscal year was limited to \$60.0 million, or the difference between the actual net General Fund revenue for the preceding fiscal year and the adjusted revenue estimate used in establishing the budget for that fiscal year, whichever was less.

The estimated balances in the Taxpayer Relief Fund for FY 2025 and FY 2026 are \$3.942 billion and \$3.648 billion, respectively (**Figure 4**).

Transfers into and out of the TPRF are determined by the following factors:

- If the balances in the Cash Reserve Fund and the EEF are at the statutory maximum, a limited portion of the remaining surplus is available for deposit in the TPRF. Beginning in FY 2021, if the actual net General Fund revenues for the previous fiscal year are greater than the adjusted revenue estimate established for the previous fiscal year, the amount of the difference is transferred to the TPRF.
- Beginning in FY 2025, a transfer from the TPRF to the General Fund may occur if the actual net revenue deposited in the General Fund in a fiscal year is less than the net appropriations from the General Fund. The transfer is 50.0% of the difference between the net appropriations and actual net revenue or, if less money than that total is available in the TPRF, the remaining balance. This transfer is required under Iowa Code section [8.57E\(2\)\(b\)](#).

Figure 4

Taxpayer Relief Fund			
In Millions			
	<u>Actual FY 2024</u>	<u>Estimated FY 2025</u>	<u>Gov Rec FY 2026</u>
Funds Available			
Balance Brought Forward	\$ 2,737.8	\$ 3,751.4	\$ 3,942.1
Transfer from General Fund Surplus	870.8	129.6	0.0
Interest	142.8	75.0	78.8
Total Funds Available	<u>\$ 3,751.4</u>	<u>\$ 3,956.0</u>	<u>\$ 4,020.9</u>
Expenditures			
Transfer for School Aid	\$ 0.0	\$ - 13.9	\$ - 21.9
Transfer to the General Fund	0.0	0.0	-351.4
Ending Balance	<u>\$ 3,751.4</u>	<u>\$ 3,942.1</u>	<u>\$ 3,647.7</u>

Note: Totals may not sum due to rounding.

State Tax Credit Claims

General Fund revenues are influenced by tax credits claimed against personal income, corporate income, and other taxes. The Department of Revenue updates the estimated tax credit claims data three times per year in conjunction with REC meetings. The Department publishes information on State tax credits in the [Tax Credits Contingent Liabilities Report](#). **Figure 5** summarizes actual tax credit amounts that were claimed against State taxes from FY 2022 through FY 2024.

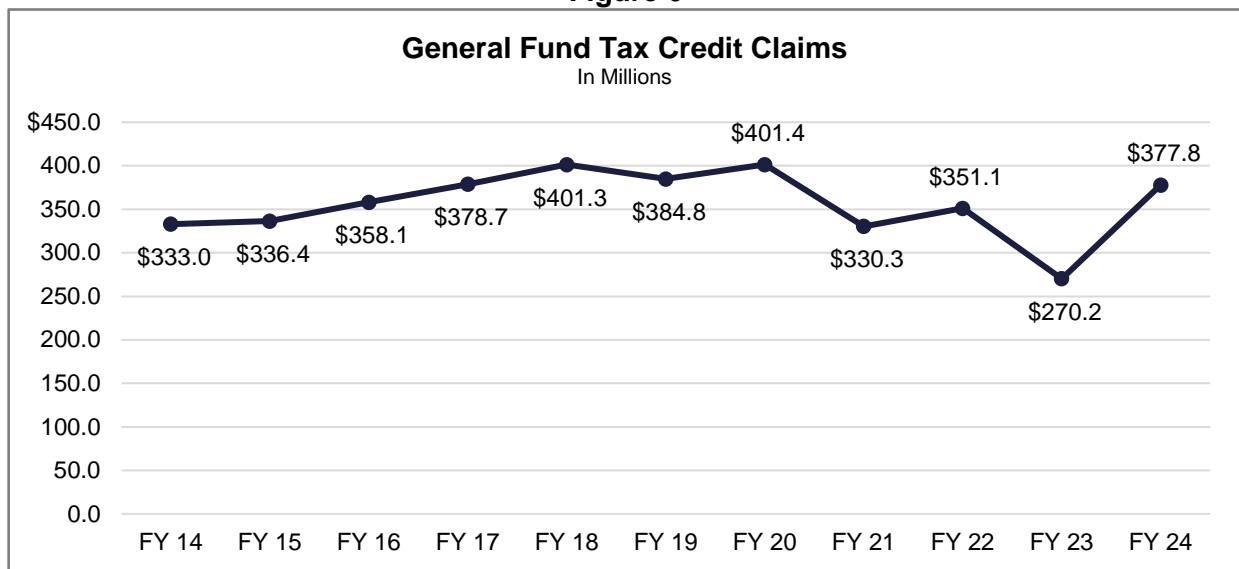
Figure 5

State Tax Credit Claims			
In Millions			
Tax Credit Programs	Actual FY 2022	Actual FY 2023	Actual FY 2024
Biodiesel Blended Fuel Tax Credit	\$ 23.2	\$ 15.0	\$ 19.4
Earned Income Tax Credit	74.6	60.2	67.7
High Quality Jobs Program	17.6	10.4	27.1
Historic Preservation Tax Credit	35.5	8.6	40.8
low a Industrial New Jobs Training Program (260E)	40.9	42.1	39.0
Redevelopment Tax Credit	3.8	4.0	4.0
Research Activities Tax Credit	35.6	36.3	78.1
School Tuition Organization Tax Credit	12.7	12.1	13.0
Tuition and Textbook Tax Credit	23.3	25.5	25.2
Workforce Housing Tax Incentive Program	10.9	7.7	12.7
All Other Programs	73.0	48.3	50.8
Total Tax Credits	\$ 351.1	\$ 270.2	\$ 377.8

Source: Department of Revenue, Tax Credits Contingent Liabilities Report — Table 8, December 2024

From FY 2014 through FY 2024, claimed General Fund tax credits reached a high of \$401.4 million in FY 2020. Tax credit claims in FY 2024 totaled \$377.8 million, a decrease of \$23.6 million from peak claims and an increase of \$107.6 million compared to FY 2023 (**Figure 6**).

Figure 6



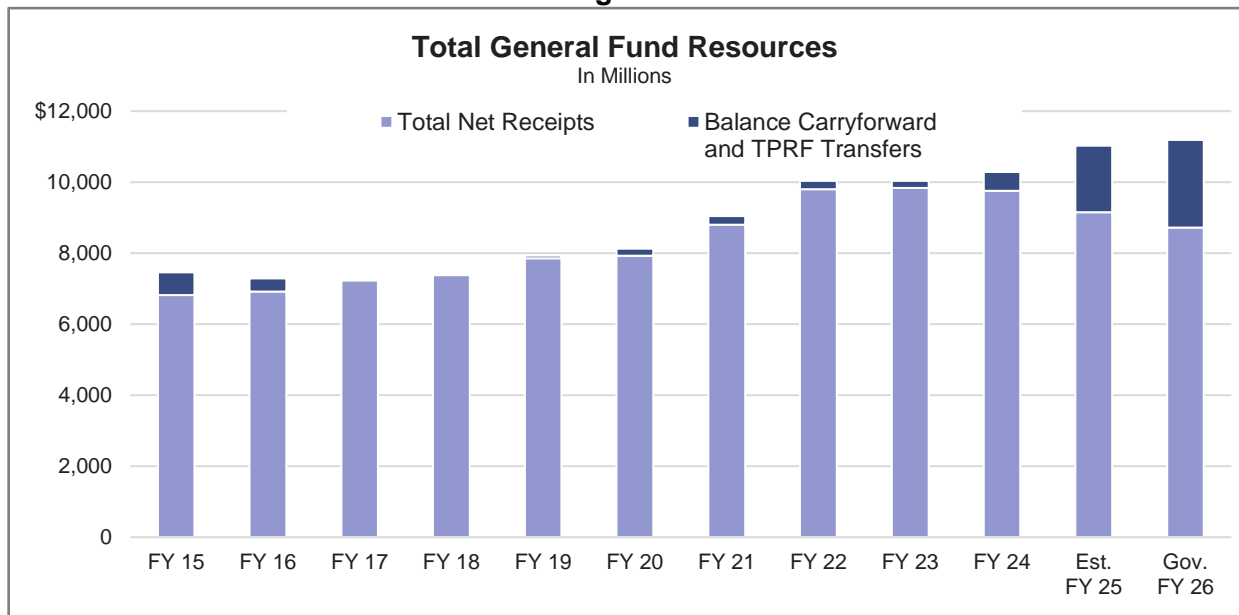
Trends — General Fund Resources

Total General Fund resources include net General Fund receipts and any revenues carried forward from the previous year’s surplus. The net receipts are comprised of annual tax revenue (net of refunds) as well as other revenues credited and transferred to the General Fund by law. The surplus carryforward occurs if there is sufficient revenue from the previous year’s surplus to fill the State’s reserve funds to the statutory limit and to meet other reserve fund obligations, with the excess surplus revenue transferred to the Taxpayer Relief Fund and/or the General Fund.

From FY 2015 through FY 2024, net General Fund receipts increased by \$2.936 billion, an average annual increase of 4.1% (**Figure 7**). Net General Fund receipts are projected to decrease by \$602.2 million (-6.2%) in FY 2025 and decrease by \$427.9 million (-4.7%) in FY 2026.

For FY 2025, the available General Fund resources in the Governor’s budget totals \$11.026 billion. This represents a projected increase of \$412.9 million (3.9%) compared to actual FY 2024. For FY 2026, the Governor’s budget includes total resources of \$11.195 billion, an increase of \$169.7 million (1.5%) compared to estimated FY 2025.

Figure 7



**Summary of the Governor's
Appropriations Recommendations by Subcommittee**

The Governor is recommending General Fund appropriations totaling \$9.434 billion for FY 2026 (**Figure 8**). This is an increase of \$486.1 million (5.4%) compared to estimated FY 2025.

Figure 8

General Fund Recommendations					
In Millions					
	Actual FY 2024	Estimated FY 2025	Gov. Rec. FY 2026	Gov Rec vs Est. FY 25	Percent Change
Administration and Regulation	\$ 70.5	\$ 72.9	\$ 74.9	\$ 2.0	2.7%
Agriculture and Natural Resources	43.5	45.9	47.9	2.0	4.3%
Economic Development	41.8	40.8	40.7	-0.1	-0.2%
Education	983.7	1,019.0	1,044.9	25.9	2.5%
Health and Human Services	2,123.6	2,215.6	2,448.3	232.7	10.5%
Justice System	881.7	915.5	930.4	15.0	1.6%
Unassigned Standings	4,424.3	4,637.6	4,846.4	208.7	4.5%
Total	\$ 8,569.1	\$ 8,947.4	\$ 9,433.5	\$ 486.1	5.4%

Note: Totals may not sum due to rounding.

The Governor is recommending appropriations from other funding sources totaling \$1.452 billion for FY 2026, an increase of \$40.4 million (2.9%) compared to estimated FY 2025 (**Figure 9**).

Figure 9

Other Funds Recommendations					
In Millions					
	Actual FY 2024	Estimated FY 2025	Gov. Rec. FY 2026	Gov Rec vs Est. FY 25	Percent Change
Administration and Regulation	\$ 67.8	\$ 72.4	\$ 134.2	\$ 61.8	85.3%
Agriculture and Natural Resources	96.9	98.7	98.1	-0.6	-0.6%
Economic Development	34.4	34.4	34.4	0.0	0.1%
Education	34.0	34.0	33.7	-0.3	-1.0%
Health and Human Services	337.1	329.1	303.7	-25.5	-7.7%
Justice System	19.5	20.6	20.6	0.0	0.0%
Transportation, Infra., and Cap.	669.1	689.5	736.2	46.7	6.8%
Unassigned Standings	113.2	133.0	91.4	-41.6	-31.3%
Total	\$ 1,372.0	\$ 1,411.8	\$ 1,452.2	\$ 40.4	2.9%

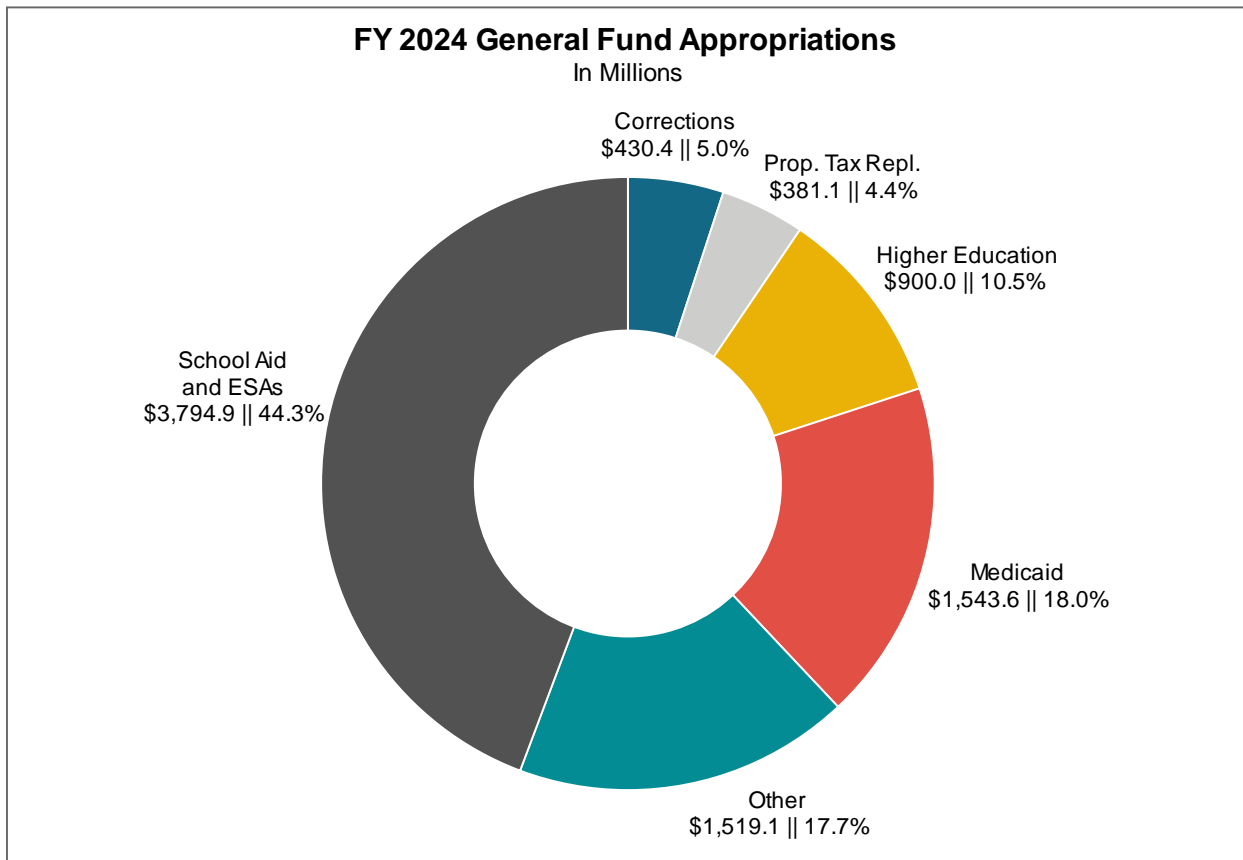
Note: Totals may not sum due to rounding.

Trends — General Fund Appropriations

Figure 10 shows FY 2024 General Fund appropriations divided into six budget categories to provide an overall understanding of General Fund expenditures. Historical information showing the appropriations back to FY 2015 is provided in **Figure 11**. In FY 2024, State School Aid, Educational Savings Accounts (ESAs), and Medicaid comprised 62.3% of all General Fund appropriations. Fiscal Year 2024 was the first year that ESAs were funded. Combined, these appropriations have made up a steadily increasing proportion of total General Fund spending since FY 2015. In FY 2015, appropriations for State School Aid and Medicaid comprised 59.1% of all General Fund appropriations.

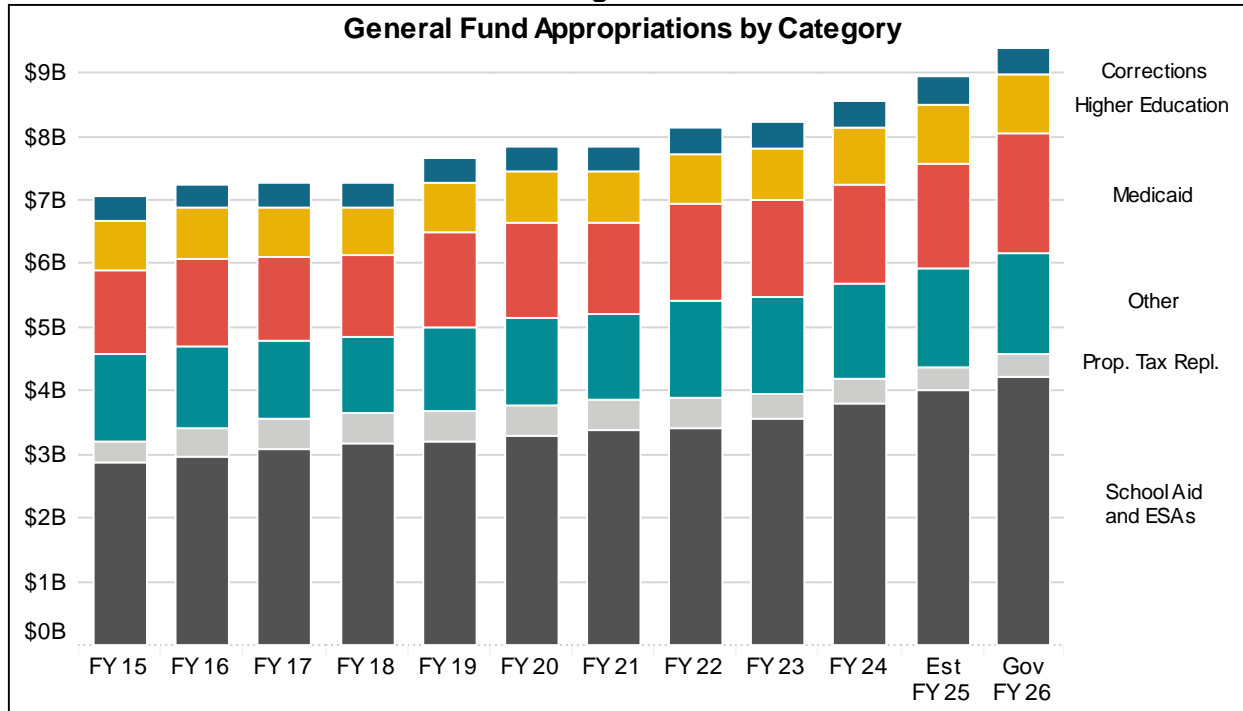
Higher Education, Department of Corrections, and Other comprise a combined 32.6% of the FY 2024 budget. Appropriations to these areas have increased \$364.4 million since FY 2015, an average of 1.5% annually.

Figure 10



FY 2015 through FY 2024. From FY 2015 through FY 2024, General Fund appropriations increased by \$1.506 billion, representing an average annual increase of 2.2% (**Figure 11**). State School Aid and ESAs comprises the largest portion of the General Fund budget at 44.3% in FY 2024, and therefore it accounted for the largest dollar increase from FY 2015 through FY 2024. State School Aid increased by a total of \$1.025 billion, and ESAs were first funded in FY 2024 at \$129.1 million.

Figure 11



Governor's Significant General Fund Appropriations Changes

Figure 12 shows the changes greater than \$5.0 million included in the Governor's FY 2026 appropriations recommendations. Those changes are summarized below. Updates will be provided as additional information becomes available.

Medical Assistance: The Governor is recommending an appropriation of \$1.874 billion, an increase of \$223.3 million in FY 2026 to Medical Assistance. Of the increase, \$174.1 million is to offset an expected Medicaid shortfall in FY 2026, which includes \$60.8 million in Managed Care Organization (MCO) capitation rate increases. The Governor's FY 2026 recommendation also includes \$25.0 million for nursing facility provider reimbursement rate rebasing; \$19.2 million to offset an expected shortfall for the Children's Health Insurance Program in FY 2026; \$1.8 million of which is for MCO capitation rate increases; \$5.6 million for various provider rate adjustments; \$2.4 million for an increased pharmacy dispensing fee; and a \$3.0 million decrease due to an increased federal reimbursement rate for certified community behavioral health clinics. Medicaid is a joint federal/State funded entitlement program that provides medical assistance to certain low-income individuals who are aged, blind, disabled, or pregnant and to children or members of families with dependent children. Legislative Services Agency (LSA), Department of Health and Human Services (HHS), and Department of Management (DOM) staff members meet regularly to discuss estimated Medicaid expenditures and agree on an estimated need or surplus for the current and upcoming fiscal years. As of December 13, 2024, the group estimated that Medicaid would have a surplus of \$124.7 million at the end of FY 2025, which is the result of a \$292.2 million carryover from FY 2024 and disenrollment at the end of the federal public health emergency in April 2023. The group estimated that Medicaid would have a deficit of \$116.9 million at the end of FY 2026. Current FY forecasts incorporate MCO capitation rate increases in FY 2025, but not in FY 2026.

State Foundation School Aid — Standing: The Governor is recommending an estimated General Fund appropriation of \$3.890 billion for State aid to schools in FY 2026, an increase of \$102.0 million compared to estimated FY 2025. This amount is intended to reflect a supplemental State aid percent of growth rate of 2.00% and includes a \$25.0 million reduction to the Area Education Agencies (AEAs), which is in addition to the statutory reduction of \$7.5 million currently specified in the Iowa Code. The amount also reflects a continuation of the adjustment for Property Tax Replacement Payment (PTRP) funding, which is estimated to increase from \$223 to \$241 per pupil. The Governor is also recommending a continuation of the transfer from the TPRF of \$21.9 million.

Educational Savings Accounts: The Governor is recommending an appropriation of \$314.6 million for ESAs in FY 2026. This is an increase of \$96.6 million (44.3%) and is intended to reflect a categorical State aid percent of growth rate of 2.00% and an increase in the number of ESAs.

Charter Schools: The Governor is recommending an appropriation of \$19.7 million for Charter Schools in FY 2026. This is an increase of \$14.5 million (278.29%) and is intended to reflect a categorical State aid percent of growth rate of 2.00% and an increase in the number of Charter School pupils.

Health Care Professional Incentive Program: A new appropriation of \$10.0 million which will be used to incentivize health care professionals to work in rural communities. Four loan repayment programs under the DE and one program under HHS will be discontinued and their funds redirected toward the new initiative. These discontinued programs include:

- \$500,973 from Health Care Professional Recruitment.
- \$2,629,933 from Rural Iowa Primary Care Loan Repayment.
- \$500,000 from Health Care-Related Loan Program.
- \$520,000 from Mental Health Practitioner Loan Repayment.
- \$214,000 from HHS offset for consolidation of health care-related loan repayment programs.

Homestead Tax Credit Aid: The Governor is recommending an appropriation of \$162.5 million. This is an increase of \$8.3 million compared to estimated FY 2025 due to changes in projected claims. [Iowa Code section 425.1](#) provides a standing unlimited appropriation from the General Fund for the Homestead Property Tax Credit. The tax credit provides a property tax reduction to encourage home ownership. The current credit is equal to the levy on the first \$4,850 of the taxed value of each homestead, with a minimum

annual tax credit of \$62.50. To be eligible for the annual credit, the taxpayer must own and occupy the property as a homestead on July 1 of each year, declare residency in Iowa for income tax purposes, and occupy the property for at least six months each calendar year.

Child Protective Services: The Governor is recommending an appropriation of \$172.2 million, an increase of \$6.1 million in FY 2026 to Child Protective Services. This includes \$4.8 million for a Qualified Residential Treatment Program (QRTP) rate increase and to allow the HHS to cover the county portion of juvenile shelter rates, and \$1.2 million for a general increase that may be used at the discretion of the Department. The QRTP offers room, board, and other child protective services to eligible foster care children with unique needs.

Commercial and Industrial Property Tax Replacement: The Governor’s FY 2026 recommendations include a \$14.1 million reduction in the Property Tax Replacement standing appropriation to adjust for the fourth year of the local government reimbursement phaseout. 2021 Iowa Acts, chapter [177](#) (Taxation and Other Provisions Act), included a provision that, beginning with the FY 2023 payment, the General Fund standing appropriation for commercial and industrial property tax replacement for cities and counties will be phased out in four or seven years, depending on how the tax base grew relative to the rest of the State since FY 2014. Cities and counties where the tax base grew at a faster rate than the statewide average from FY 2014 through FY 2021 will have the backfill phased out over a four-year period from FY 2023 through FY 2026, while those that grew at a rate less than the statewide average will have the backfill phased out over a seven-year period from FY 2023 through FY 2029. School district backfill payments were eliminated after FY 2022. Taxing authorities that are not schools, cities, or counties will have their backfill payment phased out over seven years.

Figure 12

Governor's Recommendations	
General Fund Changes Over \$5.0 million	
In Millions	
Medical Assistance	\$ 223.3
State Foundation School Aid	102.0
Education Savings Accounts - Standing	96.6
Charter Schools - Standing	14.5
Health Care Professional Incentive Program	10.0
Homestead Tax Credit Aid - GF	8.3
Child Protective Services	6.1
Comm & Industrial Prop Tax Replacement	-14.1
	\$ 446.7

Governor's Significant Non-General Fund Appropriations Changes

The Governor's recommendation includes a net increase from other funding sources for FY 2026 totaling \$123.0 million. This list excludes decreases for one-time capitals projects and other one-time projects that are no longer required.

Pension Administrative System (PAS) — IPERS: The Governor is recommending a new appropriation from the IPERS fund of \$60.0 million to upgrade the Pension Administrative System (PAS). This project will move the PAS from an on-premises system to a cloud-based system. IPERS' contract with Vitech, the current PAS vendor, expires in FY 2026. 2023 Iowa Acts, chapter [108](#) (FY 2024 Administration and Regulation Appropriations Act), appropriated funds for IPERS to hire a consultant to study the PAS marketplace and recommend options to move forward.

Iowa Medical Examiner Office Expansion — RIIF: The Governor is recommending \$28.0 million in FY 2026, an increase of \$23.0 million from the Rebuild Iowa Infrastructure Fund (RIIF) compared to estimated FY 2025 to expand the Iowa Medical Examiner's Office. This appropriation is a capital project and reflects an appropriation that was enacted in the 2024 Legislative Session.

ARTS Modernization: The Governor is recommending a new appropriation of \$20.0 million from the Road Use Tax Fund (RUTF) to facilitate the modernization of the current drivers and vehicles record system or ARTS. This is an Iowa Department of Transportation (DOT) three-year capital project.

Waterloo Garage Renovation: The Governor is recommending a new appropriation of \$18.9 million from the Primary Road Fund (PRF) to renovate the Waterloo field operations garage.

Iowa Law Enforcement Academy (ILEA) Driving Training Facility — RIIF: The Governor is recommending a new appropriation of \$15.0 million from the RIIF for FY 2026. This appropriation would fund the construction of a dedicated driving training area for multi-agency use at Camp Dodge. The facility would be used to fulfill ILEA and Department of Public Safety (DPS) Basic Academy emergency vehicle operation training requirements. The Iowa DOT and Iowa National Guard would also utilize the training space to facilitate a variety of training requirements, core job functions, mission readiness operations, and ongoing professional development.

Department of Transportation — Inventory & Equipment: The Governor is recommending \$40.8 million in FY 2026, an increase of \$11.2 million from the PRF to replace the aging fleet and fund operation expenses for equipment compared to estimated FY 2025.

Iowa Economic Development Authority Technology Reinvestment Fund Projects: The Governor is recommending a new appropriation of \$5.4 million from the RIIF for FY 2026. This appropriation would fund the modernization of more than 30 different systems into a single enterprise management system that will serve as a "one-stop shop" for all agency interactions and be able to be shared with other agencies.

Department of Administrative Services (DAS) Historical Building Sustainable Storage: The Governor is recommending a new appropriation of \$5.0 million from the RIIF for FY 2026 for the State Historical Building. This appropriation would fund sustainable storage for the State Historical Society archives and special collection storage that meets industry-standard best practices for collection conservation storage, including efficiency of ongoing collection management, protection of materials while on shelves, and lighting.

Levee Improvement Fund — RIIF: The Governor is not recommending funding the Levee Improvement Fund from the RIIF. This is a decrease of \$10.0 million compared to estimated FY 2025. This funding was first appropriated in FY 2025.

Medical Assistance — HCTF: The Governor is recommending \$151.0 million in FY 2026, a decrease of \$25.5 million to Medical Assistance from the Health Care Trust Fund (HCTF) compared to estimated FY 2025. Tax revenue from cigarette/tobacco taxes is deposited into the HCTF for appropriation to the HHS to use for Medicaid. A decrease in forecasted cigarette/tobacco tax revenue, which is decreasing as individuals have quit using tobacco products or switched to e-cigarette products (which are not taxed), accounts for the change to the appropriation.

LSA Staff Contact: Adam Broich (515.281.8223) adam.broich@legis.iowa.gov

The Governor is recommending a total of \$10.825 billion in appropriations from all State funding sources for FY 2026, which represents an increase of \$529.4 million (5.1%) compared to estimated FY 2025. The figure below summarizes the appropriations by funding source. Because there are appropriations and transfers between funds, adjustments were made to the Rebuild Iowa Infrastructure Fund (RIIF) to eliminate double counting.

Comparison of All State Funds Appropriated			
(In Millions)			
Funding Sources	Actual FY 2024	Est. FY 2025	Gov Rec FY 2026
Total General Fund Appropriations	\$ 8,569.1	\$ 8,947.4	\$ 9,433.5
Appropriations from Non-General Fund State Sources			
Rebuild Iowa Infrastructure Fund	\$ 255.8	\$ 261.2	\$ 275.4
RIIF Appropriations to Other Funds	-60.9	-63.1	-60.3
Net RIIF Appropriations	<u>\$ 194.9</u>	<u>\$ 198.1</u>	<u>\$ 215.1</u>
Primary Road Fund	\$ 394.8	\$ 413.1	\$ 429.3
Health Care Trust	189.9	176.5	151.0
Quality Assurance Trust Fund	111.2	111.2	111.2
Road Use Tax Fund	62.7	59.8	76.2
Iowa Skilled Worker and Job Creation Fund	63.8	63.8	63.7
Fish and Wildlife Trust Fund	49.8	51.4	51.4
IPERS Fund	21.1	22.8	84.0
Iowa Economic Emergency Fund	44.1	61.2	22.4
Environment First Fund	42.0	42.0	42.0
Commerce Revolving Fund	39.4	42.4	43.0
Hospital Health Care Access Trust	33.9	33.9	33.9
Technology Reinvestment Fund	18.9	21.1	18.3
Gaming Enforcement Revolving Fund	11.4	12.2	12.2
Others	33.3	39.2	38.3
Total Non-General Fund	<u>\$ 1,311.1</u>	<u>\$ 1,348.7</u>	<u>\$ 1,391.9</u>
Grand Total	<u>\$ 9,880.3</u>	<u>\$ 10,296.0</u>	<u>\$ 10,825.4</u>

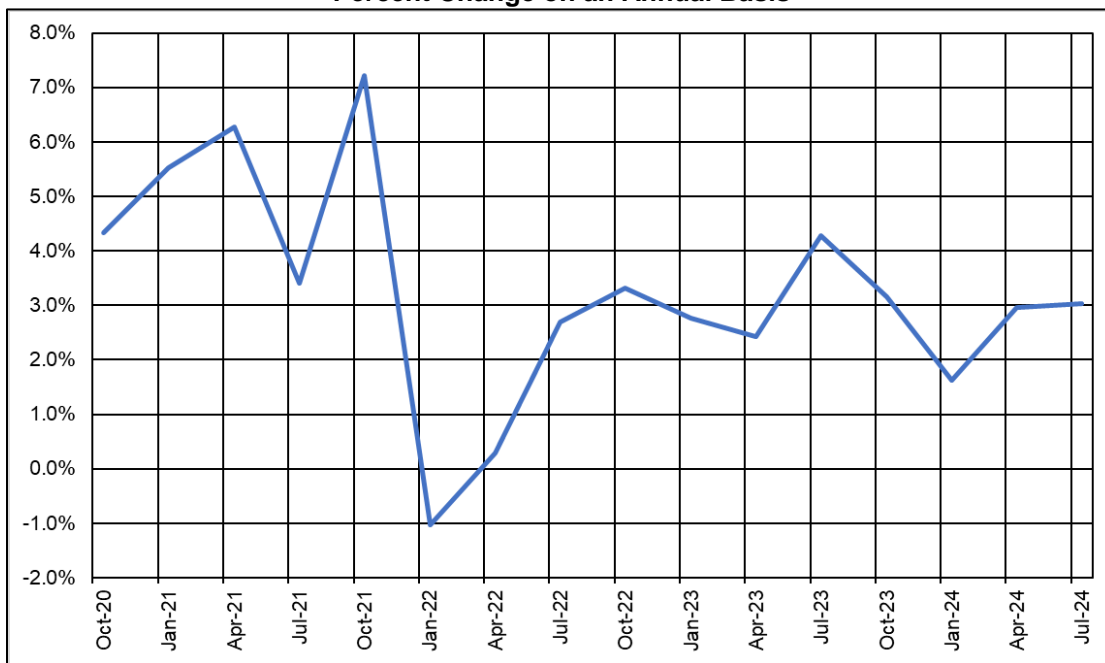
Note: Rounding may affect totals. RIIF appropriations to other funds are removed to prevent adding them to the total twice.

LSA Staff Contact: Adam Broich (515.281.8223) adam.broich@legis.iowa.gov

National Economy

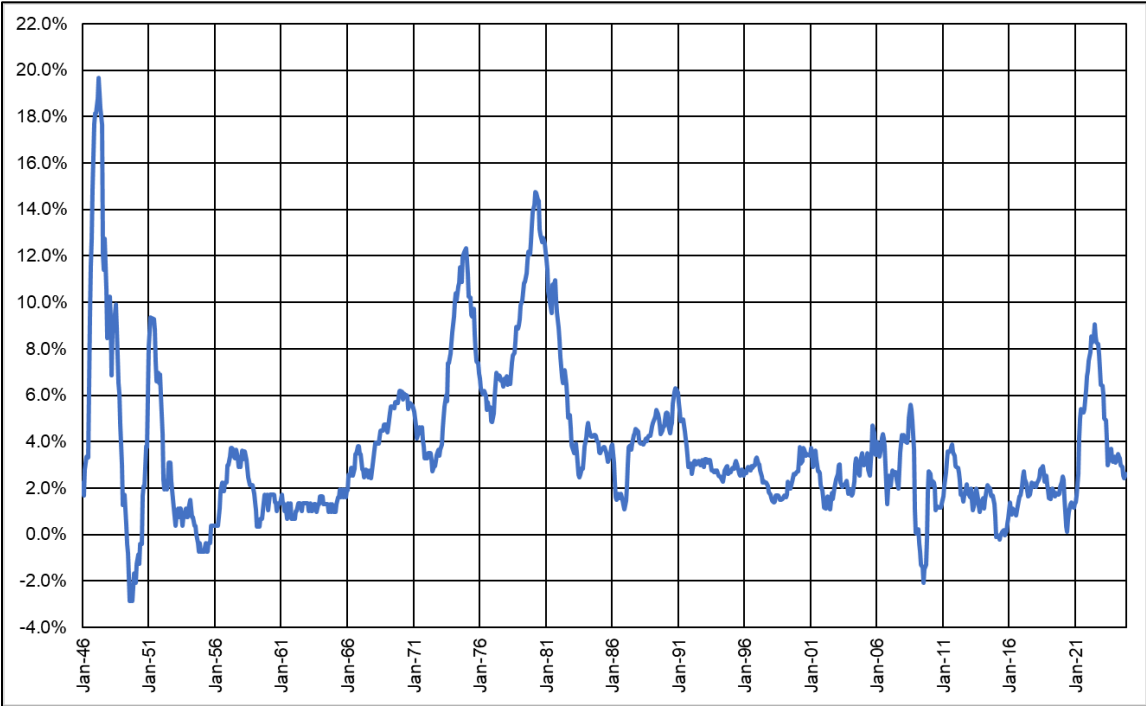
U.S. GDP Growth — According to the [Business Cycle Dating Committee](#) of the National Bureau of Economic Research, the U.S. economy entered an economic recession in February 2020 due to the COVID-19 pandemic and exited the recession in April 2020. Real U.S. gross domestic product (GDP) growth reached a post-pandemic high of 7.4% in the fourth quarter of 2021 but has since increased at lower levels (see **Figure 1**). Annual GDP growth was 2.5% in 2022 and 2.9% in 2023, while quarterly GDP growth reached 3.0% in both the second and third quarters of 2024.

**Figure 1 — U.S. Gross Domestic Product
 Percent Change on an Annual Basis**



U.S. Inflation — The consumer price index (CPI) has increased at a slower rate since the post-pandemic high of 9.1% in June 2022 and increased on a year-over-year basis by 2.7% in November 2024, an increase from 2.4% in September 2024, but down from 3.1% in November 2023 (see **Figure 2**). Beginning in September 2024, due to lower levels of inflation and job growth (see below), the U.S. Federal Reserve lowered the U.S. federal funds interest rate for the first time since April 2020, from a high of 5.5% to a current high of 4.5%.

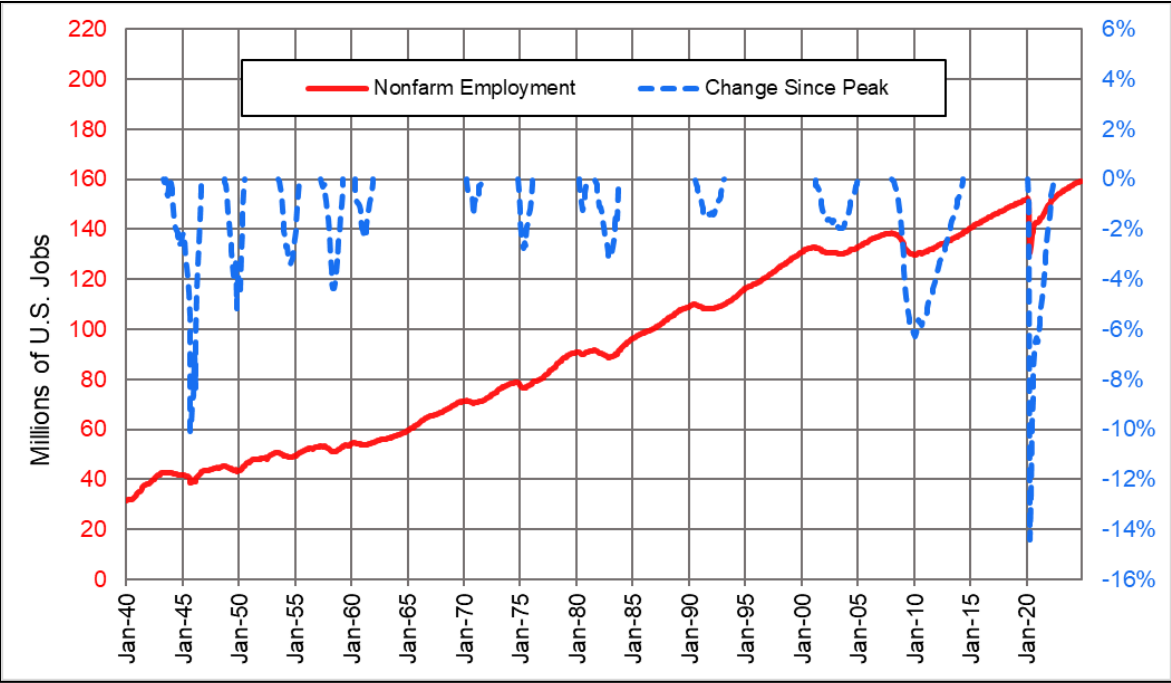
**Figure 2 — U.S. Consumer Price Index
Percent Change in Annual Total**



U.S. Employment — Using seasonally adjusted numbers, U.S. employment peaked in February 2020 at 152.3 million jobs. With the social and economic reaction to the COVID-19 pandemic, employment numbers declined by more than 21.0 million jobs before rebounding and leveling out to a year-over-year reduction of approximately 9.8 million jobs by October 2020. Jobs first exceeded the prepandemic peak in June 2022 and total 159.3 million as of November 2024. **Figure 3** depicts total U.S. nonfarm employment since 1940, while the blue line indicates the job loss percentage, from the peak, around each recession.

The most recent recession produced the largest initial drop in U.S. employment of any recession, but at 28 months, the amount of time between employment peaks was relatively brief. Currently, U.S. employment is 7.0 million jobs higher than the prepandemic peak in February 2020.

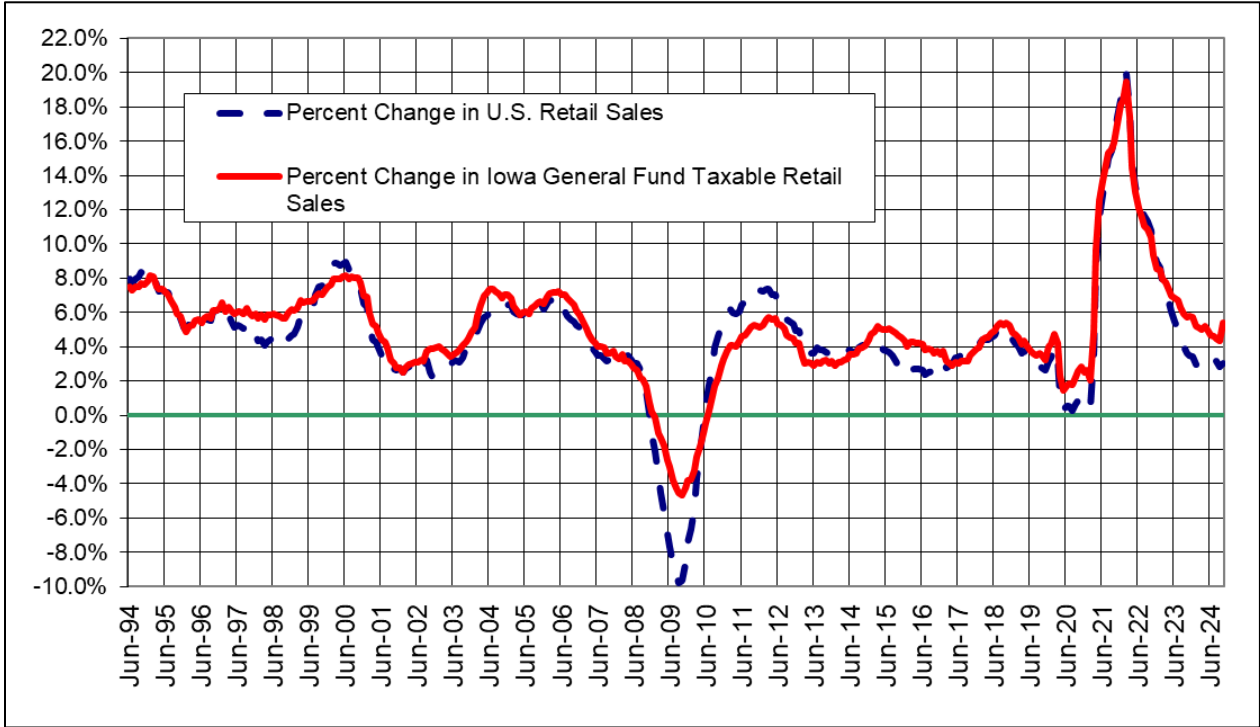
Figure 3 — U.S. Nonfarm Employment and Recession Job Loss Percentage Seasonally Adjusted at Annual Rates



U.S. Retail Sales — The U.S. Census Bureau produces monthly estimates of total national retail sales, with subcategory detail showing a breakdown by type of retail establishment. Around the December 2007 U.S. recession, the 12-month moving retail sales total peaked in July 2008 at \$4.503 trillion. Following that peak, the 12-month total of retail sales fell 10.2%, reaching the low point in October 2009. Retail sales exceeded the previous peak (in nominal terms, not adjusted for inflation) in September 2011. The impact of the COVID-19 recession decreased the growth rate in annual retail sales starting with April 2020, but year-over-year growth in the 12-month sales total remained positive throughout the pandemic. An unprecedented increase in consumer spending resulted in peak annual retail sales growth of 19.9% in February 2022. Year-over-year annual growth currently stands at 3.0%.

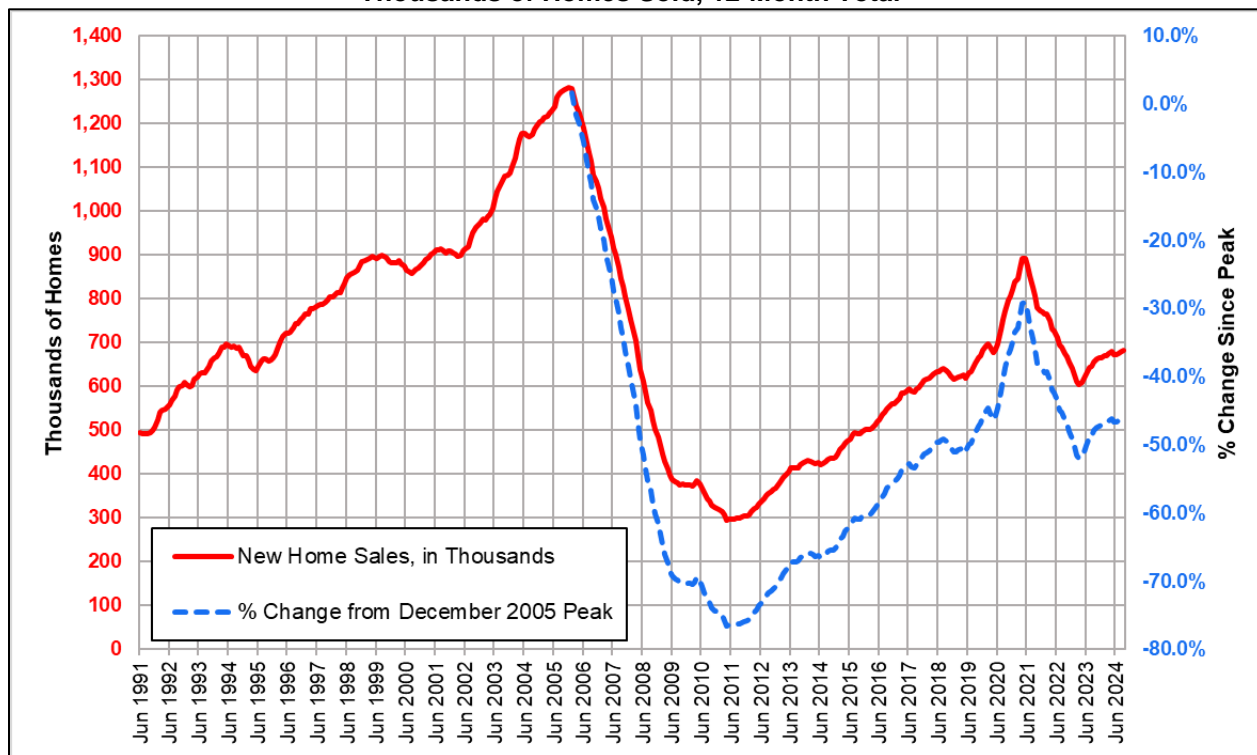
Figure 4 contains two trend lines. The dashed blue line depicts the growth in total U.S. retail sales (12-month total), while the red line excludes retail sales locations that are not generally subject to the sales tax that is deposited to the State General Fund (i.e., food stores, gas stations, and automobile dealers). The red line shows that the record growth in retail sales during the pandemic was also found in retail sales locations that are subject to the general sales tax. However, State taxable retail sales have outpaced U.S. retail sales over the last year.

**Figure 4 — U.S. Retail Sales
Percent Change in Annual Total**



U.S. New Single-Family Home Sales — The U.S. Census Bureau produces monthly estimates of U.S. new single-family home sales. Prior to the previous recession, the 12-month moving average peaked in December 2005 at 1,283,000 annual units (**Figure 5**). From that peak through the low point of April 2011, annual new home sales decreased 76.6%. The red line in **Figure 5** is read on the left axis and provides the annual total of new home sales. The dashed blue line, read on the right axis, provides the percentage change in the number of annual new home sales compared to the 2005 peak. New home sales began to increase beginning in May 2011 and showed steady growth until the start of the pandemic, when new home sales accelerated. Annual sales are currently 23.5% below the most recent peak of 893,000 homes (May 2021) and 45.8% below the 2005 high point.

Figure 5 — U.S. New Home Sales
Thousands of Homes Sold, 12-Month Total

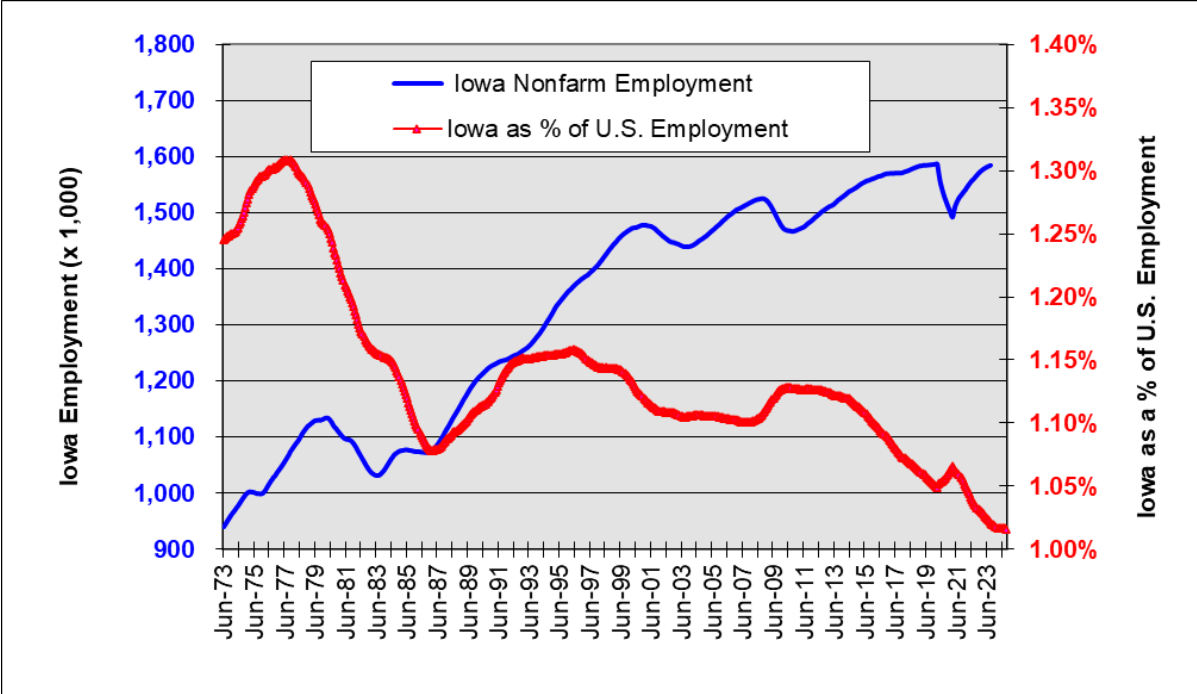


Iowa Economy

Iowa Employment — After recovering in the mid-1980s from the lingering effects of the farm crisis, Iowa’s percent of total U.S. employment increased each year for 10 years (1987 through 1996). Iowa nonfarm employment continued to grow through 2000, although Iowa’s percent of total U.S. employment began to decline in the mid-1990s. After an Iowa employment peak in 2000, the Iowa economy lost 38,800 nonfarm jobs (2.6%) before rebounding in late 2003. Iowa nonfarm employment peaked again in October 2008, when the annual average reached 1,526,300 jobs. From that peak, Iowa average annual employment declined 58,800 (-3.9%) jobs and reached a low point in September 2010. Nonfarm employment in Iowa expanded steadily until early 2020, when it reached a peak of 1,588,000, and average annual job growth from the 2008 peak to the 2020 peak calculates to 6,500 (0.4%) per year. The current Iowa employment total has exceeded the prepandemic peak and is now 1,605,200.

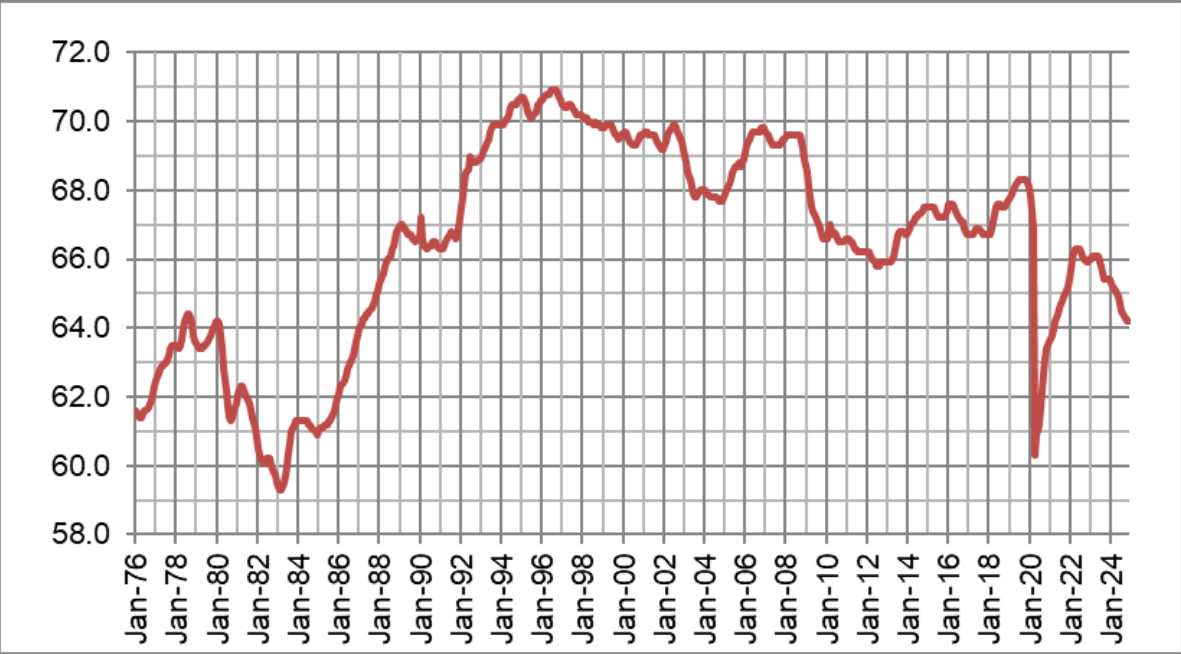
Iowa’s share of total U.S. nonfarm employment declined throughout the economic downturn of the early 2000s, as well as the economic recovery that followed, indicating that employment gains in Iowa were not as strong as those of the nation as a whole. From May 1996 through February 2007, the Iowa/U.S. employment ratio fell from 1.16% of all U.S. nonfarm jobs to 1.09%. Essentially, this ratio shows that in February 2007, 109 of every 10,000 nonfarm jobs in the U.S. were Iowa jobs, down from 116 in 1996. The December 2007 recession was much more severe for the country as a whole, and the Iowa employment ratio rose to 113 by May 2010. As the U.S. economy recovered from the December 2007 recession, the Iowa ratio declined steadily to 105. With the start of the February 2020 recession, the Iowa ratio increased slightly to 107, before returning to its downward trend. The current 12-month average is 101 and is the lowest on record. **Figure 6** shows the 12-month average of Iowa nonfarm employment, as well as the ratio of Iowa employment to U.S. employment, since 1973.

Figure 6 — Iowa and U.S. Nonfarm Employment



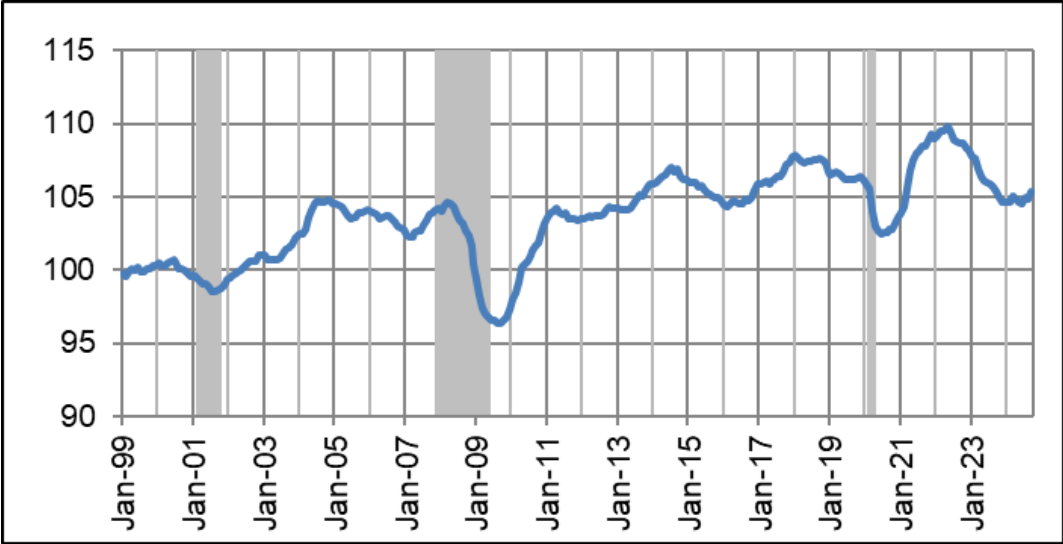
Employment-Population Ratio — The Employment-Population Ratio for a state is equal to the number of people reporting that they are employed divided by the state’s estimated noninstitutionalized civilian population age 16 and older. At the start of the December 2007 U.S. recession, Iowa’s Employment-Population Ratio was 69.5%, meaning that 69.5% of Iowa’s civilian, noninstitutionalized population age 16 and over reported having a job. That ranked Iowa seventh highest in the country, with a rate 6.8 percentage points higher than the national average of 62.7%. Employment-Population Ratios declined during and after that recession, both in Iowa and nationally, with the Iowa ratio bottoming at 65.8% during the summer of 2012. Prior to the start of the February 2020 U.S. recession, the Iowa ratio (**Figure 7**) reached 68.3%. Iowa and national ratios fell from December 2019 through April 2020, before recovering a portion of the employment reduction to 66.3% in June 2022. Iowa’s current 64.2% ratio ranks eighth nationally, 4.2 percentage points above the current national average of 60.0%. The lowering of Iowa’s ratio since the start of the pandemic indicates that the employment reductions caused by the February 2020 recession remain significant, and it also means that the employment situation is worse than what is indicated by conventional unemployment rates as demographic factors have increased retirements in recent years.

**Figure 7 — Iowa Employment-Population Ratio
Percent of Population Employed**



Iowa Leading Indicators Index (ILII) — The Iowa Department of Revenue produces a monthly index based on economic indicators. The ILII is derived from seven Iowa-specific economic indicators and one national indicator. The Department designed the ILII to forecast the most likely future direction of economic activity in the State of Iowa. The techniques used to build the ILII follow those used by The Conference Board¹ to construct the national leading indicators index. A movement in the ILII for only one month does not produce a clear signal; rather, it is necessary to consider the direction of the index over several consecutive months. After reaching a peak in May 2022, the ILII declined (see **Figure 8**). However, the indicator has remained relatively stable during 2024 and increased in September 2024 by the largest percentage since May 2021, while also increasing in October 2024.

Figure 8 — ILII Value
(Gray Bars Indicate U.S. Recessions)



¹ The Conference Board, Inc., is a nonprofit global business organization supported by business executives that holds conferences, convenes executives, and conducts business management research. For more information, see the website: www.conference-board.org/data/bcicountry.cfm?cid=1.

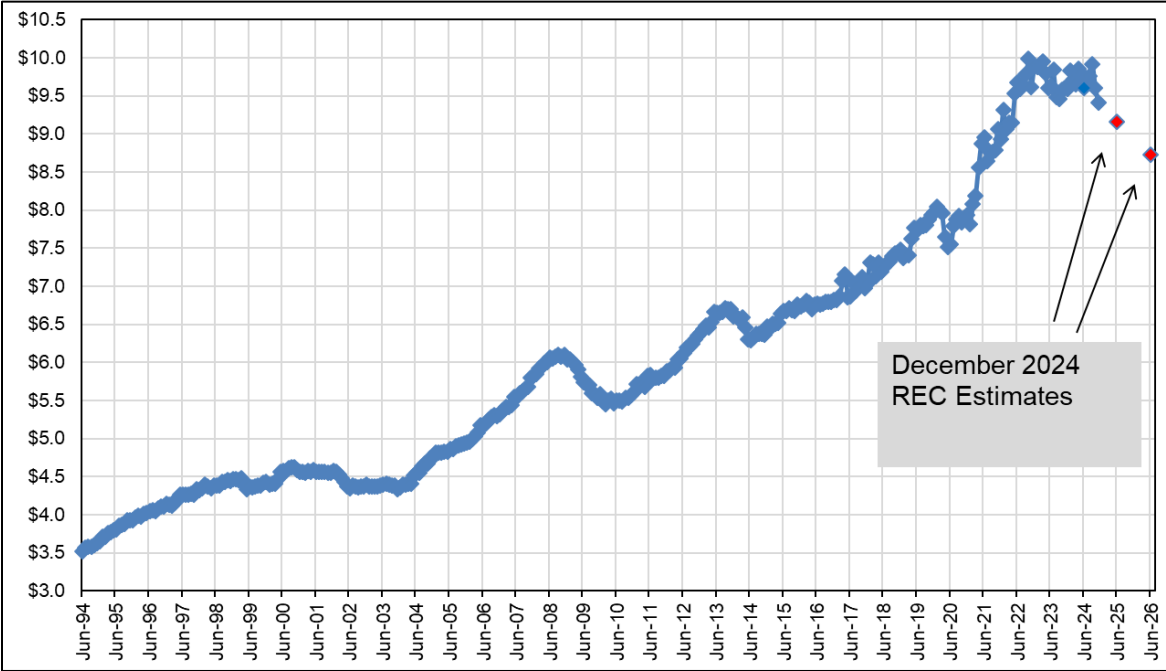
Iowa General Fund Revenue

Iowa’s income, sales/use, and corporate taxes account for 81.6% of the revenue deposited in the State General Fund (FY 2024 data — net fiscal year basis, excluding transfer revenue), a decrease from 91.0% in FY 2023, primarily due to the introduction of the Pass-Through Entity Tax (PTET) during FY 2024. The revenue generated by income, sales/use, and corporate taxes depends on the level of economic activity in the State during a fiscal year (employment, consumer expenditures, business and government expenditures, etc.). Assuming other tax factors are equal (tax base and tax rates), a growing economy will produce more tax revenues than a static or declining economy.

The previous paragraphs on the recent condition of the national and Iowa economy show that Iowa nonfarm employment peaked in early 2020, and the U.S. economy entered a significant recession in February 2020. According to current nonfarm employment data, Iowa employment has exceeded the prerecession peak, while the Iowa employment-population ratio has decreased 4.1 percentage points, from 68.3% to 64.2%.

The December 2007 recession produced a significant drop in Iowa General Fund revenue, and the decline reversed around March 2009. The February 2020 recession started with a large revenue decrease that was the result of delayed individual and corporate income tax due dates. Once the delayed due date arrived, revenue totals recovered and continued to expand, driven in large part by increases in sales/use tax and corporate income tax receipts. However, a reduction in personal and corporate income tax rates beginning on January 1, 2023, has started to slow the accumulation of General Fund revenue, which decreased by 1.2% in FY 2024. **Figure 9** provides the 12-month moving total of net General Fund revenue, excluding transfers.

**Figure 9 — Iowa General Fund Revenue
12-Month Moving Net Revenue Total, Excludes Transfer Revenue (\$ in Billions)**



In December 2024, the Revenue Estimating Conference (REC) established an FY 2025 net General Fund revenue growth rate of negative 5.8%, excluding transfer revenue. For FY 2026, the REC estimates growth will be negative 4.9%. In dollar terms, net revenue is projected to decrease \$558.0 million for FY 2025 and decrease \$442.7 million for FY 2026. The negative projected revenue growth over the two years reflects the estimated impact of State tax reduction legislation enacted in recent years. **Figure 9** includes the REC estimates for net General Fund revenue. With transfer revenue included, FY 2025 net

revenue is projected to decrease \$602.2 million (-6.2%), while FY 2026 net revenue growth is projected to decrease \$427.9 million (-4.7%).

Revenue estimates website: www.legis.iowa.gov/publications/fiscal/quarterlyRevenueEstimate

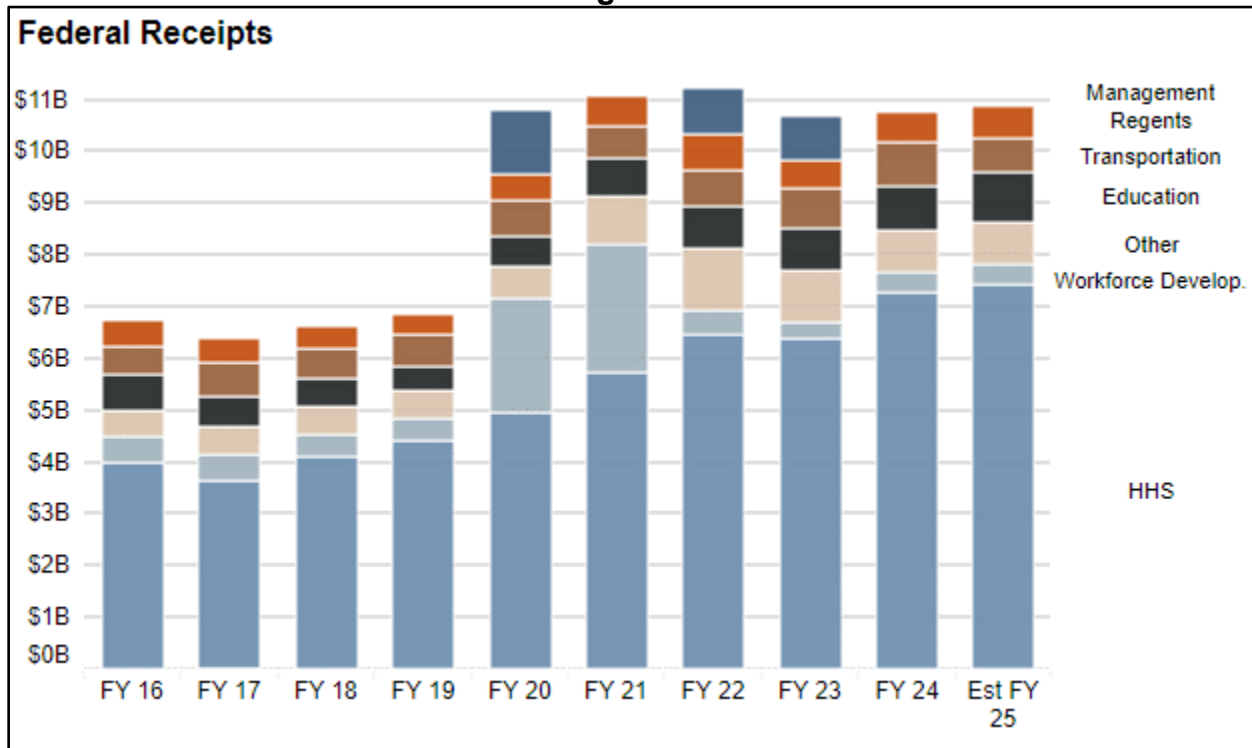
Iowa Economic Trends website: www.legis.iowa.gov/publications/fiscal/economicTrends

LSA Staff Contact: Eric Richardson (515.281.6767) eric.richardson@legis.iowa.gov

FY 2025 Federal Funds

In FY 2020, federal receipts received by the State of Iowa increased by nearly \$4.000 billion compared to FY 2019 due to the COVID-19 pandemic. Federal receipts have remained elevated since FY 2020. For FY 2025, it is estimated that Iowa will receive a total of \$10.893 billion in federal funds. The majority of the federal funds are received by the Department of Health and Human Services (HHS) and are distributed to the Medicaid Program. **Figure 1** shows the recipients of federal funds from FY 2016 through estimated FY 2025.

Figure 1



Note: Fiscal years in **Figure 1** are on a state fiscal year.

Figure 2 provides a history of federal funds received by Iowa departments for FY 2022, FY 2023, FY 2024, and estimated federal funds for FY 2025.

Figure 2

Federal Receipts (in Millions)				
	Actual FY 2022	Actual FY 2023	Actual FY 2024	Estimated FY 2025
Education	\$ 1,183.6	\$ 1,006.8	\$ 828.6	\$ 839.8
Health and Human Services	6,455.6	6,371.0	7,263.4	7,440.0
Management	852.2	851.6	6.0	5.9
Other	815.6	803.4	833.6	948.1
Regents	715.6	548.5	617.6	647.5
Transportation	697.2	787.6	867.6	652.3
Workforce Development	475.8	321.8	377.5	359.7
Grand Total	\$ 11,195.5	\$ 10,690.6	\$ 10,794.3	\$ 10,893.3

Federal Funds Tracking: Grants Enterprise Management System

The Iowa [Grants Enterprise Management System \(GEM\\$\)](#) is operated by the Department of Management (DOM) and is designed as a resource for State agencies and local governments for researching and applying for federal grant opportunities and tracking the award of funding, if granted. The GEM\$ does all of the following:

- Manages the reporting of grants applied for and received by State agencies.
- Posts State grants available for application.
- Manages State agency awards to government entities, nonprofit organizations, private businesses, and individuals. This includes the grant application, selection, award/contracting, monitoring, communications, modification, reporting, closeout, and financial management processes.

GEM\$ also enables State departments to collaborate on grants when possible. Agencies that used GEM\$ to report their awards in FY 2024 include the following:

- Department of Administrative Services
- Iowa Economic Development Authority
- Department of Education
- Department of Management
- Department of Homeland Security and Emergency Management
- Department of Health and Human Services
- Department of Public Defense
- Department of Public Safety
- Department of Justice
- Department of Corrections
- Iowa College Student Aid Commission
- Department of Agriculture and Land Stewardship
- Department of Natural Resources
- Office of the Attorney General
- Department of Workforce Development
- Department for the Blind
- Department on Aging
- Department of Transportation
- Judicial Branch

Related Websites

Federal Funds Information for States: www.ffis.org
 Government Accountability Office: www.gao.gov

Federal Block Grants

In the 2023 Session the General Assembly passed 2023 Iowa Acts, chapter [161](#) (FY 2024 and FY 2025 Federal Block Grant Appropriations Act). The Act authorized the following block grants through FY 2025.

Substance Use Block Grant — Health and Human Services

FY 2025 Appropriation: \$13.2 million

Description: The Substance Use Block Grant (SUBG) provides funds to prevent and treat substance use. Grantees must develop a comprehensive primary prevention program that includes activities and services in various settings. The program must target the general population and sub-groups at high risk for substance use. To receive their full SUBG awards, grantees must enact and enforce laws prohibiting the sale or distribution of tobacco products to individuals under the age of 18.

Community Mental Health Services Block Grant — Health and Human Services

FY 2025 Appropriation: \$7.7 million

Description: The Community Mental Health Services Block Grant (MHBG) awards grants to provide community mental health services. Grantees have flexibility to use funds for new programs or to supplement their current activities. Grantees must submit a plan explaining how they will use MHBG funds, distribute funds to local government entities and nongovernmental organizations, comply with general federal requirements for managing grants, and form and support a state or territory mental health planning council.

Maternal and Child Health Services Block Grant — Health and Human Services

FY 2025 Appropriation: \$6.6 million

Description: The purpose of the Maternal and Child Health Services Block Grant Program is to create federal/state partnerships that enable each state/jurisdiction to address the health services needs of mothers, infants, and children, which includes children with special health care needs and their families. States receive formula-based funding to improve the health of families, particularly those with low income or limited access to health services.

Preventive Health and Health Services Block Grant — Health and Human Services

FY 2025 Appropriation: \$1.7 million

Description: The Preventive Health and Health Services Block Grant provides flexible funding for unfunded or underfunded public health needs, including prevention services and outbreak control.

Edward Byrne Memorial Justice Assistance Grant Program — Public Safety

FY 2025 Appropriation: \$0.4 million

Description: The Justice Assistance Grant (JAG) award funds provide additional personnel, equipment, supplies, contractual support, training, technical assistance, and information systems for criminal justice. This may include programming related to law enforcement, prosecution and courts, prevention and education, corrections and community corrections, drug treatment and enforcement, planning, evaluation, technology improvement, crime victims and witnesses, mental health and related law enforcement and corrections, and implementation of State crisis intervention court proceedings and related programs or initiatives.

Residential Substance Abuse Treatment for State Prisoners Formula Grant — Public Safety

FY 2025 Appropriation: \$2.0 million

Description: The Residential Substance Abuse Treatment for State Prisoners Formula Grant is a formula grant program intended to enhance the capabilities of state, local, and tribal governments to provide residential substance use disorder (SUD) treatment to adult and juvenile populations during detention or incarceration. The Grant may also be used to initiate or continue evidence-based SUD treatment in jails, to prepare individuals for reintegration into the community, and to assist them and their communities throughout the reentry process by delivering community-based treatment and other recovery aftercare services.

Community Services Block Grant — Health and Human Services

FY 2025 Appropriation: \$8.0 million

Description: The Community Services Block Grant (CSBG) provides funds to administer support services that alleviate the causes and conditions of poverty. Local Community Action Agencies provide CSBG-funded services and activities including housing, nutrition, utility, and transportation assistance; employment, education, and other income and asset building services; crisis and emergency services; and community asset building initiatives.

Community Development Block Grant — Iowa Economic Development Authority

FY 2025 Appropriation: \$26.5 million

Description: The Community Development Block Grant (CDBG), funded through the U.S. Department of Housing and Urban Development, provides annual grants on a formula basis to states, cities, and counties. The main purpose of the program is to develop viable communities by providing decent housing, suitable living environments, and expanded economic opportunities, primarily for persons of low and moderate incomes. Funds are typically used for housing assistance, job training and employment-related transportation services, water and sewer improvements, community facility improvements, the opportunities and threats fund, and neighborhood revitalization activities.

Surface Transportation Block Grant Program — Transportation

FY 2025 Appropriation: \$188.8 million

Description: The Surface Transportation Block Grant (STBG) provides flexible funding that may be used by states and localities for projects to preserve and improve the conditions and performance on any federal-aid highway, bridge and tunnel projects on any public road, pedestrian and bicycle infrastructure, and transit capital projects, including intercity bus terminals.

Low-Income Home Energy Assistance Program — Health and Human Services

FY 2025 Appropriation: \$54.6 million

Description: The Low-Income Home Energy Assistance Program (LIHEAP) Block Grant provides funds to assist low-income households with meeting immediate home energy needs. The LIHEAP benefits target households with low incomes, particularly those that have a high home energy burden (percentage of income that goes to heating and cooling bills) and/or have members who are elderly, disabled, and/or young children. Grant recipients can use funds for heating and/or cooling costs, and up to 15.0% of their funding (or 25.0% with a waiver) for weatherization assistance.

Social Services Block Grant — Health and Human Services

FY 2025 Appropriation: \$15.3 million

Description: The purpose of the Social Services Block Grant (SSBG) is to support social services supporting economic self-sufficiency; preventing or remedying neglect, abuse, or the exploitation of children and adults; preventing or reducing inappropriate institutionalization; and securing referrals for institutional care, where appropriate. Services and eligibility requirements vary by state. The Uniform Definitions of Services, which include 29 service categories, provide guidelines to states for reporting purposes. Service categories most frequently supported by SSBG include child care, child welfare, services for persons with disabilities, case management services, and protective services for adults.

Child Care and Development Block Grant — Health and Human Services

FY 2025 Appropriation: \$103.1 million

Description: The Child Care and Development Block Grant (CCDBG) Act authorizes the Child Care Development Fund (CCDF) Program and authorizes discretionary appropriations to support grants to state, territorial, and tribal lead agencies. The CCDF is the primary federal funding source to help low-income families afford child care.

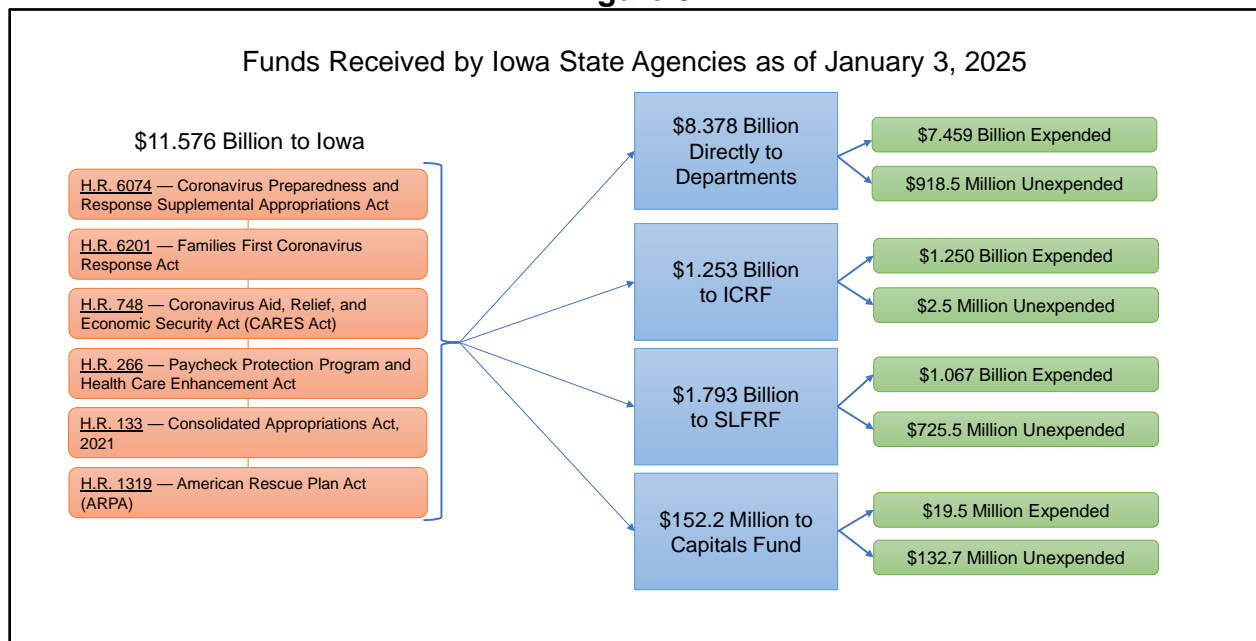
CARES Act, ARPA, and Other Federal Stimulus Acts

In response to the COVID-19 pandemic, the federal government enacted six Acts since March 2020. Those Acts are as follows:

- [H.R. 6074](#) — Coronavirus Preparedness and Response Supplemental Appropriations Act, enacted March 6, 2020.
- [H.R. 6201](#) — Families First Coronavirus Response Act, enacted March 18, 2020.
- [H.R. 748](#) — Coronavirus Aid, Relief, and Economic Security (CARES) Act, enacted March 27, 2020.
- [H.R. 266](#) — Paycheck Protection Program and Health Care Enhancement Act, enacted April 24, 2020.
- [H.R. 133](#) — Consolidated Appropriations Act, 2021, enacted December 27, 2020.
- [H.R. 1319](#) — American Rescue Plan Act of 2021 (ARPA), enacted March 11, 2021.

Through January 3, 2025, State agencies in Iowa have reported federal awards totaling \$11.576 billion related to the six Acts to address a wide variety of expenses related to the COVID-19 pandemic. Of this total, \$8.378 billion has been awarded directly to agencies, \$1.253 billion was awarded to the Iowa Coronavirus Relief Fund (ICRF), \$1.793 billion was awarded to the Iowa Coronavirus State and Local Fiscal Recovery Fund (SLFRF) for the State and nonentitlement units of government, and \$152.2 million was awarded to the Coronavirus Capitals Fund. The **Appendix** at the end of the Federal Funds section details the \$8.378 billion awarded directly to State departments.

Figure 3



The ICRF is nearing the point of final reporting, with program expenditures having ended September 30, 2022. Awards directly to departments remain a major source of expenditures, but these funding streams have various end dates, with most sunsetting by the end of CY 2026. Approximately 40.5% of the expenditures from the SLFRF remain to be made and any funds not obligated by December 31, 2024, and expended by December 31, 2026, will revert to the federal government.

Total expenditures from the programs that have accounted for the most funding are outlined in **Figure 4**. The majority of expenditures (73.3%) occurred from FY 2020 through FY 2022. Federal payments for unemployment insurance, which are separate from any payments made to unemployment insurance from the ICRF and SLFRF, were more than half of all expenditures in FY 2020 (58.1%) and FY 2021 (55.8%). The Coronavirus Relief Fund was the second major program from which expenditures were made and comprised 26.2% of expenditures in FY 2020 and 18.9% in FY 2021. Medicaid expenditures were made monthly and continued until the end of calendar year 2023. The Medicaid Program has comprised 12.8% of total expenditures since FY 2020. Beginning in FY 2022, two new programs established under the ARPA began to contribute to total spending. The SLFRF has totaled \$1,067.1 million in expenditures and will be one of the major programs in the future. The American Rescue Plan Elementary and Secondary School Emergency Relief Program also comprised a major source of expenditures with a total of \$745.2 million. As of January 3, 2025, \$345.0 million from COVID-19 funds has been spent in FY 2025.

Figure 4

COVID-19 Aid Expenditures by Top Eight Programs							
(in Millions)							
	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025	Total
American Rescue Plan Elementary and Secondary School Emerg. Relief	\$0.0	\$0.0	\$176.0	\$294.3	\$214.8	\$60.0	\$745.2
Child Care and Development Block Grant	\$6.2	\$62.6	\$205.0	\$137.9	\$74.2	\$12.8	\$498.7
Coronavirus Relief Fund	\$553.3	\$574.3	\$104.5	\$14.7	\$0.0	\$0.0	\$1,246.8
Coronavirus State and Local Fiscal Recovery Fund	\$0.0	\$0.0	\$386.8	\$253.3	\$223.6	\$203.4	\$1,067.1
Elementary and Secondary School Emergency Relief Fund	\$64.4	\$75.3	\$221.5	\$48.9	\$6.5	\$0.0	\$416.5
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	\$0.0	\$38.9	\$53.7	\$21.6	\$46.5	\$22.7	\$183.5
Medicaid	\$136.6	\$301.1	\$322.0	\$340.9	\$156.9	\$0.0	\$1,257.5
Other	\$125.2	\$286.4	\$496.5	\$273.8	\$157.1	\$45.6	\$1,384.7
Unemployment Insurance	\$1,228.0	\$1,692.8	\$64.6	\$7.0	\$0.1	\$0.5	\$2,993.0
Grand Total	\$2,113.8	\$3,031.4	\$2,030.7	\$1,392.5	\$879.6	\$345.0	\$9,792.9

Note: This figure reflects expenses that occurred between July 1 and June 30 without regard to accrual adjustments.

Figure 5

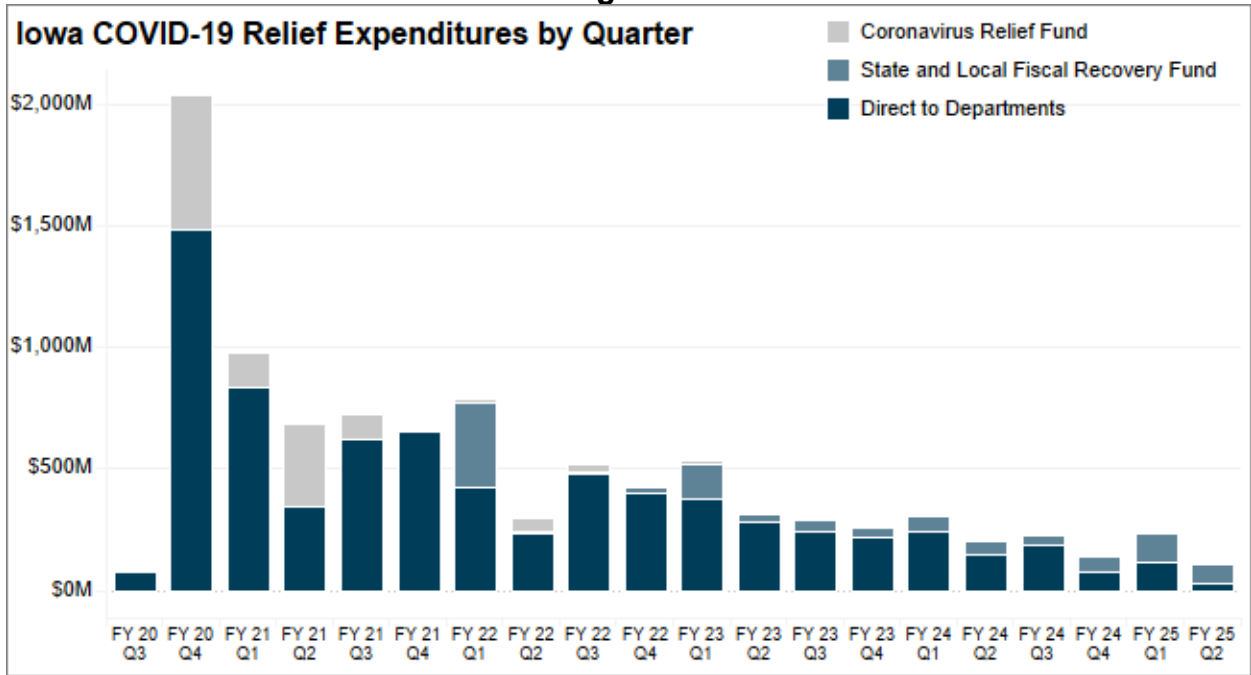


Figure 5 shows how federal relief funding has been spent by quarter and how expenditures have slowed. The figure displays larger expenditures at the start of the COVID-19 pandemic (FY 2020 Q4). The ICRF accounted for a large part of spending through FY 2021 Q3, but expenditures since then have decreased. Funding provided directly to departments has provided the largest share of expenditures in each quarter. Expenditures from the SLFRF began in earnest in FY 2022 Q1, but these expenditures were driven by the two largest payments. One was a transfer to the Unemployment Compensation Trust Fund, and the second was a transfer to nonentitlement units of government in Iowa.

Figure 6 focuses more closely on the top eight programs for the four most recent quarters. The SLFRF is 43.1% of all expenditures, and American Rescue Plan Elementary and Secondary School Emergency Relief is 25.4% of all expenditures. Lastly, the SLFRF will remain a major portion of State expenditures into FY 2027, with \$725.5 million in funds remaining.

Figure 6

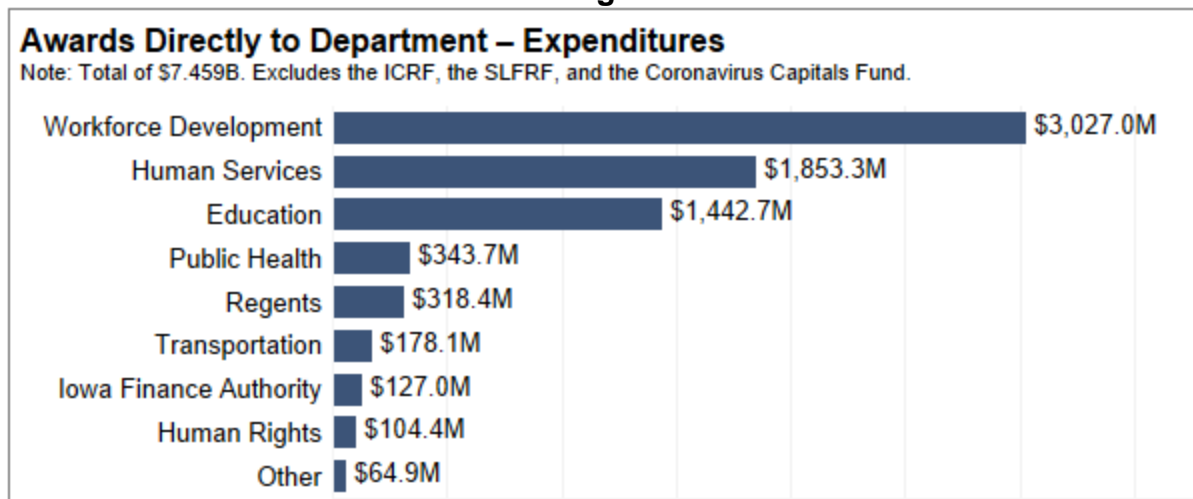
Federal COVID-19 Aid Expenditures by Four Most Recent Quarters					
Top 8 Programs (in Millions)					
	FY 24 Q3	FY 24 Q4	FY 25 Q1	FY 25 Q2	Total
American Rescue Plan Elementary and Secondary School Emerg. Relief	\$86.6	\$34.4	\$55.4	\$4.6	\$181.0
Capital Projects Fund	\$0.1	\$4.4	\$14.4	\$0.5	\$19.4
Child Care and Development Block Grant	\$59.5	\$7.1	\$3.4	\$9.3	\$79.4
Coronavirus State and Local Fiscal Recovery Fund	\$38.2	\$69.2	\$125.5	\$74.2	\$307.1
Emergency Rental Assistance Program	\$2.9	\$2.4	\$2.6	\$1.1	\$9.0
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	\$7.6	\$9.2	\$18.6	\$4.0	\$39.4
Homeowner Assistance Fund	\$1.7	\$2.6	\$5.0	\$2.1	\$11.4
Immunization Cooperative Agreements	\$4.4	\$1.4	\$3.0	\$1.5	\$10.2
Other	\$24.4	\$15.2	\$9.1	\$6.8	\$55.5
Total	\$225.4	\$145.8	\$237.1	\$104.1	\$712.5

Note: This figure reflects expenses that occurred between July 1 and June 30 without regard to accrual adjustments.

Awards Directly to Departments

Figure 7 displays the eight agencies that received the most funding and combines all other agencies. Of the \$8.378 billion in federal funds awarded directly to State agencies, \$7.459 billion (89.0%) has been expended as of January 3, 2025. Of the total year-to-date expenditures, \$2.993 billion (40.1%) has been expended for worker unemployment benefits. This figure does not include the funds from the ICRF and SLFRF allocated for this same purpose. The then-Department of Human Services has expended \$1.853 billion (24.8%), the majority of which has been dedicated to the Medicaid Program. The Department of Education has expended \$1.443 billion (19.3%), with approximately half of expenditures going to American Rescue Plan Elementary and Secondary School Emergency Relief. The then-Department of Public Health has expended \$343.7 million (4.6%). The Board of Regents has expended \$318.4 million (4.3%). The Department of Transportation has expended \$178.1 million (2.4%). The Iowa Finance Authority has expended \$127.0 million (1.7%). The then-Department of Human Rights has expended \$104.4 million (1.4%).

Figure 7



Iowa Coronavirus Relief Fund

Iowa received \$1.250 billion in federal funds through the CARES Act on April 20, 2020, illustrated in **Figure 8**. To date, \$2.5 million in interest earnings has been credited to the Fund. As of January 3, 2025, net transfers to agencies total \$1.247 billion, with some moneys having been returned to the Fund. The current balance in the Fund is \$2.5 million. Of the \$1.247 billion transferred to the agencies, a total of \$293,000 remains unexpended. The U.S. Department of the Treasury has revised the guidance to provide that a cost associated with a necessary expenditure incurred due to the public health emergency shall be considered to have been incurred by December 31, 2021, if the recipient has incurred an obligation concerning such cost by December 31, 2021. Recipients were allowed to record their expenditures through September 30, 2022. As of January 3, 2025, \$3.2 million has been returned to the federal government. A final report has not been issued on all ICRF expenditures, but the State is allowed to retain interest earnings for administrative expenses.

Figure 8

Coronavirus Relief Fund (April 2020 CARES Act)		
Coronavirus Relief Fund		
Federal Support	\$	1,250,000,000
Interest		2,510,891
Federal Support Returned		-3,207,151
Net Transfers to Agencies		-1,247,124,889
Fund Balance	\$	2,178,851
Department Activities		
Transfers Received		1,247,124,889
Reported Expenses		-1,246,832,043
Unexpended Transfers	\$	292,847
Total Unexpended	\$	2,471,697

Iowa State and Local Coronavirus Fiscal Recovery Fund

The State of Iowa has received \$1.703 billion in federal funds and \$90.0 million in interest as of January 3, 2025, that has been deposited into the SLFRF. A total of \$1.118 billion has been transferred to various agencies. The first \$237.5 million was transferred to the Department of Workforce Development's (IWD's) Unemployment Insurance Trust Fund. These funds are used to support ongoing unemployment benefits for Iowans. An additional \$221.2 million was transferred to the Iowa Department of Revenue for payments to nonentitlement units of government, which are cities with a population of less than 50,000. Funds provided to State and local governments have broad spending flexibility, including addressing emergency and economic effects of the pandemic; replenishing revenue losses due to the shutdown of the economy; investments in water, sewer, and broadband infrastructure; and premium pay to essential workers.

Funds in the SLFRF must be used to cover costs incurred by recipients between March 3, 2021, and December 31, 2024. Funds must be obligated by December 31, 2024, and expended by December 31, 2026, or they will revert to the federal government. As of January 3, 2025, \$725.5 million remains unexpended.

Figure 9 reflects SLFRF activity across the State. This includes moneys that remain in the Fund and moneys that have been transferred to agencies and are no longer in the SLFRF but have not been expended by the State.

Figure 9

Coronavirus State and Local Fiscal Recovery Fund Revenue, Transfers, and Department Activities		
Coronavirus Fiscal Recovery Fund		
Federal Support	\$	1,702,553,364
Interest		90,047,793
Net Transfers to Agencies		-1,117,994,768
Fund Balance	\$	674,606,389
Department Activities		
Transfers Received		1,117,994,768
Reported Expenses		-1,067,120,217
Unexpended Transfers	\$	50,874,552
Total Unexpended	\$	725,480,941

Figure 10 shows expenses at a program level. Note that some programs may show expenses that exceed transfers that have been made to a department. The discrepancy is primarily due to the ongoing nature of transaction reporting. The Legislative Services Agency (LSA) will continue to monitor these programs.

Figure 10
Iowa Coronavirus State and Local Fiscal Recovery Fund
Total Transfers and Expenditures

	Net Transfers	Expenditures
Administrative Services	\$ 41,251,447	\$ 39,311,497
Local Government Relief Payments Support	386,225	386,225
Public Sector Premium Pay - Corrections	1,524,000	1,524,000
Public Sector Premium Pay - Teachers	95,000	95,000
Public Sector Premium Pay - Peace Officers	5,988,000	5,988,000
Premium Pay Administration	6,000	6,000
PPE and DME Storage and Distribution - DAS	1,623,933	1,494,755
Iowa Juvenile Home - Demolition and Asbestos Remediation	353,278	353,278
Park Avenue Project	21,039,511	20,039,235
HHS Strategic Space Planning	10,235,500	9,425,004
Aging (HHS)	\$ 435,000	\$ 491,800
Office of the Public Guardian	435,000	491,800
Agriculture and Land Stewardship	\$ 8,000,000	\$ 7,645,393
Iowa Conservation Infrastructure	8,000,000	7,645,393
Attorney General	\$ 167,209	\$ 626,890
Victim Assistance	167,209	626,890
Office of the Chief Information Officer (DOM)	\$ 147,600,634	\$ 154,045,019
OCIO Broadband Community Engagement	1,320,000	1,320,000
Broadband Infrastructure Support Grants	79,703,138	86,455,345
Broadband Expansion Grant Administration	3,415,255	3,490,982
Security Operations Center	4,124,559	4,124,559
Data Center Migration	15,458,321	15,495,017
Operations System Replacement	760,000	661,478
Endpoint Detection and Response Platform	4,193,906	4,193,906
Capitol Complex Network Upgrade	2,208,562	2,208,562
Inventory and Asset Management	452,575	397,080
Digital Transformation Project	7,667,103	7,933,918
Identity and Access Management	3,490,375	3,490,375
Identity and Access Management Fall 2023	3,595,086	3,595,086
State Financial System	17,392,668	16,859,625
Joint Forces HQ HVAC Replacement	2,319,086	2,319,086
Statewide IT Organization	1,500,000	1,500,000
College Student Aid Commission (Department of Education)	\$ 7,710,211	\$ 7,541,969
GEAR UP Iowa Future Ready	1,834,657	1,663,280
National Guard Benefits Program	600,000	600,000
National Guard Service Scholarship Supp. Spring 2023	1,600,000	1,600,000
National Guard Service Scholarship Supp. Spring 2023 - Additional	175,554	175,554
Last-Dollar Scholarship Program	3,500,000	3,500,000
ICAPS Security	0	3,135
Corrections	\$ 10,360,410	\$ 10,360,410
Homes for Iowa	10,000,000	10,000,000
Iowa Correctional Offender Network	360,410	360,410

Iowa Coronavirus State and Local Fiscal Recovery Fund (continued)
Total Transfers and Expenditures

	Net Transfers	Expenditures
Education	\$ 3,301,703	\$ 3,696,361
Iowa Private Sector Premium Pay	732,020	732,020
Critical Incident Mapping	481,693	481,693
GEAR UP Iowa Future Ready	1,266,472	1,663,579
Summer Food Service Program/Seamless Summer Option	403,237	403,923
ICAPS System Security	84,265	81,130
Charter School Start Up and Expansion	334,017	334,017
Economic Development Authority	\$ 124,049,736	\$ 123,909,710
Tourism Marketing Projects	1,241,754	1,241,754
Iowa Promotional Campaign Fall 2021	3,899,982	3,899,982
Iowa Promotional Campaign Spring 2022	4,700,000	4,700,000
Iowa Promotional Campaign Spring 2023	3,750,000	3,750,000
Manufacturing 4.0 Small Manufacturers	4,500,000	4,431,419
Manufacturing 4.0 Mid-Size Manufacturers	19,125,000	19,196,054
Downtown Housing Grant Program	7,986,000	8,065,326
Nonprofit Initiative	36,529,000	36,484,052
Destination Iowa	38,873,000	38,688,856
Iowa Brand Development	305,000	305,000
Manufacturing 4.0 - Tech. Investment Small Manufacturers	1,630,000	1,681,756
Talent Attraction	410,000	381,808
Iowa Food Insecurity Infrastructure	1,100,000	1,083,703
Governor's Office	\$ 15,000	\$ 15,000
Boards and Commissions Review	15,000	15,000
Health and Human Services	\$ 1,673,454	\$ 32,842
Administration	186,800	0
Office of the Public Guardian	0	10,400
HHS Strategic Space Planning	1,486,654	0
Opioid Prevention, Treatment, and Recovery Program	0	22,442
Homeland Security	\$ 38,273,107	\$ 26,387,648
PPE Storage	213,304	213,304
School Safety Improv. Fund and Vulnerability Assessments	35,151,778	23,341,595
School Safety Administration	2,625,000	2,549,724
Perry School District Building Improvements	283,025	283,025
Iowa Finance Authority	\$ 73,552,349	\$ 46,751,729
Wastewater Infrastructure for Unsewered Communities	12,144,279	9,625,982
Economically Significant Projects	22,000,000	16,193,465
Minority Down Payment Assistance Pilot Program	965,000	965,000
Watershed Protection Projects	6,451,138	4,164,999
Industrial Water Reuse Projects	57,813	107,813
Housing Finance General Office	17,539,600	0
Home Rehabilitation Block Grant Pilot Program	616,667	320,000
Iowa Home Program	5,462,667	479,972
Low-Income Housing Tax Credit Program	8,315,186	14,894,499

Iowa Coronavirus State and Local Fiscal Recovery Fund (continued)
Total Transfers and Expenditures

	Net Transfers	Expenditures
Iowa PBS	\$ 1,042,994	\$ 1,042,994
Antenna Replacement	1,042,994	1,042,994
Management	\$ 10,080,944	\$ 9,866,163
Fund Administration	3,638,759	3,638,759
Workforce Realignment Consultant	42,500	42,500
Guidehouse Alignment Consultant	1,035,514	1,035,514
Rule Management Program	2,562,546	2,562,546
Organizational Change Management Support	543,000	543,000
Alignment Employee Engagement	1,685,544	1,685,544
Area Education Agency Benchmarking	300,000	300,000
SLFRF Interest Projects	214,781	0
Correctional Institutions Data Analysis	58,300	58,300
Natural Resources	\$ 117,479	\$ 117,479
Hazardous Condition Remediation Plan	117,479	117,479
Public Defense	\$ 3,113,768	\$ 3,239,364
DPS and DPD Deployment	1,413,294	1,413,294
Deployment 2024	1,700,474	1,711,069
Recruitment Incentives Program	0	115,000
Public Health (HHS)	\$ 653,056	\$ 769,796
Centers of Excellence	653,056	769,796
Public Safety	\$ 35,985,950	\$ 35,569,441
Computer-Aided Dispatch	981,910	981,910
DPS Recruitment Initiative	644,899	661,223
School Safety Hardware and Software	7,382,710	6,811,815
School Safety Bureau	2,335,000	2,150,431
Motor Vehicle Enforcement Transition	19,160,498	19,294,610
DPS and DPD Deployment	583,566	583,566
Deployment 2024	169,996	169,996
School Resource Officer	54,599	54,599
ISP Aircraft	4,672,773	4,861,292
State Fair	\$ 1,500,000	\$ 1,500,000
Iowa State Fair Security Improvements	1,500,000	1,500,000
Regents	\$ 14,780,865	\$ 14,613,159
UNI Future Ready Iowa Scholarship Program	3,050,889	3,022,152
Veterinary Diagnostic Lab Phase II	10,358,312	11,166,973
Biosciences Infrastructure	1,371,664	424,034
Revenue	\$ 221,185,312	\$ 221,185,312
Local Government Relief	221,185,312	221,185,312
Transportation	\$ 85,800,000	\$ 71,494,054
Commercial Aviation Airports	83,000,000	68,694,054
Motor Vehicle Enforcement Transition	2,800,000	2,800,000

Iowa Coronavirus State and Local Fiscal Recovery Fund (continued)
Total Transfers and Expenditures

	Net Transfers	Expenditures
Veterans Affairs	\$ 265,232	\$ 265,232
Veterans Trust Fund Supplemental Grant	265,232	265,232
Workforce Development	\$ 287,078,908	\$ 286,640,956
Unemployment Insurance Trust Fund	237,470,586	237,470,586
IowaWORKS Program Promotion	601,023	601,023
Reemployment Case Management System	6,366,257	5,737,535
Child Care Challenge	6,813,777	6,830,888
Summer Youth Internship Projects	1,312,892	1,312,892
Labor Market Information System	437,378	448,813
Child Care Challenge Bus. Incentive	7,782,058	7,153,559
Health Careers Registered Apprenticeship	778,269	788,596
Health Careers Registered Apprenticeship 2.0	467,217	554,744
Work-Based Learning Professional Profiling System	950,179	1,633,363
Teacher and Paraeducator Registered Apprenticeship	21,171,644	21,172,243
Iowa Language Learners Job Training Program	118,678	146,949
Statewide CDL Infrastructure	1,981,240	1,982,071
Entry-Level Driver Training Program	323,334	393,861
IowaWORKS Mobile	307,647	268,605
Home Base Iowa Portal	196,729	145,229
	<u>\$ 1,117,994,768</u>	<u>\$ 1,067,120,216</u>

Department of Administrative Services (DAS)

- **Local Government Relief Payments Support:** The Governor has transferred \$386,000 to administer local government relief for nonentitlement units in cities with a population less than 50,000. The DAS has expended the balance of the funds.
- **Iowa Public Sector Premium Pay:** The Governor has transferred \$7.6 million to provide a premium pay lump-sum payment to teachers employed by the State, law enforcement and corrections officers, and medical professionals working in corrections. The DAS has expended the balance of the funds. This includes \$6,000 expended for administration.
- **PPE and DME Storage and Distribution:** The Governor has transferred \$1.6 million to pay for centralized storage of personal protective equipment (PPE) and durable medical equipment (DME). The DAS has expended \$1.5 million, and there is a balance of \$129,000 remaining.
- **Iowa Juvenile Home:** The Governor has transferred \$353,000 for the demolition and asbestos remediation at the Iowa Juvenile Home to prepare the site for community redevelopment. The DAS has expended the balance of the funds.
- **Park Avenue Project:** The Governor has transferred \$21.0 million for the purchase of a building, completion of infrastructure improvements, and relocation of staff. The DAS has expended \$20.0 million, and there is a balance of \$1.0 million remaining.
- **Health and Human Services Strategic Space Planning:** The Governor has transferred \$10.2 million to the DAS to renovate the Lucas State Office Building and the Hoover State Office Building. The DAS has expended \$9.4 million, and there is a balance of \$810,000 remaining.

Department on Aging (HHS)

- **Office of the Public Guardian:** The Governor has transferred \$435,000 to reduce the waiting list and pay for case opening fees for lowans to expedite the transition of patients from hospitals to community-based settings. The Department has expended \$492,000. This expenditure exceeds the amount transferred to date by \$57,000, but additional funds are expected to be transferred in the future.

Department of Agriculture and Land Stewardship (DALs)

- **Iowa Conservation Infrastructure:** The Governor has transferred \$8.0 million to improve water quality by harnessing the collective ability of private and public resources, organizations, and contractors to rally around the Nutrient Reduction Strategy and implement proven conservation practices to reduce nutrients delivered to Iowa waterways. This program invests in nonpoint source conservation projects in priority watersheds with layered benefits including improved water quality, habitat, recreation, and carbon sequestration. The DALs has expended \$7.6 million, and there is a balance of \$355,000 remaining.

Iowa Office of the Attorney General (AG)

- **Victim Assistance:** The Governor has transferred \$167,000 to provide grants to counties, provide traveling advocates to deliver services to victims, offer increased access to the criminal justice system, and provide increased mental health counseling. The AG has expended \$627,000. This expenditure exceeds the amount transferred to date by \$460,000, but additional funds are expected in the future.

Office of the Chief Information Officer (DOM)

- **OCIO Broadband Community Engagement:** The Governor has transferred \$1.3 million to provide Iowa cities and counties with education, research, consulting, and related support in connection with the development of broadband plans. Such plans will identify stakeholders, partners, funding sources, and supporting data that can be used to support broadband development at the local government level. The Office of the Chief Information Officer (OCIO) has expended the balance of the funds.
- **Broadband Infrastructure Support Grants:** The Governor has transferred \$79.7 million to Broadband Infrastructure Grants. These grants are intended to support broadband expansion across the State. The OCIO has expended \$86.5 million. This expenditure exceeds the amount transferred to date by \$6.8 million, but additional funds are expected to be transferred in the future.

- **Broadband Expansion Grant Administration:** The Governor has transferred \$3.4 million to administer broadband grants. The OCIO has expended \$3.5 million. This expenditure exceeds the amount transferred to date by \$76,000, but additional funds are expected to be transferred in the future.
- **Security Operations Center:** The Governor has transferred \$4.1 million to expand the Security Operations Center to provide continuous security monitoring services, provide security of network systems, and improve the State's ability to respond to cyberattacks. The OCIO has expended the balance of the funds.
- **Data Center Migration:** The Governor has transferred \$15.5 million to support the State's Data Center Migration and Resiliency Project to include migration of data to a new data center and to update or replace aged infrastructure. The OCIO has expended \$15.5 million. This expenditure exceeds the amount transferred to date by \$37,000, but additional funds are expected to be transferred in the future.
- **Operations System Replacement:** The Governor has transferred \$760,000 to replace unsupported endpoints and software across the State network. The OCIO has expended \$661,000, and there is a balance of \$99,000 remaining.
- **Endpoint Detection and Response Platform:** The Governor has transferred \$4.2 million to acquire software licenses for a new endpoint detection and response (EDR) platform capable of serving State agencies and local governments. The EDR platform will provide additional security protections for managed endpoints including personal computers, servers, and other devices. The OCIO has expended the balance of the funds.
- **Capitol Complex Network Upgrade:** The Governor has transferred \$2.2 million to replace network and wireless infrastructure across the Capitol complex. The OCIO has expended the balance of the funds.
- **Inventory and Asset Management:** The Governor has transferred \$453,000 to acquire or build systems intended to track information technology (IT) assets. The OCIO has expended \$397,000, and there is a balance of \$55,000 remaining.
- **Digital Transformation Project:** The Governor has transferred \$7.7 million to update State websites to improve user experience. The OCIO has expended \$7.9 million. This expenditure exceeds the amount transferred to date by \$267,000, but additional funds are expected to be transferred in the future.
- **Identity and Access Management:** The Governor has transferred \$3.5 million for a one-year renewal of the Okta platform, which provides a single identity access point to employees and citizens to interact with systems operated by the State. The OCIO has expended the balance of the funds.
- **Identity and Access Management Fall 2023:** The Governor has transferred \$3.6 million for a one-year renewal of the Okta platform. The OCIO has expended the balance of the funds.
- **State Financial System:** The Governor has transferred \$17.4 million to upgrade the current State finance and accounting system to a cloud-based system to improve security and system functionality. The OCIO has expended \$16.9 million, and there is a balance of \$533,000 remaining.
- **Joint Forces HQ HVAC Replacement:** The Governor has transferred \$2.3 million to replace the heating, ventilation, and air conditioning (HVAC) equipment in the data center at the Joint Forces Headquarters. This equipment serves the Iowa Air National Guard, the Iowa Communications Network, and the OCIO. The OCIO has expended the balance of the funds.
- **Statewide IT Organization:** The Governor has transferred \$1.5 million to support the costs of engaging a third party for consulting and the development of various implementation plans for statewide IT reorganization. The OCIO has expended the balance of the funds.

College Student Aid Commission (Department of Education)

- **GEAR UP Iowa Future Ready:** The Governor has transferred \$1.8 million to launch the GEAR UP Iowa Future Ready project. This four-year project will support a cohort of students beginning in the ninth grade and will follow them as they progress through school, while also supporting the graduating class at partner schools each year. The program is a partnership between Iowa College Aid, partner school districts, certain higher education institutions, and community-based organizations. The College Student Aid Commission (CSAC) has expended \$1.7 million, and there is a balance of \$171,000 remaining.

- **National Guard Benefits Program:** The Governor has transferred \$600,000 to provide tuition reimbursement for Iowa National Guard soldiers and airmen. The Program provides scholarship awards to Iowa National Guard members who attend eligible Iowa colleges and universities. The CSAC has expended the balance of the funds.
- **National Guard Service Scholarship Supplemental — Spring 2023:** The Governor has transferred \$1.6 million to provide tuition reimbursement for Iowa National Guard soldiers and airmen. The CSAC has expended the balance of the funds.
- **National Guard Service Scholarship Additional Supplemental — Spring 2023:** The Governor has transferred \$176,000 to provide tuition reimbursement for Iowa National Guard soldiers and airmen. The CSAC has expended the balance of the funds.
- **Last-Dollar Scholarship Program:** The Governor has transferred \$3.5 million to cover any remaining tuition and qualified fees for students who meet the Federal Pell Grant qualifications. The program provides funding to lowans for short-term programs of study aligned with high-demand jobs at Iowa colleges. The CSAC has expended the balance of the funds.
- **ICAPS Security:** A transfer has not been recorded, but funds are expected to be transferred in the future. The project will protect Iowa College Aid Processing System (ICAPS) data by adding multi-factor authentication, enhancing record audit history, using the State's web application firewall, and adding Completely Automated Public Turing test to tell Computers and Humans Apart (CAPTCHA) technology. The CSAC has expended \$3,000.

Department of Corrections (DOC)

- **Homes for Iowa:** The Governor has transferred \$10.0 million to support a building trades jobs training program for Iowa inmates. This program constructs modular homes for income-qualified Iowa residents. The DOC has expended the balance of the funds.
- **Iowa Corrections Offender Network (ICON):** The Governor has transferred \$360,000 to support programming needs for the ICON system. The DOC has expended the balance of the funds.

Department of Education

- **Iowa Private Sector Premium Pay:** The Governor has transferred \$732,000 to provide a premium pay lump-sum payment to teachers at independent schools. The Department has expended the balance of the funds.
- **Critical Incident Mapping:** The Governor has transferred \$482,000 for a critical incident mapping system. Critical incident mapping will be made available to independently accredited nonpublic K-12 school locations to include a detailed floor plan of the school building and surrounding school grounds that incorporates key information needed by emergency first responders to plan for and respond to an emergency. The Department has expended the balance of the funds.
- **GEAR UP Iowa Future Ready:** The Governor has transferred \$1.3 million to launch the GEAR UP Iowa Future Ready project. This four-year project will support a cohort of students beginning in the ninth grade and will follow them as they progress through school, while also supporting the graduating class at partner schools each year. The program is a partnership between Iowa College Aid, partner school districts, certain higher education institutions, and community-based organizations. The Department has expended \$1.7 million. This expenditure exceeds the amount transferred to date by \$397,000, but additional funds are expected to be transferred in the future.
- **Summer Food Service Program/Seamless Summer Option:** The Governor has transferred \$403,000 to expand existing summer meal sites and promote new summer meal sites in eligible areas currently underserved by summer meal programs. The Department has expended \$404,000. This expenditure exceeds the amount transferred to date by \$700, but additional funds are expected to be transferred in the future.
- **ICAPS System Security:** The Governor has transferred \$84,000 to protect ICAPS data by adding multi-factor authentication, enhancing record audit history, using the State's web application firewall, and adding CAPTCHA technology. The Department has expended \$81,000, and there is a balance of \$3,000 remaining.
- **Charter School Start Up and Expansion:** The Governor has transferred \$334,000 to assist existing charter schools in the improvement or expansion of offerings and to assist newly authorized charter schools in preparation for operation. The department has expended the balance of the Funds.

Economic Development Authority (IEDA)

- **Tourism Marketing Projects:** The Governor has transferred \$1.2 million to promote tourism through investment in an image inventory for tourism marketing campaigns and redesign of the Travellowa.com tourism website. The IEDA has expended the balance of the funds.
- **Iowa Promotional Campaign — Fall 2021:** The Governor has transferred \$3.9 million to invest in a comprehensive multimedia advertising campaign around a 30-second video that introduces Iowa to the nation and encourages travelers to explore the State. The IEDA has expended the balance of the funds.
- **Iowa Promotional Campaign — Spring 2022:** The Governor has transferred \$4.7 million to invest in a comprehensive multimedia advertising campaign around a 30-second video that introduces Iowa to the nation and encourages travelers to explore the State. The IEDA has expended the balance of the funds.
- **Iowa Promotional Campaign — Spring 2023:** The Governor has transferred \$3.8 million to a multimedia advertising campaign intended to encourage people to visit, live, and work in Iowa. The IEDA has expended the balance of the funds.
- **Manufacturing 4.0 — Small:** The Governor has transferred \$4.5 million to help Iowa's small manufacturers continue to advance their processes; automate decision making; and optimize their current human capital from manual, labor-intensive positions into highly skilled, value-added occupations. The IEDA has expended \$4.4 million, and there is a balance of \$69,000 remaining.
- **Manufacturing 4.0 — Mid-Size:** The Governor has transferred \$19.1 million to help Iowa's mid-size manufacturers continue to advance their processes; automate decision making; and optimize their current human capital from manual, labor-intensive positions into highly skilled, value-added occupations. The IEDA has expended \$19.2 million. This expenditure exceeds the amount transferred to date by \$71,000, but additional funds are expected to be transferred in the future.
- **Downtown Housing Grant Program:** The Governor has transferred \$8.0 million to develop upper-story spaces in downtown properties into residential units to create new housing units in rural Iowa communities. The IEDA has expended \$8.1 million. This expenditure exceeds the amount transferred to date by \$79,000, but additional funds are expected to be transferred in the future.
- **Nonprofit Initiative:** The Governor has transferred \$36.6 million to provide grants for Iowa nonprofits to invest in infrastructure and expand services. The IEDA has expended \$36.5 million, and there is a balance of \$45,000 remaining.
- **Destination Iowa:** The Governor has transferred \$38.9 million to bolster the quality of life in Iowa's communities and attract visitors to the State. The IEDA has expended \$38.7 million, and there is a balance of \$184,000 remaining.
- **Iowa Brand Development:** The Governor has transferred \$305,000 to develop an overall brand strategy for the State of Iowa. The IEDA has expended the balance of the funds.
- **Manufacturing 4.0 — Tech. Investment Small Manufacturers:** The Governor has transferred \$1.6 million to assist firms with between 3 and 150 employees to acquire specialized hardware or software in the Industry 4.0 technology groups. The IEDA has expended \$1.7 million. This expenditure exceeds the amount transferred to date by \$52,000, but additional funds are expected to be transferred in the future.
- **Talent Attraction:** The Governor has transferred \$410,000 to build a talent attraction system that is trackable, is personal, leverages partnerships statewide, and gives communities a meaningful role in the [This is Iowa](#) campaign. The IEDA has expended \$382,000, and there is a balance of \$28,000 remaining.
- **Iowa Food Insecurity Infrastructure:** The Governor has transferred \$1.1 million to assist eligible nonprofit food banks and nonprofit food pantry networks that have experienced economic hardship to build, expand, or rehabilitate facilities to enable them to increase the amount of food distributed to local food pantries throughout Iowa. The IEDA has expended \$1.1 million, and there is a balance of \$16,000 remaining.

Governor's Office

- **Boards and Commissions Review:** The Governor has transferred \$15,000 for a review of the State's boards and commissions. The Governor's Office has expended the balance of the funds.

Department of Health and Human Services (HHS)

- **Administration:** The Governor has transferred \$187,000 to the HHS for administrative costs related to accountability, compliance, and program integrity. No funds have been expended.
- **Office of the Public Guardian:** A transfer has not been recorded, but funds are expected to be transferred in the future. The project will reduce the waiting list and pay for case opening fees for lowans to expedite the transition of patients from hospitals to community-based settings. The HHS has expended \$10,000.
- **HHS Strategic Space Planning:** The Governor has transferred \$1.5 million to the HHS to renovate the Lucas State Office Building and the Hoover State Office Building. No funds have been expended.
- **Opioid Prevention, Treatment, and Recovery Program:** A transfer has not been recorded, but funds are expected to be transferred in the future. The Program will invest in opioid prevention, treatment, and recovery programs for lowans impacted by the opioid epidemic. The HHS has expended \$22,000.

Department of Homeland Security and Emergency Management (HSEMD)

- **PPE Storage:** The Governor has transferred \$213,000 to pay for a warehouse lease for the storage of PPE. The HSEMD has expended the balance of the funds.
- **School Safety Vulnerability Assessments and School Safety Improvement Fund:** The Governor has transferred \$35.2 million to perform vulnerability assessments and minor capital improvements for school safety enhancements. The HSEMD has expended \$23.3 million, and there is a balance of \$11.8 million remaining.
- **School Safety Administration:** The Governor has transferred \$2.6 million to pay for costs associated with the administration of the School Safety Program. The HSEMD has expended \$2.5 million, and there is a balance of \$75,000 remaining.
- **Perry School District Building Improvements:** The Governor has transferred \$283,000 to pay for building improvements in the Perry School District. The HSEMD has expended the balance of the funds.

Iowa Finance Authority (IFA)

- **Wastewater Infrastructure for Unsewered Communities:** The Governor has transferred \$12.1 million to the Water Infrastructure Fund to provide grants for property owners residing in an unsewered community to repair or upgrade their septic system. A portion of funding will also be reserved to provide financial assistance to unsewered communities to implement an existing plan for constructing a centralized wastewater system. The IFA has expended \$9.6 million, and there is a balance of \$2.5 million remaining.
- **Economically Significant Projects:** The Governor has transferred \$22.0 million to provide funding to support the Clean and/or Drinking Water State Revolving Fund-eligible water infrastructure components of projects in Iowa that serve a large population or geographical area. The IFA has expended \$16.2 million, and there is a balance of \$5.8 million remaining.
- **Minority Down Payment Assistance (DPA) Pilot Program:** The Governor has transferred \$965,000 to provide 200 eligible Iowa minority households with assistance purchasing a home. The Program provides a \$5,000 down payment and a closing costs assistance grant when used with the IFA's [FirstHome](#) mortgage program. The IFA has expended the balance of the funds.
- **Watershed Protection Projects:** The Governor has transferred \$6.5 million to invest in nonpoint source watershed projects that improve water quality, focusing on green infrastructure and measures to control nonpoint source pollution from hydromodification. The IFA has expended \$4.2 million, and there is a balance of \$2.3 million remaining.
- **Industrial Water Reuse Projects:** The Governor has transferred \$58,000 to provide matching grants for manufacturers to install on-site water reuse systems at industrial and/or manufacturing facilities. The IFA has expended \$108,000. This expenditure exceeds the amount transferred to date by \$50,000, but additional funds are expected to be transferred in the future.

- **Housing Finance General Office:** The Governor has transferred \$17.5 million to the IFA for housing finance and general office expenses. No funds have been expended.
- **Home Rehabilitation Block Grant Pilot Program:** The Governor has transferred \$617,000 to offer eligible Iowa communities an opportunity to offer property owners in a target neighborhood financial assistance for eligible repair expenses to help preserve their homes and develop new affordable housing opportunities. Funding opportunities must benefit households with incomes at or below 80.0% of the area median income. The IFA has expended \$320,000, and there is a balance of \$297,000 remaining.
- **Iowa HOME Program:** The Governor has transferred \$5.5 million to deploy funds for defined residential unit construction projects focused on targeted area median income levels and increased affordable housing unit availability. The IFA has expended \$480,000, and there is a balance of \$5.0 million remaining.
- **Low-Income Housing Tax Credit (LIHTC) Program:** The Governor has transferred \$8.3 million to provide assistance in the form of a one-time loan extended to housing businesses that have been awarded 2021 LIHTC tax credits to complete low-income housing projects. The IFA has expended \$14.9 million. This expenditure exceeds the amount transferred to date by \$6.6 million, but additional funds are expected to be transferred in the future.

Iowa PBS

- **Antenna Replacement:** The Governor has transferred \$1.0 million to replace a transmitting antenna and transmission line with a new, shared NextGen TV-ready antenna and transmission line. Iowa PBS has expended the balance of the funds.

Department of Management (DOM)

- **Fund Administration:** The Governor has transferred \$3.6 million to pay for administrative costs associated with the SLFRF. The DOM has expended the balance of the funds.
- **Workforce Realignment Consultant:** The Governor has transferred \$43,000 to review workforce service delivery and to align State programs to return to prepandemic rates of unemployment and labor participation. The DOM has expended the balance of the funds.
- **Guidehouse Alignment Consultant:** The Governor has transferred \$1.0 million to pay for a contract with Guidehouse Consulting. The DOM has expended the balance of the funds.
- **Rule Management Program:** The Governor has transferred \$2.6 million to provide a shared platform for the Governor and State agencies to review and rewrite administrative rules. The DOM has expended the balance of the funds.
- **Organizational Change Management Support:** The Governor has transferred \$543,000 for consultant services related to enterprise-wide strategic communications support and DOC organizational change management support. The DOM has expended the balance of the funds.
- **Alignment Employee Engagement:** The Governor has transferred \$1.7 million to use employee survey results to improve employee retention through the alignment transition. The DOM has expended the balance of the funds.
- **Area Education Agency Benchmarking:** The Governor has transferred \$300,000 to identify leading approaches for administering special education services and will provide an in-depth analysis of peer state performance, structure, and approach for providing special education services. The DOM has expended the balance of the funds.
- **SLFRF Interest Projects:** The Governor has transferred \$215,000 to pay for projects using interest earned on the SLFRF. No funds have been expended.
- **Correctional Institutions Data Analysis:** The Governor has transferred \$58,000 for DOC institutions data analysis. The DOM has expended the balance of the funds.

Department of Natural Resources (DNR)

- **Hazardous Condition Remediation Plan:** The Governor has transferred \$117,000 to support the replacement of damaged equipment and supplies for first responders and hazardous condition remediation associated with an explosion and subsequent fire at a factory in the city of Marengo. The DNR has expended the balance of the funds.

Department of Public Defense (DPD)

- **DPS and DPD Deployment:** The Governor has transferred \$1.4 million to deploy Iowa National Guard troops and Department of Public Safety (DPS) employees to the southern U.S. border in response to the State of Texas Emergency Management Assistance Compact (EMAC) request. The DPD has expended the balance of the funds.
- **Deployment 2024:** The Governor has transferred \$1.7 million to deploy Iowa National Guard troops and DPS employees to the southern U.S. border in response to the State of Texas EMAC request. The DPD has expended \$1.7 million. This expenditure exceeds the amount transferred to date by \$11,000, but additional funds are expected to be transferred in the future.
- **Recruitment Incentives Program:** A transfer has not been recorded, but funds are expected to be transferred in the future. The Program seeks to increase enlistments into the Iowa National Guard to ensure a flexible, capable, and ready National Guard. The DPD has expended \$115,000.

Public Health (HHS)

- **Centers of Excellence:** The Governor has transferred \$653,000 to establish two Centers of Excellence programs that demonstrate regional collaboration to provide access to specialty care for rural communities and establish partnerships to leverage resources and develop a business model for long-term sustainability. The HHS has expended \$770,000. This expenditure exceeds the amount transferred to date by \$117,000, but additional funds are expected to be transferred in the future.

Department of Public Safety

- **Computer-Aided Dispatch:** The Governor has transferred \$982,000 to purchase a new computer-aided dispatch system and record management system that will facilitate the sharing and searching of joint law enforcement data. The DPS has expended the balance of the funds.
- **DPS Recruitment Initiative:** The Governor has transferred \$645,000 to enhance the ability of the DPS to recruit public sector employees. The DPS is planning to develop outreach materials, conduct digital marketing, and create a careers website for sworn officers. The DPS has expended \$661,000. This expenditure exceeds the amount transferred to date by \$16,000, but additional funds are expected to be transferred in the future.
- **School Safety Hardware and Software:** The Governor has transferred \$7.4 million for threat monitoring software, the creation of an anonymous reporting tool, and safety radios that allow schools to communicate with law enforcement during emergencies. The DPS has expended \$6.8 million, and there is a balance of \$556,000 remaining.
- **School Safety Bureau:** The Governor has transferred \$2.3 million to assess school safety, coordinate and facilitate training requests, and provide continuous monitoring for an anonymous reporting tool. The DPS has expended \$2.2 million, and there is a balance of \$185,000 remaining.
- **Motor Vehicle Enforcement Transition:** The Governor has transferred \$19.2 million to move motor vehicle enforcement (MVE) from the Department of Transportation (DOT) to the DPS. The project will support costs to transfer commercial vehicle enforcement to the DPS. The DPS will utilize funds to support MVE transition costs, purchase a Fleet and Supply building, and support DPS general operating costs. The DPS has expended \$19.3 million. This expenditure exceeds the amount transferred to date by \$134,000, but additional funds are expected to be transferred in the future.
- **DPD and DPS Deployment:** The Governor has transferred \$584,000 to deploy Iowa National Guard troops and DPS employees to the southern U.S. border in response to the State of Texas EMAC request. The DPS has expended the balance of the funds.
- **Deployment 2024:** The Governor has transferred \$170,000 to deploy Iowa National Guard troops and DPS employees to the southern U.S. border in response to the State of Texas EMAC request. The DPS has expended the balance of the funds.
- **School Resource Officer:** The Governor has transferred \$55,000 to provide a school resource officer at all schools within the Perry Community School District. The positions will be jointly staffed by the Perry Police Department, the Dallas County Sheriff's Office, and the Iowa State Patrol. The DPS has expended the balance of the funds.
- **Iowa State Patrol Aircraft:** The Governor has transferred \$4.7 million to support costs to procure a new aircraft and imaging air surveillance system for the Iowa State Patrol Airwing. The DPS has

expended \$4.9 million. This expenditure exceeds the amount transferred to date by \$189,000, but additional funds are expected to be transferred in the future.

Iowa State Fair

- **Security Improvements:** The Governor has transferred \$1.5 million for the construction and renovation of an Iowa State Fair Patrol and Security Office. The State Fair has expended the balance of the funds.

Board of Regents

- **UNI Future Ready Iowa Scholarship Program:** The Governor has transferred \$3.1 million to the University of Northern Iowa (UNI) for scholarships. These scholarships are intended to cover the difference between the tuition rates of UNI and community colleges. This Program is for students pursuing one of the qualifying UNI online degree completion programs. The Board of Regents has expended \$3.0 million, and there is a balance of \$29,000 remaining.
- **Veterinary Diagnostic Laboratory Phase II:** The Governor has transferred \$10.4 million to Iowa State University (ISU) to support phase II of the construction of the Veterinary Diagnostic Laboratory. The Board of Regents has expended \$11.2 million. This expenditure exceeds the amount transferred to date by \$809,000, but additional funds are expected to be transferred in the future.
- **Biosciences Infrastructure:** The Governor has transferred \$1.4 million to establish the Medical Innovation Laboratories, featuring wet lab space and related technical and business development services, at the University of Iowa central health care campus. The Board of Regents has expended \$424,000, and there is a balance of \$948,000 remaining.

Department of Revenue (IDR)

- **Local Government Relief:** The Governor has transferred \$221.2 million to distribute the Local Fiscal Recovery Fund payment to nonentitlement units within Iowa. Nonentitlement units are cities with a population of less than 50,000. The IDR has expended the balance of the funds.

Department of Transportation (DOT)

- **Commercial Aviation Airports:** The Governor has transferred \$83.0 million for projects on commercial aviation airports. The total cost of the programs was announced at \$100.0 million. There are currently eight commercial aviation airports, which are located in Burlington, Cedar Rapids, Des Moines, Dubuque, Fort Dodge, Mason City, Sioux City, and Waterloo. Commercial airports may apply for funding based on formula, with 10.0% split evenly between the eight commercial service airports in Iowa and the additional amount allocated based on 2019 passenger enplanements. Additional details are available on the [DOT website](#). The DOT has expended \$68.7 million, and there is a balance of \$14.3 million remaining.
- **Motor Vehicle Enforcement Transition:** The Governor has transferred \$2.8 million to move MVE from the DOT to the DPS. The project will support costs to transfer commercial vehicle enforcement to the DPS. The DPS will utilize funds to support MVE transition costs, purchase a Fleet and Supply building, and support DPS general operating costs. The DOT has expended the balance of the funds.

Department of Veterans Affairs

- **Veterans Trust Fund Supplemental Grant:** The Governor has transferred \$265,000 to clear the backlog of Veterans Trust Fund applications approved by the State Commission on Veterans Affairs or received by the Department of Veterans Affairs from counties as of November 3, 2022. Applications submitted by veterans prior to March 3, 2021, are not eligible for this program. The Department of Veterans Affairs has expended the balance of the funds.

Department of Workforce Development (IWD)

- **Unemployment Insurance Trust Fund:** The Governor has transferred \$237.5 million to support the Unemployment Insurance Trust Fund and reduce the COVID-19 pandemic's impact on employers. The IWD has expended the balance of the funds.
- **IowaWORKS Program Promotion:** The Governor has transferred \$601,000 to promote the IowaWorks.gov website, which is a central location for Iowans looking for employment. The IWD has expended the balance of the funds.
- **Reemployment Case Management System:** The Governor has transferred \$6.4 million to support expanded Reemployment Services and Eligibility Assessment (RESEA) interviews and work search audits to reduce unemployment time for those on unemployment benefits through individualized reemployment plans. The IWD has expended \$5.7 million, and there is a balance of \$629,000 remaining.
- **Child Care Challenge:** The Governor has transferred \$6.8 million to create new child care slots across the State to help communities improve their child care options and bolster opportunities for Iowans to reenter the workforce. The IWD has expended \$6.8 million. This expenditure exceeds the amount transferred to date by \$17,000, but additional funds are expected to be transferred in the future.
- **Summer Youth Internship Projects:** The Governor has transferred \$1.3 million to provide internship opportunities in high-demand fields to youth with barriers and/or who are at risk of not graduating. The IWD has expended the balance of the funds.
- **Labor Market Information System:** The Governor has transferred \$437,000 to improve the State's ability to provide labor market information data to stakeholders. The IWD has expended \$449,000. This expenditure exceeds the amount transferred to date by \$11,000, but additional funds are expected to be transferred in the future.
- **Child Care Challenge Business Incentive:** The Governor has transferred \$7.8 million to help employers offer or expand child care options as a benefit to their employees. Funds awarded will support local infrastructure investments to build or expand child care capacity or support arrangements between employers and child care facilities to expand and reserve child care slots. The IWD has expended \$7.2 million, and there is a balance of \$628,000 remaining.
- **Health Careers Registered Apprenticeship:** The Governor has transferred \$778,000 to support community efforts to establish new or expand existing registered apprenticeship programs for health care careers for high school students. Supplemental assistance will be provided to acquire simulation software and hardware to further enhance apprentices' educational and practical experience and readiness for the field. The IWD has expended \$788,000. This expenditure exceeds the amount transferred to date by \$10,000, but additional funds are expected to be transferred in the future.
- **Health Careers Registered Apprenticeship 2.0:** The Governor has transferred \$467,000 to establish new or expand existing high school-based and/or adult registered apprenticeship programs for health careers in emergency medical services, nursing, direct support care, and behavioral health career pathways. The program provides alternative pathways to health education, degrees, and certifications. The IWD has expended \$555,000. This expenditure exceeds the amount transferred to date by \$88,000, but additional funds are expected to be transferred in the future.
- **Work-Based Learning Professional Profiling System:** The Governor has transferred \$950,000 for an application that will track apprenticeship credentials that are shared with employers. The IWD has expended \$1.6 million. This expenditure exceeds the amount transferred to date by \$683,000, but additional funds are expected to be transferred in the future.
- **Teacher and Paraeducator Registered Apprenticeship:** The Governor has transferred \$21.2 million to provide opportunities for current high school students and adults to earn a paraeducator certificate and associate degree and for paraeducators to earn their bachelor's degree while learning and working in the classroom. The IWD has expended \$21.2 million, and there is a balance of \$600 remaining.
- **Iowa Language Learners Job Training Program:** The Governor has transferred \$119,000 to encourage and enable businesses and employer consortiums to provide on-site language learning opportunities to reduce language barriers within the workplace. The IWD has expended \$147,000. This expenditure exceeds the amount transferred to date by \$28,000, but additional funds are expected to be transferred in the future.

- **Statewide Commercial Driver’s License (CDL) Infrastructure:** The Governor has transferred \$2.0 million to provide grants to community colleges for the development and/or expansion of CDL infrastructure. The IWD has expended \$2.0 million. This expenditure exceeds the amount transferred to date by \$800, but additional funds are expected to be transferred in the future.
- **Entry-Level Driver Training Program:** The Governor has transferred \$323,000 to reimburse employers and nonprofits that provide Entry-Level Driver Training (ELDT). The IWD has expended \$394,000. This expenditure exceeds the amount transferred to date by \$71,000, but additional funds are expected to be transferred in the future.
- **IowaWORKS Mobile:** The Governor has transferred \$308,000 for a mobile workforce center. The goal of the center is to expand the reach of Iowa’s workforce-related programs and speed up the response in situations where there are large layoffs in a particular town. The IWD has expended \$269,000, and there is a balance of \$39,000 remaining.
- **Home Base Iowa Portal:** The Governor has transferred \$197,000 to improve job resources and data collection through the IowaWORKS platform related to veterans employed through Home Base Iowa. The IWD has expended \$145,000, and there is a balance of \$52,000 remaining.

Coronavirus Capitals Fund. The Coronavirus Capitals Fund is another source of federal funding under the discretion of the Governor. The funding for this program will total \$152.2 million. These funds will be allocated for broadband expansion in Iowa. As of January 7, 2024, \$19.5 million has been transferred to the Broadband Fund and the OCIO is reporting \$19.5 million in expenditures. Additional transfers to the Broadband Fund are expected.

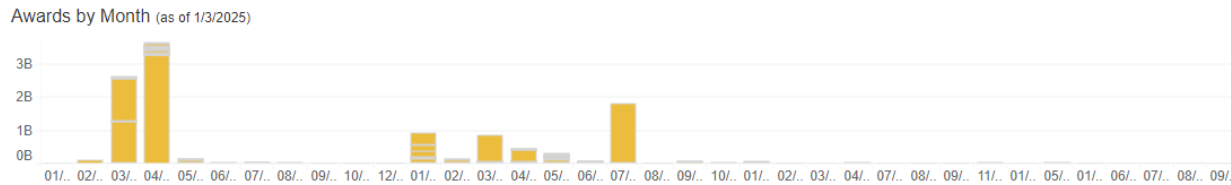
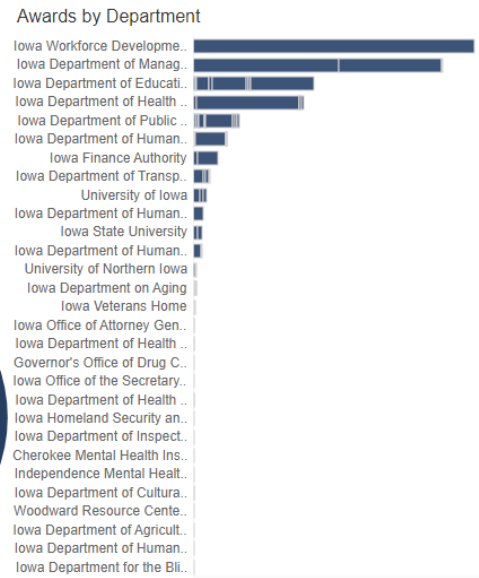
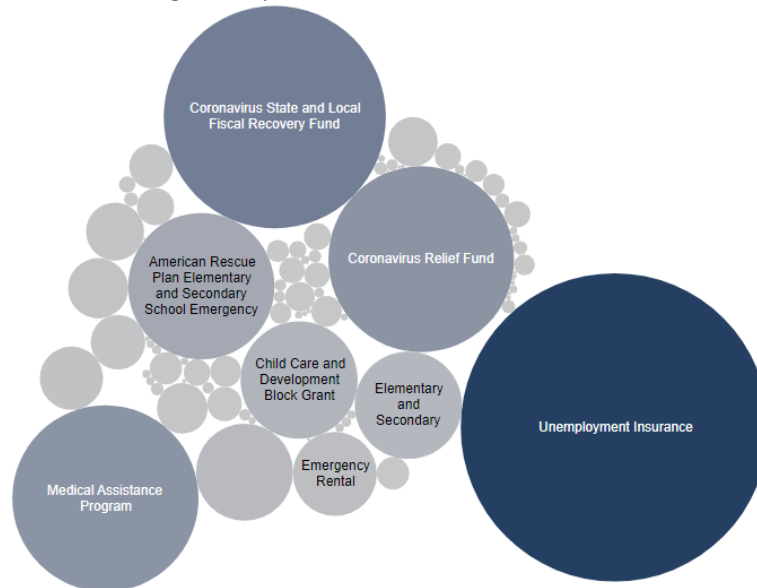
Reporting Requirements. On June 17, 2021, the U.S. Department of the Treasury released [Compliance and Reporting Guidance](#) for the State and Local Fiscal Recovery Funds, which required the State to submit an Interim Report and a Recovery Plan Performance Report to the federal government by August 31, 2021.

In addition to the requirement to submit the reports to the federal government, 2021 Iowa Acts, chapter [172](#) (FY 2022 and FY 2023 Federal Block Grant Appropriations Act), requires that whenever the DOM is required to report to the U.S. Department of the Treasury on the State and Local Fiscal Recovery Funds, the DOM is also required to submit the same information to the LSA. The DOM filed the information with the LSA on August 1, 2024. The most recent [report](#) issued by the DOM is available on the LSA website.

Dashboard: Federal COVID-19 Relief — Awards and Expenditures. The Fiscal Services Division of the LSA has published an interactive dashboard that displays details regarding federally provided COVID-19 relief. The dashboard details statewide awards and expenditures at the program level. The dashboard is available at: legis.iowa.gov/publications/covid19Relief.

Federal COVID-19 Relief Awards
 Iowa Legislative Services Agency || Source: Iowa Department of Management
\$11.421B Total Reported Awards
87 Federal Programs Reported

About this dashboard
 Click the icon on/off



The data displayed in this dashboard is provided by the DOM and is updated periodically. The dashboard does not include awards for the Coronavirus Capitals Fund, and reporting interest on awards to the ICRF and the SLFRF may be delayed. The dashboard allows users to review detailed information regarding awarded and expended funds. Additional details may be available upon request.

Additional Information. The DOM and DAS have established a process for tracking expenditures of federal funds that State agencies have received for costs associated with the COVID-19 pandemic. The expenditure data is available at data.iowa.gov.

The LSA will continue to analyze the estimated funding allocations to Iowa and will provide future updates as more information becomes available. For more information about awards, allocations, or expenditures, please contact the LSA.

LSA Staff Contacts: Evan Johnson (515.281.6301) evan.johnson@legis.iowa.gov
 Louie Hoehle (515.281.6561) louie.hoehle@legis.iowa.gov

Fiscal Year 2026 Governor's Recommendations

In FY2025, the Governor did not recommend any supplemental changes for Medicaid. There is a surplus carryforward of \$124.7 million estimated by the Medicaid Forecasting Group on December 13, 2024, including an estimated \$58.6 million for the capitation rate increases recently agreed to by the Department of Health and Human Services (HHS) and the managed care organizations (MCOs). The Forecasting Group estimated a deficit of \$116.9 million for FY 2026.

The Governor is recommending an increase of \$204.1 million in FY 2026 to Medicaid, which includes \$174.1 million to offset an expected Medicaid shortfall in FY 2026 and \$30.0 million for Medicaid expenditure changes. The \$30.0 million includes \$25.0 million for nursing facility provider reimbursement rate rebasing; \$5.6 million for various provider rate adjustments; \$2.4 million for an increased pharmacy dispensing fee; and a \$3.0 million decrease due to an increased federal reimbursement rate for certified community behavioral health clinics. A detailed list of the Governor's FY 2026 recommendations is illustrated in **Figure 1** below.

Figure 1 — Medicaid Funding — Governor's Recommended Changes FY 2026

Revenue Changes	FY 2025	FY 2026
General Fund Appropriation Change	\$ 0	\$ 204,088,694
<i>Medicaid Shortfall</i>	0	174,124,700
<i>Medicaid Expenditure Changes</i>	0	29,963,994
Total Revenue Changes	\$ 0	\$ 204,088,694
Expenditure Changes		
Nursing Facility Rebase	\$ 0	\$ 25,000,000
Annual Provider Rate Review	0	4,971,128
Pharmacy Dispensing Fee	0	2,350,866
Maternal Health Rate Adjustment	0	420,000
Doula Services Rate Adjustment	0	220,000
Certified Nurse Midwife Rate Adjustment	0	2,000
CCBHC Increased Reimbursement	0	-3,000,000
Total Expenditure Changes	\$ 0	\$ 29,963,994
Grand Total	\$ 0	\$ 174,124,700
Forecasting Group Estimated Surplus/Deficit*	\$ 124,663,242	\$ -116,867,329
Estimated Surplus/Deficit After Governor's Changes	\$ 124,663,242	\$ 57,257,371

CCBHC – Certified Community Behavioral Health Clinic

* Forecasting Group estimates do not include increases in managed care organization (MCO) capitation rates or MCO premium tax revenue for FY 2026. The Governor's FY 2026 Recommendations include trend increases for MCO capitation rate expenditures (\$60.8 million) and MCO premium tax revenues (\$3.6 million).

Medicaid Forecast FY 2025 and FY 2026

Figure 2 shows actual and estimated revenues and expenditures for actual FY 2024 through estimated FY 2026. The Medicaid Forecasting Group, consisting of staff members from the HHS, the Department of Management (DOM), and the Fiscal Services Division of the Legislative Services Agency (LSA), met on December 13, 2024, to discuss estimated Medicaid expenditures for FY 2025 and FY 2026. The Forecasting Group meets periodically to discuss revenues and expenditures and agree on estimates for the current and upcoming fiscal years.

Final Fiscal Year 2024. Fiscal year 2024 ended with a \$307.1 million surplus, including \$14.9 million in unspent [American Rescue Plan Act \(ARPA\) of 2021](#) State funds, above what was appropriated in 2023 Iowa Acts, [Senate File 561](#) (FY 2024 Health and Human Services Appropriations Act). The surplus was a result of the end of the federal public health emergency (PHE) in April 2023, as individuals who were no longer eligible for Medicaid were disenrolled beginning May 2023. Eligibility redeterminations and the disenrollment process took 12 months, in accordance with federal guidelines. The surplus was also due to the \$368.0 million carryforward from FY 2023 and an enhanced Federal Medical Assistance Percentage (FMAP) of 2.5% in the first quarter and 1.5% in the second quarter of FY 2024 due to the end of the PHE, as provided in the federal [Consolidated Appropriations Act of 2023](#). The FY 2024 estimate also includes capitation rate increases.

Fiscal Year 2025 Estimate. For FY 2025, the Forecasting Group estimates Medicaid will have a surplus of \$124.7 million. The estimated surplus is due to the \$292.2 million carryforward from FY 2024 and a decrease in enrollment due to disenrollment at the end of the PHE. The FY 2025 estimate includes capitation rate increases and a \$5.3 million transfer to cover a projected FY 2025 shortfall in the Children's Health Insurance Program. Revenue from the MCO premium tax enacted in 2023 Iowa Acts, [House File 685](#) (Medicaid, Liens, and Third-Party Recovery Act), is included in this forecast estimate. The tax was collected beginning January 1, 2024, and submitted by the MCOs beginning in FY 2025.

Fiscal Year 2026 Estimate. For FY 2026, the Forecasting Group estimates Medicaid will have a deficit of \$116.9 million. The estimated deficit is due to the end of the PHE, along with a 0.63% decrease in Iowa's FMAP. The FY 2026 estimate does not include any capitation rate increases. A decrease in prior-year carryforward and MCO Premium Tax revenues are estimated to decrease Medicaid revenues by \$204.2 million, while expenditures are estimated to increase by \$28.0 million, creating the estimated deficit.

Figure 2 — Medicaid Forecast Balance Sheet

	Actual FY 2024	Estimated FY 2025	Estimated FY 2026
Medicaid Funding			
Carryforward from Previous Year	\$ 367,990,615	\$ 292,212,753	\$ 124,663,242
Palo Replacement Generation Tax	0	0	0
Health Care Trust Fund	159,770,706	160,351,215	150,997,000
Nursing Facility Quality Assurance Fund	106,556,027	111,216,205	111,216,205
Hospital Trust Fund	33,920,554	33,920,554	33,920,554
MCO Premium Tax	0	121,312,617	79,381,785
Medicaid Fraud Fund	16,934	150,000	150,000
Transfer Decategorization Reversion	13,494	0	0
Total Non-General Fund Sources	\$ 668,268,330	\$ 719,163,344	\$ 500,328,786
General Fund Appropriation	1,543,626,779	1,605,063,804	1,605,063,804
General Fund Supplemental	0	0	0
Total General Fund Sources	\$ 1,543,626,779	\$ 1,605,063,804	\$ 1,605,063,804
Total Medicaid Funding	\$ 2,211,895,109	\$ 2,324,227,149	\$ 2,105,392,589
Estimated State Medicaid Need	\$ 1,832,285,322	\$ 2,068,800,526	\$ 2,201,933,669
Transfer to CHIP	0	5,258,362	0
FMAP Changes	-47,280,411	26,600,000	20,326,249
FMAP Adjustment — COVID-19	-44,709,677	0	0
MCO Capitation Increase	145,887,731	58,592,496	0
HCBS Program Increase	5,500,000	32,800,000	0
PMIC Provider Rate Increase	0	369,000	0
Nursing Facility Rebase	15,000,000	0	0
Home Health Rate Increase	0	3,000,000	0
Pharmacy Fee Increase	0	500,000	0
Office of Chief Information Officer Adjustment	-609	0	0
Mental Health Service Rate Increase (85.0%)	3,000,000	0	0
Mental Health Therapy	7,000,000	2,104,186	0
Substance Use Provider Rates	3,000,000	0	0
Hospital Directed Payment Plan	0	-6,000,000	0
Enhanced Case Management	0	5,000,000	0
Physical Therapist Rate Adjustment	0	418,121	0
Community Mental Health Centers	0	276,947	0
Medical Supplies Rate Adjustment	0	144,014	0
Occupational Therapist Rate Adjustment	0	64,692	0
Physician Assistant Rate Adjustment	0	29,691	0
Certified Nurse Midwife Provider Rate Adjustment	0	3,122	0
Supported Community Living Rates	0	1,352,750	0
Air Methods	0	250,000	0
Total Estimated Medicaid Need	\$ 1,919,682,356	\$ 2,199,563,907	\$ 2,222,259,918
Balance (Underfunded if Negative)	\$ 292,212,753	\$ 124,663,242	\$ -116,867,329
Unspent ARPA State Funds	\$ 14,933,869	\$ 0	\$ 0
Ending State Balance	\$ 307,146,622	\$ 124,663,242	\$ -116,867,329
MCO – Managed Care Organization		CHIP – Children's Health Insurance Program	
FMAP – Federal Medical Assistance Percentage		HCBS – Home and Community-Based Services	
ARPA – American Rescue Plan Act of 2021		PMIC – Psychiatric Medical Institution for Children	

Medicaid Income and Eligibility

Medicaid is funded jointly by State and federal funds to provide health care services to low-income persons who are elderly, blind, disabled, pregnant, under age 21, or members of families with dependent children.

The Iowa Medicaid Program covers individuals at various levels of income as allowed under federal law. To be eligible for Medicaid, an individual must meet income requirements and qualify as a member of an eligible category.

Figure 3 shows the maximum income level for children, pregnant women, adults with dependent children, adults over age 65, recipients of Supplemental Security Income (SSI), the Medically Needy Program, and the Medicare Buy-In Program. The income levels are based on the percentage of the federal poverty level (FPL) calculated annually by the federal government and vary by the size of the household. The FPL for a family of four was \$31,200 for 2024. The 2025 amount will be released at the end of January 2025.

2024 Iowa Acts, [Senate File 2251](#) (Postpartum Coverage, Medicaid Act), decreased the FPL eligibility percentage for children under one year of age and pregnant women from 375.0% to 215.0%.

Figure 3 — Medicaid Eligibility Income Level by Category

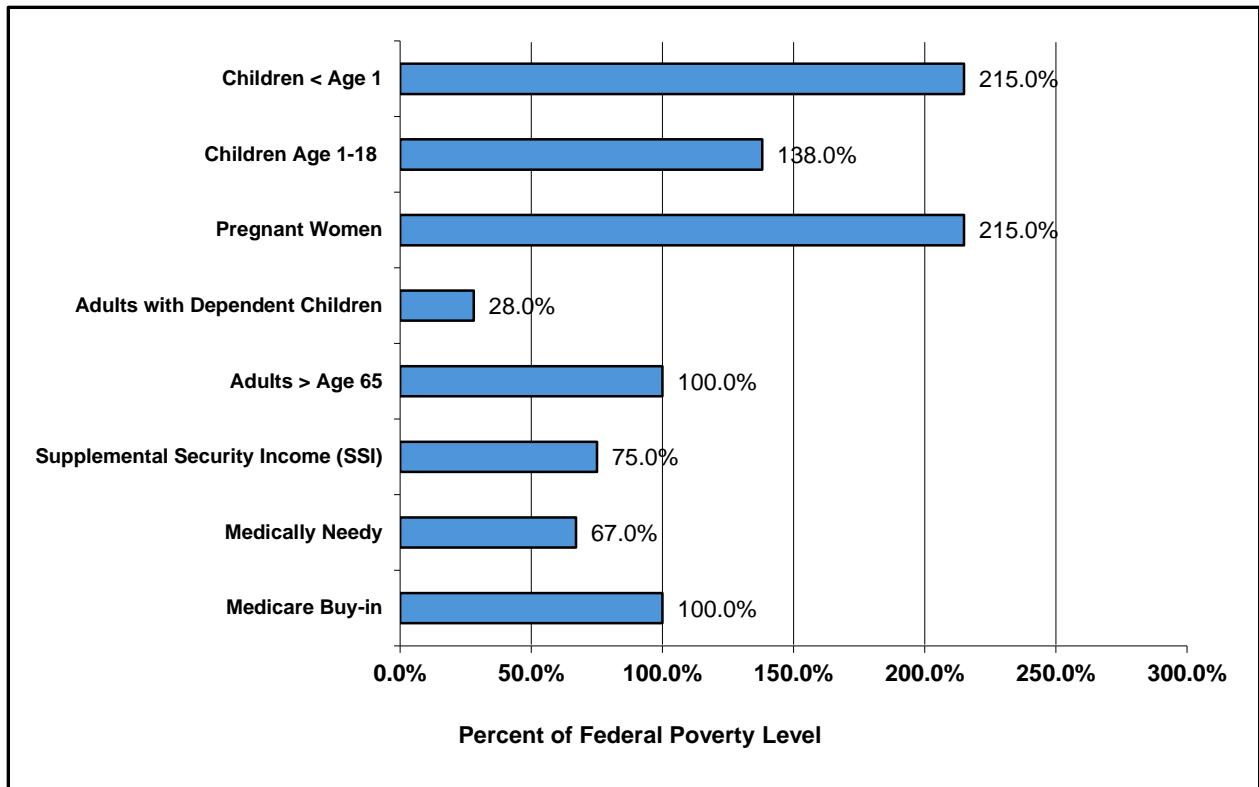
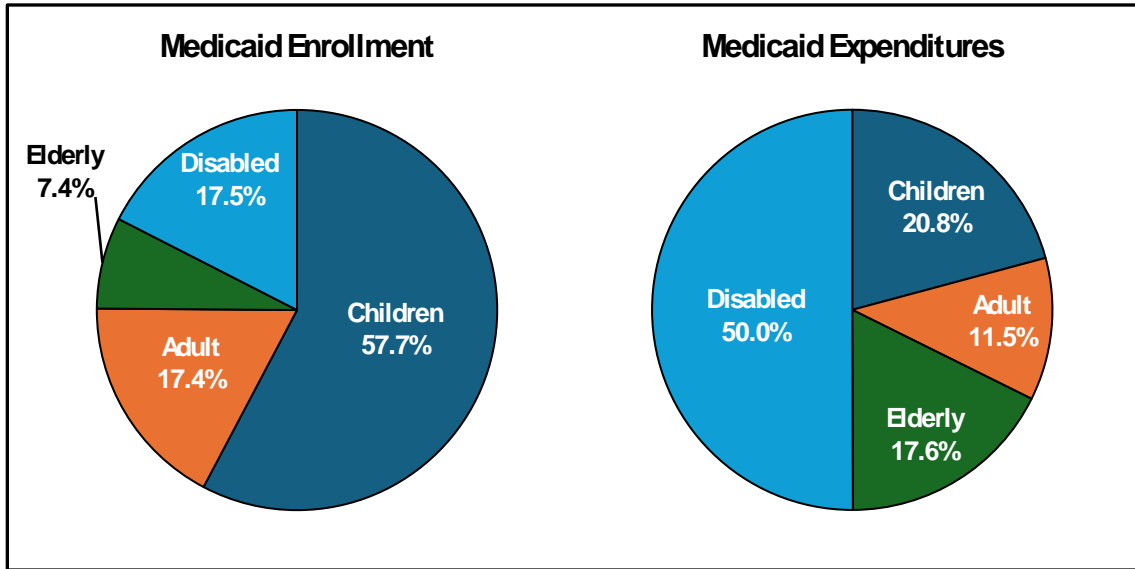


Figure 4 shows a comparison of enrollment and expenditures by eligibility category. In FY 2024, an average of 446,392 lowans were enrolled in Medicaid. Of the total, 57.7% were children, 17.4% were adults with dependent children, 17.5% were disabled, and 7.4% were elderly. Medicaid expenditures for FY 2024 totaled \$5.335 billion. Of the total expenditures, 20.8% was for children; 11.5% was for adults with dependent children, including pregnant women; 50.0% was for the disabled; and 17.6% was for the elderly. While children account for 57.7% of the enrollment, they consume only 20.8% of Medicaid expenditures. Elderly and disabled individuals account for 24.9% of enrollment and utilize 67.6% of expenditures.

Figure 4 — FY 2024 Medicaid Enrollment vs. Expenditures



Medicaid Enrollment. Before COVID-19, enrollment fluctuated by as many as 3,000 individuals in Medicaid and 1,500 in the Iowa Health and Wellness Plan (IHAWP) in a typical month. In FY 2024, Medicaid and IHAWP enrollment decreased by an average of 14,076 individuals per month, with total decline of 168,908 individuals for the fiscal year. The majority of the monthly decreases were associated with disenrollment due to the end of the PHE. However, a decrease in Medicaid and IHAWP enrollment continued to occur after disenrollment was completed in April 2024.

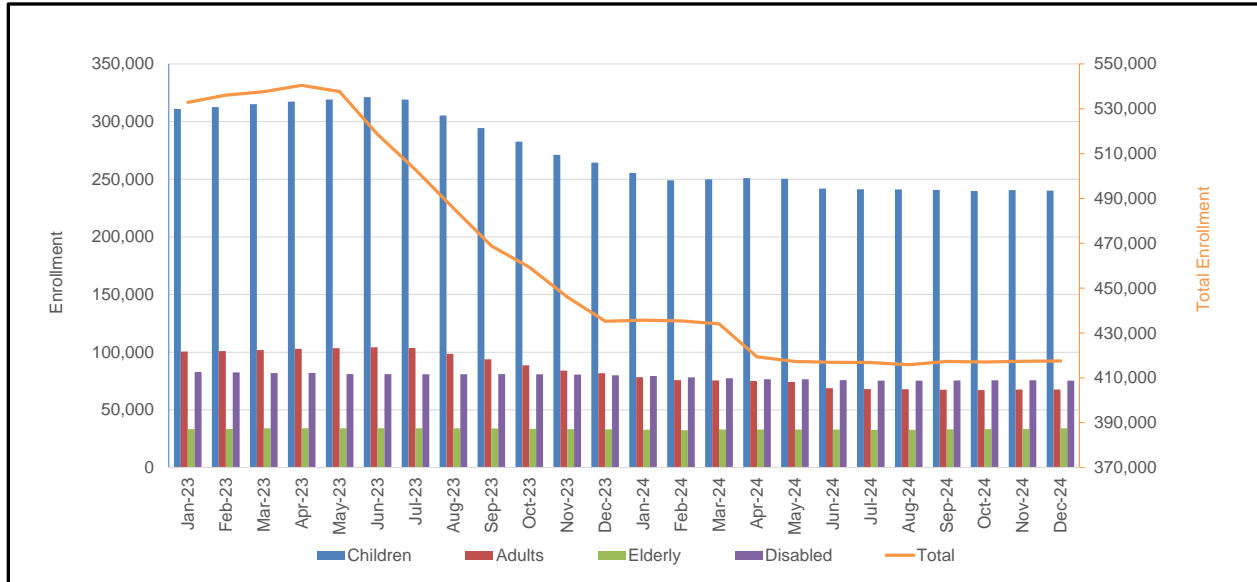
Figure 5 shows Medicaid and IHAWP enrollment changes by month. Through the first six months of FY 2025, enrollment has decreased from FY 2024 and is averaging a decrease of 182 individuals per month for the two programs, with total enrollment shrinkage of 1,089 for both Medicaid and IHAWP through December 2024.

Figure 5 — Changes in Medicaid and IHAWP Enrollment — FY 2024

	Regular Medicaid					Total	IHAWP Total
	Children	Adults	Elderly	Disabled	Total		
FY 2024 Total	241,098	67,840	32,712	75,262	416,912	182,541	
FY 2025 Monthly Changes							
July	-345	-344	397	244	-48	-882	
August	-960	-408	185	130	-1,053	-1,168	
September	764	504	198	35	1,501	138	
October	-460	-9	476	-276	-269	-711	
November	148	-28	115	63	298	369	
December	182	-374	181	155	144	592	
Total FY 2025	-671	-659	1,552	351	573	-1,662	
Grand Total FY 2025	240,427	67,181	34,264	75,613	417,485	180,879	

Figure 6 shows monthly Medicaid enrollment over the past two years. The Medicaid Program saw a large increase in enrollment after March 2020 as a result of suspending disenrollment. However, with the end of the PHE in April 2023, monthly disenrollment has decreased total enrollment through FY 2024.

Figure 6 — Medicaid Enrollment Two-Year Actual



Revenues and Expenditures

Figure 7 shows actual Medicaid expenditures for FY 2022 through FY 2024 and projected expenditures for FY 2025 and FY 2026.

Figure 7 — State Medicaid Expenditures — All State Funds
(Dollars in Millions)

	<u>State Expenditures</u>	<u>FMAP Cost</u>	<u>Adjusted State Total</u>
FY 2022 Actual	2,030.6	-298.6	1,732.0
FY 2023 Actual	1,995.7	-304.8	1,690.9
FY 2024 Actual	2,011.7	-92.0	1,919.7
FY 2025 Estimated Need	2,173.0	26.6	2,199.6
FY 2026 Estimated Need	2,201.9	20.3	2,222.3

Note: Estimated expenditures reflect the estimate of the Medicaid Forecasting Group for FY 2025 and FY 2026. The FY 2022 through FY 2024 FMAP includes the 6.2% enhanced FMAP rate due to COVID-19, which was scaled down and ended after December 2023.

As **Figure 7** illustrates, Medicaid expenditures fluctuate significantly between FY 2022 and estimated FY 2026. One of the driving factors of this fluctuation was the change in the regular FMAP rate, which is the federal and State funding formula for Medicaid and is based on a rolling three-year average of per capita income. Over the five-year time period shown, the FMAP rate has shifted back in the State’s favor by 1.23%, reducing the State share an estimated \$60.8 million. In addition to the FMAP change, a number of other factors have contributed to significant changes in Medicaid expenditures, including the following:

- From FY 2022 through FY 2025, there has been an estimated \$279.2 million in capitation rate increases for the MCOs. Capitation rate increases include changes enacted by the Governor and General Assembly such as provider rate increases. The MCO capitation rates have not yet been negotiated for FY 2026.
- Over the past five years, the General Assembly has enacted a number of rate increases for providers, including increases for nursing facilities, home health care providers, and Home- and Community-Based Services (HCBS) waiver providers.
- Due to the maintenance-of-effort requirement that did not allow the State to disenroll anyone while the federal PHE was in effect, approximately 165,000 individuals were enrolled in the Medicaid Program between March 2020 and April 2023 who would normally have been disenrolled from the Medicaid Program. This drove significant increases in expenditures, but those expenditures were offset by \$966.4 million in revenues the State received as part of the 6.2% enhanced FMAP rate.

FY 2026 FMAP Rate

The Bureau of Economic Analysis [released](#) final State personal per capita income data for 2023 on September 27, 2024. This allows states to calculate the final federal fiscal year (FFY) 2026 FMAP rates. The FFY 2026 FMAP rates are based on per capita personal incomes for calendar years 2021 through 2023. These rates are calculated on a federal fiscal year basis, but the numbers in this analysis have been blended to reflect State fiscal year (SFY) 2026. Iowa’s SFY 2026 FMAP rate decreased by 0.63% to 62.84%. This means for every dollar spent on the Medicaid program, the federal government will pay \$0.6284 and Iowa will pay \$0.3716. The FMAP change is equal on a State fiscal year basis to the preliminary estimate that was released in March.

The FMAP decrease indicates that Iowa’s economy is doing better since 2021 compared to other states, resulting in a smaller share of the total FMAP portion for Iowa. This is the second year in a row that the FMAP rate has moved against the State’s favor, meaning Iowa pays more. Prior to the 9.22% increase from FY 2017 through FY 2024, the rate declined 8.2% from FY 2010 through FY 2016.

Fiscal Impact. Although the final fiscal impact is still being calculated, the -0.63% change in the FMAP rate means that the State will be responsible for approximately \$20.3 million more in Medicaid expenditures in SFY 2026. **Figure 8** shows the five-year change in the FMAP rate.

Figure 8 — Five-Year State Regular Medicaid FMAP

State Fiscal Year	Federal Share	State Share	Federal % Change
FY 2022	62.04%	37.96%	0.43%
FY 2023	62.88%	37.12%	0.84%
FY 2024	63.88%	36.12%	1.00%
FY 2025	63.47%	36.53%	-0.41%
FY 2026	62.84%	37.16%	-0.63%

LSA Staff Contacts: Louie Hoehle (515.281.6561) louie.hoehle@legis.iowa.gov
 Eric M. Richardson (515.281.6767) eric.richardson@legis.iowa.gov

FY 2025 State School Aid

During the 2024 Legislative Session, the General Assembly established the State percent of growth rate for FY 2025 at 2.50%. Fiscal Year 2025 school aid amounts can be found on the legislative [website](#). The total amount generated for school districts in FY 2025 includes the following:

- \$5.536 billion for the total combined district cost, an increase of \$204.8 million (3.84%) compared to FY 2024. The amount, in general, represents the total funding of State aid and school property taxes for school districts and Area Education Agencies (AEAs) generated through the school aid formula. The combined district cost does not include preschool formula funding. Program funding changes in the combined district cost include, in part:
 - An increase of \$71.2 million (1.91%) for the regular program amount. The regular program funding level accounts for approximately 68.63% of the combined district cost.
 - An increase of \$888,000 (0.36%) in funding for AEA statewide programs. This includes special education support services, media services, and educational services, and includes the AEA statewide State aid reduction.
 - An increase of \$95.5 million (16.10%) in total State categorical supplements (teacher salary, professional development, early intervention, and teacher leadership).
- \$3.848 billion for total State aid, an increase of \$128.1 million (3.44%) compared to FY 2024. The State General Fund portion of school aid totals \$3.788 billion, an increase of \$120.2 million (3.28%) compared to FY 2024. The State aid amounts include, in part:
 - \$29.0 million transferred from the Secure an Advanced Vision for Education (SAVE) Fund to the Property Tax Equity and Relief (PTER) Fund for targeted property tax relief through the school aid formula, an increase of \$3.7 million (14.45%) compared to FY 2024.
 - A \$25.0 million reduction in State aid to the AEAs as required in [SF 2443](#) (FY 2025 Standing Appropriations Act), an increase of \$2.9 million (13.34%) compared to FY 2024, in addition to the statutory reduction of \$7.5 million found in Iowa Code section [257.35\(2\)](#).
 - \$126.8 million in Property Tax Replacement Payment (PTRP) funding, an increase of \$12.1 million (10.52%) compared to FY 2024. This provision requires State aid to account for the entire increase in the cost per pupil amount due to the State percent of growth rate in FY 2025 as specified in Iowa Code section [257.16B](#), which fixes the State obligation at \$223 per student for the year.
 - \$688.2 million for the State categorical supplements, an increase of \$95.5 million compared to FY 2024. This includes \$419.7 million for the teacher salary supplement for districts and AEAs, \$38.0 million for the professional development supplement for districts and AEAs, \$41.3 million for the district early intervention supplement, and \$189.2 million for the district teacher leadership supplement.
 - \$91.4 million for preschool formula funding, an increase of \$1.2 million (1.34%) compared to FY 2024. The preschool formula funding is included in the State aid amount; however, it is not included in the combined district cost total.
- \$1.747 billion in school aid property taxes, an increase of \$62.6 million (3.72%) compared to FY 2024. This includes the following:
 - \$1.157 billion for the uniform levy, an increase of \$64.9 million (5.95%) compared to FY 2024. This increase is a direct result of increased assessed valuations.

- \$590.1 million for the additional levy amount, a decrease of \$2.3 million (-0.39%) compared to FY 2024.

Estimated FY 2026 State School Aid

If no rate is established during the 2025 Legislative Session, the State percent of growth rates will default to 0.00% for FY 2026. *The Governor is recommending an estimated General Fund appropriation of \$3.890 billion for State aid to schools in FY 2026, an increase of \$102.0 million compared to estimated FY 2025. This amount is intended to reflect a supplemental State aid percent of growth rate of 2.00% and includes a \$25.0 million reduction to the AEAs, which is in addition to the statutory reduction of \$7.5 million currently specified in the Iowa Code. The amount also reflects an adjustment to the PTRP funding, which is estimated to increase from \$223 to \$241 per pupil.*

Estimates for FY 2026 are preliminary (based on available data and assumptions as of January 2025) and are subject to change. Variables that are currently estimated include the following:

- Taxable valuations — A statewide growth projection of 3.64% was agreed upon by the Department of Management (DOM) and the Legislative Services Agency (LSA) for FY 2026.
- Budget enrollments — Enrollment projections are provided by the Department of Education. The estimated decrease for FY 2026 is 0.11% and is intended to reflect the 2024-2025 certified enrollment figures, which will serve as the FY 2026 budget enrollment.
- Pupil weighting — This includes statewide growth assumptions and a 2.00% increase in special education weightings, a 2.00% increase in sharing supplementary weighting, a 1.00% increase in at-risk formula supplementary weighting, and a 4.00% increase in limited English proficient (LEP) supplementary weighting.

Any variations in assumptions used to calculate these variables will impact the information provided for FY 2026.

The following analysis is based on the Governor’s recommendation of a 2.00% State percent of growth rate for FY 2026. At 2.00% growth, estimated funding amounts include the following:

- \$5.689 billion for the total combined district cost, an increase of \$152.5 million (2.75%) compared to estimated FY 2025. The amount, in general, represents the total funding of State aid and school property taxes for school districts and AEAs generated through the school aid formula (the combined district cost does not include preschool formula funding). Program funding changes in the combined district cost include the following:
 - An increase of \$51.7 million (1.36%) for the regular program district cost. Additionally, the regular program budget guarantee provision is estimated to total \$25.0 million, with an estimated 159 districts eligible. The budget guarantee is funded by additional levy property taxes.
 - An increase of \$4.6 million (1.85%) in funding for statewide AEA programs. *The Governor is recommending an additional reduction of \$25.0 million in State aid to AEAs. The recommended AEA reduction totals \$32.5 million, of which \$7.5 million is statutory.*
 - An increase of \$59.3 million (8.61%) in total State categorical supplements. The increase includes AEA and district categorical funds.
 - An increase of \$37.0 million in changes to other items that are included in the total combined district cost.
- \$3.953 billion for total State aid, an increase of \$105.2 million (2.73%) compared to estimated FY 2025. The State General Fund portion of school aid total is \$3.890 billion, an increase of \$102.0 million (2.69%) compared to estimated FY 2025. Included in the State aid amounts are the following:
 - An estimated \$31.6 million transferred from the SAVE Fund to the PTER Fund for targeted property tax relief through the school aid formula. This is an increase of \$2.6 million (9.06%) compared to estimated FY 2025 due to the provisions of 2019 Iowa Acts, chapter [166](#) (Secure an

Advanced Vision for Education, Extension Act), which maintains the percentage transferred from SAVE of 6.10% for FY 2025 at 6.10% for FY 2026.

- An estimated \$10.2 million is related to the Foundation Base Supplement Fund (FBSF). This is an increase of \$0.5 million (5.63%) compared to estimated FY 2025. Beginning in FY 2021, a portion of the sales and use tax revenue is designated for deposit in the FBSF to be distributed on a per pupil basis calculated using each school district’s weight enrollment. Similar to the school district property tax replacement payments under Iowa Code section [257.16B](#), revenues distributed from the FBSF replace amounts that would otherwise be funded through a different funding source. This lowers additional levy property taxes for all districts. The current foundation level is set in Iowa Code section [257.1\(2\)\(b\)](#) as 88.40% of the State cost per pupil for FY 2026. The FY 2022 allocation to the FBSF first impacted State school aid in FY 2024. Due to timing issues, the funding is provided in the fiscal year after the amount is determined. For example, the sales and use tax revenues from FY 2024 are determined in November following the fiscal year, and the calculated amount is distributed in FY 2026.
- An estimated \$136.7 million in PTRP funding. This is an increase of \$9.9 million (7.82%). *The Governor is recommending an increase in the PTRP State cost per pupil to reflect the property tax portion of the increase in the State cost per pupil.* Iowa Code section 257.16B requires State aid to account for the entire increase in the cost per pupil amount due to the State percent of growth. If the provision is not amended, the impact of this provision will continue in future years. Under current law, the amount totals \$223 per pupil. *The Governor is recommending the PTRP payment per student be increased to \$241 per pupil for FY 2026.*
- An estimated \$747.5 million for the State categorical supplements, an increase of \$59.3 million (8.61%) compared to estimated FY 2025. This includes \$468.9 million for the AEAs and school district teacher salary supplement, \$39.4 million for the school district professional development supplement, \$42.8 million for the school district early intervention supplement, and \$196.3 million for the school district teacher leadership supplement.
- An estimated \$91.1 million for preschool formula funding, a decrease of \$0.3 million (-0.36%) compared to estimated FY 2025. The preschool formula funding is included in the State aid amount but is not included in the combined district cost total.
- \$1.805 billion in school aid property taxes, an increase of \$58.2 million (3.33%) compared to estimated FY 2025. This includes the following:
 - \$1.199 billion for the uniform levy, an increase of \$42.9 million (3.71%) compared to estimated FY 2025. This increase is a direct result of an estimated increase in assessed valuations.
 - \$605.4 million in the additional levy amount, an increase of \$15.3 million (2.60%) compared to estimated FY 2025. Generally, this increase can be attributed to the budget guarantee amount, the 2.00% State percent of growth rate used for this analysis, and the adjustment to the PTRP per student payment.

Transportation Equity Fund

During the 2020 Legislative Session, 2020 Iowa Acts, chapter [1002](#) (School Transportation Equity Act), established a standing appropriation to the Transportation Equity Fund. The Act specifies that the standing appropriation may grow at the same rate as a categorical under the categorical State percent of growth.

The Governor is recommending a General Fund appropriation of \$31.7 million to the Transportation Equity Fund in FY 2026. This is an increase of \$622,000 (2.00%) compared to estimated FY 2025 and is intended to reflect a categorical State aid percent of growth rate of 2.00%.

Education Savings Accounts (ESAs)

The Governor is recommending a General Fund appropriation of \$314.6 million for ESAs in FY 2026. This is an increase of \$96.6 million (44.30%) compared to estimated FY 2025 and is intended to reflect a supplemental State aid percent of growth rate of 2.00% and an increase in the number of ESAs.

Total Estimated ESAs Funded:

FY 2025	27,862
FY 2026	39,415

General Fund ESA Appropriation Cost

The following amounts are separate from the estimated FY 2026 State School Aid section above. The FY 2025 estimate for this standing unlimited appropriation includes the Governor’s recommended 2.00% increase for supplemental State aid and 0.00% after FY 2026.

Fiscal Year	State Cost Per Pupil	ESAs	ESA Costs
FY 2024	\$ 7,635	16,906	\$ 129,078,537
FY 2025	7,826	27,862	218,048,012
FY 2026	7,983	39,415	314,649,945
FY 2027	7,983	40,786	325,594,638
FY 2028	7,983	42,139	336,395,637
FY 2029	7,983	43,356	346,110,948

The following additional information table includes information on program funding sources and other miscellaneous information. *The table reflects the following Governor’s FY 2026 recommendations:*

- A State percent of growth of 2.00%.
- Renewal of the PTRP.
- A \$25.0 million additional reduction to the AEAs. The recommended AEA reduction totals \$32.5 million, of which \$7.5 million is statutory.
- The continuation of the impact of the implementation of [SF 578](#) (FY 2024 Standing Appropriations Act), section 4, that resulted in General Fund expenditures for School Aid being reduced by \$21.9 million and replaced by a transfer from the Economic Emergency Fund. For estimated FY 2025 it is estimated to be a transfer from the Economic Emergency Fund of \$8.0 million and an estimated \$13.9 million transfer from the Taxpayer Relief Fund (TPRF). The Governor’s FY 2026 recommendation provides for a transfer from the TPRF of \$21.9 million.

Legislative Services Agency: FY 2026 School Aid Estimates (Statewide Dollars in Millions)

2.00%	Set a State Percent of Growth	State Supplemental Aid (SSA) \$	157
\$ 0	Set additional dollars to SCPP separate from the SSA	Additional Dollars \$	0
Yes	Select if the PTRP is renewed ("No" is current law)	Total Change \$	157
\$ 25,000,000	Select AEA reduction in addition to current law (\$7,500,000)	FY 2026 State Cost Per Pupil (SCPP) \$	7,983
\$ 21,881,303	Transfer from Taxpayer Relief Fund FY 2026	Total AEA Reduction \$	32,500,000

Program Funding:	FY 2025	Est. FY 2026	Est. Change	% Change
Regular Program District Cost	\$ 3,790.5	\$ 3,842.2	\$ 51.7	1.36%
Regular Program Budget Adjustment	15.5	25.0	9.5	61.56%
Supplementary Weighting (District)	129.7	140.7	11.0	8.50%
Special Education Instruction (District)	536.7	552.5	15.8	2.94%
Teacher Salary Supplement (District)	401.1	450.1	48.9	12.19%
Professional Development Supplement (District)	38.0	39.4	1.4	3.75%
Early Intervention Supplement (District)	41.3	42.8	1.5	3.75%
Teacher Leadership Supplement (District)	189.2	196.3	7.1	3.74%
AEA Special Ed Support District Cost	188.9	191.8	2.9	1.55%
AEA Special Ed Support Adjustment	0.8	1.2	0.3	40.50%
AEA Media Services	33.1	33.6	0.5	1.39%
AEA Ed Services	36.6	37.1	0.5	1.40%
AEA Sharing	0.2	0.2	-0.0	-0.48%
AEA Teacher Salary Supplement	18.6	18.9	0.3	1.72%
AEA Professional Development Supplement	0.0	0.0	0.0	
AEA Statewide State Aid Reduction	-32.5	-32.5	0.0	0.00%
Dropout and Dropout Prevention	149.5	149.5	0.0	0.00%
Combined District Cost	\$ 5,536.3	\$ 5,688.8	\$ 152.5	2.75%
Statewide Voluntary Preschool Program	\$ 91.4	\$ 91.1	\$ -0.3	-0.36%

State Aid:	FY 2025	Est. FY 2026	Est. Change	% Change
Regular Program	\$ 1,989.4	\$ 2,025.4	\$ 36.0	1.81%
Supplementary Weighting	108.4	118.8	10.4	9.55%
Special Education Weighting	473.8	487.7	14.0	2.95%
Property Tax Adjustment Aid (1992)	6.4	6.2	-0.2	-3.64%
Property Tax Replacement Payment (PTRP)	126.8	136.7	9.9	7.82%
Adjusted Additional Property Tax - General Fund	24.0	24.0	0.0	0.00%
Statewide Voluntary Preschool Program	91.4	91.1	-0.3	-0.36%
Minimum State Aid	1.3	1.2	-0.1	
State Aid from General Fund	\$ 3,787.6	\$ 3,889.7	\$ 102.0	2.69%
Transfer from Taxpayer Relief Fund	\$ 13.9	\$ 21.9	\$ 8.0	57.63%
Transfer from Economic Emergency Fund	8.0	0	-8.0	-100.00%
*Adjusted Additional Property Tax - SAVE Fund	29.0	31.6	2.6	9.06%
Foundation Base Supplement (FBS)	9.7	10.2	0.5	5.63%
Total State Aid (Includes Non-General Fund)	\$ 3,848.2	\$ 3,953.4	\$ 105.2	2.73%

Local Property Tax:	FY 2025	Est. FY 2026	Est. Change	% Change
Uniform Levy Amount	\$ 1,156.5	\$ 1,199.3	\$ 42.9	3.71%
Additional Levy	590.1	605.4	15.3	2.60%
Total Levy to Fund Combined District Cost	\$ 1,746.5	\$ 1,804.7	\$ 58.2	3.33%
Comm/Ind - Uniform Levy Adjustments	23.9	19.3	-4.7	-19.56%
Comm/Ind - Additional Levy Adjustments	10.1	0.0	-10.1	

Miscellaneous Information:	FY 2025	Est. FY 2026	Est. Change	% Change
Budget Enrollment	483,699	480,665	-3,033	-0.63%
Number of Districts with Budget Adjustment	140	159	19	13.57%
Percentage of Districts with Budget Adjustment	43.08%	48.92%		
Statewide Categoricals Total	\$ 688.2	\$ 747.5	\$ 59.3	8.61%
Property Tax Relief Payment Per Pupil	223	241	18	8.07%
Foundation Base Supplement Per Pupil	5	10	5	100.00%
Statewide AEA Funding	245.7	250.3	4.6	1.85%
Transportation Equity Program	31.1	31.7	0.6	2.00%

Notes:

Totals may not sum due to data duplication and exclusion. For example, other funds are provided by State Aid but not included in the State Aid section because they are represented in the Program Funding section listed above. The Transportation Equity Program is not included in State Aid totals.

Professional Development Supplement (PDS)

Area Education Agencies (AEA)

*Secure an Advanced Vision for Education (SAVE) Fund

The provision for Minimum State Aid requires that the State provide at least \$300 per student.

Sources: Department of Management (School Aid File), LSA analysis and calculations.

Additional Information on School Aid Funding

- **Budget Unit Brief** — [State Foundation School Aid](#)
- **Fiscal Research Brief** — [Area Education Agencies \(AEAs\)](#)
- **Fiscal Topic** — [School Aid — Additional Levy Components — FY 2025](#)
- **Fiscal Topic** — [School Aid — Area Education Agency Funding — FY 2025](#)
- **Fiscal Topic** — [School Aid — District Cost Per Pupil Differences Between School Districts — FY 2025](#)
- **Fiscal Topic** — [School Aid — Income Surtaxes](#)
- **Fiscal Topic** — [School Aid — Instructional Support Program – FY 2025](#)
- **Fiscal Topic** — [School Aid — School District Reorganization Incentives – FY 2025](#)
- **Fiscal Topic** — [Secure an Advanced Vision for Education \(SAVE\)](#)
- **Presentation** — [Dollars and Doughnuts — State School Aid – January 2024](#)
- [School aid estimates for fiscal years](#) and [other background information on the school aid formula](#)

LSA Staff Contact: Ron Robinson (515.281.6256) ron.robinson@legis.iowa.gov

The public retirement systems in Iowa include:

- **Iowa Public Employees' Retirement System — IPERS:** Membership includes employees and retirees of State, county, and city governments; other political subdivisions or agencies; and school districts and Area Education Agencies (AEAs). There are two Special Service groups within IPERS:
 - **Sheriffs and Deputy Sheriffs:** Membership includes sheriffs and deputy sheriffs employed by counties.
 - **Protection Occupations:** Membership includes airport safety officers; conservation peace officers; city marshals, fire fighters, police officers, and fire prevention inspectors not under the Municipal Fire and Police Retirement System of Iowa (MFPRSI); correctional officers; former Department of Transportation (DOT) peace officers with 10 or more years of membership service as of June 30, 2023, pursuant to 2023 Iowa Acts, [Senate File 513](#) (Motor Vehicle Enforcement Bureau, Department of Public Safety Act); county jailers; military installation officers; emergency medical care providers; county attorney special investigators; High Risk Unit officers; and insurance fraud investigators.
- **Judicial Retirement System:** Membership includes active Judges, retired Judges, Senior Judges, retired Senior Judges, beneficiaries of deceased Judges, and inactive Judges with contributions remaining in the System.
- **Peace Officers' Retirement, Accident, and Disability System — PORS:** Membership includes uniformed, sworn officers of the Department of Public Safety, including State Patrol troopers, Division of Criminal Investigation (DCI) officers, drug enforcement officers, arson investigators, fire prevention inspectors, and former DOT peace officers with fewer than 10 years of membership as of June 30, 2023, pursuant to Senate File 513.
- **Municipal Fire and Police Retirement System of Iowa — MFPRSI or 411:** Membership includes active and retired police officers and fire fighters in cities with a population of 8,000 or more in 1980, and other cities that voluntarily established a civil service commission.

Types of Plans

The public retirement systems in Iowa (IPERS, the Judicial Retirement System, PORS, and MFPRSI) are defined benefit plans, meaning each member's retirement benefit is based on a benefit formula prescribed by contract or statute. The contribution rates for the Judicial Retirement System are calculated pursuant to Iowa Code section [602.9104](#), are based on the most recent actuarial valuation of the System, and cannot vary by more than one percentage point from the previous year. The contribution rates for PORS are in Iowa Code section [97A.8](#). The required contribution rates for IPERS Regular Membership, Protection Occupations, and Sheriffs and Deputy Sheriffs are calculated pursuant to Iowa Code section [97B.11](#) and are based on the most recent actuarial valuation of the System. The contribution rates for IPERS Regular Membership cannot vary by more than one percentage point from the previous year. The MFPRSI contribution rates are calculated pursuant to Iowa Code section [411.8](#), based on the most recent actuarial valuation of the System.

Wages covered by IPERS and the Judicial Retirement System, as defined by the Internal Revenue Code, are subject to social security taxation up to the maximum established annually by the Social Security Administration. Earnings covered by PORS and MFPRSI are not subject to taxation. Old-Age, Survivors, and Disability Insurance (OASDI), commonly referred to as social security, is funded through dedicated payroll taxes pursuant to the [Federal Insurance Contributions Act \(FICA\)](#).

The OASDI tax rate for wages paid is set by federal statute at 6.20% of covered wages to be paid by both the employees and employers, up to a limit of approximately \$169,000 for calendar year (CY) 2024 and approximately \$176,000 for CY 2025. The Medicare tax is an additional 1.45% of covered wages for both employees and employers with no limit on income. Effective for tax years beginning after 2013, an additional 0.90% Medicare (hospital insurance, or HI) tax applies to individuals receiving wages in excess of \$200,000 (\$250,000 for married couples filing jointly). The tax is in addition to the regular Medicare rate of 1.45% on wages for employees and only applies to the employee portion of the Medicare tax.

Other Retirement Plan Options

- **Teachers Insurance and Annuity Association — TIAA:** Membership includes approximately 25,000 active members, including university, Board of Regents, and some community college employees. Teachers Insurance and Annuity Association is a defined contribution plan, meaning moneys are contributed to an individual account for each participant; the moneys contributed, plus any investment earnings, determine the retirement benefit made available to the participant upon retirement. Retirees of TIAA receive social security benefits. Contribution rates are generally 5.0% for employees and 10.0% for employers, although they are slightly less for the first five years of employment on the first approximately \$5,000 of pay.
- **Deferred Compensation Program (457/401(a)):** This is a voluntary defined contribution retirement savings program for employees of the State of Iowa and other participating government employers. The Program is designed to supplement pension and social security benefits at retirement. State of Iowa employees receive a dollar-for-dollar match on the first \$75 of monthly contributions. State Peace Officers Council (SPOC) Collective Bargaining Agreement employees receive \$1 for each \$2 contribution up to a maximum employer contribution of \$75 per month. Contributions are made pretax through payroll deductions, and investment earnings are tax-deferred.
- **Tax-Sheltered Annuity (403b):** This is a voluntary retirement savings program for employees of educational and education-related institutions. This savings program is designed to supplement pension and social security benefits at retirement. Contributions are made pretax through payroll deductions, and investment earnings are tax-deferred.

Public Retirement Systems Committee

The Public Retirement Systems Committee is a 10-member statutory legislative committee that is required to examine and make recommendations to the General Assembly concerning public retirement systems in Iowa. Iowa Code section [97D.4\(3\)](#) establishes the duties of the Committee. The General Assembly addresses retirement system issues during the second year of each biennium and as needed.

Public Retirement Systems Summary Chart						
				IPERS		
	Judicial	PORS	411 System	Regular Membership	Sheriffs and Deputies	Protection Occupation
FY 2025 Total Contribution Rate	25.32%	48.40%	32.21%	15.73%	17.02%	15.52%
Employer	16.46%	37.00%	22.66%	9.44%	8.51%	9.31%
Employee	8.86%	11.40%	9.55%	6.29%	8.51%	6.21%
FY 2026 Total Contribution Rate	25.69%	48.40%	32.23%	15.73%	24.18%	15.52%
Employer	16.70%	37.00%	22.68%	9.44%	12.09%	9.31%
Employee	8.99%	11.40%	9.55%	6.29%	12.09%	6.21%
June 30, 2024, Valuation Factors						
Actuarial Accrued Liability	\$276.8 million	\$989.0 million	\$3.972 billion	\$43.969 billion	\$1.072 billion	\$2.262 billion
Actuarial Value of Assets	\$275.2 million	\$768.4 million	\$3.355 billion	\$39.599 billion	\$984.3 million	\$2.344 billion
Unfunded Actuarial Liability	\$1.6 million	\$220.6 million	\$616.9 million	\$4.370 billion	\$87.8 million	\$(82.5) million
2023 Funded Ratio	99.84%	77.92%	84.57%	88.76%	102.60%	102.96%
2024 Funded Ratio	99.43%	77.70%	84.47%	90.06%	91.81%	103.65%
2023 Investment Market Rate of Return	12.32%	9.87%	6.03%	5.41%**		
2024 Investment Market Rate of Return	12.80%	11.22%	7.79%	9.07%**		
Social Security Coverage	Yes	No	No*	Yes	Yes	Yes
Coverage						
Total Members	476	1,326	9,250	395,670	3,267	15,235
Active Members	216	583	4,253	173,827	1,739	7,823
Active Member Average Age	53.7	41.1	39.7	44.3**		
Active Member Average Years of Service	8.9	15.6	12.4	10.4**		
Active Member Average Annual Wage	\$ 160,624	\$ 101,090	\$ 91,865	\$ 55,634	\$ 93,198	\$ 64,874
Retired Member Average Annual Benefit	\$ 69,319	\$ 62,559	\$ 49,562	\$ 19,085	\$ 37,089	\$ 28,283

Notes: Totals may not add due to rounding.
 The aggregate funded ratio for the Iowa Public Employees' Retirement System (IPERS) is 90.75% for 2024 and includes Regular Membership, Sheriffs and Deputies, and Protection Occupation.
 In addition to the employer contribution for the Peace Officers' Retirement System (PORS), there is also an annual \$5.0 million standing limited appropriation from the General Fund.
 *Ankeny, Camanche, Fairfield, Clive, and Evansdale contribute to Social Security and 411.
 ** Aggregate figure includes all three groups.
 LSA: Public Pension Retirement Summary Chart

LSA Staff Contact: Xavier Leonard (515.725.0509) xavier.leonard@legis.iowa.gov

In 2023, the State reached bargaining agreements for fiscal year (FY) 2024 and FY 2025 with unions representing State employees for salaries and benefits.

Iowa Code chapter [20](#) establishes the framework and timeline for the biennial bargaining process. The basic process is as follows and takes place the year before the contract start date:

- August through September — Unions request bargaining.
- November through December — Unions and the State present initial proposals.
- January through March — Negotiation sessions occur. This may result in a voluntary agreement, the appointment of a mediator, or binding arbitration.
- March 15 — Deadline for impasse procedure and filing of neutral party's award if required.

The General Assembly did not appropriate specific General Fund dollars for salary expenditures for FY 2025 other than existing appropriations for operations that are expended at the agencies' discretion. State agencies must use existing funds to pay the cost of salaries, including the cost to fund negotiated contracts with various bargaining units, and increases for noncontract employees. Some agencies were authorized to use non-General Fund dollars for limited salary increases. The [historical salary adjustment identified need](#) is displayed in the Legislative Services Agency (LSA) **Factbook**. Historical [contract information](#) for the American Federation of State, County, and Municipal Employees (AFSCME) and noncontract employees is also available in the **Factbook**.

The following is a summary of the FY 2024 and FY 2025 final contractual agreements between bargaining units (unions) and the State. The information contains only a summary of the major points. Copies of the agreements are available from the Fiscal Services Division (FSD) of the LSA upon request or on the [Department of Administrative Services \(DAS\) website](#).

Collective bargaining agreements cover two years. Negotiations for FY 2026 and FY 2027 contracts began in August 2024. [Initial proposals](#) by unions and the State were submitted in November and December of 2024. Final agreements are expected to be reached during the 2025 Legislative Session.

FY 2024 AND FY 2025 COLLECTIVE BARGAINING UNITS

American Federation of State, County, and Municipal Employees (AFSCME) — General Government, Board of Regents, and Community-Based Corrections (CBC)

Final Collective Bargaining Agreements:

- 3.0% across-the-board pay increase effective the first pay period of July 1, 2023 (FY 2024).
- 3.0% across-the-board pay increase effective the first pay period of July 1, 2024 (FY 2025).
- For specified Board of Regents classifications, starting pay will be 4.5% above the minimum pay.
- For Board of Regents employees paid in equal monthly paychecks, the monthly paycheck structure will be calculated by multiplying the number of regular work hours in the calendar year by the hourly rate divided by 12.

Iowa United Professionals (IUP) and United Electrical Workers (UE) — Science Unit and Professional Social Services Unit

Final Collective Bargaining Agreements:

- 3.0% across-the-board pay increase effective the first pay period of July 1, 2023 (FY 2024).
- 3.0% across-the-board pay increase effective the first pay period of July 1, 2024 (FY 2025).

State Police Officers Council (SPOC)

Final Collective Bargaining Agreements:

- 6.5% across-the-board pay increase effective the first pay period of July 1, 2023 (FY 2024).
- 6.5% across-the-board pay increase effective the first pay period of July 1, 2024 (FY 2025).

AFSCME Public Safety — Department of Transportation and Board of Regents

Final Collective Bargaining Agreements:

- 5.0% across-the-board pay increase effective the first pay period of July 1, 2023 (FY 2024).
- 5.0% across-the-board pay increase effective the first pay period of July 1, 2024 (FY 2025), for Department of Transportation public safety employees.
- 6.0% across-the-board pay increase effective the first pay period of July 1, 2024 (FY 2025), for Board of Regents public safety employees.

Judicial AFSCME

Final Collective Bargaining Agreements:

- 3.0% across-the-board pay increase effective the first pay period of July 1, 2023 (FY 2024).
- 3.0% across-the-board pay increase effective the first pay period of July 1, 2024 (FY 2025).
- 4.5% annual within-grade step increases for all employees in accordance with their eligibility date.

Judicial Public Professional and Maintenance Employees (PPME)

Final Collective Bargaining Agreements:

- 3.0% across-the-board pay increase effective the first pay period of July 1, 2023 (FY 2024).
- 3.0% across-the-board pay increase effective the first pay period of July 1, 2024 (FY 2025).
- 4.5% annual within-grade step increases for all employees in accordance with their eligibility date.

University of Northern Iowa (UNI) — United Faculty

Final Collective Bargaining Agreements:

- 3.0% across-the-board pay increase effective the first pay period of July 1, 2023 (FY 2024).
- 3.0% across-the-board pay increase effective the first pay period of July 1, 2024 (FY 2025).

Committee to Organize Graduate Students (COGS) — University of Iowa (SUI)**Final Collective Bargaining Agreements:**

- 3.0% across-the-board pay increase effective the first pay period of July 1, 2023 (FY 2024).
- 3.0% across-the-board pay increase effective the first pay period of July 1, 2024 (FY 2025).
- Minimum 3.0% pay increase for returning employees effective the first pay period of July 1, 2023 (FY 2024).
- Minimum 3.0% pay increase for returning employees effective the first pay period of July 1, 2024 (FY 2025).

Service Employees International Union (SEIU) — SUI and University of Iowa Hospitals and Clinics (UIHC)**Final Collective Bargaining Agreements:**

- 3.0% across-the-board pay increase effective the first pay period of July 1, 2023 (FY 2024).
- 3.0% across-the-board pay increase effective the first pay period of July 1, 2024 (FY 2025).
- Minimum 3.0% pay increase for returning employees effective the first pay period of July 1, 2023 (FY 2024).
- Minimum 3.0% pay increase for returning employees effective the first pay period of July 1, 2024 (FY 2025).

FY 2026 AND FY 2027 COLLECTIVE BARGAINING UNIT INITIAL PROPOSALS

AFSCME — General Government, Board of Regents, and CBC

Unit Offer:

- 6.0% across-the-board pay increase effective the first pay period of July 1, 2025 (FY 2026).
- 6.0% across-the-board pay increase effective the first pay period of July 1, 2026 (FY 2027).
- An increase of four pay grades for all job classifications effective July 1, 2025.
- Increase the shift differential for covered Regents employees to \$1.55 per hour for any regularly scheduled permanent shift where four or more hours occur between 6:00 p.m. and midnight and \$1.75 per hour for any regularly scheduled permanent shift where four or more hours occur between midnight and 6:00 a.m.
- Increase the shift differential for other employees to \$1.25 per hour for any regularly scheduled permanent shift where four or more hours occur between 6:00 p.m. and midnight and \$1.35 per hour for any regularly scheduled permanent shift where four or more hours occur between midnight and 6:00 a.m.
- Reimbursement of up to \$150 per fiscal year for shoes or boots for Department of Corrections (DOC) employees who are required to wear a particular color or style of shoes or boots.

State Response:

- 2.0% across-the-board pay increase effective the first pay period of July 1, 2025 (FY 2026).
- 2.0% across-the-board pay increase effective the first pay period of July 1, 2026 (FY 2027).
- An increase in the pay grades of several job classifications by various amounts.

IUP and UE — Science Unit and Professional Social Services Unit

Unit Offer:

- Information has not been received for this bargaining unit.

State Response:

- Information has not been received for this bargaining unit.

SPOC

Unit Offer:

- 8.5% across-the-board pay increase effective the first pay period of July 1, 2025 (FY 2026).
- 8.5% across-the-board pay increase effective the first pay period of July 1, 2026 (FY 2027).
- \$3,000 increase to the base wage in lieu of a daily per diem allowance on nontravel days.
- Change the rate of the vacation-to-sick-leave conversion from “two hours of vacation to one hour of sick leave” to “one hour of vacation to one hour of sick leave” and remove the 50-hour cap on the number of hours that can be converted.
- Allow paid parental leave at 100.0% of an employee’s covered base pay for eight weeks for a birthing parent or for the adoption of a child under 18 years of age. Allow paid parental leave at 100.0% of an employee’s covered base pay for six weeks for a non-birthing parent.
- Increase in the employer contribution for deferred compensation from \$75 to \$150.
- Increase the shift differential pay when four or more hours are worked between 6:00 p.m. and midnight from \$0.90 to \$1.00.
- Increase the shift differential pay when four or more hours are worked between midnight and 7:00 a.m. from \$1.00 to \$2.00 for State Troopers and from \$1.00 to \$1.50 for all other employees.
- Change the amount of compensatory time that can be banked from 109 hours to 129 hours.
- Allow Conservation Officers to request a lump sum cash payout of up to 40 hours of banked holiday time.
- 1.0% increase in regular compensation when moving from a Senior Special Agent I to a Senior Special Agent II.

- Reduce the time of experience needed for promotions to become a Trooper 3, Senior Trooper-Pilot, Trooper 2, and Trooper-Pilot.
- Modify the calculation of banked holiday time and the rate of pay if an employee is required to work preapproved banked holiday time off.
- Maintain current step increases.

State Response:

- 2.0% across-the-board pay increase effective the first pay period of July 1, 2025 (FY 2026).
- 2.0% across-the-board pay increase effective the first pay period of July 1, 2026 (FY 2027).
- Once per fiscal year, an employee may request a lump sum cash payout of up to 80 hours of compensatory time.
- Increase the clothing maintenance allowance from \$200 to \$250, which is paid every six months in December and June.

AFSCME Public Safety — Department of Transportation and Board of Regents**Unit Offer:**

- 6.0% across-the-board pay increase effective the first pay period of July 1, 2025 (FY 2026).
- 6.0% across-the-board pay increase effective the first pay period of July 1, 2026 (FY 2027), for Department of Transportation public safety employees.
- 6.0% across-the-board pay increase effective the first pay period of July 1, 2026 (FY 2027), for Board of Regents public safety employees.
- Longevity pay increases in the hourly wage rate in the amount of 1.75% at 5 years of service, 2.25% at 10 years of service, 2.75% at 15 years of service, 3.25% at 20 years of service, and 3.75% at 25 years of service.
- \$10 per diem to all Department of Transportation employees, including Bureau of Investigation and Identity Protection (BIIP) investigators. The per diem rate will increase to the current DAS lunch in-state per diem rate upon an increase by DAS.
- Increase clothing allowance for nonuniformed employees from \$600 to \$700.
- Up to six hours of paid leave per fiscal year to attend counseling, therapy, or psychiatric services.
- Up to six additional hours of paid leave per fiscal year to an employee that responds to, or is involved in, a critical incident.

State Response:

- 2.0% across-the-board pay increase effective the first pay period of July 1, 2025 (FY 2026).
- 2.0% across-the-board pay increase effective the first pay period of July 1, 2026 (FY 2027).
- 3.0% within-grade step increases for all employees in accordance with their eligibility date.

Judicial AFSCME**Unit Offer:**

- Information has not been received for this bargaining unit.

State Response:

- Information has not been received for this bargaining unit.

Judicial PPME**Unit Offer:**

- Information has not been received for this bargaining unit.

State Response:

- Information has not been received for this bargaining unit.

UNI — United Faculty

Unit Offer:

- Information has not been received for this bargaining unit.

State Response:

- Information has not been received for this bargaining unit.

COGS — SUI

Unit Offer:

- Information has not been received for this bargaining unit.

State Response:

- Information has not been received for this bargaining unit.

SEIU —SUI and UIHC

Unit Offer:

- Information has not been received for this bargaining unit.

State Response:

- Information has not been received for this bargaining unit.

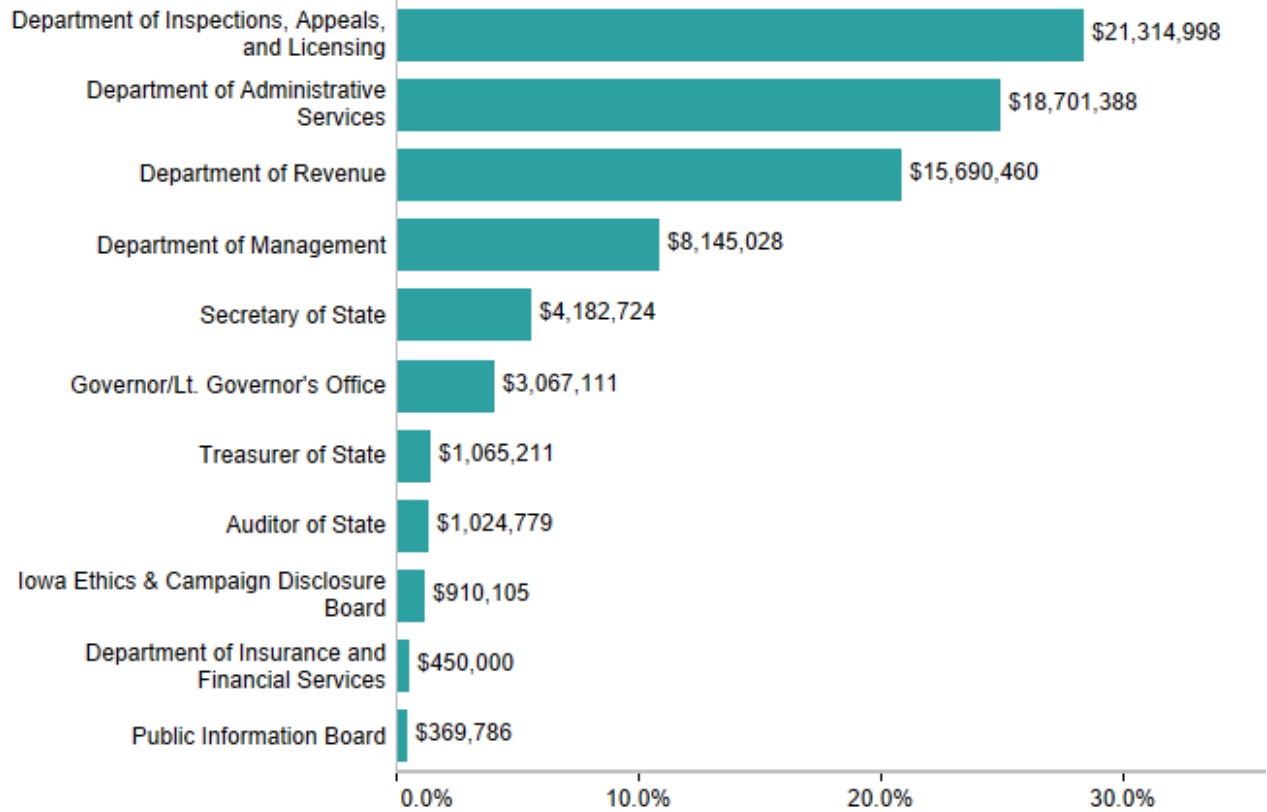
LSA Staff Contact: Evan Johnson (515.281.6301) evan.johnson@legis.iowa.gov

Administration and Regulation Appropriations Subcommittee

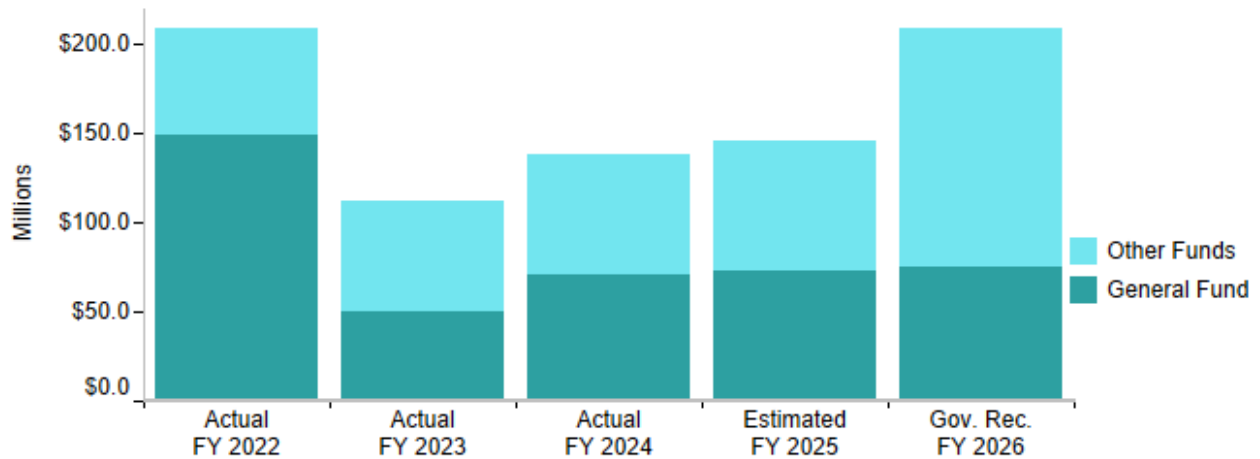
Fiscal Staff: Xavier Leonard
Joey Lovan

Analysis of Governor's Budget

FY 2026 General Fund Governor's Recommendations Total: \$74,921,590



Funding History by Appropriations Subcommittee — Administration and Regulation

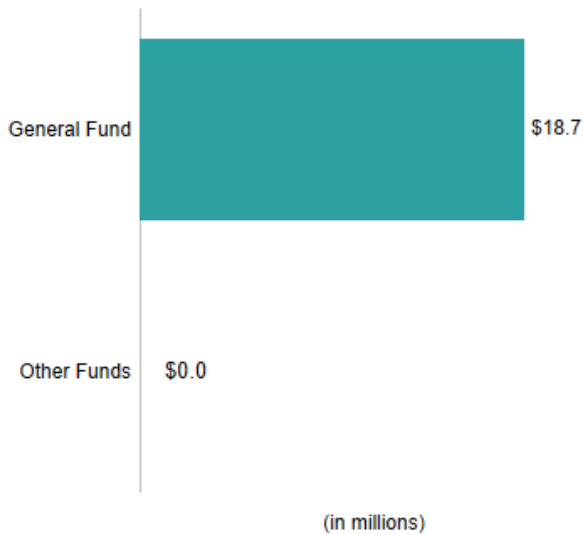


DEPARTMENT OF ADMINISTRATIVE SERVICES

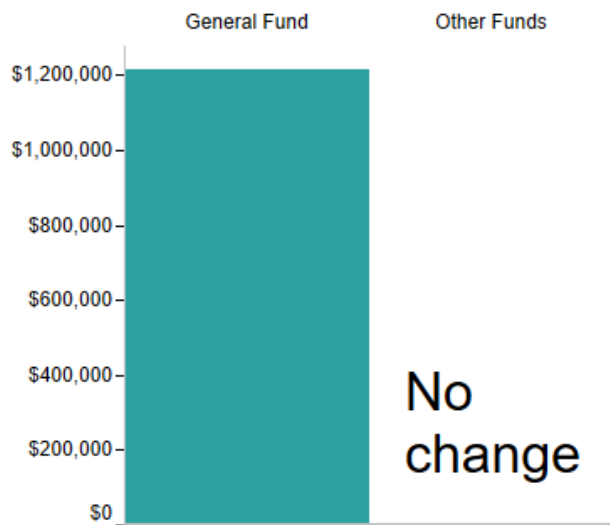
Overview and Funding History

Agency Overview: The [Department of Administrative Services \(DAS\)](#) was established on July 1, 2003, by combining all or a portion of four existing State agencies (General Services, Revenue and Finance, Personnel, and Information Technology). Currently, the DAS consists of five enterprises providing corporate-level facility and business services to other agencies of State government, and a Core/Finance Operations Division responsible for the internal administration of the Department. The five enterprises are the General Services Enterprise (GSE), Human Resources Enterprise (HRE), Central Procurement and Fleet Services Enterprise (CPFSE), General Council Enterprise (GCE), and State Accounting Enterprise (SAE). The Information Technology Enterprise (ITE) was moved out of the DAS to create the Office of the Chief Information Officer (OCIO) in FY 2015. In 2023 Iowa Acts, [Senate File 514](#) (State Government Alignment Act), the State Library was moved to the DAS.

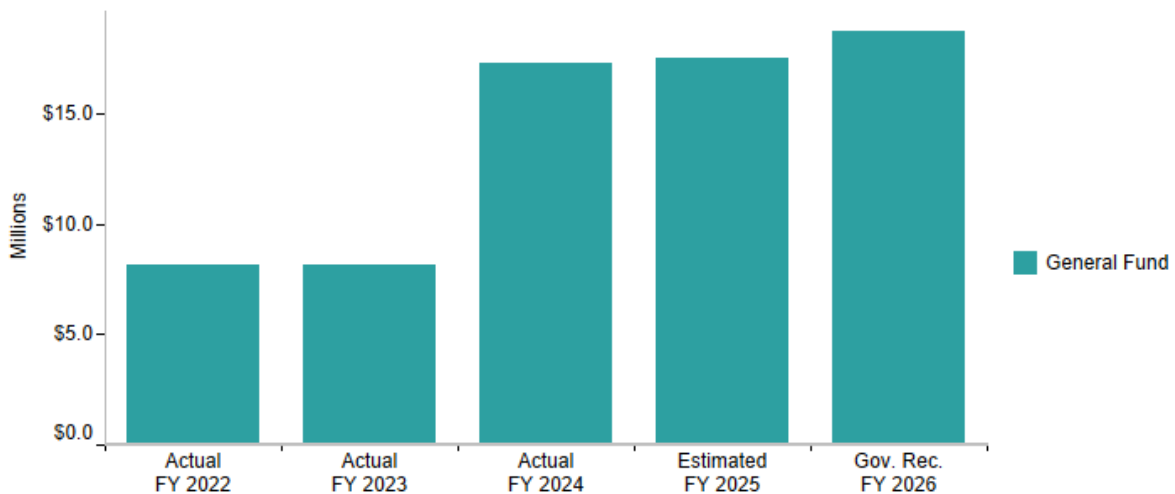
**FY 2026 Governor's Recommendations
Total: \$18,701,388**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



General Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Administrative Services, Department of</u>				
Administrative Services				
Operations	\$ 3,597,181	\$ 3,713,718	\$ 3,751,628	\$ 37,910
Utilities	4,487,598	4,487,598	4,489,924	2,326
Terrace Hill Operations	460,884	460,884	553,531	92,647
State Library	0	2,626,613	2,664,045	37,432
Enrich Iowa Libraries	0	2,464,823	2,464,823	0
Cultural Activities	168,403	168,403	0	-168,403
Historical Resources	3,136,371	3,136,371	4,347,132	1,210,761
Historical Sites	425,751	425,751	430,305	4,554
Administrative Services	\$ 12,276,188	\$ 17,484,161	\$ 18,701,388	\$ 1,217,227
DAS - State Library of Iowa				
State Library	\$ 2,557,594	\$ 0	\$ 0	\$ 0
Enrich Iowa Libraries	2,464,823	0	0	0
DAS - State Library of Iowa	\$ 5,022,417	\$ 0	\$ 0	\$ 0
Total Administrative Services, Department of	\$ 17,298,605	\$ 17,484,161	\$ 18,701,388	\$ 1,217,227

Governor’s FY 2026 Recommended Changes

Operations **\$37,910**

An increase of \$37,910 for general operating expenses.

Utilities **\$2,326**

An increase of \$2,326 for general operating expenses.

Terrace Hill Operations **\$92,647**

An increase of \$92,647 for operations. Of this increase, \$6,147 is for an increase in general operating expenses and \$86,500 is for an increase for ongoing projects.

State Library **\$37,432**

An increase of \$37,432 for general operating expenses.

Cultural Activities **\$-168,403**

A decrease of \$168,403 and 0.75 Full-Time Equivalent (FTE) position to combine these programs with the Historical Resources appropriation.

Historical Resources **\$1,210,761**

An increase of \$1,210,761 for operations, ongoing structural shortfall, and combining the Cultural Activities appropriation and 0.75 Full-Time Equivalent (FTE) position. Of the increase, \$42,358 is for general operating expenses, \$1,000,000 is for ongoing structural shortfall, and \$168,403 is for combining the Cultural Activities appropriation.

Historical Sites **\$4,554**

An increase of \$4,554 for general operating expenses.

Discussion Items

Department of Administrative Services (DAS) Realignment — The following were transferred to the DAS as a result of 2023 Iowa Acts, [Senate File 514](#) (State Government Alignment Act).

- Enrich Iowa Libraries
- State Library
- Cultural Activities

- Historical Resources
- Historical Sites

FY 2025 and FY 2026 DAS Service Rates — The Customer Council met on October 21, 2024, and adopted the following rates for FY 2025 and FY 2026.

For FY 2025:

- Maintained the Design and Construction (D/C) Services rate at \$110.00 per hour. This rate provides funding for the management and oversight for the State agencies involved in facility design, construction, renovation, and energy management. The rate is based on the actual expenditures of the D/C operation and billed to the infrastructure project.
- Decreased the Access Badging rate from \$20.20 per complex position to \$12.12 per complex position. This rate provides resources supporting the addition of, the deletion of, the replacement of, and changes to active badges used to gain access to the controlled doors on the Capitol Complex.

For FY 2026:

- Increased the Association — Capitol Complex rate from \$7.25 per square foot to \$7.75 per square foot. This rate is based on the square footage of occupied space by an agency, which includes a pro rata share of the common areas in the building and covers various maintenance, services, energy generation, and administration costs.
- Increased the D/C Services rate from \$110.00 per hour to \$115.00 per hour. This rate provides funding for the management and oversight for State agencies involved in facility design, construction, renovation, and energy management. The rate is based on the actual expenditures of the D/C operation and billed to the infrastructure project.
- Increased the Merit Only Employment Services rate from \$30.60 to \$40.59 per filled position. This is a result of an increase in job search applicants. This rate provides funding for posting vacancies on the DAS website; managing application submissions in the tracking system; monitoring and updating NEOGOV Applicant Tracking and Recruiting system functionality; evaluating applicants for eligibility; issuing eligible lists; and handling disqualification notices and appeals, including placement services for applicants and agencies.
- Increased Merit and Non-Merit Employment Services rate from \$73.44 to \$87.20 per filled position. This is a result of 1.00 additional FTE position. This rate is in addition to the services of the Merit Only Employment rate. This rate provides funding for program areas that apply to all merit-covered and merit-exempt employees, including the creation, updating, and maintenance of the job classification system and associated databases; conducting salary and market surveys; conducting position classification appeals; managing temporary staffing contracts; and administration of Affirmative Action/Equal Employment Opportunity programs.
- Increased the Risk Management (Vehicle Self Insurance) services rate from \$480.00 per vehicle to \$528.00 per vehicle. This rate provides funding of driver insurability assessment, State vehicle collision and accident liability coverage, mediation services to minimize State liability, and recovery for damages when the State is not at fault. This rate also includes investigation, negotiation, and settlement of all liability, collision, and comprehensive claims coverage. This rate is reviewed annually and is dependent on fleet size and claims experience.

Additional Information. The [2024 Iowa DAS Business Plan and Report to the Customer Council](#) provides brief descriptions of all DAS utility services and methodologies that were reviewed and approved by the Council. Additional information is also available on the Customer Council's [website](#).

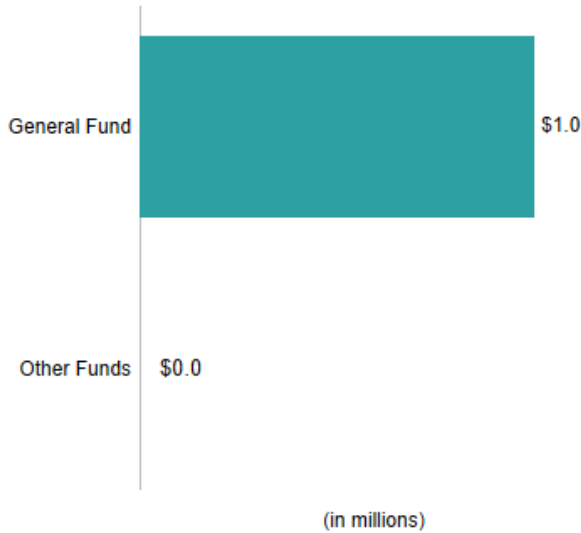
Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

AUDITOR OF STATE

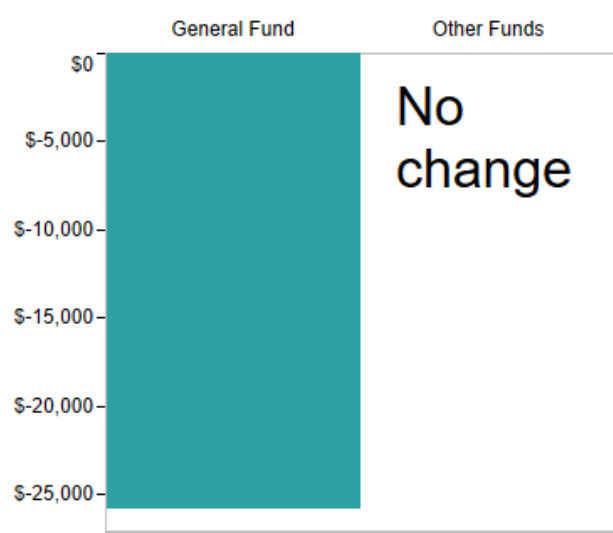
Overview and Funding History

Agency Overview: The position of [Auditor of State](#) was created in 1857 by [Article IV, Section 22](#), of the Iowa Constitution. The Auditor is a statewide elected official and serves a four-year term. The duties of the Auditor’s Office are enumerated in Iowa Code chapter [11](#). The Auditor’s Office provides independent audits of the financial operations of State and local governments. The Office also reviews government activities to ensure they are conducted in an effective, efficient, and legal manner.

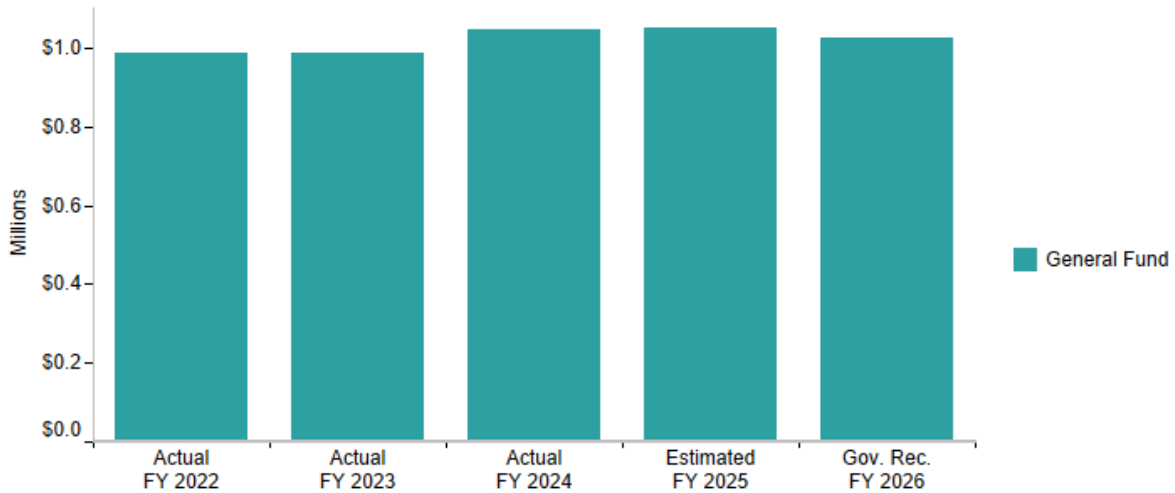
**FY 2026 Governor's Recommendations
Total: \$1,024,779**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



General Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
Auditor of State				
Auditor of State				
Auditor of State - General Office	\$ 983,971	\$ 1,002,686	\$ 1,024,779	\$ 22,093
AOS - Transition Costs of State Entities	<u>65,400</u>	<u>48,000</u>	<u>0</u>	<u>-48,000</u>
Total Auditor of State	<u>\$ 1,049,371</u>	<u>\$ 1,050,686</u>	<u>\$ 1,024,779</u>	<u>\$ -25,907</u>

Governor’s FY 2026 Recommended Changes

Auditor of State — General Office **\$22,093**
 An increase of \$22,093 for general operating expenses.

Auditor of State — Transition Costs of State Entities **\$-48,000**
 A decrease of \$48,000 to eliminate the Transition Costs of State Entities appropriation, which funded the annual audit costs of State entities that were no longer billable by the Auditor of State as a result of realignment.

Discussion Items

Fee Revenue — The Office’s primary source of funding comes from billing State agencies, local governments, and other entities pursuant to Iowa Code sections [11.5B](#), [11.6](#), and [11.24](#). The Office of the Auditor of State’s annual General Fund appropriation funds the cost of conducting audits of State departments that are not statutorily required to reimburse the Office for annual audit costs.

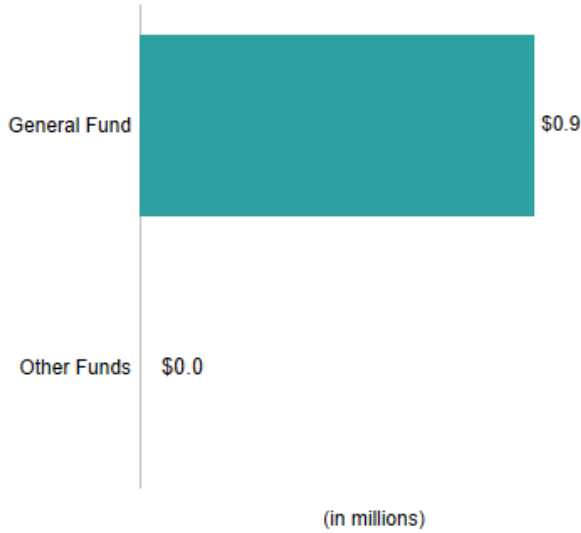
Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

ETHICS AND CAMPAIGN DISCLOSURE BOARD

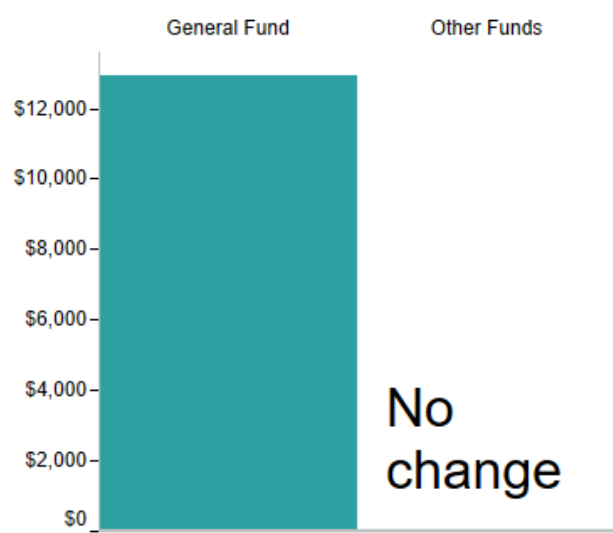
Overview and Funding History

Agency Overview: The [Iowa Ethics and Campaign Disclosure Board](#) administers and enforces the State campaign, lobbying, and ethics laws. The Board also reports on all gifts and bequests received by an Executive Branch agency other than a Regents university, as specified in Iowa Code section [8.7](#).

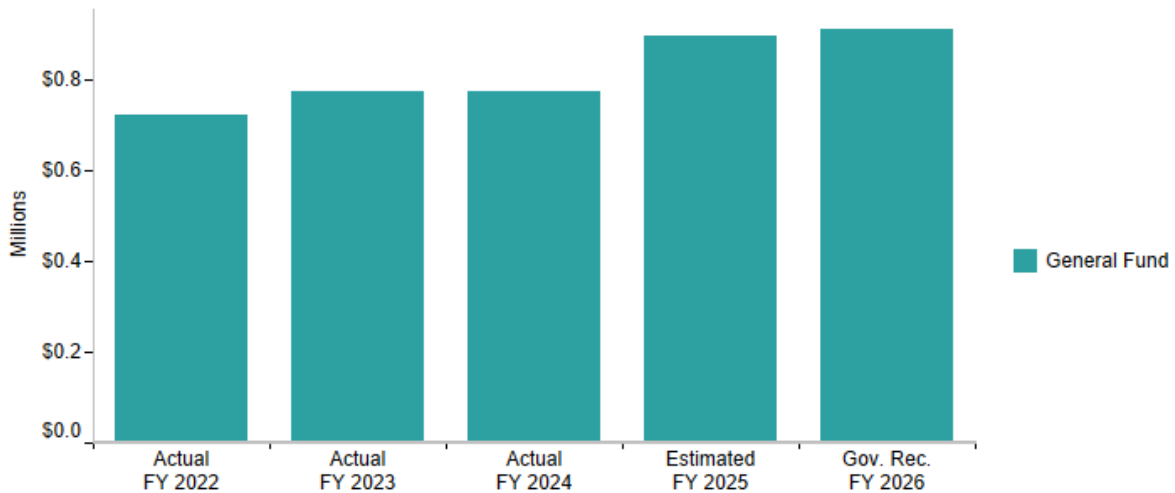
**FY 2026 Governor's Recommendations
Total: \$910,105**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



General Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
Ethics and Campaign Disclosure Board, Iowa				
Campaign Finance Disclosure				
Ethics & Campaign Disclosure Board	\$ 773,554	\$ 897,151	\$ 910,105	\$ 12,954
Total Ethics and Campaign Disclosure Board, Iowa	\$ 773,554	\$ 897,151	\$ 910,105	\$ 12,954

Governor’s FY 2026 Recommended Changes

Ethics and Campaign Disclosure Board **\$12,954**

An increase of \$12,954 for general operating expenses.

Discussion Items

Web-Based Reporting System Update — The Ethics and Campaign Disclosure Board received \$500,000 from the Technology Reinvestment Fund in FY 2021 and FY 2022 to improve the Board’s web-based electronic filing system. The new web-based reporting system launched in March 2022, ahead of schedule and under budget. The remaining funds were used for enhancements of the system.

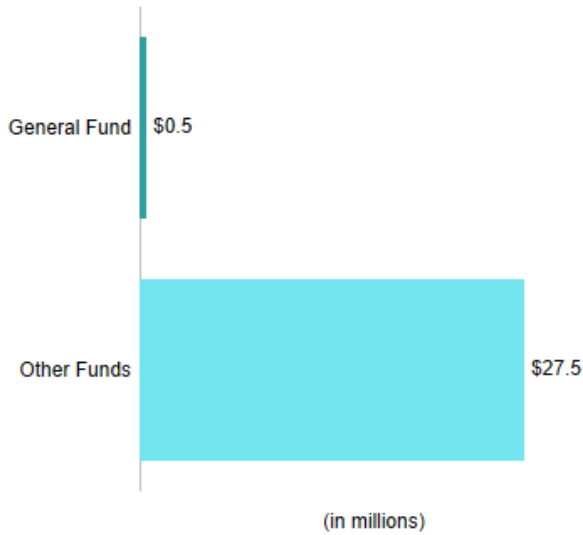
Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

DEPARTMENT OF INSURANCE AND FINANCIAL SERVICES

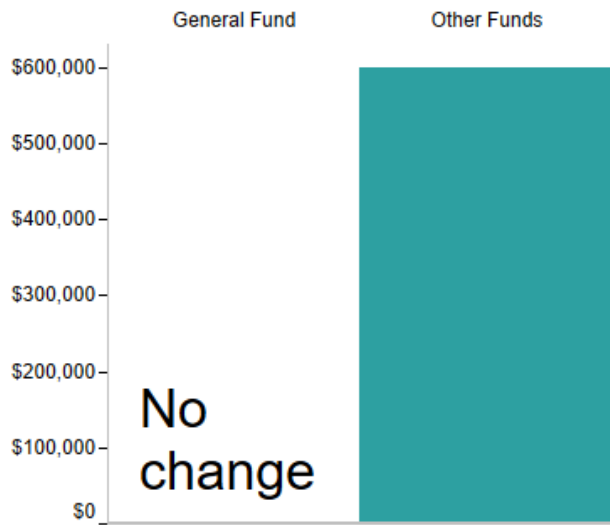
Overview and Funding History

Agency Overview: The [Department of Insurance and Financial Service \(DIFS\)](#) is comprised of three divisions: the Iowa Division of Banking (IDOB), the Iowa Division of Credit Unions (IDCU), and the Iowa Insurance Division (IID). Each division is responsible for regulation of an industry or a group of industries. Each division’s budget is prepared independently and then combined with the other divisions’ budgets for submission to the Governor and General Assembly for consideration.

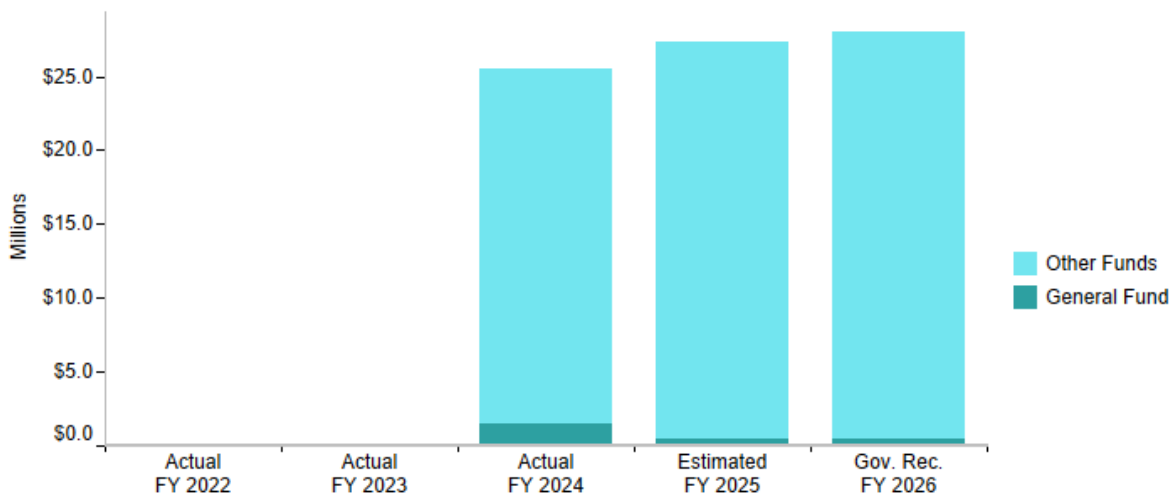
**FY 2026 Governor's Recommendations
Total: \$27,996,053**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



General Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Insurance & Financial Services, Department of</u>				
IDR - Alcoholic Beverages				
Alcoholic Beverages Operations	\$ 1,010,054	\$ 0	\$ 0	\$ 0
DIFS - Insurance				
IID Captive Insurance	\$ 450,000	\$ 450,000	\$ 450,000	\$ 0
Total Insurance & Financial Services, Department of	<u>\$ 1,460,054</u>	<u>\$ 450,000</u>	<u>\$ 450,000</u>	<u>\$ 0</u>

Other Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Insurance & Financial Services, Department of</u>				
DIFS - Banking Division				
Banking Division - CMRF	\$ 14,004,469	\$ 14,343,523	\$ 14,343,523	\$ 0
DIFS - Credit Union				
Credit Union Division - CMRF	\$ 2,624,690	\$ 2,875,989	\$ 2,875,989	\$ 0
DIFS - Insurance				
Insurance Division - CMRF	\$ 7,398,148	\$ 9,726,541	\$ 10,326,541	\$ 600,000
Total Insurance & Financial Services, Department of	<u>\$ 24,027,307</u>	<u>\$ 26,946,053</u>	<u>\$ 27,546,053</u>	<u>\$ 600,000</u>

Governor’s FY 2026 Recommended Changes

Insurance Division — Commerce Revolving Fund (CMRF) \$600,000

An increase of \$600,000 and 4.00 FTE positions to support the Pharmacy Benefits Manager program.

Discussion Items

Insurance Division — Captive Insurance — 2023 Iowa Acts, [Senate File 557](#) (FY 2024 Administration and Regulation Appropriations Act), and 2023 Iowa Acts, [Senate File 2433](#) (FY 2025 Administration and Regulation Appropriations Act), each appropriated \$450,000 from the General Fund to fund 2.00 FTE positions for a captive insurance bureau chief, an examiner specialist, and an examiner to examine and ensure compliance matters related to captive insurance. 2023 Iowa Acts, [Senate File 549](#) (Captive Insurance Act), created new sections and amended existing sections under Iowa Code chapters [432](#), [507C](#), and [521J](#) regarding captive insurance companies, insurance companies’ tax, and insurers’ supervision.

Insurance Division — Pharmacy Benefits Managers — 2022 Iowa Acts, [Senate File 2385](#) (FY 2023 Administration and Regulation Appropriations Act), appropriated \$200,000 from the CMRF to fund 2.00 FTE positions for an insurance market complaint analyst to investigate complaints as received, and an insurance compliance analyst to examine and enforce compliance matters related to pharmacy benefits manager programs. 2022 Iowa Acts, [House File 2384](#) (Pharmacy Benefits Managers Act), created new sections and amended existing sections under Iowa Code chapters [507B](#), [510B](#), and [510C](#) regarding pharmacy benefits managers, pharmacies, and prescription drug benefits.

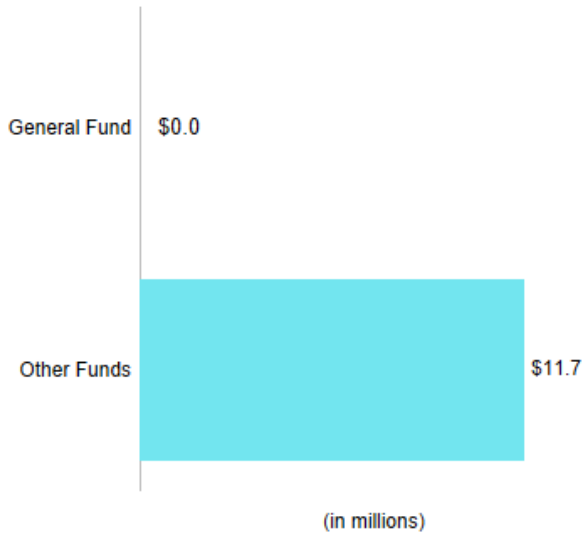
Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

IOWA UTILITIES COMMISSION

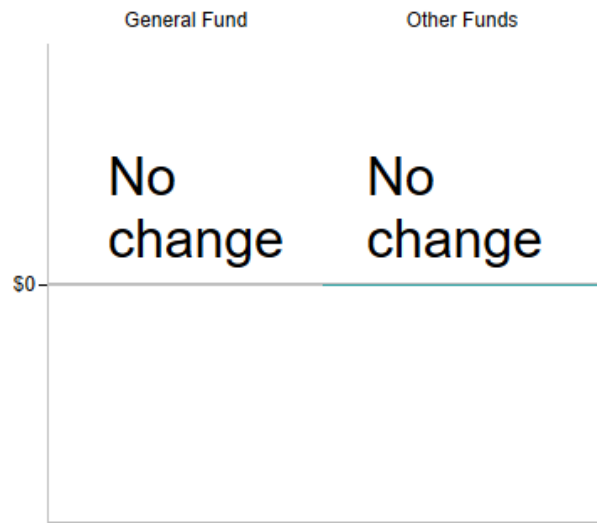
Overview and Funding History

Agency Overview: The [Iowa Utilities Commission \(IUC\)](#) is responsible for the regulation of the utility industry. In 2023 Iowa Acts, [Senate File 514](#) (State Government Alignment Act), the Iowa Utilities Board, now known as the Iowa Utilities Commission, was removed from the now-eliminated Department of Commerce and became a standalone agency. The Board continues to be funded through the Commerce Revolving Fund (CMRF).

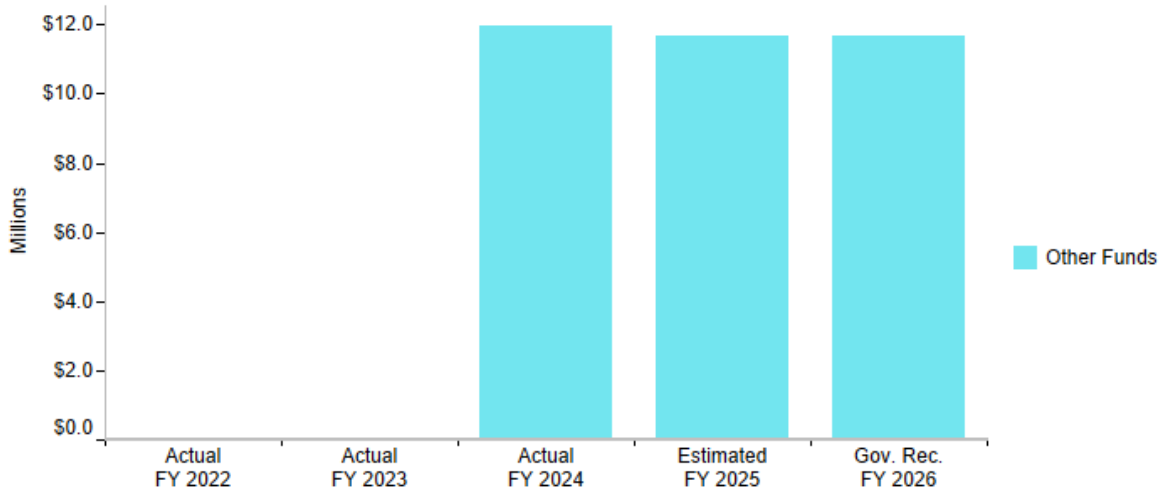
**FY 2026 Governor's Recommendations
Total: \$11,659,071**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



Other Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Utilities Commission</u>				
Utilities Commission				
Utilities Division - CMRF	\$ 11,951,289	\$ 11,659,071	\$ 11,659,071	\$ 0
Total Utilities Commission	<u>\$ 11,951,289</u>	<u>\$ 11,659,071</u>	<u>\$ 11,659,071</u>	<u>\$ 0</u>

Discussion Items

Iowa Utilities Commission Realignment — 2023 Iowa Acts, [Senate File 514](#) (State Government Alignment Act), reorganized the Department of Commerce and renamed it as the Department of Insurance and Financial Services (DIFS). The Act aligned the Iowa Utilities Board, now known as the Iowa Utilities Commission, from the Department of Commerce to a standalone agency.

Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

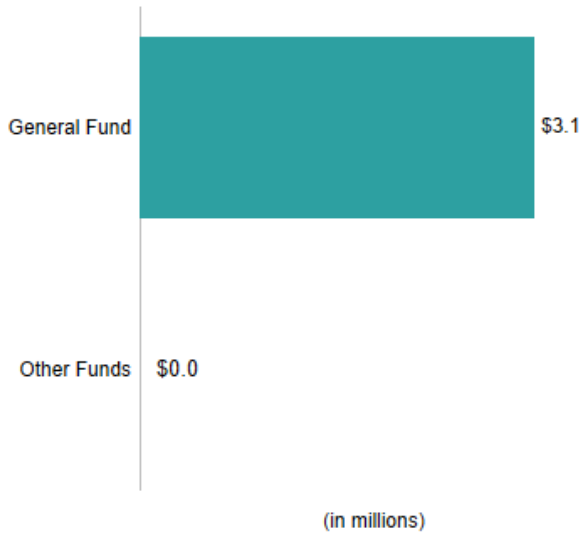
OFFICE OF GOVERNOR AND LIEUTENANT GOVERNOR

Overview and Funding History

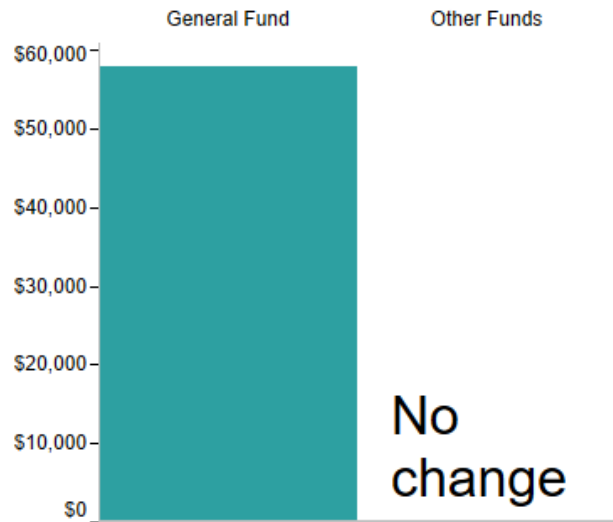
Agency Overview: The position of [State Governor](#) was created in 1857 by [Article IV, Section 1](#), of the Iowa Constitution. The Governor is a statewide elected official and serves a four-year term. The duties and responsibilities of the Governor’s Office are specified in Iowa Code chapter [7](#). The Governor’s Office is responsible for managing the Executive Branch and implementing policies and programs in accordance with State law.

The functions funded by the Terrace Hill Quarters appropriation include staffing and expenses of the overall operation of Terrace Hill National Historic Landmark and the Iowa Governor’s Residence, daily food preparation and housekeeping services for the Governor and the Governor’s family, and maintenance of the grounds by the DAS.

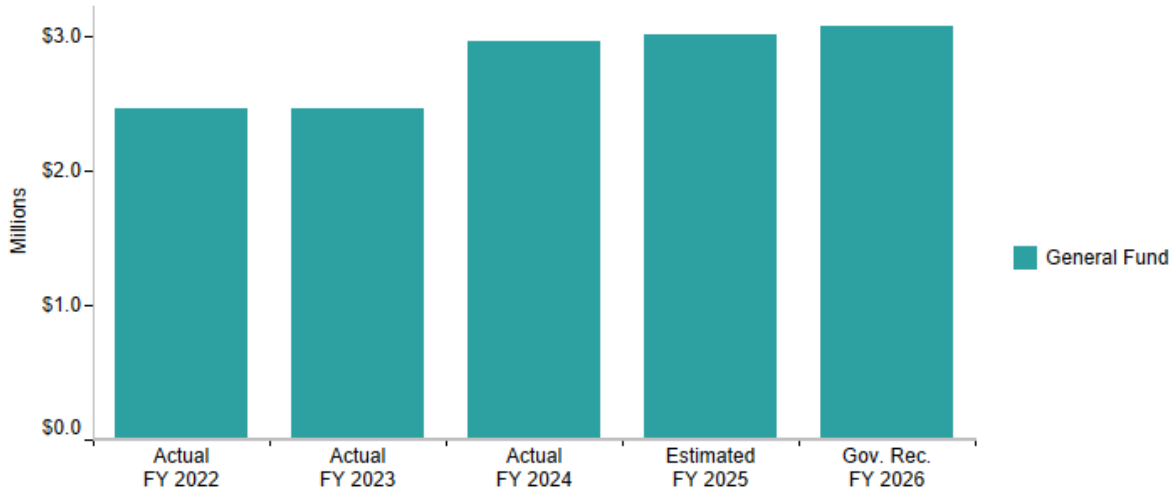
**FY 2026 Governor's Recommendations
Total: \$3,067,111**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



General Fund Recommendations

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
Governor/Lt. Governor's Office				
Governor's Office				
Governor's/Lt. Governor's Office	\$ 2,810,502	\$ 2,864,932	\$ 2,920,608	\$ 55,676
Terrace Hill Quarters	142,281	144,222	146,503	2,281
Total Governor/Lt. Governor's Office	\$ 2,952,783	\$ 3,009,154	\$ 3,067,111	\$ 57,957

Governor's FY 2026 Recommended Changes

Governor's/Lt. Governor's Office **\$55,676**

An increase of \$55,676 for general operating expenses.

Terrace Hill Quarters **\$2,281**

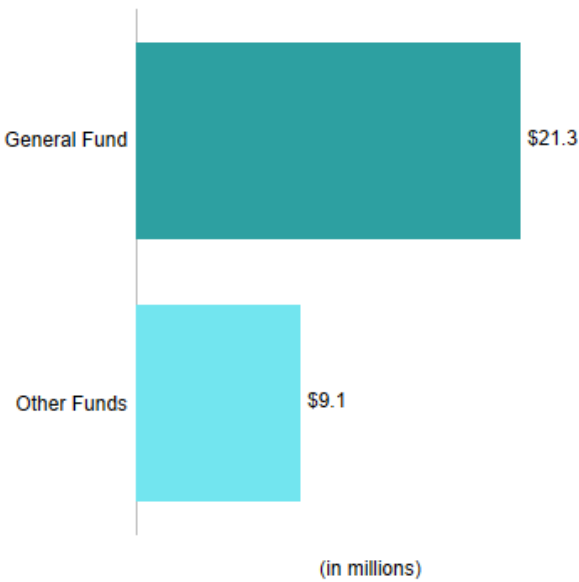
An increase of \$2,281 for general operating expenses.

DEPARTMENT OF INSPECTIONS, APPEALS, AND LICENSING

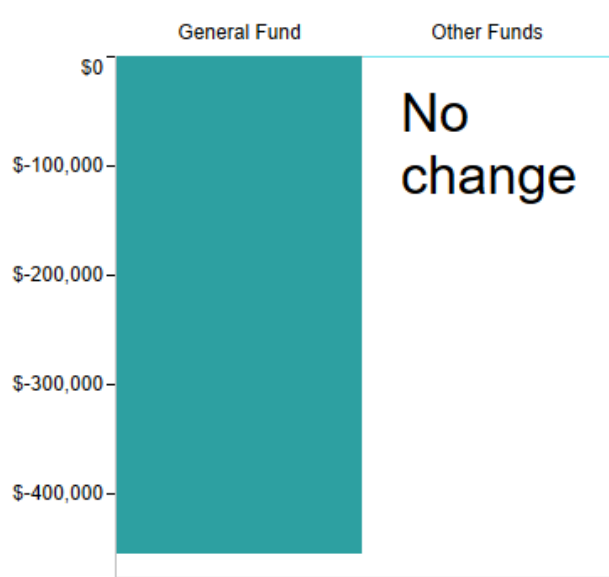
Overview and Funding History

Agency Overview: The [Department of Inspections, Appeals, and Licensing \(DIAL\)](#) is a regulatory agency charged with protecting the health, safety, and well-being of Iowans. The DIAL consists of eight major divisions: the Administration Division, the Administrative Hearings Division, the Building and Construction Division, the Health and Safety Division, the Investigations Division, the Labor Services Division, the Professional Licensing Division, and the Workers' Compensation Division. The Food Safety Bureau and the Social and Charitable Gambling Unit are located in the Health and Safety Division. The DIAL also includes four administrative units: the Employment Appeal Board, the Iowa Civil Rights Commission, the Iowa Racing and Gaming Commission, and the State Public Defender. The State Public Defender is funded through the Justice System Appropriations Subcommittee and is not discussed in this section.

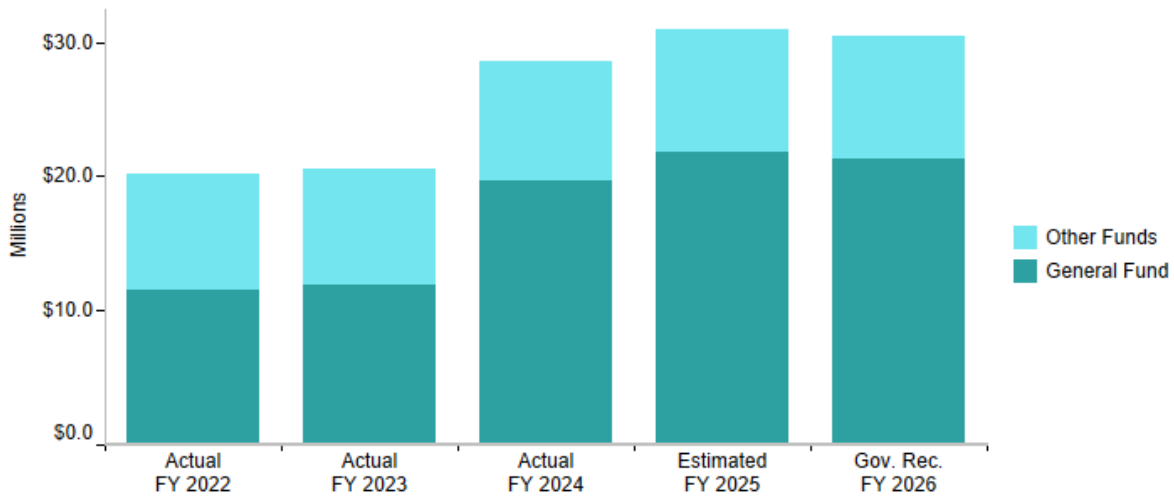
FY 2026 Governor's Recommendations
Total: \$30,449,812



Governor's Recommendations Compared to Estimated FY 2025



Funding History



General Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
Department of Inspections, Appeals, and Licensing				
Inspections, Appeals, & Licensing, Department of				
Administration Division	\$ 545,733	\$ 933,285	\$ 955,906	\$ 22,621
Administrative Hearings Division	624,374	654,983	676,051	21,068
Investigations Division	2,235,992	2,769,231	2,806,833	37,602
Health Facilities Division	4,862,971	6,206,128	6,293,552	87,424
Employment Appeal Board	38,865	40,006	531,497	491,491
Food and Consumer Safety	509,565	509,565	547,673	38,108
Iowa Civil Rights Commission	1,337,999	1,385,921	1,419,253	33,332
Labor Services Division	3,365,697	2,965,719	3,004,316	38,597
Workers' Compensation Division	3,321,044	3,381,044	3,434,641	53,597
Professional Licensing Division	2,862,660	1,627,969	1,645,276	17,307
PERB to Employment Appeal Board	0	1,296,403	0	-1,296,403
Total Department of Inspections, Appeals, and Licensing	\$ 19,704,900	\$ 21,770,254	\$ 21,314,998	\$ -455,256

Governor's FY 2026 Recommended Changes

Administration Division **\$22,621**

An increase of \$22,621 for general operating expenses.

Administrative Hearings Division **\$21,068**

An increase of \$21,068 for general operating expenses.

Investigations Division **\$37,602**

An increase of \$37,602 for general operating expenses.

Health Facilities Division **\$87,424**

An increase of \$87,424 for general operating expenses.

Employment Appeal Board **\$491,491**

An increase of \$491,491, of which \$715 is for general operating expenses in the Employment Appeal Board (EAB) and the remaining \$490,776 increase is a transfer from the Public Employment Relations Board (PERB) to the Employment Appeal Board appropriation. The transfer includes operating expenses after the PERB consolidation.

Food and Consumer Safety **\$38,108**

An increase of \$38,108 for general operating expenses.

Iowa Civil Rights Commission **\$33,332**

An increase of \$33,332 for general operating expenses.

Labor Services Division **\$38,597**

An increase of \$38,597 for general operating expenses.

Workers' Compensation Division **\$53,597**

An increase of \$53,597 for general operating expenses.

Professional Licensing Division **\$17,307**

An increase of \$17,307 for general operating expenses.

PERB to Employment Appeal Board **\$-1,296,403**

A transfer of \$490,776 to the Employment Appeal Board appropriation. This is an elimination of \$805,627 and 4.00 FTE positions due to PERB consolidation within the EAB.

Other Fund Recommendations

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Department of Inspections, Appeals, and Licensing</u>				
Inspections, Appeals, & Licensing, Department of				
DIAL Professional Licensing – SHTF	\$ 62,317	\$ 62,317	\$ 62,317	\$ 0
DIAL Administrative Hearings - RUTF	1,623,897	1,623,897	1,623,897	0
Inspections, Appeals, & Licensing, Department of	<u>\$ 1,686,214</u>	<u>\$ 1,686,214</u>	<u>\$ 1,686,214</u>	<u>\$ 0</u>
DIAL - Racing and Gaming Commission				
Gaming Regulation - GRF	\$ 7,166,071	\$ 7,448,600	\$ 7,448,600	\$ 0
Total Department of Inspections, Appeals, and Licensing	<u>\$ 8,852,285</u>	<u>\$ 9,134,814</u>	<u>\$ 9,134,814</u>	<u>\$ 0</u>

Discussion Items

DIAL, Health Facilities Division — In FY 2023, the Health Facilities Division received an increase of approximately \$318,900 compared to FY 2022 for a required one-time State match to access Centers for Medicare and Medicaid Services (CMS) [Coronavirus Aid, Relief, and Economic Security \(CARES\) Act](#) funding in FY 2023 to address the backlog of long-term care facility State surveys as a result of the pandemic. Unencumbered or unobligated moneys at the close of FY 2023, not to exceed \$318,900, remained available for expenditure for costs associated with the completion of additional surveys. Any unencumbered or unobligated moneys at the close of FY 2024 from moneys that did not revert in FY 2023 were reverted to the General Fund.

DIAL Transfers — The following bureaus and units were transferred from one Division within the DIAL to another:

- The Child Labor Wage Claim Unit was transferred from the Labor Services Division to the Investigations Division.
- The Fire Prevention Bureau was transferred from the Professional Licensing Division to the Health Facilities Division.

PERB to the Employment Appeal Board (EAB) — Division XXIII (Transition Provisions) of 2024 Iowa Acts, [Senate File 2385](#) (State Government Boards and Commissions Act), eliminated the PERB, and the duties and appropriations were transferred to the EAB as of July 1, 2024. The EAB serves as the final administrative law forum for State and federal unemployment benefit appeals and also hears appeals of rulings of the federal Occupational Safety and Health Administration (OSHA) and rulings on State employee job classifications.

Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

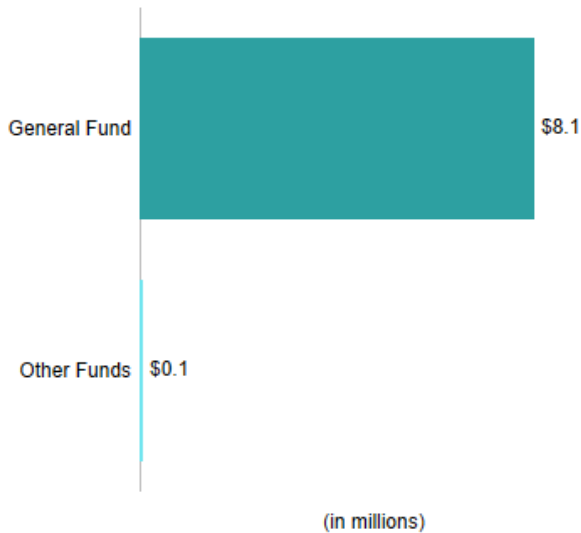
DEPARTMENT OF MANAGEMENT

Overview and Funding History

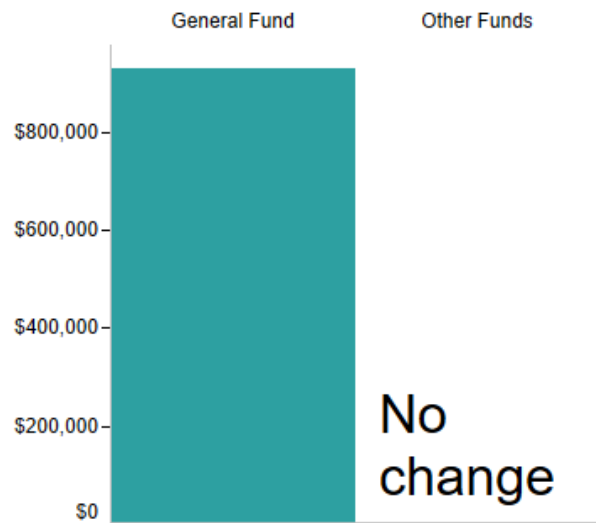
Agency Overview: The [Department of Management \(DOM\)](#) is the planning and budgeting agency within the Executive Branch. The Director of the DOM serves as the Governor’s chief financial advisor. The mission of the Department is to lead enterprise planning and coordinate enterprise governance systems through strategic planning to operate as a finance and accountability center.

In 2022 Iowa Acts, chapter [1153](#) (FY 2023 Standing Appropriations Act), the [Office of the Chief Information Officer \(OCIO\)](#), now known as the Division of Information Technology (DoIT), was moved within the DOM. Previously, the OCIO was housed within the DAS before becoming an independent agency in 2013. The Chief Information Officer (CIO) is now selected by the Director of the DOM. The OCIO was created for the purpose of leading, directing, managing, coordinating, and providing accountability for the information technology (IT) resources of State government.

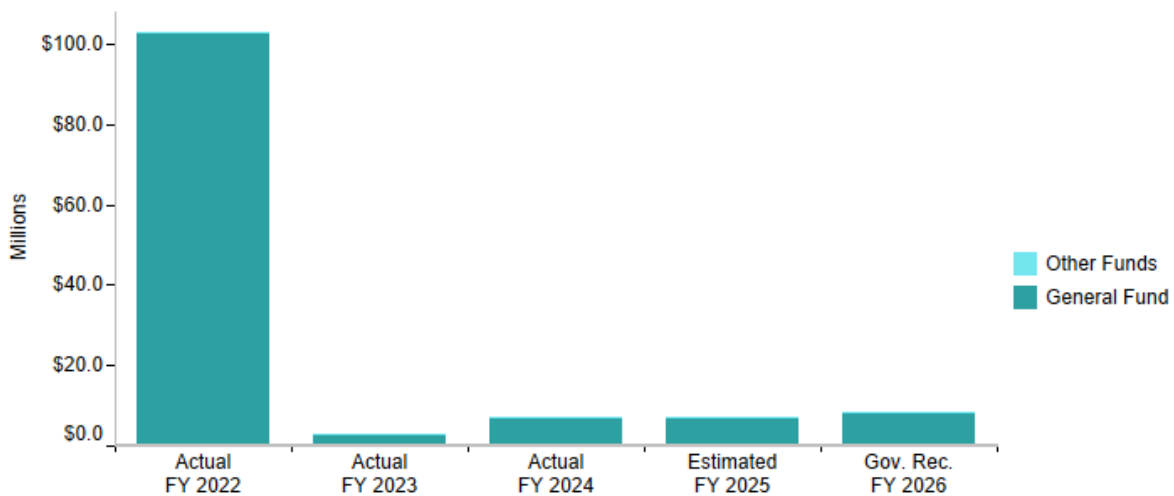
FY 2026 Governor's Recommendations
Total: \$8,201,028



Governor's Recommendations Compared to Estimated FY 2025



Funding History



General Fund Recommendations

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Management, Department of</u>				
Management, Dept. of Department Operations	\$ 2,766,693	\$ 2,792,095	\$ 3,723,141	\$ 931,046
DOM - Division of Information Technology Cybersecurity Office	\$ 4,421,887	\$ 4,421,887	\$ 4,421,887	\$ 0
Total Management, Department of	\$ 7,188,580	\$ 7,213,982	\$ 8,145,028	\$ 931,046

Governor’s FY 2026 Recommended Changes

Department Operations \$931,046

- An increase of \$874,059 and 8.00 FTE positions to align the Criminal and Juvenile Justice research staff from the Iowa Department of Health and Human Services to the DOM.
- An increase of \$56,987 for general operating expenses.

Other Fund Recommendations

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Management, Department of</u>				
Management, Dept. of DOM Operations - RUTF	\$ 56,000	\$ 56,000	\$ 56,000	\$ 0
Total Management, Department of	\$ 56,000	\$ 56,000	\$ 56,000	\$ 0

Discussion Items

Empower Rural Iowa Broadband Grants Program — The DOM DoIT, administers the Empower Rural Iowa Broadband Grants Program, a program to increase access to high-speed Internet services in underserved and unserved areas across the State of Iowa. The Broadband Grants Program received \$1,300,000 in appropriations in FY 2019 from the Rebuild Iowa Infrastructure Fund (RIIF), \$5,000,000 in FY 2020 from the General Fund, \$5,000,000 in FY 2021 from the General Fund, and \$100,000,000 in FY 2022 from the General Fund. In 2020, the Broadband Grant Program also received \$50,000,000 in federal [CARES Act](#) funding from the Coronavirus Relief Fund to expand broadband services in Iowa. These funds were awarded to broadband providers in the Division’s Notices of Funding Availability (NOFA) [#003](#) and [#005](#). In January 2022, the Division awarded \$200,829,074 in funding from the [American Rescue Plan Act \(ARPA\)](#) Coronavirus State and Local Fiscal Recovery Fund (CSLFRF), and these funds were made available under NOFA [#007](#). In December 2022, the Broadband Grant Program was awarded \$152,200,000 in federal ARPA Capital Projects Fund (CPF) funding to expand broadband infrastructure in Iowa. In November 2023, the Division awarded up to \$148,960,000 in funding from the ARPA CPF under NOFA [#008](#) for broadband infrastructure projects in Iowa. The Subcommittee may be interested in receiving an update from the DOM DoIT regarding the status and timeline of various sources of broadband infrastructure funding included in the federal [Infrastructure Investment and Jobs Act \(IIJA\)](#).

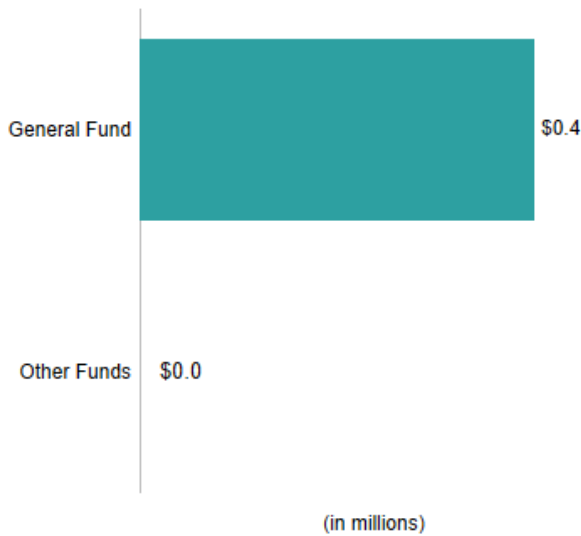
Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

IOWA PUBLIC INFORMATION BOARD

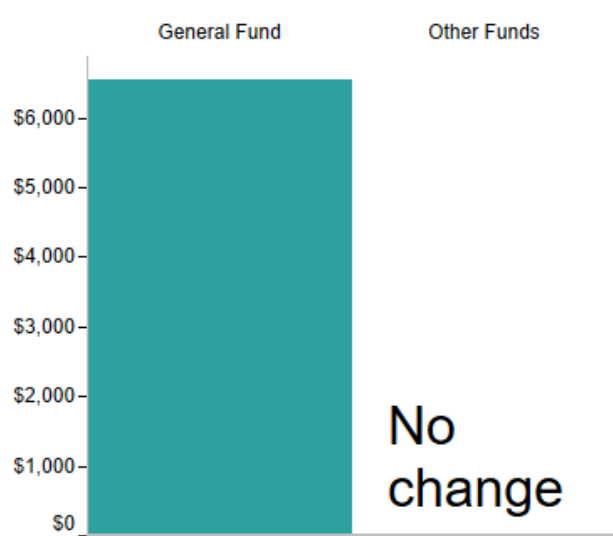
Overview and Funding History

Agency Overview: The [Iowa Public Information Board \(IPIB\)](#) was created by 2012 Iowa Acts, chapter 1115 (Public Information Board Act), to provide an alternative for complaint proceedings regarding open meetings and public records laws. The Board consists of nine members appointed by the Governor and confirmed by the Senate. Prior to the establishment of the Board, complaints relating to the open meetings and public records laws were handled by different agencies in the State. The Office of Ombudsman handled many of these cases. In addition, some cases were handled by the Attorney General's Office, as well as internally by local entities. The Board began meeting in July 2012 to organize, develop administrative rules, and identify staffing needs and budget requirements. The Board received a General Fund appropriation and became operational in July 2013.

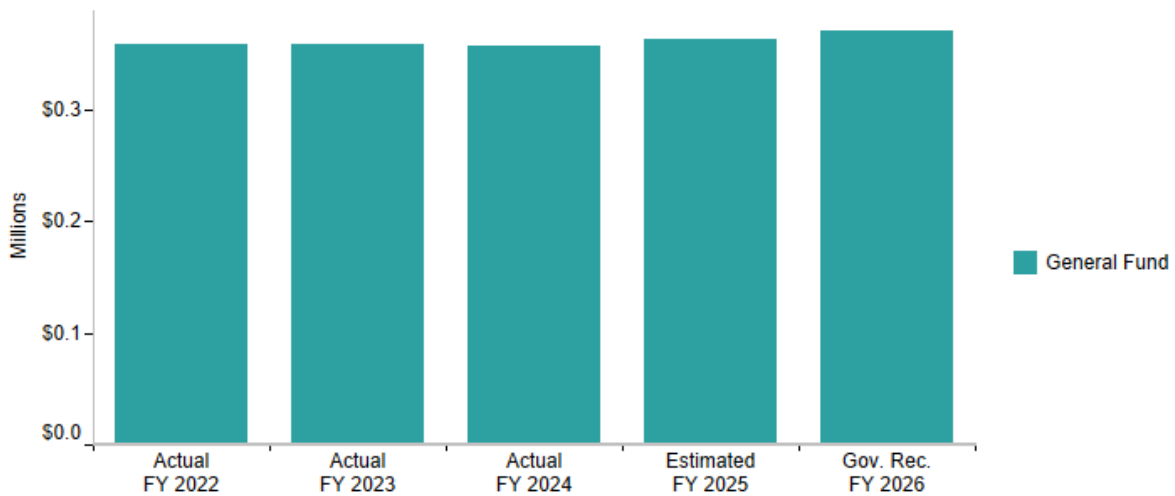
**FY 2026 Governor's Recommendations
Total: \$369,786**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



General Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
Public Information Board				
Public Information Board				
Iowa Public Information Board	\$ 357,407	\$ 363,227	\$ 369,786	\$ 6,559
Total Public Information Board	<u>\$ 357,407</u>	<u>\$ 363,227</u>	<u>\$ 369,786</u>	<u>\$ 6,559</u>

Governor’s FY 2026 Recommended Changes

Iowa Public Information Board **\$6,559**

An increase of \$6,559 for general operating expenses.

Discussion Items

Iowa Public Information Board (IPIB) Staffing Update — The IPIB experienced more staffing changes in 2024. The IPIB consists of 3.00 FTE positions: an executive director, a deputy director, and an attorney.

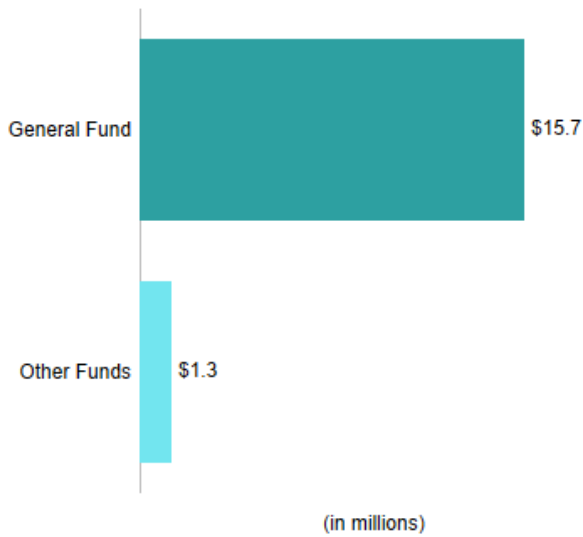
Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

DEPARTMENT OF REVENUE

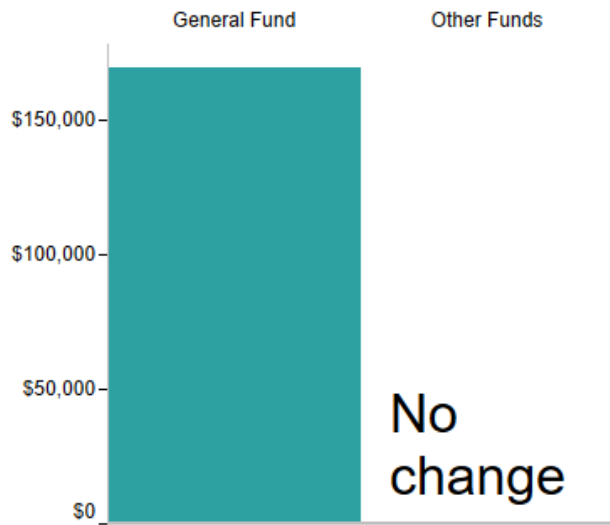
Overview and Funding History

Agency Overview: The [Department of Revenue \(IDR\)](#) is comprised of seven divisions, including: Alcohol and Tax Operations, Compliance, Internal Services, Legal Services and Appeals, Local Government Services, Lottery, and Research and Policy. The Department also houses the Property Assessment Appeal Board. The IDR collects all taxes in Iowa that are required by law. The Department also provides taxpayers with information that supports tax filing and payments.

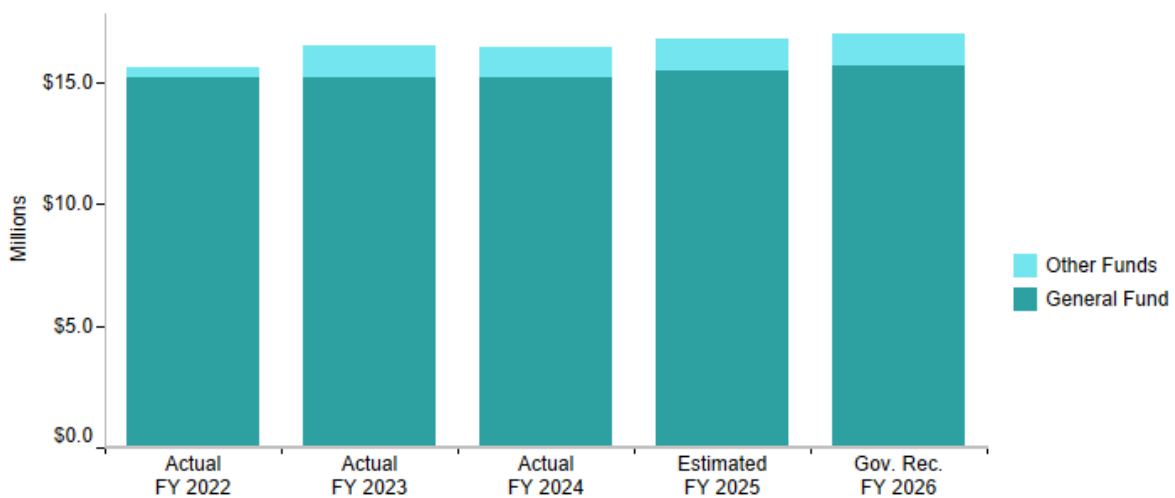
**FY 2026 Governor's Recommendations
Total: \$16,996,235**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



General Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Revenue, Department of</u>				
Revenue, Dept. of				
Operations	\$ 15,056,183	\$ 15,378,678	\$ 15,548,283	\$ 169,605
Tobacco Reporting Requirements	17,525	17,525	17,525	0
Printing Cigarette Stamps - Standing	113,400	124,652	124,652	0
Total Revenue, Department of	<u>\$ 15,187,108</u>	<u>\$ 15,520,855</u>	<u>\$ 15,690,460</u>	<u>\$ 169,605</u>

Governor’s FY 2026 Recommended Changes

Operations **\$169,605**

An increase of \$169,605 for general operating expenses.

Other Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Revenue, Department of</u>				
Revenue, Dept. of				
Motor Fuel Tax Admin - MVFT	\$ 1,305,775	\$ 1,305,775	\$ 1,305,775	\$ 0
Total Revenue, Department of	<u>\$ 1,305,775</u>	<u>\$ 1,305,775</u>	<u>\$ 1,305,775</u>	<u>\$ 0</u>

Discussion Items

GovConnectIowa — GovConnectIowa requires most Iowa business tax filers to register, renew, and pay fees for select business licenses and permits with the Iowa Lottery Authority, the DIAL, and the Alcoholic Beverages Operations. Most Iowa business tax filers also use the system to file sales, use, withholding, and fuel tax returns and reports; submit deposits or payments for sales, use, withholding, and fuel taxes; and communicate with State agencies. The initial rollout of the system occurred in November 2021.

The second rollout of the system occurred in November 2022. In addition to providing updated functionality, this rollout required corporation, S corporation, partnership, and franchise taxpayers to manage their tax account information and make payments. The system is also used for tax credit applications and administration that were previously available in the Tax Credit Award, Claim, and Transfer Administration System (CACTAS). Individuals also have access to manage or apply for additional business licenses or permits.

The third rollout of the system occurred in November 2023. This rollout added new features for individual income tax, fiduciary, and inheritance taxpayers to make payments and manage their accounts. The rollout also included the administration of the State of Iowa Offset Program and expanded functionality for the DIAL.

A fourth rollout of the system occurred in November 2024. This rollout addressed local government oversight and distributions, utility replacement tax, central assessments, statewide property tax, cigarette and tobacco products tax and related licensing, and other miscellaneous fees and taxes. A fifth rollout is planned for November 2025 and will be used by alcohol business filers. The project first received funding in FY 2020.

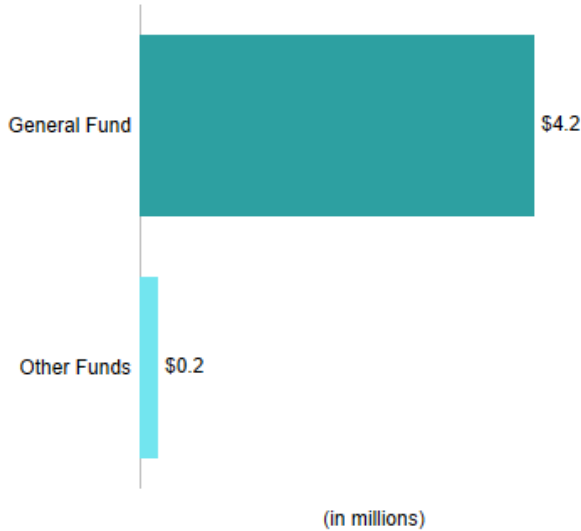
Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

SECRETARY OF STATE

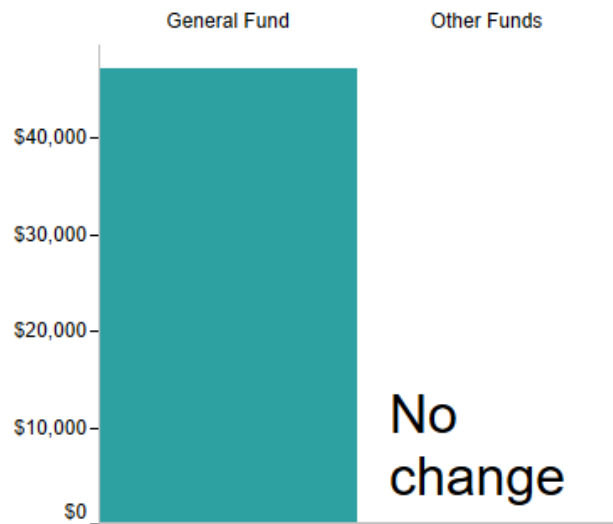
Overview and Funding History

Agency Overview: The Office of the [Secretary of State](#) was created in 1857 in [Article IV, Section 22](#), of the Iowa Constitution. The Secretary of State is a statewide elected official and serves a four-year term. The duties of the Office are enumerated in Iowa Code chapter [9](#). The Office also coordinates and supervises elections and maintains and operates the Voter Registration Program.

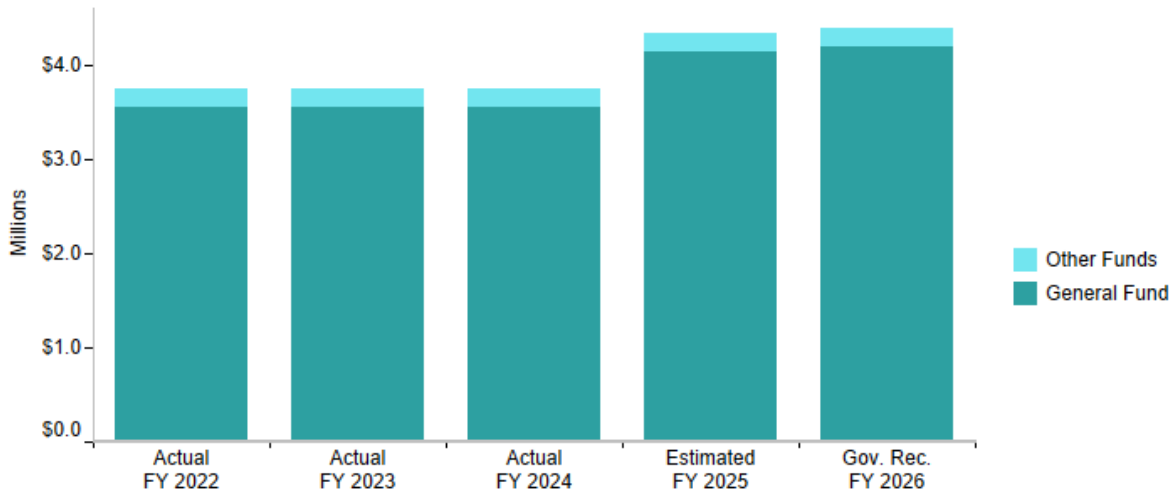
**FY 2026 Governor's Recommendations
Total: \$4,378,124**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



General Fund Recommendations

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Secretary of State, Office of the</u>				
Secretary of State				
Administration and Elections	\$ 2,121,759	\$ 2,566,697	\$ 2,593,508	\$ 26,811
Business Services	1,417,535	1,568,795	1,589,216	20,421
Total Secretary of State, Office of the	\$ 3,539,294	\$ 4,135,492	\$ 4,182,724	\$ 47,232

Governor’s FY 2026 Recommended Changes

Administration and Elections \$26,811

An increase of \$26,811 for general operating expenses.

Business Services \$20,421

An increase of \$20,421 for general operating expenses.

Other Fund Recommendations

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Secretary of State, Office of the</u>				
Secretary of State				
Address Confidentiality Program - ACRF	\$ 195,400	\$ 195,400	\$ 195,400	\$ 0
Total Secretary of State, Office of the	\$ 195,400	\$ 195,400	\$ 195,400	\$ 0

Discussion Items

Technology Modernization Fund Update — 2017 Iowa Acts, chapter [170](#) (FY 2018 Standing Appropriations Act), created a Technology Modernization Fund under the control of the Secretary of State. From each fee collected by the Secretary of State, the amount credited to the Fund equaled the difference between the fee amount collected and the amount assessed for the same fee on June 30, 2017. No more than \$2,000,000 could be credited to the Fund in a fiscal year, and moneys in the Fund were appropriated to the Secretary of State for purposes of modernizing technology used by the Office to fulfill its duties. The Fund was repealed on July 1, 2022 (FY 2023). The Fund is codified in Iowa Code section [9.4A](#). 2022 Iowa Acts, [Senate File 2385](#) (FY 2023 Administration and Regulation Appropriations Act), permitted any unobligated or unencumbered moneys remaining in the Fund to be appropriated to the Secretary of State for purposes of modernization within the Business Services Division until fully expended or until June 30, 2026, whichever occurs first. The amount in the Fund as of January 2025 is \$968,921.

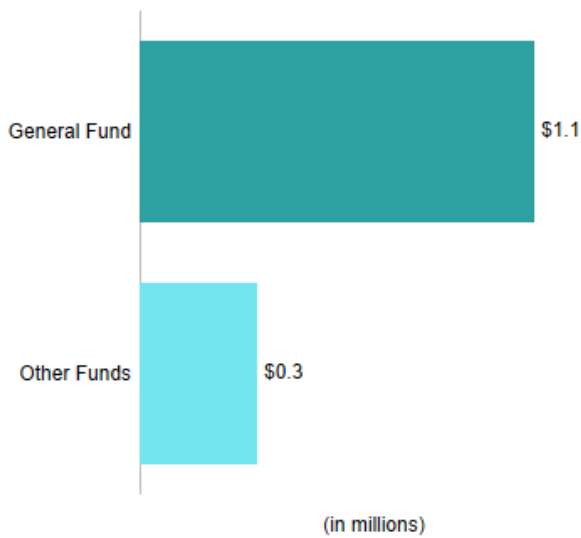
Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

TREASURER OF STATE

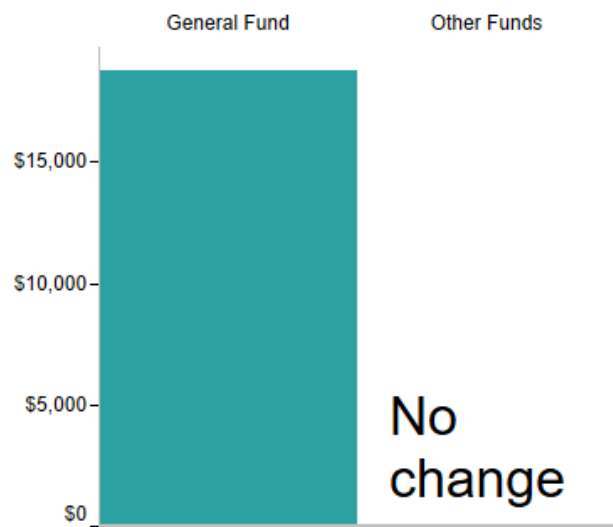
Overview and Funding History

Agency Overview: The position of [Treasurer of State](#) was created in 1857 by [Article IV, Section 22](#), of the Iowa Constitution. The Treasurer is a statewide elected official and serves a four-year term. The duties and responsibilities of the Office are enumerated in Iowa Code chapter [12](#). The Treasurer of State provides financial services to the State of Iowa by maintaining records of the receipts and disbursements in the State Treasury. The Treasurer is responsible for reporting the bonding activities of all political subdivisions and agencies and makes recommendations to the General Assembly and the Governor on modifications to the bonding authority.

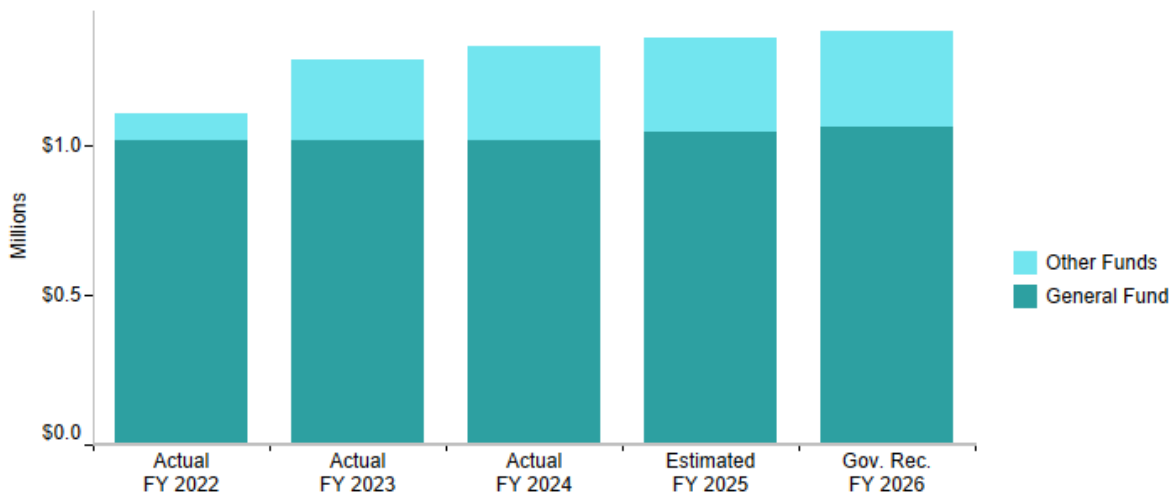
**FY 2026 Governor's Recommendations
Total: \$1,381,999**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



General Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Treasurer of State, Office of</u>				
Treasurer of State				
Treasurer - General Office	\$ 1,015,300	\$ 1,046,415	\$ 1,065,211	\$ 18,796
Total Treasurer of State, Office of	\$ 1,015,300	\$ 1,046,415	\$ 1,065,211	\$ 18,796

Governor’s FY 2026 Recommended Changes

Treasurer — General Office **\$18,796**

An increase of \$18,796 for general operating expenses.

Other Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Treasurer of State, Office of</u>				
Treasurer of State				
State Accounting Sys. Expenses - RUTF	\$ 316,788	\$ 316,788	\$ 316,788	\$ 0
Total Treasurer of State, Office of	\$ 316,788	\$ 316,788	\$ 316,788	\$ 0

Discussion Items

Agency Update — The [Great Iowa Treasure Hunt Program](#) returned \$28,705,907 to members of the public in FY 2024. The Program allows lowans to claim lost or abandoned financial assets such as checking and savings accounts, securities, life insurance payouts, and safe deposit boxes. When such property is in the custody of the State, an individual can contact the Treasurer’s Office to establish ownership.

State Accounting System Expenses — The Treasurer of State reported that costs for the State accounting system have increased over the years, while the appropriation from the Road Use Tax Fund (RUTF) has remained the same. In recent years, the portion of the total State accounting system allocation that is attributed to the RUTF has been determined and reflected in the appropriation amount. For FY 2026, the appropriation is status quo.

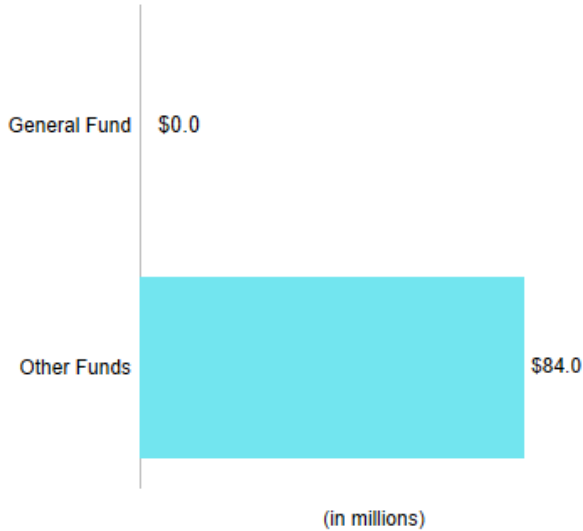
Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

IOWA PUBLIC EMPLOYEES' RETIREMENT SYSTEM

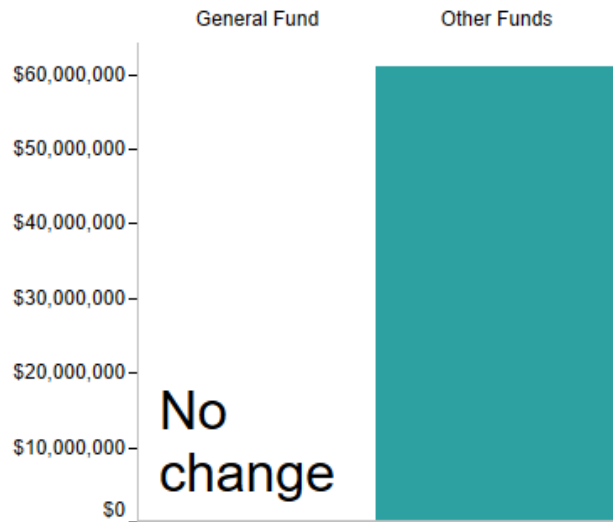
Overview and Funding History

Agency Overview: The [Iowa Public Employees' Retirement System \(IPERS\)](#) administers the retirement benefits for many of Iowa's public employees. Iowa's public employers use IPERS benefits to attract and retain qualified public personnel in public service. The benefits help public employees care for themselves during retirement.

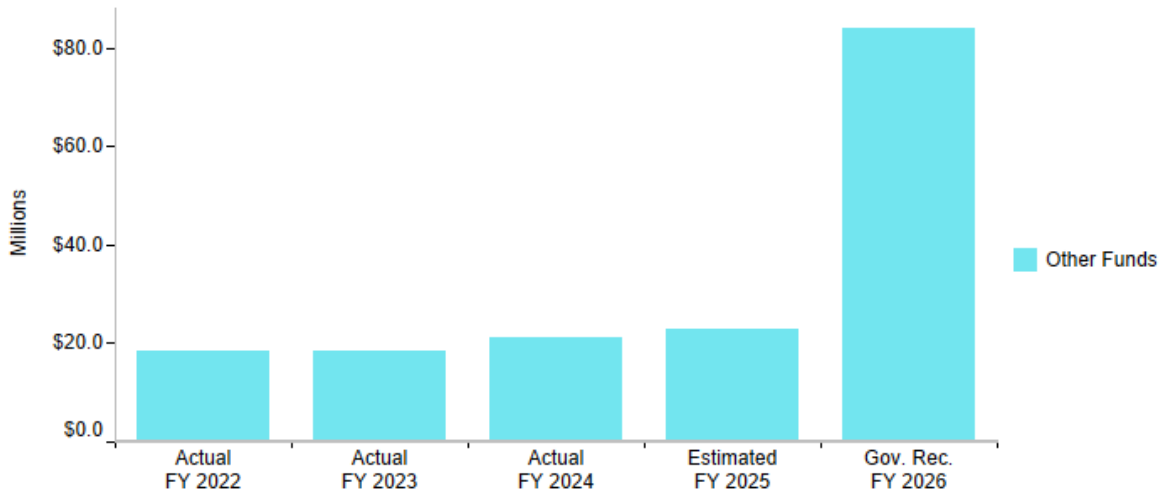
**FY 2026 Governor's Recommendations
Total: \$83,955,503**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



Other Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
Iowa Public Employees' Retirement System				
IPERS Administration				
Administration - IPERS	\$ 21,129,084	\$ 22,789,430	\$ 23,955,503	\$ 1,166,073
Pension Administrative System (PAS) - IPERS	<u>0</u>	<u>0</u>	<u>60,000,000</u>	<u>60,000,000</u>
Total Iowa Public Employees' Retirement System	<u>\$ 21,129,084</u>	<u>\$ 22,789,430</u>	<u>\$ 83,955,503</u>	<u>\$ 61,166,073</u>

Governor’s FY 2026 Recommended Changes

Administration — IPERS

\$1,166,073

- An increase of \$750,000 to outsource the management of disability benefits.
- An increase of \$80,403 and 1.00 FTE position for an Executive Officer 1 in the Benefits Division to support the Chief Benefits Officer.
- An increase of \$67,586 and 1.00 FTE position for a Retirement Benefit Officer to assist retirees with retirement questions.
- An increase of \$102,437 and 1.00 FTE position for an Executive Officer 3 in the newly created Strategy Division as the Digital Experience Program Manager to transform existing service delivery business processes and web portals into an entirely digital lifecycle experience for IPERS members and employers.
- An increase of \$67,587 and 1.00 FTE position for a Retirement Compliance Officer to audit employee records to identify and correct errors.
- An increase of \$98,060 and 1.00 FTE position for an Accountant 4 to supervise a new Finance and Administration Division.

Pension Administrative System (PAS) — IPERS

\$60,000,000

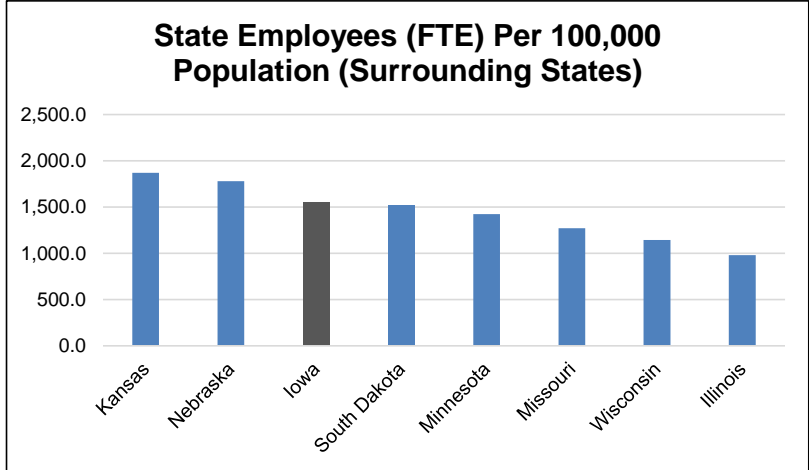
A new appropriation of \$60,000,000 to upgrade the PAS to move from an on-premises system to a cloud-based system. The IPERS contract with Vitech, the current PAS vendor, expires in FY 2026. 2023 Iowa Acts, [Senate File 557](#) (FY 2024 Administration and Regulation Appropriations Act), appropriated moneys for IPERS to hire a consultant to study the PAS marketplace and recommend options to move forward. According to IPERS, the consultant estimated the cost to adopt a new PAS solution will cost \$60,000,000 over 10 years.

Discussion Items

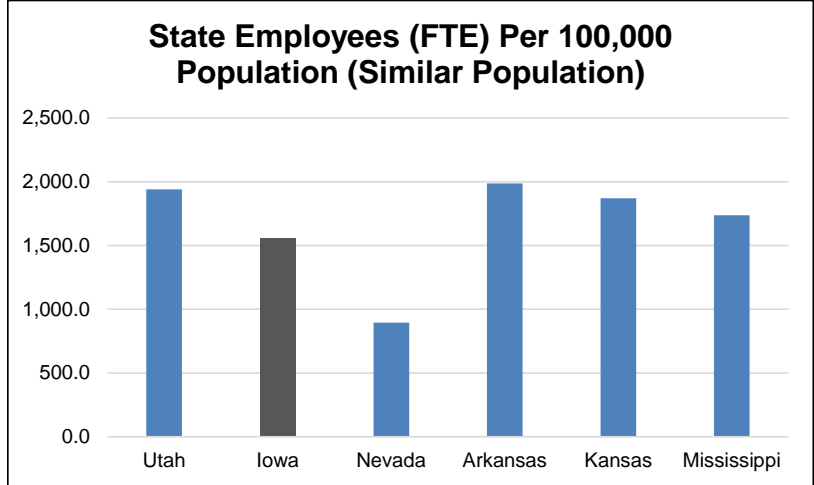
Law Enforcement Omnibus Act — Division I of 2024 Iowa Acts, [House File 2661](#) (Law Enforcement Omnibus Act) increased the maximum retirement benefit payment of sheriff and deputy sheriff members of IPERS retiring on or after July 1, 2024, from a maximum of 72.00% to a maximum accumulation of 80.00%. The contribution rate for the IPERS Sheriffs and Deputies membership group is split evenly between employer and employee, pursuant to Iowa Code section [97B.11](#). The FY 2025 Sheriffs and Deputies membership group total required contribution rate is 17.02%, and the FY 2026 required contribution rate will be 24.18%. The Act also established an annual 1.50% cost of living adjustment to increase the monthly retirement allowance for the sheriff and deputy sheriff members of IPERS.

Comparison to Other States — Full-Time Equivalent (FTE) State Government Employees

The Book of the States reports the number of FTE state government employees for all states. These charts show the number of FTE state government employees per 100,000 state residents based on the U.S. Census Bureau’s 2022 [Annual Survey of Public Employment & Payroll \(ASPEP\)](#) and the [U.S. Census Bureau, Population Division](#). Compared to Iowa and its surrounding states, Kansas has the most state employees relative to the population served, and Illinois has the fewest. Iowa ranks third.



The second chart compares Iowa to states of similar populations. In this chart, the states are ordered by population from left to right, with Utah being the most populous and Mississippi being the least. While Iowa ranks second on the chart when ordered by population, it ranks fifth in state employees per 100,000 residents. Arkansas, fourth most populous on the chart, has the most state employees per 100,000 residents, and Nevada, the third most populous state on the chart, has the fewest state employees per 100,000 residents.



LSA Publications

The Legislative Services Agency (LSA) has published the following ***Fiscal Topics*** that relate to the Administration and Regulation Appropriations Subcommittee:

[*IOWAccess Revolving Fund*](#)

[*OCIO Internal Service Fund*](#)

[*Community Action Agencies*](#)

[*Sports Wagering Receipts Fund*](#)

[*State Gaming Revenues — FY 2024*](#)

[*Iowa's Open Records Law*](#)

[*Human Resources Enterprise \(DAS\)*](#)

[*General Services Enterprise \(DAS\)*](#)

[*Central Procurement and Fleet Services Enterprise \(DAS\)*](#)

[*State Accounting Enterprise \(DAS\)*](#)

[*Customer Council — Department of Administrative Services*](#)

[*State Procurement Policy Overview*](#)

[*State Workers' Compensation Program*](#)

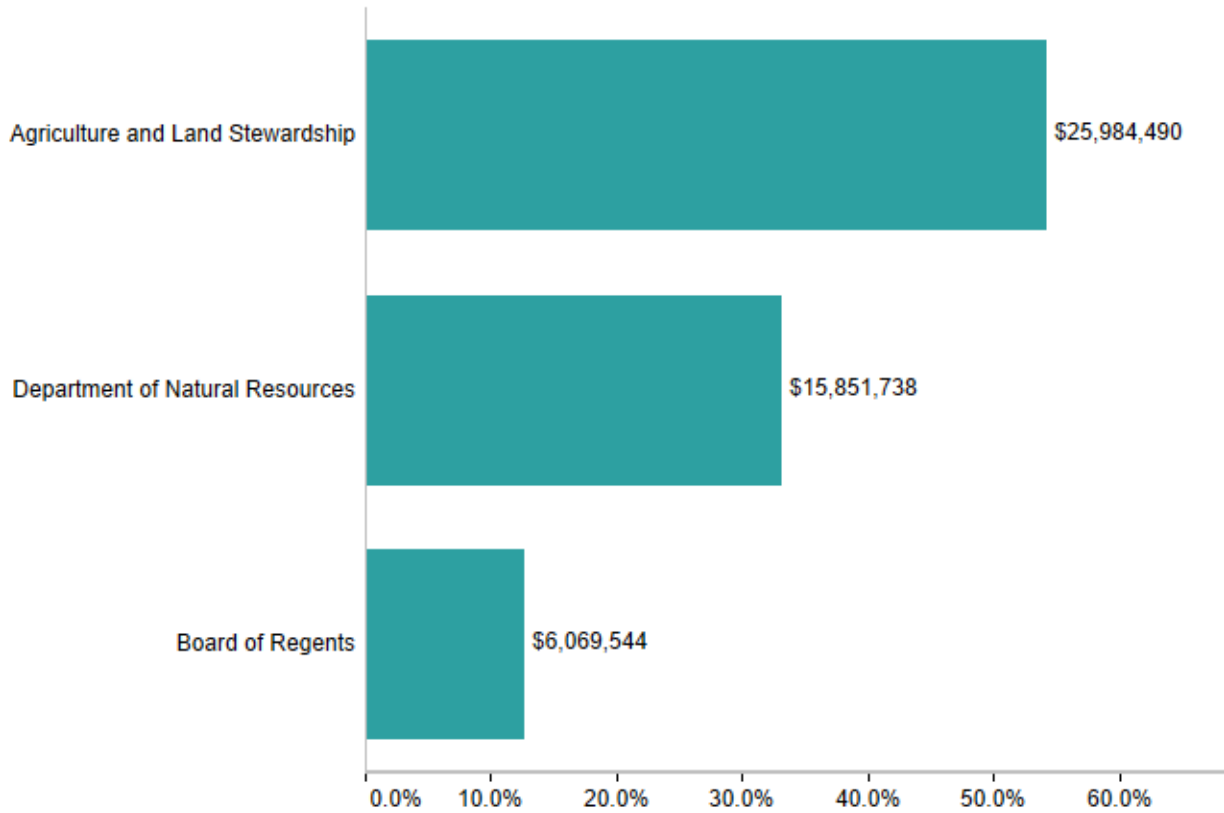
Reports Required to Be Filed with General Assembly

Reports and other documents required to be filed with the General Assembly are organized by submitting department and by date and are published on this [webpage](#).

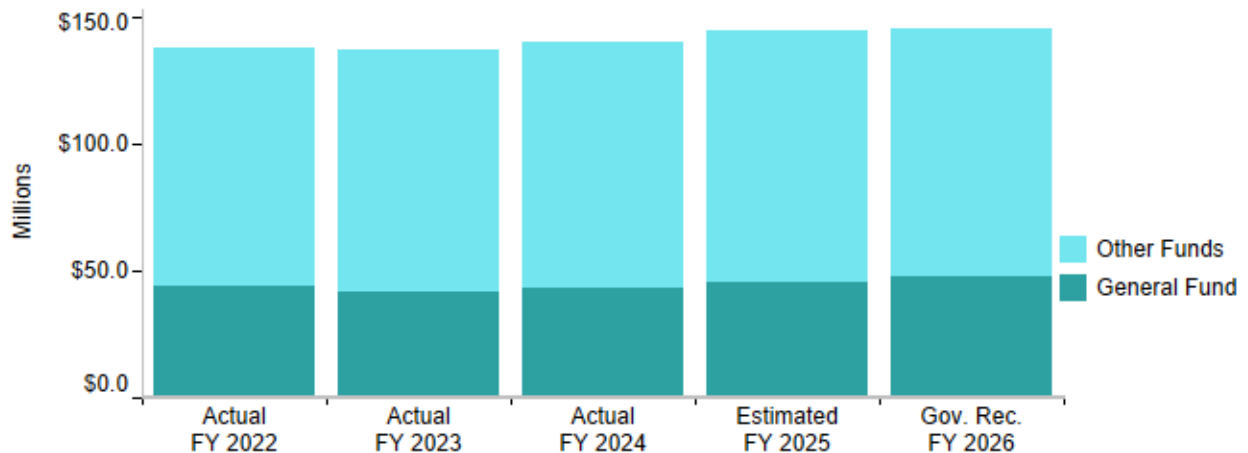
LSA Staff Contacts: Xavier Leonard (515.725.0509) xavier.leonard@legis.iowa.gov

Joey Lovan (515.242.5925) joey.lovan@legis.iowa.gov

**FY 2026 General Fund Governor's Recommendations
 Total: \$47,905,772**



**Funding History by Appropriations Subcommittee —
 Agriculture and Natural Resources**

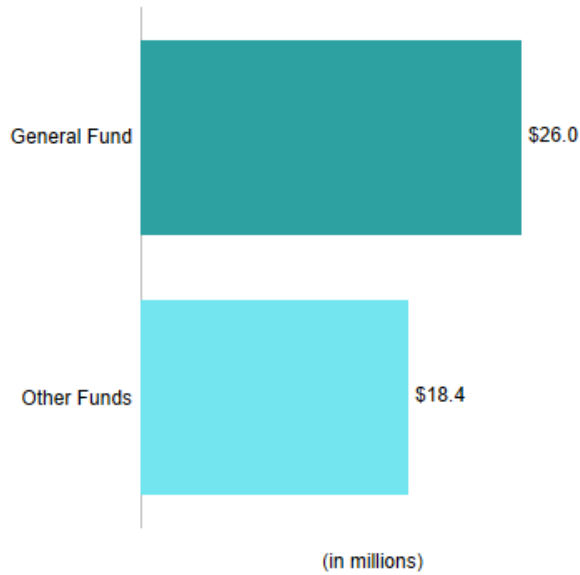


DEPARTMENT OF AGRICULTURE AND LAND STEWARDSHIP

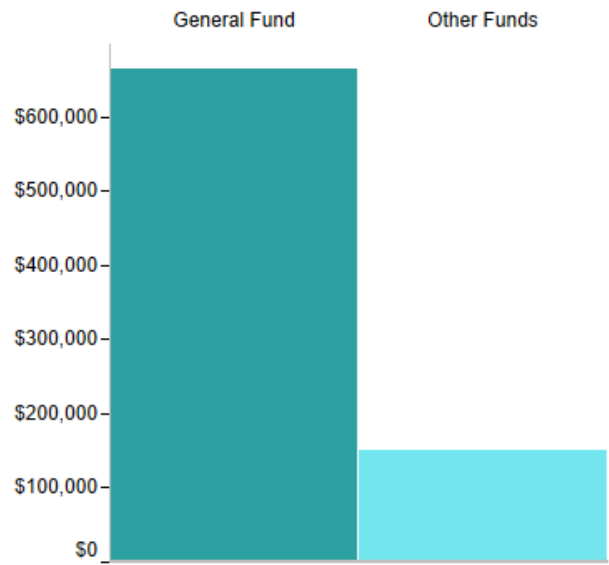
Overview and Funding History

Agency Overview: The [Iowa Department of Agriculture and Land Stewardship \(IDALS\)](#) was created in 1923 to oversee agriculture in Iowa. Land stewardship functions were added in 1986. The Department has three operating divisions: the Consumer Protection and Industry Services Division, the Food Safety and Animal Health Division, and the Division of Soil Conservation and Water Quality.

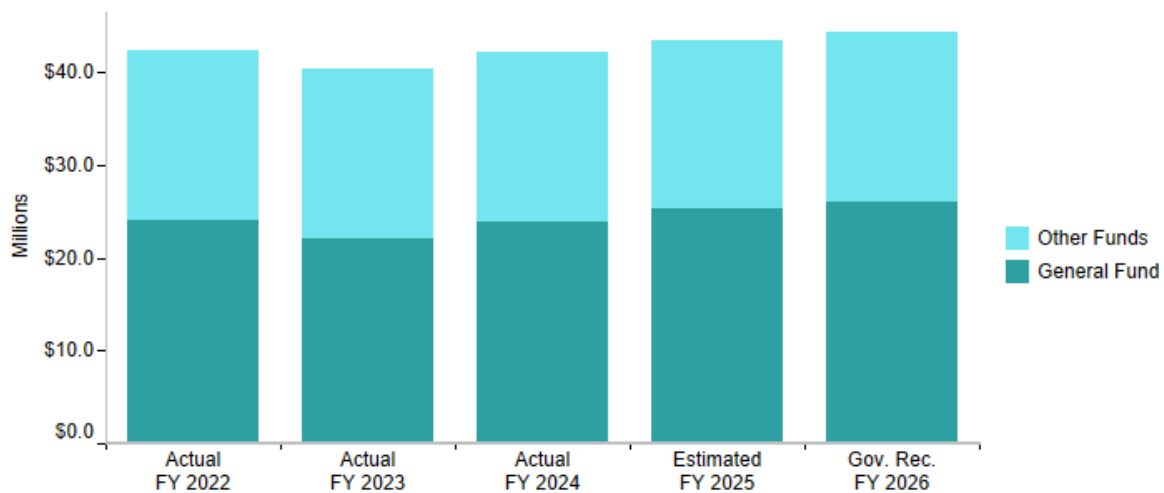
**FY 2026 Governor's Recommendations
Total: \$44,339,701**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



General Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Agriculture and Land Stewardship, Dept of</u>				
Agriculture and Land Stewardship				
Administrative Division	\$ 19,210,194	\$ 20,162,310	\$ 20,377,294	\$ 214,984
Milk Inspections	189,196	189,196	189,196	0
Local Food and Farm	75,000	75,000	75,000	0
Agricultural Education	75,000	150,000	150,000	0
Foreign Animal Disease	1,000,000	1,050,000	1,050,000	0
Foreign Animal Disease Capitals	250,000	250,000	250,000	0
Foreign Animal Disease Vaccine Development	250,000	0	500,000	500,000
Farmers with Disabilities	230,000	230,000	230,000	0
Loess Hills Development and Conservation Fund	400,000	400,000	400,000	0
Southern Iowa Development and Conservation Fund	150,000	200,000	200,000	0
Grain Regulation	350,000	350,000	350,000	0
Value Added Agriculture Grant Program	463,000	0	0	0
Choose Iowa Promotion Program	500,000	0	0	0
Dairy Innovation Program	750,000	0	0	0
Choose Iowa Fund	0	1,813,000	1,813,000	0
Choose Iowa Food Purchasing Pilot	0	200,000	200,000	0
Butchery Innovation and Revitalization	0	249,695	0	-249,695
Market Reporting	0	0	200,000	200,000
Total Agriculture and Land Stewardship, Dept of	\$ 23,892,390	\$ 25,319,201	\$ 25,984,490	\$ 665,289

Governor’s FY 2026 Recommended Changes

Department of Agriculture and Land Stewardship — Administrative Division \$214,984

An increase of \$214,984 from the General Fund to the Administrative Division for the general operations of the Department.

Department of Agriculture and Land Stewardship — Foreign Vaccine Development \$500,000

A new appropriation of \$500,000 from the General Fund to assist the Foreign Animal Disease Preparedness and Response Fund in funding the development of vaccines against foreign animal diseases.

Department of Agriculture & Land Stewardship — Butchery Innovation & Revitalization \$-249,695

This Governor is recommending this program would receive funding from the Skilled Worker and Job Creation Fund rather than the General Fund.

Department of Agriculture and Land Stewardship — Market Reporting \$200,000

A new appropriation of \$200,000 from the General Fund for market reporting, which includes data collection and reporting on various agricultural products.

Other Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Agriculture and Land Stewardship, Dept of</u>				
Agriculture and Land Stewardship				
Native Horse & Dog Prog - Unclaimed Winnings	\$ 305,516	\$ 305,516	\$ 305,516	\$ 0
Motor Fuel Inspection - RFIF	500,000	500,000	500,000	0
Conservation Reserve Enhancement - EFF	1,000,000	1,000,000	1,000,000	0
Watershed Protection Fund - EFF	900,000	900,000	900,000	0
Conservation Reserve Prog - EFF	900,000	900,000	900,000	0
Cost Share - EFF	8,325,000	8,325,000	8,325,000	0
Soil & Water Conservation - EFF	3,800,000	3,800,000	3,800,000	0
Fuel Inspection - UST	250,000	0	0	0
Water Quality Initiative - EFF	2,375,000	2,375,000	2,375,000	0
Choose Iowa Food Program - Blufflands	0	100,000	0	-100,000
Butchery Innovation and Revitalization - SWJCF	0	0	249,695	249,695
Total Agriculture and Land Stewardship, Dept of	\$ 18,355,516	\$ 18,205,516	\$ 18,355,211	\$ 149,695

Governor’s FY 2026 Recommended Changes

Department of Agriculture and Land Stewardship — Choose Iowa Food Program \$-100,000

A decrease of \$100,000 for the Choose Iowa Food Program pilot project. This was a one-time appropriation from the Blufflands Revolving Protection Loan Fund. There is still a \$200,000 appropriation from the General Fund for this purpose from the Choose Iowa Food Purchasing Pilot line item.

Department of Agriculture & Land Stewardship — Butchery Innovation & Revitalization \$249,695

This Governor is recommending this program would receive funding from the Skilled Worker and Job Creation Fund rather than the General Fund.

Discussion Items

Grain Indemnity Fund — The Grain Indemnity Fund was established in 1986 Iowa Acts, chapter [1152](#) (Grain Indemnity Fund Act) to aid persons who incur financial losses resulting from the selling or storing of grain in a warehouse licensed with the IDALS. The Grain Indemnity Fund Board oversees the Fund, determines whether claims are valid, adjusts the per-bushel fee paid, and approves the administration costs related to the Fund. Iowa Code section [203D.5](#) requires fees to be instated when the Grain Indemnity Fund falls below \$3,000,000 and to cease when the fund exceeds \$8,000,000. These fees are determined based on fiscal years starting September 1 and ending August 30 of each year.

The IDALS resumed collection of grain indemnity fees in the fall of 2023 after the Fund fell below \$3,000,000 due to the number of claims. The Fund exceeded \$8,000,000 as of January 1, 2025, and the fees will be reassessed at the end of the grain indemnity fiscal year on August 30, 2025, to ensure the Fund is still above \$8,000,000. If the Fund is above \$8,000,000 at that time, IDALS will waive the fees for the following year.

Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

Water Quality Funding — Funding resulting from the passage of 2018 Iowa Acts, chapter [1001](#) (FY 2019 Water Quality Act), is summarized in the table below:

Agriculture and Natural Resources Appropriations Subcommittee

Department/Program	Description	FY 2022	FY 2023	FY 2024	Est. FY 2025	
IDALS						
Water Quality Infrastructure Fund & Urban Infrastructure Fund	Balance Brought Forward	\$ 20,947,987	\$ 32,045,311	\$ 41,368,594	\$ 48,910,280	
	Receipts*					
	Administration Fund	789,049	1,792,023	2,994,969	780,550	
	WQ Infrastructure Fund	15,244,490	14,613,975	14,794,437	14,400,050	
	Urban Infrastructure Fund	2,447,688	2,635,099	2,766,889	1,932,649	
	Total Receipts	18,481,227	19,041,097	20,556,295	17,113,249	
	Total Resources	39,429,214	51,086,408	61,924,889	66,023,529	
	Expenditures*					
	Administration Fund	422,699	483,555	173,792	270,473	
	WQ Infrastructure Fund	6,511,146	8,008,843	11,807,554	14,400,050	
	Urban Infrastructure Fund	450,058	1,225,416	1,033,264	1,932,649	
	Total Expenditures	7,383,903	9,717,814	13,014,610	16,603,172	
	Balance Carried Forward	<u>\$ 32,045,311</u>	<u>\$ 41,368,594</u>	<u>\$ 48,910,279</u>	<u>\$ 49,420,357</u>	
	Iowa Finance Authority					
	Water Quality Financing Program	Balance Brought Forward	\$ 10,356,863	\$ 18,041,951	\$ 26,807,047	\$ 29,692,352
Total Receipts		7,685,088	10,715,095	8,166,956	1,800,000	
Total Resources		18,041,951	28,757,046	34,974,003	31,492,352	
Total Expenditure		0	1,950,000	5,281,650	1,800,000	
Balance Carried Forward		<u>\$ 18,041,951</u>	<u>\$ 26,807,046</u>	<u>\$ 29,692,353</u>	<u>\$ 29,692,352</u>	
Wastewater and Drinking Water Financial Assistance Program	Balance Brought Forward	\$ 7,762,500	\$ 12,778,856	\$ 15,897,755	\$ 13,336,383	
	Total Receipts	6,824,613	7,659,507	6,815,787	1,600,000	
	Total Resources	14,587,113	20,438,363	22,713,542	14,936,383	
	Total Expenditure	1,808,258	4,540,607	9,377,160	1,600,000	
	Balance Carried Forward	<u>\$ 12,778,855</u>	<u>\$ 15,897,756</u>	<u>\$ 13,336,382</u>	<u>\$ 13,336,383</u>	

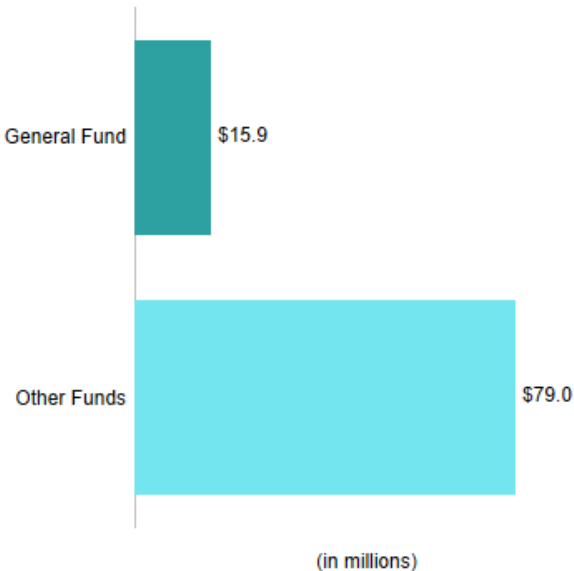
*The IDALS has one Administration Fund associated with both the Water Quality Infrastructure Fund and Urban Infrastructure Fund. Fund Receipts and Expenditures are broken out.

DEPARTMENT OF NATURAL RESOURCES

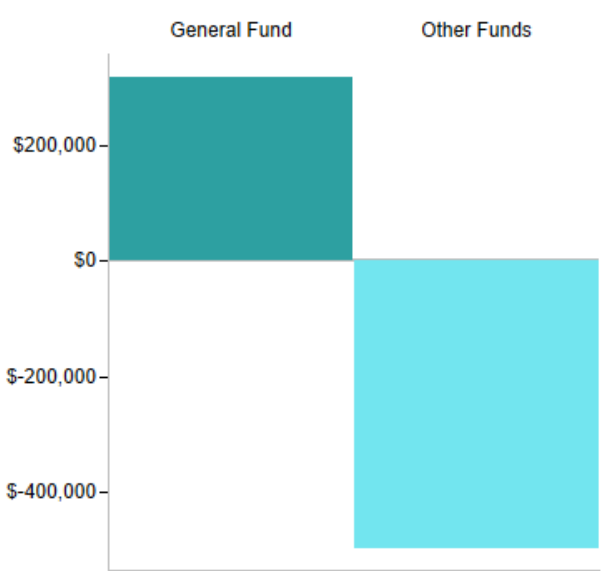
Overview and Funding History

Agency Overview: The [Department of Natural Resources \(DNR\)](#) is responsible for maintaining State parks and forests; protecting the environment; and managing fish, wildlife, and land and water resources in Iowa. The Department has two operating divisions: the Environmental Services Division and the Conservation and Recreation Division.

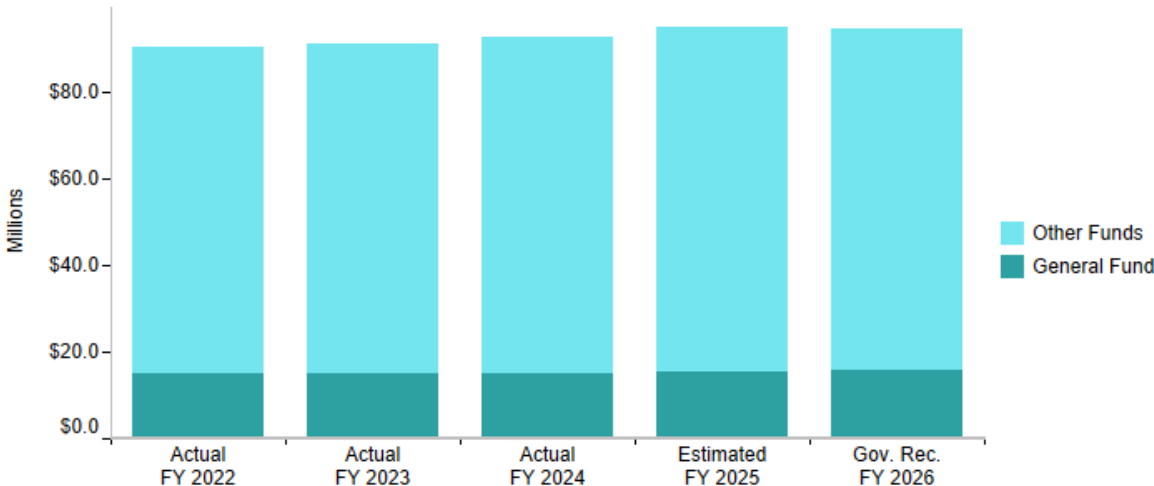
**FY 2026 Governor's Recommendations
Total: \$94,817,378**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



General Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Natural Resources, Department of</u>				
Natural Resources				
Natural Resources Operations	\$ 11,922,293	\$ 12,500,000	\$ 12,816,738	\$ 316,738
Floodplain Management Program	1,510,000	1,510,000	1,510,000	0
Forestry Health Management	500,000	525,000	525,000	0
State Park Operations	1,000,000	1,000,000	1,000,000	0
Total Natural Resources, Department of	\$ 14,932,293	\$ 15,535,000	\$ 15,851,738	\$ 316,738

Governor’s FY 2026 Recommended Changes

Department of Natural Resources — Natural Resources Operations **\$316,738**

An increase of \$316,738 from the General Fund for the general operations of the Department.

Other Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Natural Resources, Department of</u>				
Natural Resources				
Fish & Game - DNR Admin Expenses	\$ 49,752,093	\$ 51,404,790	\$ 51,404,790	\$ 0
GWPF - Storage Tanks Study	100,303	100,303	100,303	0
GWPF - Household Hazardous Waste	447,324	447,324	447,324	0
GWPF - Well Testing Admin 2%	62,461	62,461	62,461	0
GWPF - Groundwater Monitoring	1,686,751	1,686,751	1,686,751	0
GWPF - Landfill Alternatives	618,993	618,993	618,993	0
GWPF - Waste Reduction and Assistance	192,500	192,500	192,500	0
GWPF - Solid Waste Alternatives	50,000	50,000	50,000	0
GWPF - Geographic Information System	297,518	297,518	297,518	0
Snowmobile Registration Fees Fund	100,000	100,000	100,000	0
Administration Match - UST	200,000	200,000	0	-200,000
Technical Tank Review - UST	200,000	0	0	0
Park Operations & Maintenance - EFF	6,235,000	6,235,000	6,235,000	0
GIS Information for Watershed - EFF	195,000	195,000	195,000	0
Water Quality Monitoring - EFF	2,955,000	2,955,000	2,955,000	0
Water Quality Protection - EFF	500,000	500,000	500,000	0
Animal Feeding Operations - EFF	1,320,000	1,320,000	1,320,000	0
Floodplain Mgmt and Dam Safety - EFF	375,000	375,000	375,000	0
Ambient Air Quality Monitoring - EFF	425,000	425,000	425,000	0
REAP - EFF	12,000,000	12,000,000	12,000,000	0
State Park Accessibility - Blufflands	0	296,228	0	-296,228
Total Natural Resources, Department of	\$ 24,005,000	\$ 24,005,000	\$ 24,005,000	\$ -496,228

Governor’s FY 2026 Recommended Changes

Department of Natural Resources — Underground Storage Tank (UST) Administration **\$-200,000**

A decrease of \$200,000 from the Iowa Comprehensive Petroleum UST Fund. The Fund was moved to the control of the DNR, which is able to use moneys in the Fund to pay for administration, making this appropriation no longer necessary.

Department of Natural Resources — State Park Accessibility – Blufflands **\$-296,228**

A decrease of \$296,228 for State park accessibility. This was a one-time appropriation from the Blufflands Revolving Protection Loan Fund.

Discussion Items

Water Resource Update — 2024 was the 30th wettest year on record in terms of rainfall, with 1.32 inches of precipitation above average. Eight months of the year had above-average precipitation. A large portion of the State started 2024 under drought conditions; however, after the year's higher-than-normal precipitation, the State returned to normal conditions in the summer. Although conditions worsened in the fall, by the end of the year the entire State had received a normal drought designation. Prior to every region of the State returning to a normal condition, the State had 204 consecutive weeks where at least one region of the State was under some kind of drought designation. Water summary updates and the Iowa Drought Plan can be found on the DNR [website](#).

Infrastructure Investment and Jobs Act, Water Quality — This [federal legislation](#) reauthorizes existing water quality programs and creates new ones. Iowa will receive funding for the existing [Clean Water State Revolving Fund \(CWSRF\)](#) and [Drinking Water State Revolving Fund \(DWSRF\)](#). New programs will be funded through these revolving funds as well. Funding for the Gulf Hypoxia Action Plan and to address emerging contaminants in water systems is included. The following figure shows expected allocations for three federal fiscal years:

Infrastructure Investment and Jobs Act (IIJA)
Iowa Allocations (in thousands)

Environmental Protection Agency (EPA)	FFY 2024	FFY 2025	FFY 2026
CWSRF: Emerging Contaminants	\$ 2,907	\$ 2,907	\$ 2,907
CWSRF: Existing Program	31,090	33,678	33,678
DWSRF: Emerging Contaminants	11,487	11,487	11,487
DWSRF: Existing Program	34,558	37,434	37,434
DWSRF: Lead Service Line Replacement	30,066	30,066	30,066
Emerging Contaminants Grant Program	9,457	9,457	9,457
Gulf Hypoxia Action Plan	748	748	965
Totals	\$ 120,313	\$ 125,777	\$ 125,994
Clean Water State Revolving Fund (CWSRF)			
Drinking Water State Revolving Fund (DWSRF)			

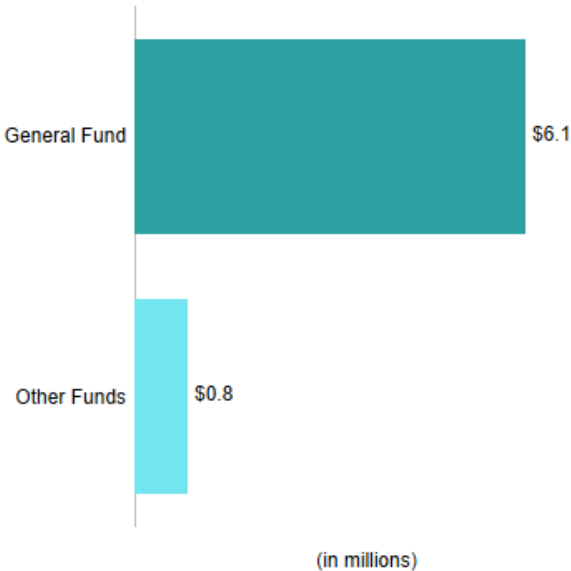
Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

BOARD OF REGENTS

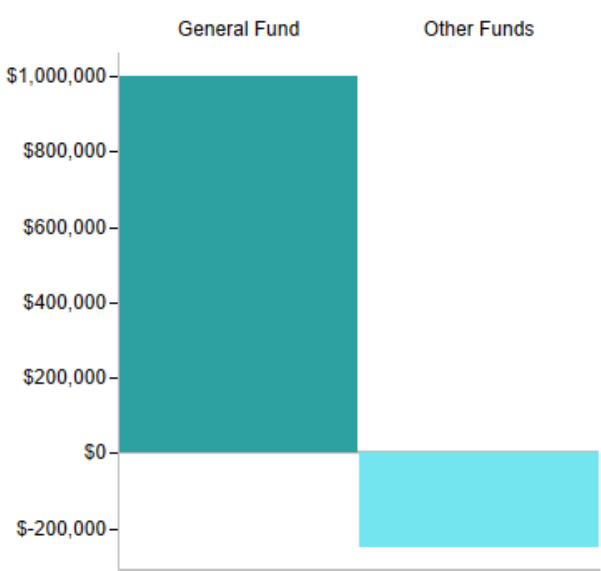
Overview and Funding History

Agency Overview: The Board of Regents oversees the three State universities, including Iowa State University (ISU). The ISU [Veterinary Diagnostic Laboratory](#) in Ames has historically received funding through the Agriculture and Natural Resources Appropriations Subcommittee. ISU received \$1,500,000 in FY 2014 for the creation of the [Iowa Nutrient Research Center](#), which has provided research grants related to the [Iowa Nutrient Reduction Strategy](#). The funding source for the Iowa Nutrient Research Center was changed from the General Fund to the Groundwater Protection Fund beginning in FY 2018.

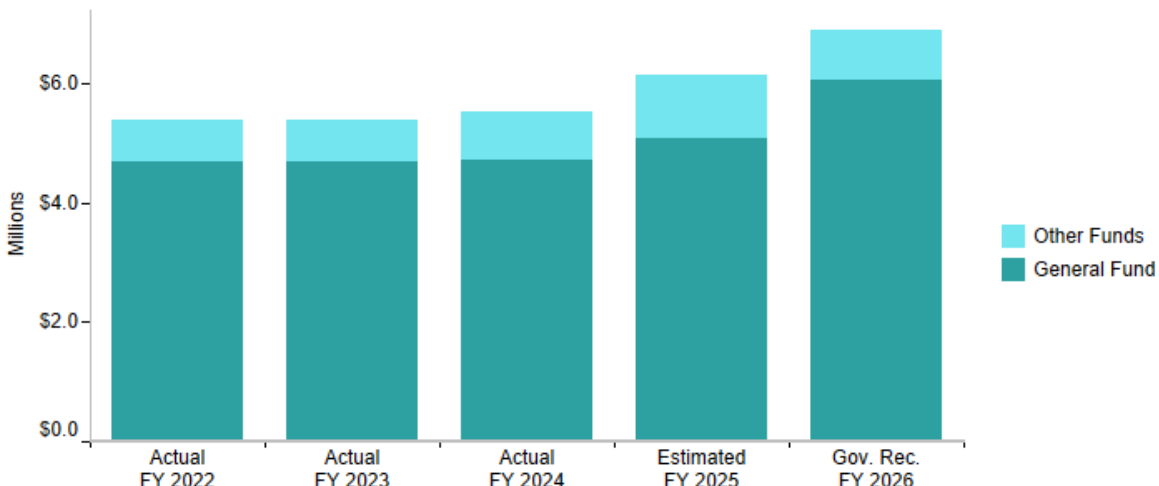
FY 2026 Governor's Recommendations
Total: \$6,884,544



Governor's Recommendations Compared to Estimated FY 2025



Funding History



General Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Regents, Board of</u>				
Regents, Board of				
ISU - Veterinary Diagnostic Laboratory	\$ 4,400,000	\$ 4,500,000	\$ 5,500,000	\$ 1,000,000
ISU - Livestock Disease Research	191,390	291,390	291,390	0
UI - Iowa Center for Ag Safety & Health (I-CASH)	128,154	128,154	128,154	0
ISU - Management of Private Forests	0	150,000	150,000	0
Total Regents, Board of	\$ 4,719,544	\$ 5,069,544	\$ 6,069,544	\$ 1,000,000

Governor’s FY 2026 Recommended Changes

Board of Regents — Iowa State University (ISU) Veterinary Diagnostic Laboratory **\$1,000,000**

An increase of \$1,000,000 from the General Fund for increased operational costs associated with salaries, supplies, and equipment for phase one of the laboratory.

Other Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Regents, Board of</u>				
Regents, Board of				
ISU - Vet Diagnostic Lab - Iowa Nutrient Research Fund	\$ 120,000	\$ 120,000	\$ 120,000	\$ 0
UI - Geological and Water Survey Oper. - EFF	200,000	200,000	200,000	0
UI - Water Resource Management - EFF	495,000	495,000	495,000	0
UI - Groundwater Plan. & Resource Assess. - Blufflands	0	250,000	0	-250,000
Total Regents, Board of	\$ 695,000	\$ 695,000	\$ 695,000	\$ 0

Governor’s FY 2026 Recommended Changes

Board of Regents — University of Iowa (UI) Groundwater Planning **\$-250,000**

A decrease of \$250,000 to the UI Geological Survey for aquifer mapping in the State. This was a one-time appropriation from the Blufflands Revolving Protection Loan Fund.

Discussion Items

Iowa Water Resource Mapping — In FY 2025, the Iowa Geological Survey of the University of Iowa (UI) received an appropriation of \$250,000 to map and assess the condition of the State’s aquifers and to measure the volume of groundwater available for various uses. The funding has been used to hire a new hydrogeologist and support other staff on aquifer mapping initiatives. The funding for this appropriation came from the Blufflands Protection Revolving Loan Fund, and the Fund no longer has a balance. An interactive map of Iowa’s aquifers can be found on the Iowa Geological Survey [website](#).

Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the Federal Funds section of this document.

ENVIRONMENT FIRST FUND

Overview and Funding History

The Environment First Fund (EFF) was created during the 2000 Legislative Session to provide funding for environmental programs. The Fund received a standing appropriation of \$3,500,000 in FY 2001 from the Rebuild Iowa Infrastructure Fund; however, funding has varied over the years. The current standing appropriation is \$42,000,000.

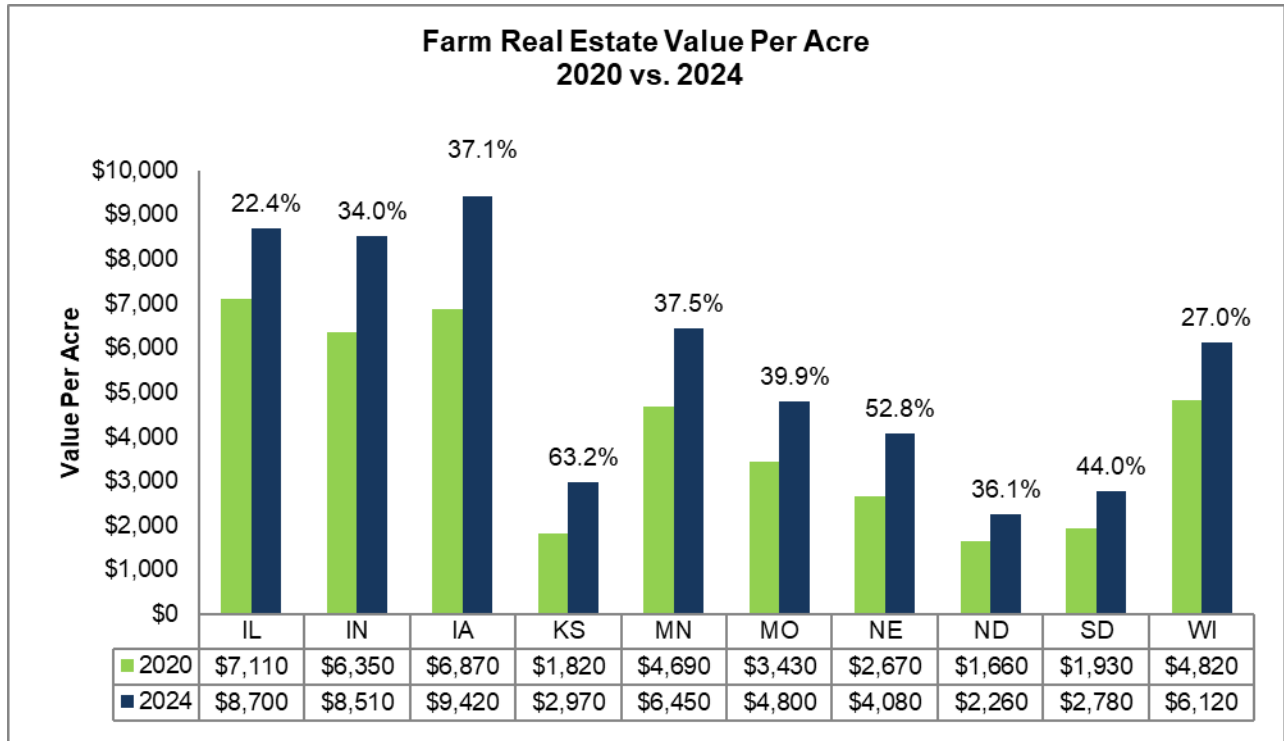
Environment First Fund Recommendations

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Agriculture and Land Stewardship, Dept of</u>				
Agriculture and Land Stewardship				
Conservation Reserve Enhancement - EFF	1,000,000	1,000,000	1,000,000	0
Watershed Protection Fund - EFF	900,000	900,000	900,000	0
Conservation Reserve Prog - EFF	900,000	900,000	900,000	0
Cost Share - EFF	8,325,000	8,325,000	8,325,000	0
Soil & Water Conservation - EFF	3,800,000	3,800,000	3,800,000	0
Water Quality Initiative - EFF	2,375,000	2,375,000	2,375,000	0
Total Agriculture and Land Stewardship, Dept of	\$ 17,550,000	\$ 17,300,000	\$ 17,300,000	\$ 0
<u>Natural Resources, Department of</u>				
Natural Resources				
Park Operations & Maintenance - EFF	6,235,000	6,235,000	6,235,000	0
GIS Information for Watershed - EFF	195,000	195,000	195,000	0
Water Quality Monitoring - EFF	2,955,000	2,955,000	2,955,000	0
Water Quality Protection - EFF	500,000	500,000	500,000	0
Animal Feeding Operations - EFF	1,320,000	1,320,000	1,320,000	0
Floodplain Mgmt and Dam Safety - EFF	375,000	375,000	375,000	0
Ambient Air Quality Monitoring - EFF	425,000	425,000	425,000	0
REAP - EFF	12,000,000	12,000,000	12,000,000	0
Total Natural Resources, Department of	\$ 24,005,000	\$ 24,005,000	\$ 24,005,000	\$ 0
<u>Regents, Board of</u>				
Regents, Board of				
UI - Geological and Water Survey Oper. - EFF	200,000	200,000	200,000	0
UI - Water Resource Management - EFF	495,000	495,000	495,000	0
Total Regents, Board of	\$ 695,000	\$ 695,000	\$ 695,000	\$ 0
Total Agriculture and Natural Resources	\$ 42,250,000	\$ 42,000,000	\$ 42,000,000	\$ 0

The Governor is recommending appropriations totaling \$42,000,000 from the EFF for FY 2026. This is no change in funding compared to estimated FY 2025.

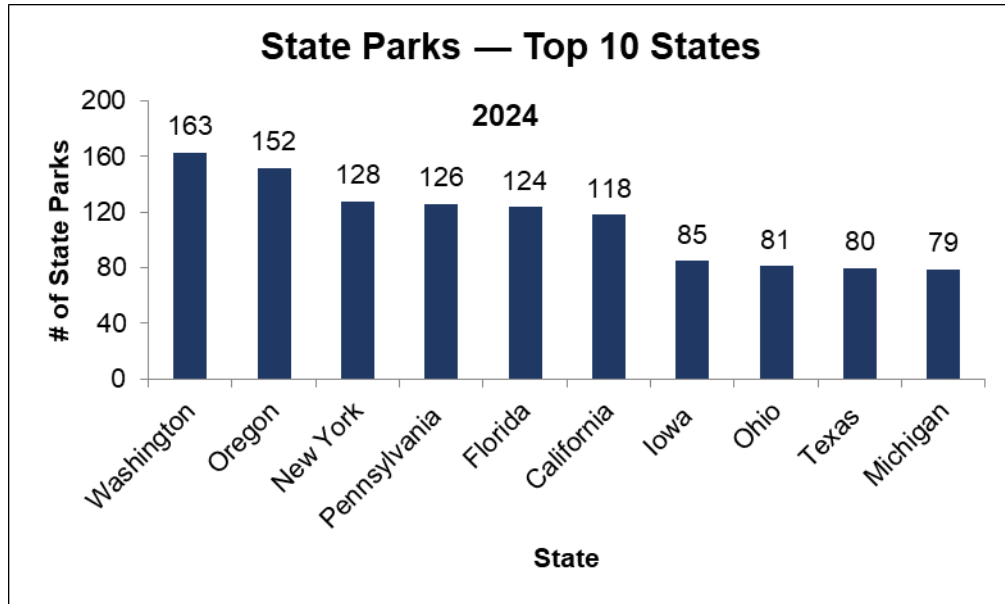
Comparison to Other States — Farm Land Values

Data gathered from the [Land Values 2024 Summary Report](#) published by the U.S. Department of Agriculture compared the average value per acre of farm real estate from 2020 to 2024. Over the five-year period, the average value per acre of farm real estate in the U.S. increased from \$3,160 to \$4,080 per acre (33.23%). In Iowa, the average value per acre of farm real estate increased from \$6,870 to \$9,420 per acre (37.12%). The following graph provides the average value per acre and the percentage change from 2020 to 2024 for states in the Midwest.



Comparison to Other States — State Parks

According to www.stateparks.com, Iowa ranked seventh in the United States for the number of state parks in 2024. The following graph ranks states by the number of parks within the state.



Legislative Services Agency (LSA) Publications

The following publications by the LSA are related to the Agriculture and Natural Resources Appropriations Subcommittee:

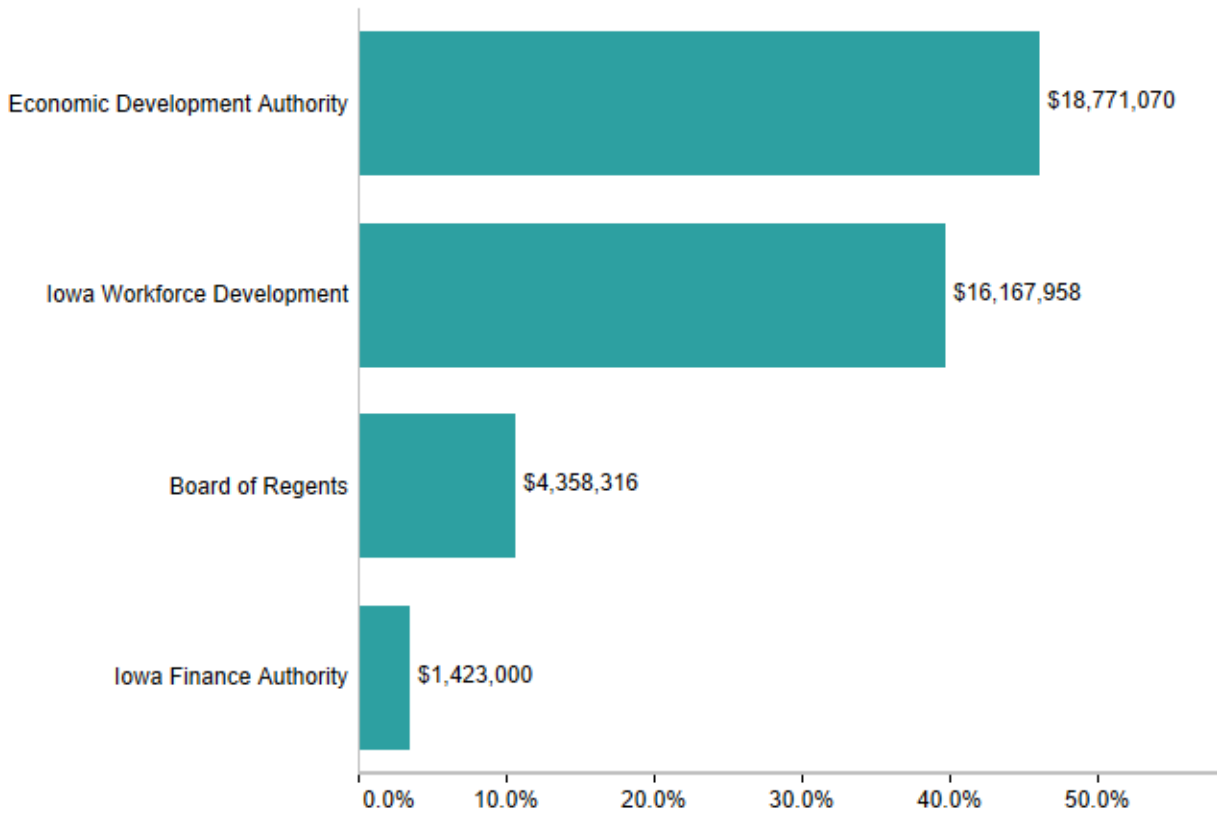
- **Fiscal Research Brief:**
[Iowa Agricultural Checkoff Programs](#)
- **Iowa Insights:**
[Average Farmland Value Per Acre — 2023](#)
- **Factbooks:**
[Fishing, Hunting, and Trapping Licenses Issued — 2023](#)
[Groundwater Protection Fund Income — 2024](#)
[Iowa Fish and Game Trust Fund Revenues — 2024](#)
[Iowa Corn and Soybean Prices — 2023](#)
[Iowa Net Farm Income — 2023](#)
- **Fiscal Topics:**
[Environment First Fund](#)
[Grain Indemnity Fund](#)
[Groundwater Protection Fund](#)
[Resource Enhancement and Protection Fund \(REAP\)](#)

Reports Required to Be Filed with General Assembly

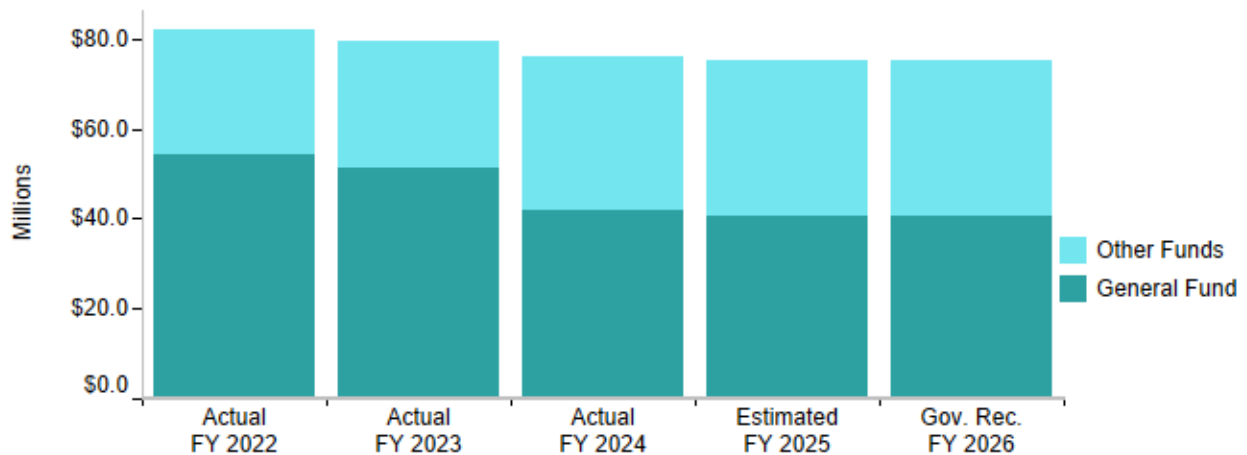
Reports and other documents required to be filed with the General Assembly are organized by submitting department and by date and are published on this [webpage](#).

LSA Staff Contact: Austin Brinks (515.725.2200) austin.brinks@legis.iowa.gov

**FY 2026 General Fund Governor's Recommendations
 Total: \$40,720,344**



**Funding History by Appropriations Subcommittee —
 Economic Development**

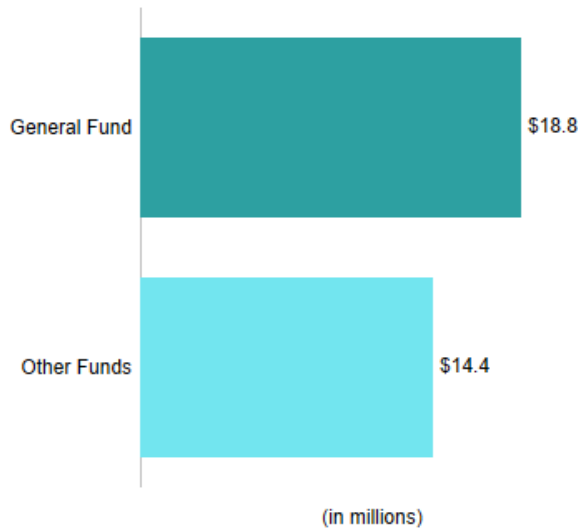


IOWA ECONOMIC DEVELOPMENT AUTHORITY

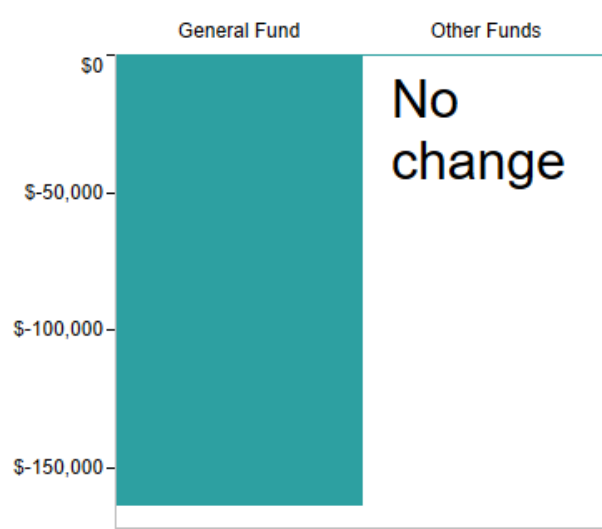
Overview and Funding History

Agency Overview: The [Iowa Economic Development Authority \(IEDA\)](#) is responsible for fostering the economic vitality of the State by working in focused partnerships with businesses, entrepreneurs, communities, and educational entities. The IEDA's primary responsibilities are in the areas of finance, marketing, local government and service coordination, exporting, tourism, culture, job training and entrepreneurial assistance, and small business.

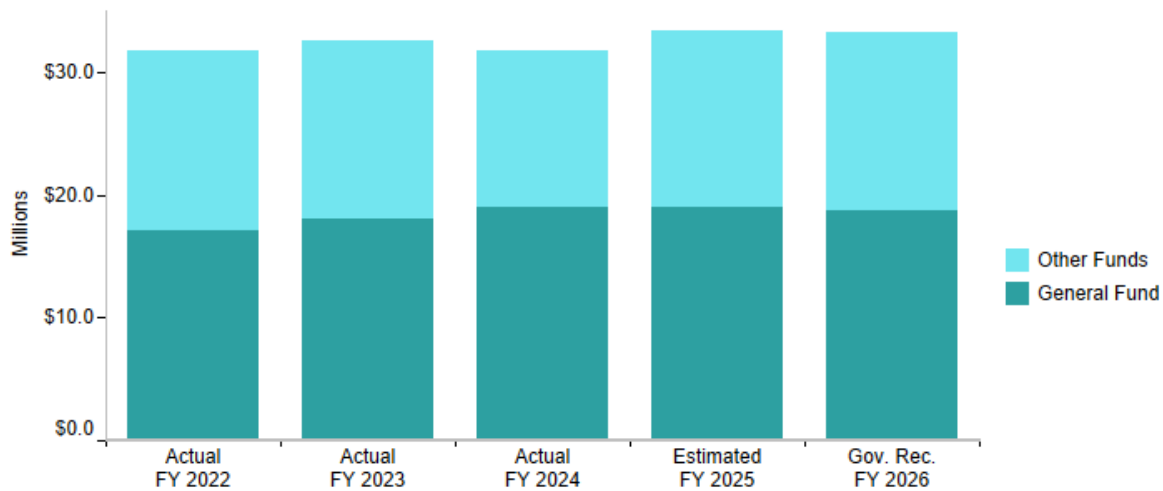
**FY 2026 Governor's Recommendations
Total: \$33,187,745**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



General Fund Recommendations

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
Economic Development Authority				
Economic Development Authority				
Economic Development Appropriation	\$ 12,807,359	\$ 12,921,510	\$ 12,999,646	\$ 78,136
World Food Prize	500,000	650,000	1,000,000	350,000
Councils of Governments (COGs) Assistance	250,000	350,000	0	-350,000
Community Advertising and Strategic Plan	1,100,000	1,100,000	1,100,000	0
Community Cultural Grants	172,090	172,090	0	-172,090
Iowa Arts Council	1,400,000	1,450,000	2,227,724	777,724
Great Places	149,710	149,710	0	-149,710
Cultural Trust Grants	150,000	150,000	0	-150,000
Operational Support Grants	448,403	448,403	0	-448,403
Tourism Marketing - Adjusted Gross Receipts	1,440,848	1,443,700	1,443,700	0
Butchery Innovation & Revitalization	633,325	0	0	0
Court Reporter Equipment Incentive Program	0	100,000	0	-100,000
Total Economic Development Authority	\$ 19,051,735	\$ 18,935,413	\$ 18,771,070	\$ -164,343

Governor’s FY 2026 Recommended Changes

Economic Development Appropriation \$78,136

An increase of \$78,136 for general operating expenses.

World Food Prize \$350,000

An increase of \$350,000 for the World Food Prize. This would bring the appropriation in line with Iowa Code section [15.368](#), which provides a \$1,000,000 standing appropriation for the World Food Prize.

Councils of Governments Assistance \$-350,000

A decrease of \$350,000 to eliminate the appropriation.

Community Cultural Grants \$-172,090

A decrease of \$172,090 to consolidate the appropriation under the Iowa Arts Council.

Iowa Arts Council \$777,724

An increase of \$777,724 for the Iowa Arts Council. This includes the following:

- \$770,203 to consolidate appropriations for Community Cultural Grants, the Great Places Program, and Operational Support Grants into the Iowa Arts Council appropriation.
- \$7,521 for operations.

Great Places \$-149,710

A decrease of \$149,710 to consolidate the appropriation under the Iowa Arts Council.

Cultural Trust Grants \$-150,000

A decrease of \$150,000 eliminating the appropriation and ending the program.

Operational Support Grants \$-448,403

A decrease of \$448,403 to consolidate the appropriation under the Iowa Arts Council.

Court Reporter Equipment Incentive Program \$-100,000

A decrease of \$100,000 eliminating the appropriation. *The Governor is recommending an appropriation of \$50,000 for a new Court Reporter Forgivable Loan Program under the Department of Education.*

Other Fund Recommendations

	Actual FY 2024	Estimated FY 2025	Gov Rec FY 2026	Gov Rec vs Est FY 2025
	(1)	(2)	(3)	(4)
Economic Development Authority				
Economic Development Authority				
High Quality Jobs Program - SWJCF	\$ 11,700,000	\$ 11,700,000	\$ 11,700,000	\$ 0
Manufacturing 4.0 Program - SWJCF	0	2,016,675	2,016,675	0
Empower Rural Iowa Program - SWJCF	700,000	700,000	700,000	0
Butchery Innovation and Revitalization - SWJCF	366,675	0	0	0
Total Economic Development Authority	\$ 12,766,675	\$ 14,416,675	\$ 14,416,675	\$ 0

Discussion Items

Great Places Program — The Great Places Program assists communities in developing innovative and entrepreneurial cultural and tourism efforts. The Great Places Program Fund last received funding in FY 2023. At the beginning of FY 2025, \$953,103 remained in the Fund.

Court Reporter Equipment Incentive Program — 2024 Iowa Acts, [House File 2644](#) (Court Reporter Revolving Fund Act), appropriated \$100,000 to the IEDA for the Court Reporter Equipment Incentive Program. *The Governor is recommending \$50,000 for a new appropriation to the Department of Education to provide forgivable loans to 10 individuals pursuing careers as court reporters after working in a rural community for five years.*

Major Economic Growth Attraction Program — 2024 Iowa Acts, [Senate File 574](#) (Economic Development Authority, Major Economic Growth Attraction Program Act), created the Major Economic Growth Attraction (MEGA) Program. The MEGA Program provides tax credits and refunds to certain businesses that invest at least \$1,000,000,000 in an Iowa project.

Destination Iowa — 2024 Iowa Acts, [House File 2691](#) (FY 2025 Infrastructure Appropriations Act), appropriated \$10,000,000 from the Rebuild Iowa Infrastructure Fund (RIIF) to the Destination Iowa Fund. The Fund provides grants to projects that increase tourism, develop and enhance recreational opportunities, or contribute to quality of life in rural communities. *The Governor is recommending \$10,000,000 from the RIIF in FY 2026.*

Grow Iowa Values Fund — At the beginning of FY 2025, \$1,759,801 in cash remained in the Grow Iowa Values Fund (GIVF). The funding was repealed in 2011 Iowa Acts, chapter [133](#) (FY 2012 Infrastructure Appropriations Act). The Subcommittee may wish to hear about any planned initiatives funded through the GIVF and receive a financial update on the GIVF.

Energy Infrastructure Revolving Loan Program — 2021 Iowa Acts, chapter [177](#) (Taxation and Other Provisions Act), created the Energy Infrastructure Revolving Loan Program (EIRLP) to be administered by the IEDA. The EIRLP, provides low-interest loans for energy infrastructure projects that facilitate electricity or gas generation, transmission, storage, or distribution. There was \$15,879,720 in available funds at the beginning of FY 2025. *The Governor is recommending modernizing the EIRLP and expanding the types of projects eligible for funding to include critical energy infrastructure and water-related infrastructure projects that are tied to economic development.*

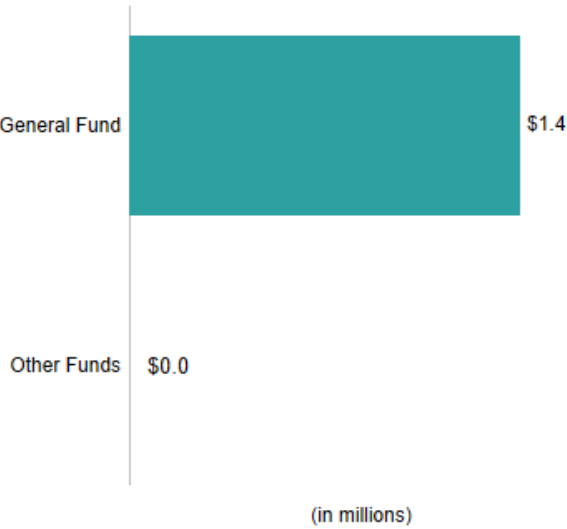
Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

IOWA FINANCE AUTHORITY

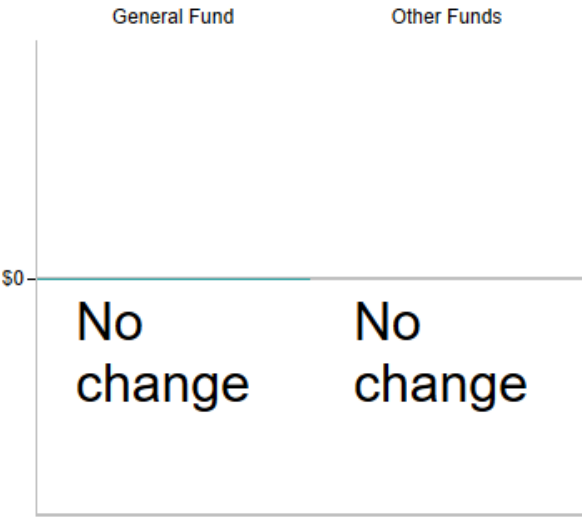
Overview and Funding History

Agency Overview: The [Iowa Finance Authority's \(IFA's\)](#) mission is to finance, administer, advance, and preserve affordable housing and to promote community and economic development for Iowans. The Authority receives no General Fund appropriation for operating expenses and does not have the ability to tax. The major funding sources for the Authority are bond proceeds, title guaranty fees, application fees, and interest earnings.

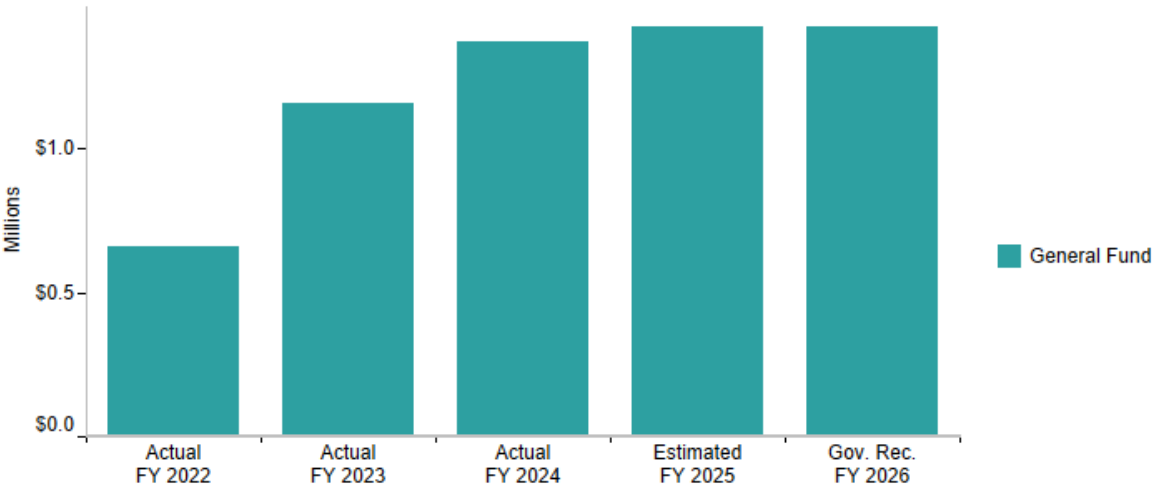
**FY 2026 Governor's Recommendations
Total: \$1,423,000**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



General Fund Recommendations

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
Iowa Finance Authority				
Iowa Finance Authority				
Rent Subsidy Program	\$ 873,000	\$ 873,000	\$ 873,000	\$ 0
Housing Renewal Pilot Program	500,000	550,000	550,000	0
Total Iowa Finance Authority	\$ 1,373,000	\$ 1,423,000	\$ 1,423,000	\$ 0

Discussion Items

Rent Subsidy Program — 2023 Iowa Acts, [Senate File 559](#) (FY 2024 Economic Development Appropriations Act), increased the FY 2024 General Fund appropriation for the Home- and Community-Based Services (HCBS) Rent Subsidy Program by \$215,000 to meet Program demand. The Program provides rent assistance to individuals on a Medicaid HCBS waiver. The Subcommittee may wish to receive an update from the IFA about demand for the Program.

Housing Renewal Pilot Program — 2022 Iowa Acts, [House File 2564](#) (FY 2023 Economic Development Appropriations Act), created a new General Fund appropriation of \$500,000 to the IFA. The purpose of the Program is to help acquire and redevelop foreclosed properties that might otherwise become sources of abandonment and blight within their communities. The Program is set to be repealed July 1, 2025. The Subcommittee may wish to receive an update from the IFA about the Program.

State Housing Trust Fund — The State Housing Trust Fund is used for the development and preservation of affordable housing for low-income individuals and for the Iowa Mortgage Help Initiative. At the beginning of FY 2025, the Fund had a balance of \$17,079,623.

Disaster Recovery Housing Assistance Program — The Disaster Recovery Housing Assistance Program provides eligible homeowners with up to \$50,000 in a forgivable loan for repair or rehabilitation of their disaster-impacted home for needs outside the scope of insurance or Federal Emergency Management Agency (FEMA) Individual Assistance. The Program received \$6,460,755 in FY 2025 from the Homestead Property Tax Credit Aid pursuant to the Governor’s emergency fund transfer authority in Iowa Code section [8.39](#).

Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

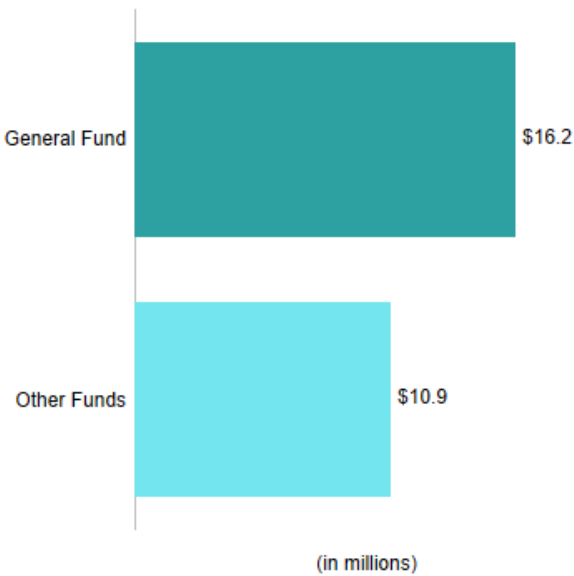
IOWA WORKFORCE DEVELOPMENT

Overview and Funding History

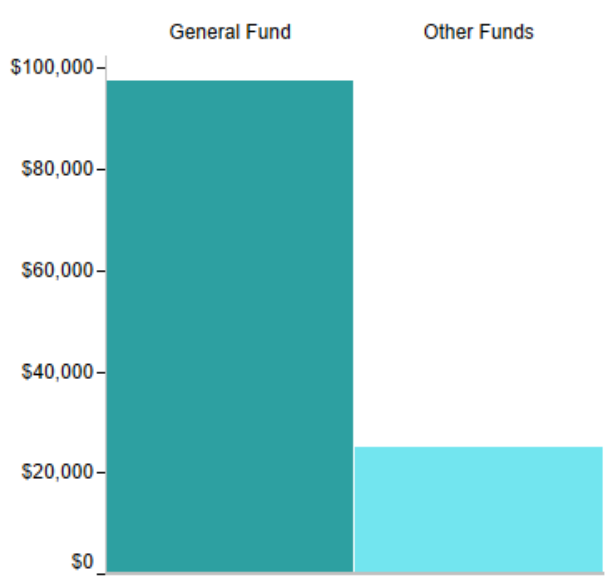
Agency Overview: [Iowa Workforce Development \(IWD\)](#) strives to improve the income, productivity, and safety of all Iowans. In conjunction with State and local economic development efforts, IWD also assists businesses in fulfilling workforce needs. IWD’s major services, products, and activities include:

- Workforce center services
- Business engagement
- Unemployment insurance
- Workforce information and analysis
- Vocational rehabilitation
- Resource management

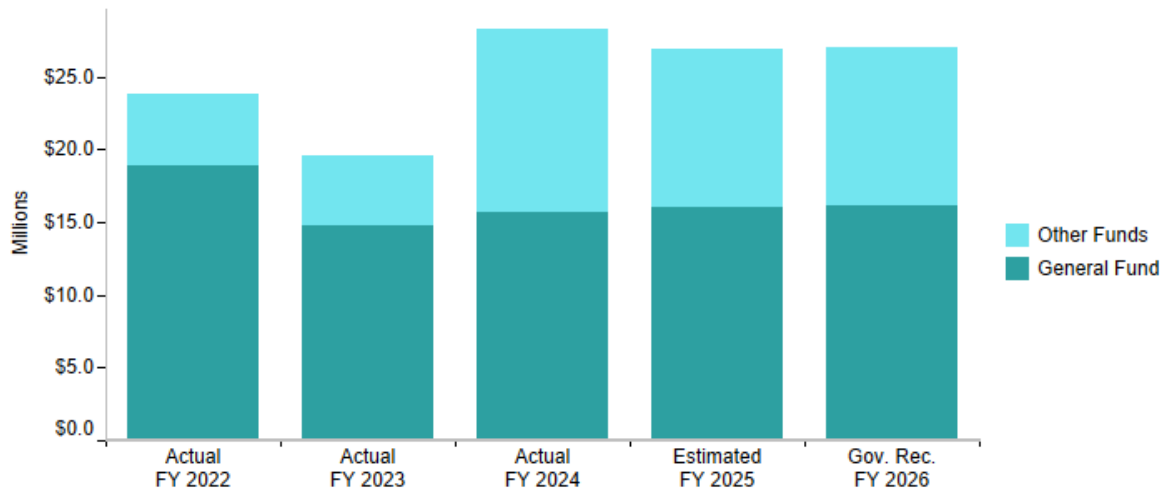
**FY 2026 Governor's Recommendations
Total: \$27,042,367**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



General Fund Recommendations

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
Workforce Development, Department of				
IWD - Vocational Rehabilitation Services				
Vocational Rehabilitation	\$ 6,106,732	\$ 6,226,739	\$ 0	\$ -6,226,739
Independent Living	84,804	84,804	0	-84,804
Entrepreneurs with Disabilities Program	138,506	138,506	0	-138,506
Independent Living Center Grant	86,547	86,547	0	-86,547
IWD - Vocational Rehabilitation Services	\$ 6,416,589	\$ 6,536,596	\$ 0	\$ -6,536,596
Iowa Workforce Development				
Operations - Field Offices	\$ 6,675,650	\$ 6,902,636	\$ 6,902,636	\$ 0
Offender Reentry Program	387,158	387,158	393,424	6,266
State Accounting System	228,822	228,822	228,822	0
Workplace Injury and Safety Surveys	125,555	125,555	127,314	1,759
Future Ready Summer Youth Intern Program	250,000	250,000	250,000	0
Adult Education and Literacy Programs	500,000	500,000	500,000	0
Future Ready Reg. Apprenticeship Prog.	760,000	760,000	760,000	0
Employee Misclassification Program	379,631	379,631	382,685	3,054
Entrepreneurs with Disabilities Program	0	0	143,297	143,297
Independent Living Center Grant	0	0	86,547	86,547
Independent Living	0	0	84,804	84,804
Vocational Rehabilitation Services	0	0	6,308,429	6,308,429
Iowa Workforce Development	\$ 9,306,816	\$ 9,533,802	\$ 16,167,958	\$ 6,634,156
Total Workforce Development, Department of	\$ 15,723,405	\$ 16,070,398	\$ 16,167,958	\$ 97,560

Governor’s FY 2026 Recommended Changes

Offender Reentry Program **\$6,266**
 An increase of \$6,266 for general operating expenses.

Workplace Injury and Safety Surveys **\$1,759**
 An increase of \$1,759 for general operating expenses.

Employee Misclassification Program **\$3,054**
 An increase of \$3,054 for general operating expenses.

Entrepreneurs with Disabilities Program **\$4,791**
 An increase of \$4,791 for general operating expenses. *The Governor is recommending moving this appropriation from the division of Vocational Rehabilitation Services to a program under IWD in FY 2026 for accounting purposes.*

Vocational Rehabilitation Services **\$81,690**
 An increase of \$81,690 for general operating expenses. *The Governor is recommending moving this appropriation from the division of Vocational Rehabilitation Services to a program under IWD in FY 2026 for accounting purposes.*

Note: The Governor is recommending moving the appropriations for Independent Living and the Independent Living Center Grant from the division of Vocation Rehabilitation Services to programs under IWD in FY 2026 for accounting purposes. There is no change in funding compared to estimated 2025.

Other Fund Recommendations

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
Workforce Development, Department of				
Iowa Workforce Development				
Field Offices - Spec Cont Fund	\$ 2,416,084	\$ 2,416,084	\$ 4,616,084	\$ 2,200,000
Field Offices - UI Reserve Interest	2,200,000	2,200,000	0	-2,200,000
AMOS Mid-Iowa Organizing Strategy - SWJCF	100,000	100,000	0	-100,000
Future Ready Iowa Coordinator - SWJCF	150,000	0	0	0
Adult Ed and Literacy for the Workforce - SWJCF	5,500,000	5,500,000	5,500,000	0
STEM Internships - SWJCF	633,325	633,325	633,325	0
Work-Based Learning Intermed Net - SWJCF	1,500,000	0	0	0
Workforce Prep Outcome Rep - SWJCF	0	0	125,000	125,000
Total Workforce Development, Department of	\$ 12,499,409	\$ 10,849,409	\$ 10,874,409	\$ 25,000

Governor’s FY 2026 Recommended Changes

Field Offices — Special Contingency Fund \$2,200,000

An increase of \$2,200,000 to replace field office funding that previously came from the interest earned on the Unemployment Compensation Reserve Fund.

Field Offices — Unemployment Insurance Reserve Interest \$-2,200,000

A decrease of \$2,200,000 eliminating the appropriation. The Unemployment Compensation Reserve Fund was eliminated in 2024 Iowa Acts, [Senate File 2411](#) (Work-Based Learning Act).

AMOS Mid-Iowa Organizing Strategy — SWJCF \$-100,000

A decrease of \$100,000 eliminating the appropriation and ending the program.

Workforce Prep Outcome Rep — SWJCF \$125,000

An increase of \$125,000 for staffing costs to complete workforce preparation outcome reporting. *Costs for this appropriation are being accompanied by an equal recommended decrease in the Education budget for workforce preparation outcome reporting.*

Discussion Items

Special Employment Security Contingency Fund — The Subcommittee may wish to hear from the IWD about the funds available from the Special Employment Security Contingency Fund. The appropriation for field offices in FY 2025 was approximately \$2,400,000. Revenues to the Fund are estimated to be \$5,200,000 in FY 2025. Agency expenditures are estimated to be \$6,900,000 in FY 2025. The available balance in the Fund at the beginning of FY 2025 was \$4,500,000 and the available balance at the beginning of FY 2026 is estimated to be \$2,800,000 (excluding \$2,200,000 for cash flow purposes and moneys transferred from the Unemployment Compensation Reserve Fund).

Unemployment Compensation Reserve Fund — Senate File 2411 repealed the Unemployment Compensation Reserve Fund and transferred its balance to various other funds. As of January 7, 2025, no funds have been transferred. The Subcommittee may wish to receive an update on the status of the Reserve Fund.

Workforce Opportunity Fund — The Workforce Opportunity Fund was created in SF 2411 to support training and infrastructure related to the growth and maintenance of the State’s workforce programs. The Subcommittee may wish to request information about plans for the Fund.

Unemployment Insurance Systems Modernization and Reed Act Funding — IWD has been authorized to use up to \$44,600,000 from the federal [Assistance for Unemployed Workers and Struggling Families Act \(Reed Act\)](#) for one-time funding for the modernization of unemployment insurance systems and for the acquisition of programming, software, and equipment required to provide an administrative

system for the Iowa Unemployment Insurance Program. Previous Reed Act appropriations include \$4,800,000 in FY 2016, \$597,000 in FY 2017, and \$39,200,000 in FY 2018. As of November 6, 2024, IWD has expended \$22,601,407 and has an unspent balance of \$22,020,593. There is \$26,192,307 of available Reed Act funding that has yet to be appropriated.

Iowa's Unemployment Compensation Trust Fund — The Unemployment Compensation Trust Fund, or Unemployment Insurance Trust Fund, is administered by the U.S. Department of Labor in cooperation with IWD to help Iowans deal with periods of economic insecurity. State Unemployment Insurance laws are codified in Iowa Code chapter [96](#). The Fund is replenished through insurance taxes paid by Iowa employers based on a formula that includes an employer's five-year average annual benefit payment and the employer's five-year average annual taxable payroll. According to IWD monthly data, \$316,386,582 was provided in regular unemployment insurance benefits in calendar year (CY) 2024, which is an increase from the \$260,476,759 provided in CY 2023. According to federal Department of Labor data, as of January 1, 2025, the balance in the Unemployment Compensation Trust Fund was \$1,951,397,517. *The Governor is recommending modifying the unemployment tax system by decreasing the taxable wage base, reducing the number of tax tables, and lowering the maximum tax rate in all tax tables to 5.4%.*

Iowa Office of Apprenticeship — The [Iowa Office of Apprenticeship](#) was officially recognized as a State Apprenticeship Agency by the U.S. Department of Labor in CY 2024. The Subcommittee may wish to receive an update about plans for the Office.

Vocational Rehabilitation Federal Funding — Federal funds match the General Fund appropriation for Vocational Rehabilitation Services (21.3% State to 78.7% federal). Available federal funds increase each year at the rate of inflation and are allotted to states by formula. State funds are subject to a maintenance of effort requirement.

Healthcare Credentialing Grant — The Governor announced \$3,000,000 in funding from the federal [American Rescue Plan Act \(ARPA\)](#) for the Healthcare Credentialing Grant program. The grants are intended to be used by employers to train and educate nurses, certified nursing assistants (CNAs), and licensed practical nurses (LPNs) in Iowa.

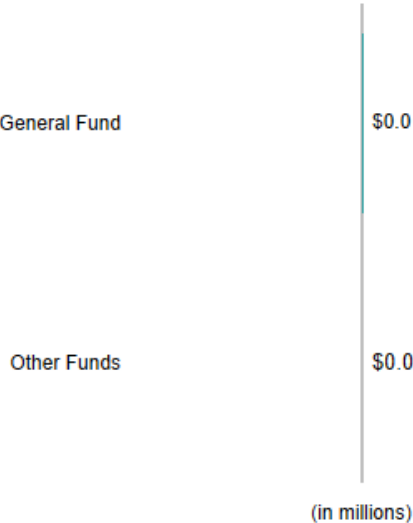
Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

PUBLIC EMPLOYMENT RELATIONS BOARD

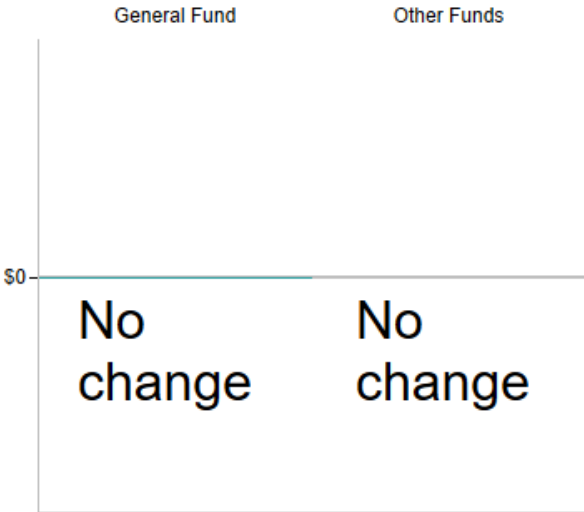
Overview and Funding History

Agency Overview: The Iowa [Public Employment Relations Board \(PERB\)](#) is responsible for implementing the provisions of the [State Public Employment Relations Act](#) and for adjudicating and conciliating labor and management disputes involving public employers and employee organizations throughout the State.

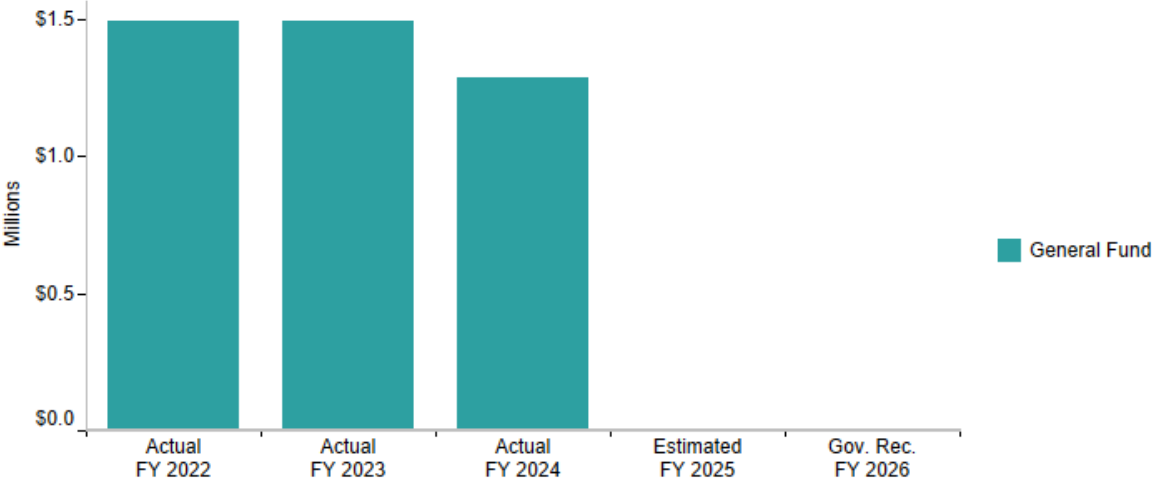
**FY 2026 Governor's Recommendations
Total: \$0**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



General Fund Recommendations

Public Employment Relations Board Alignment — Due to 2024 Iowa Acts, [Senate File 2385](#) (State Government Boards and Commissions Act), the PERB was eliminated and its duties were transferred to the Employment Appeal Board of the Department of Inspections, Appeals, and Licensing (DIAL).

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
Public Employment Relations Board				
Public Employment Relations General Office	\$ 1,290,230	\$ 0	\$ 0	\$ 0
Total Public Employment Relations Board	\$ 1,290,230	\$ 0	\$ 0	\$ 0

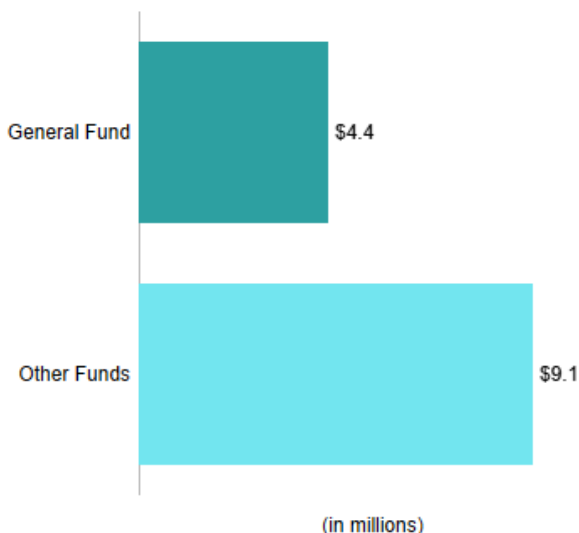
BOARD OF REGENTS

Overview and Funding History

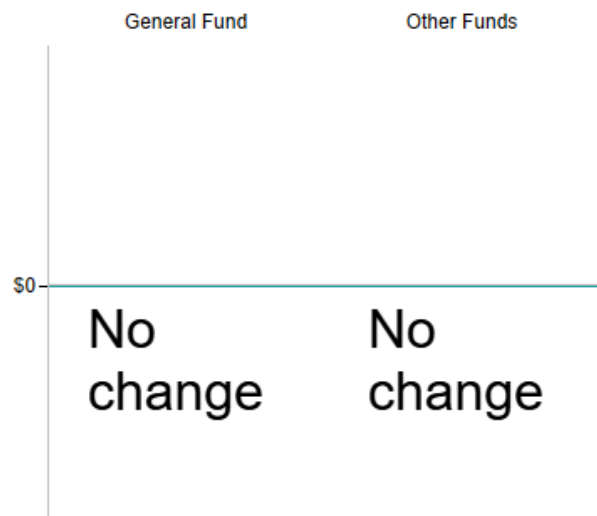
Agency Overview: The Economic Development Appropriations Subcommittee appropriates funds to the [Board of Regents](#) universities for the following purposes:

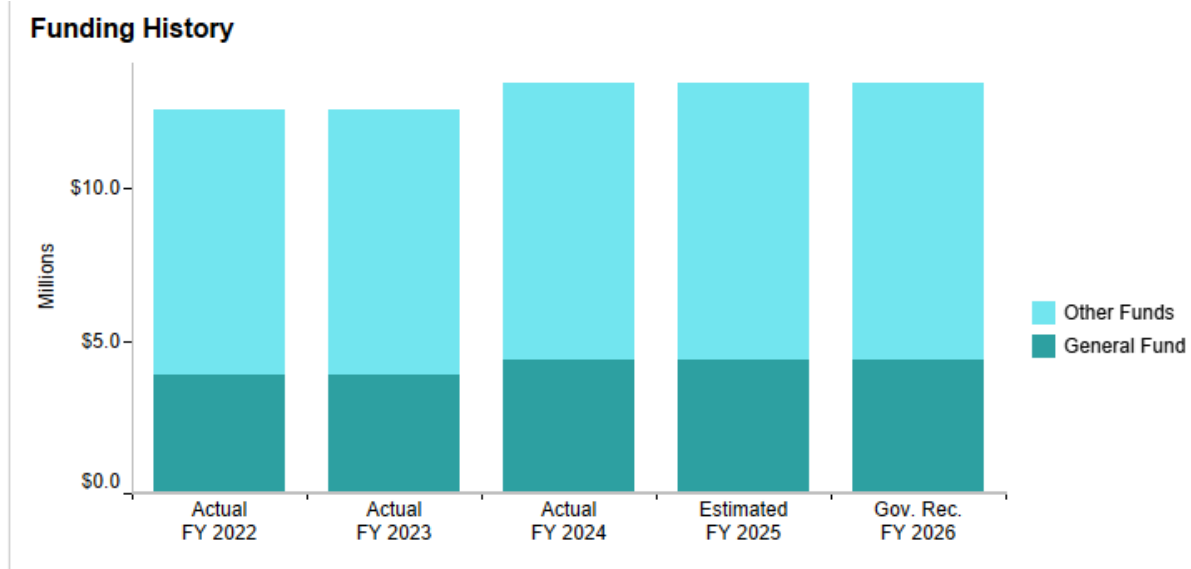
- The Regents Innovation Fund appropriation is allocated to the three Regents institutions for capacity-building infrastructure in areas related to technology commercialization; marketing and business development efforts related to technology commercialization, entrepreneurship, and business growth; and infrastructure projects and programs needed to assist in implementation of activities under Iowa Code chapter [262B](#) (Commercialization of Research). Refer to the **Budget Unit Brief** [Regents Innovation Fund](#) for more information.
- The University of Iowa (UI) Economic Development appropriation includes the UI Pharmaceuticals Program, the UI Research Park, and the Technology Innovation Center. Refer to the **Budget Unit Brief** [University of Iowa — Economic Development](#) for more information.
- The UI Entrepreneur and Economic Growth appropriation is to be used to expand public/private partnerships and programming through the Pappajohn Entrepreneurial Center. Refer to the **Budget Unit Brief** [University of Iowa — Entrepreneur and Economic Growth](#) for more information.
- The Iowa State University (ISU) Economic Development appropriation includes the Institute for Physical Research and Technology, the Small Business Development Centers, and the ISU Research Park. Refer to the **Budget Unit Brief** [Iowa State University — Economic Development](#) for more information.
- The University of Northern Iowa (UNI) Economic Development appropriation includes the Institute for Decision Making (IDM), the Metal Casting Center, Advance Iowa, the Family Business Center, and the MyEntreNet Program. Refer to the **Budget Unit Brief** [University of Northern Iowa — Economic Development](#) for more information.

FY 2026 Governor's Recommendations
Total: \$13,458,316



Governor's Recommendations Compared to Estimated FY 2025





The five-year funding history graph above does not reflect any funding the Board of Regents received through allocations or appropriations from the RIIF. Information on these appropriations can be found in the **Transportation, Infrastructure, and Capitals Appropriations Subcommittee** section of this document.

General Fund Recommendations

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
Regents, Board of				
Regents, Board of				
ISU - Biosciences Innovation Ecosystem - GF	\$ 2,963,995	\$ 2,963,995	\$ 2,963,995	\$ 0
UI - Biosciences Innovation Ecosystem - GF	1,000,000	1,000,000	1,000,000	0
UNI - Additive Manufacturing - GF	394,321	394,321	394,321	0
Total Regents, Board of	\$ 4,358,316	\$ 4,358,316	\$ 4,358,316	\$ 0
Total Economic Development	\$ 41,796,686	\$ 40,787,127	\$ 40,720,344	\$ -66,783

Other Fund Recommendations

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
Regents, Board of				
Regents, Board of				
Regents Innovation Fund - SWJCF	\$ 3,000,000	\$ 3,000,000	\$ 0	\$ -3,000,000
ISU - Economic Development - SWJCF	2,424,302	2,424,302	2,424,302	0
UI - Economic Development - SWJCF	209,279	209,279	209,279	0
UI - Entrepreneur and Econ Growth - SWJCF	2,000,000	2,000,000	2,000,000	0
UNI - Economic Development - SWJCF	1,466,419	1,466,419	1,466,419	0
UNI - Workforce Development - SWJCF	0	0	3,000,000	3,000,000
Total Regents, Board of	\$ 9,100,000	\$ 9,100,000	\$ 9,100,000	\$ 0
Total Economic Development	\$ 34,366,084	\$ 34,366,084	\$ 34,391,084	\$ 25,000

Governor's FY 2026 Recommended Changes**Regents Innovation Fund — SWJCF** **\$-3,000,000**

A decrease of \$3,000,000 eliminating the appropriation and ending the program.

UNI — Workforce Development — SWJCF **\$3,000,000**

An increase of \$3,000,000 for the University of Northern Iowa (UNI) to offer students from contiguous states the same rate of tuition and mandatory fees that are charged to resident students.

Discussion Items

Economic Development, Commercialization of Research, and Technology Transfer — The Subcommittee may wish to receive an update from the Board of Regents regarding collaboration between the universities and businesses and how these efforts bring private and federal resources into Iowa. According to the Board of Regents, licensed technology has increased revenue to Iowa companies by \$54,000,000 from FY 2020 to FY 2024, while the three universities were awarded \$632,000,000 from competitive federal grants and awards in FY 2024.

UNI Manufacturing 4.0 — UNI's Institute for Decision Making (IDM) and Additive Manufacturing Center (AMC) are in partnership with the IEDA to advance Manufacturing 4.0 initiatives and economic development training across Iowa. The Subcommittee may wish to request an update from UNI about the partnership and its goals.

Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

Comparisons to Other States — Gross Domestic Product

Data gathered by the [Bureau of Economic Analysis \(BEA\)](#) represents the Gross Domestic Product (GDP) by state. The GDP is the value added to goods and services by economic activity. It is equivalent to a state's gross output (sales or receipts and other operating income, commodity taxes, and inventory change) minus input (consumption of goods and services purchased from other U.S. industries or imported). This measure uses chained 2017 dollars to account for inflation.

When evaluated on a per capita basis, Iowa ranked 20th in the nation with a per capita GDP of \$63,003 in CY 2023. The state with the highest per capita GDP was New York (\$91,523), followed by Massachusetts (\$87,912) and Washington (\$86,682). The three lowest states were Mississippi (\$40,667), West Virginia (\$45,647), and Arkansas (\$46,569).

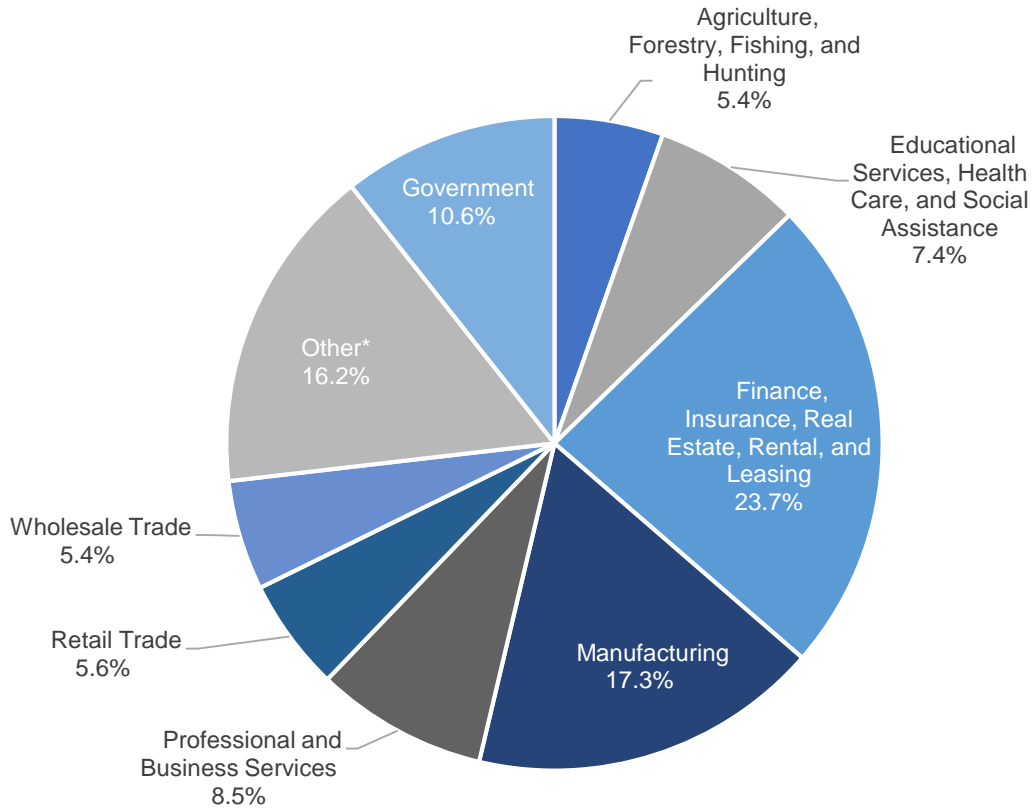
Since 2017, Iowa's GDP has grown by 7.98%, the 38th largest increase among all states. The state with the largest increase was Idaho (31.48%), followed by Utah (31.02%) and Washington (28.47%). The states that had the slowest growth were Alaska (0.95%), Hawaii (1.35%), and Louisiana (3.66%).

The chart on the following page displays Iowa's GDP by North American Industry Classification System (NAICS) sector. The largest two sectors of Iowa's GDP are Finance, Insurance, Real Estate, Rental, and Leasing (23.70%) and Manufacturing (17.30%).

The fastest-growing sectors in Iowa since 2017 are Professional and Business Services (41.90%) and Agriculture, Forestry, Fishing, and Hunting (27.20%). The sectors with the slowest growth since 2017 are Wholesale Trade (-2.10%) and Retail Trade (-0.50%).

For additional comparisons, refer to the [Bureau of Economic Analysis](#).

Iowa's GDP by Industry CY 2023 (\$202.051 Billion Chained 2017 Dollars)



*Other includes:

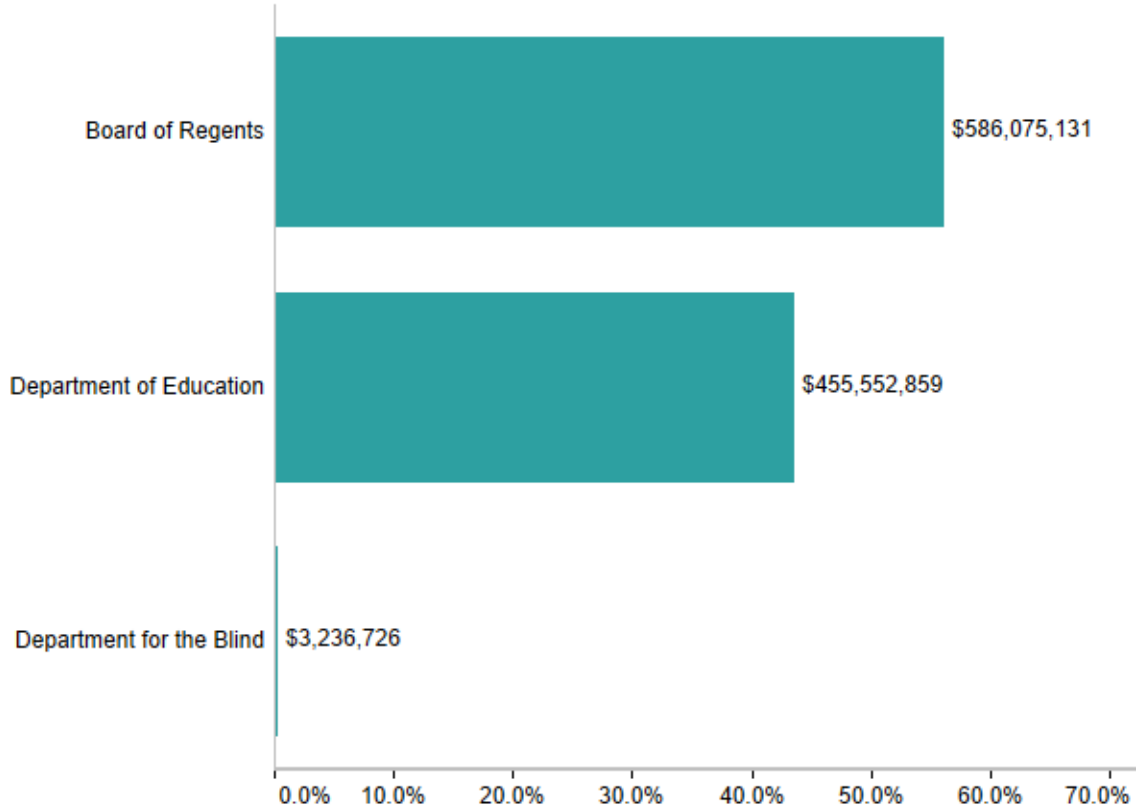
- Mining
- Utilities
- Construction
- Transportation and Warehousing
- Information
- Arts, Entertainment, Recreation, Accommodation, and Food Services
- Any other industry not otherwise categorized

Reports Required to Be Filed with General Assembly

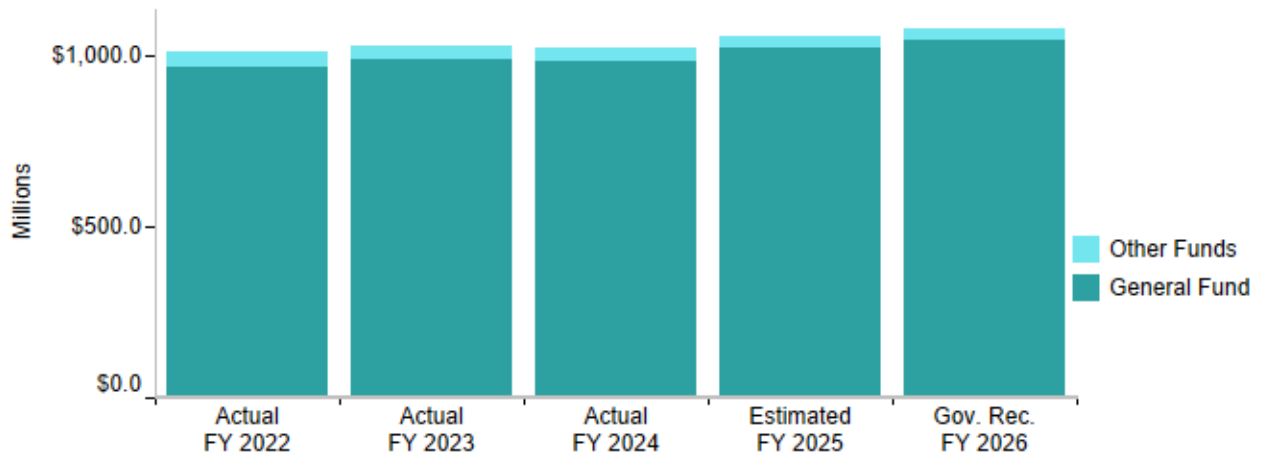
Reports and other documents required to be filed with the General Assembly are organized by submitting department and by date and are published on the LSA [website](#).

LSA Staff Contact: Evan Johnson (515.281.6301) evan.johnson@legis.iowa.gov

**FY 2026 General Fund Governor's Recommendations
 Total: \$1,044,864,716**



**Funding History by Appropriations Subcommittee —
 Education**

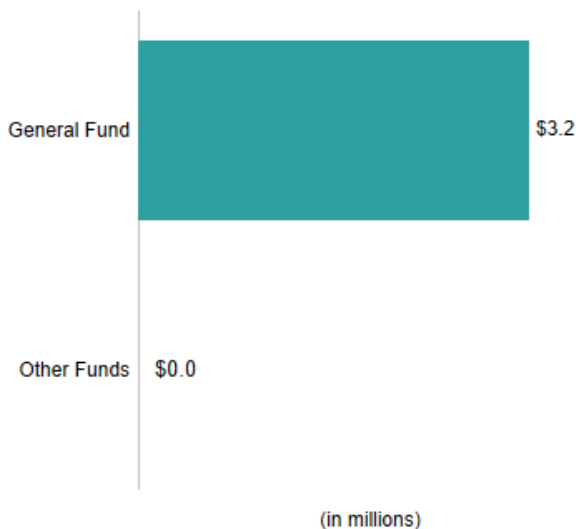


DEPARTMENT FOR THE BLIND

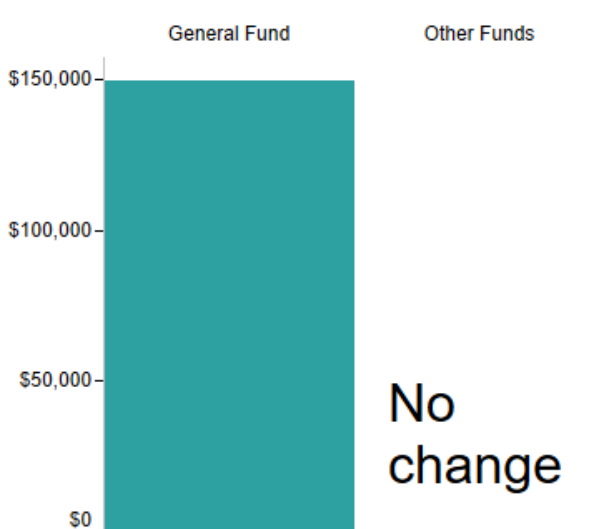
Overview and Funding History

Agency Overview: The [Department for the Blind](#) provides vocational rehabilitation, independent living skills, library services, and other essential services to visually impaired Iowans. The Department’s three major service areas are Vocational Rehabilitation (VR), Independent Living (IL), and the Iowa Library for the Blind and Print Disabled.

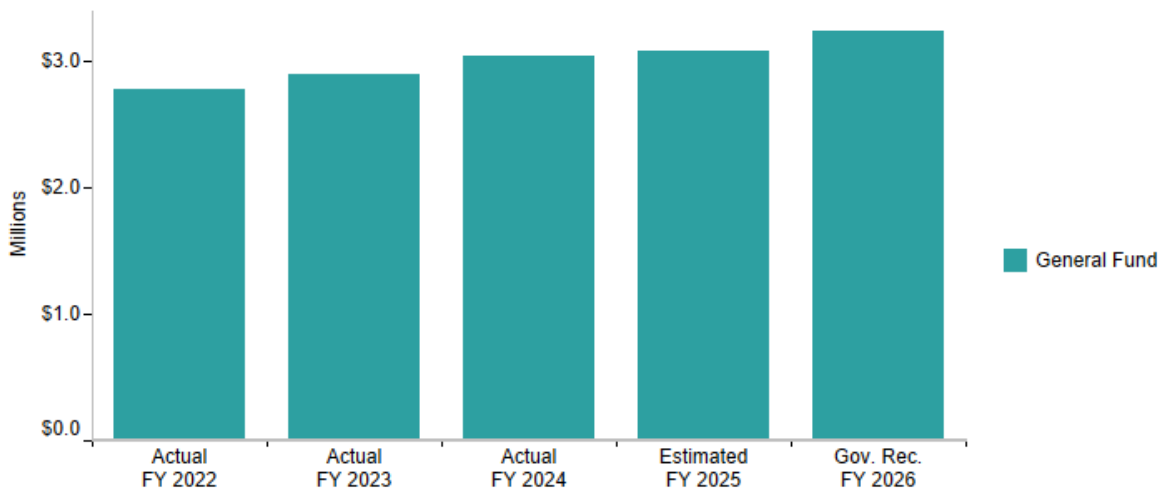
**FY 2026 Governor's Recommendations
Total: \$3,236,726**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



General Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Blind, Department for the</u>				
Department for the Blind				
Department for the Blind	\$ 3,043,503	\$ 3,087,171	\$ 3,236,726	\$ 149,555
Total Blind, Department for the	<u>\$ 3,043,503</u>	<u>\$ 3,087,171</u>	<u>\$ 3,236,726</u>	<u>\$ 149,555</u>

Governor’s FY 2026 Recommended Changes

Department for the Blind **\$149,555**

The recommendations include the following:

- An increase of \$82,555 for general operating expenses.
- An increase of \$67,000 to replace federal funding no longer provided under the State Plan for Independent Living. This increase in funding will provide services to blind lowans who do not qualify under the Vocational Rehabilitation Grant or the Older Blind Grant.

Discussion Items

State Match Requirements for Federal Funds — The majority of the General Fund appropriation to the Department for the Blind serves as a nonfederal match to draw down federal Vocational Rehabilitation (VR) funds at a ratio of 21.3/78.7 and federal Independent Living (IL) funds at a ratio of 10/90. Both sources of federal funding are also subject to a maintenance of effort (MOE) requirement. A reduction in State funding for the Department can lead to a penalty and the loss of federal funds.

For Federal Fiscal Year (FFY) 2024, the Department received \$377,567 in IL funding, which required a State match of \$37,757. The Department consistently spends more than required (\$1,107,077 in total for FY 2024) to meet the demand for IL services. For FFY 2025, the Department is estimating to receive \$270,298 in IL funding, which requires a State match of \$27,029. The Department is not expecting a decline in demand for services and is seeking additional funding to cover program expenditures. The Department received \$7,461,836 in federal VR funding for FFY 2024, requiring a State match of \$2,019,532. The Department has not received the final FFY 2025 VR grant award, but it is expected to be at least the equivalent of the FFY 2024 award.

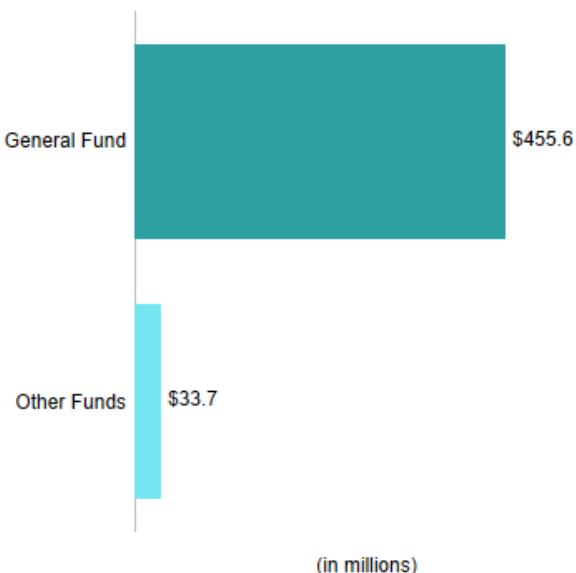
Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

DEPARTMENT OF EDUCATION

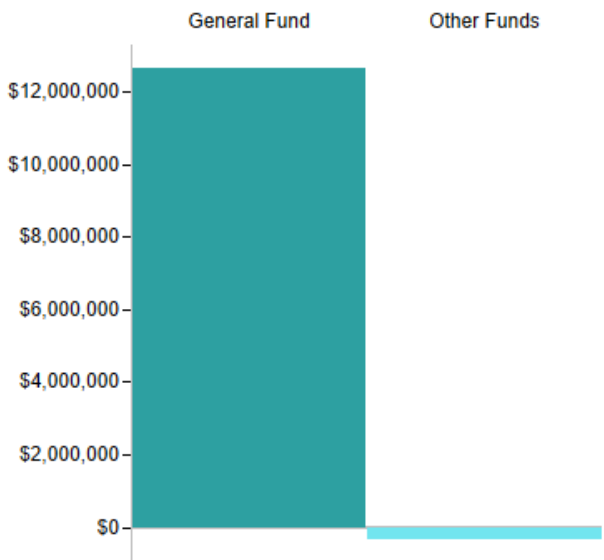
Overview and Funding History

Agency Overview: The [Department of Education](#) (DE) oversees pre-K through grade 12 education in Iowa, the area education agencies, and the community college system. In addition, the Department’s budget includes the College Student Aid Commission, early childhood programming, the Iowa Board of Educational Examiners, Iowa PBS, the Iowa School for the Deaf, and the Iowa Educational Services for the Blind and Visually Impaired. Direct aid to local schools is not part of the Education Appropriations Subcommittee’s budget. For more information on school aid, see the **State School Aid** and the **Unassigned Standing Appropriations** sections of this document.

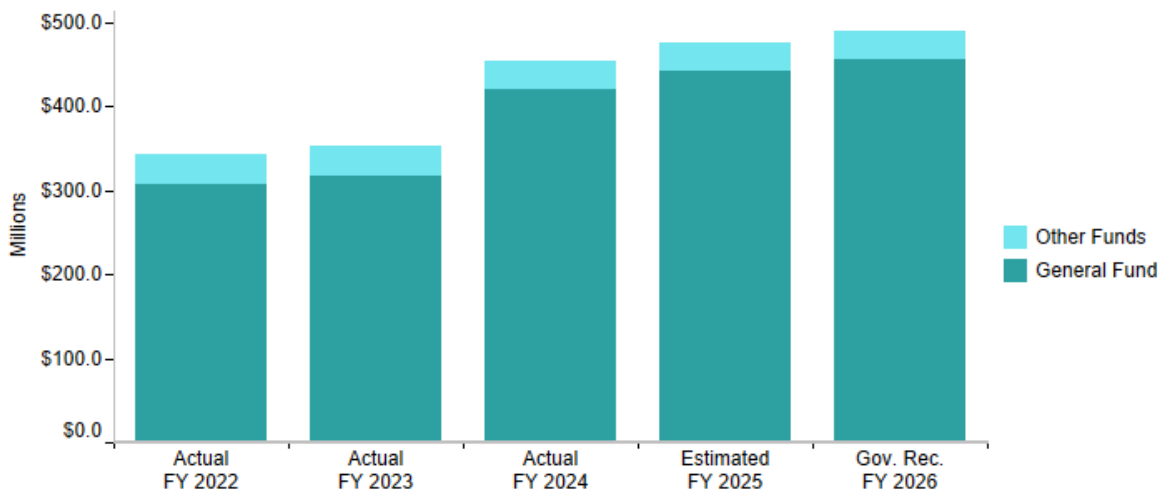
FY 2026 Governor's Recommendations
Total: \$489,227,859



Governor's Recommendations Compared to Estimated FY 2025



Funding History



General Fund Recommendations

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
Education, Department of				
Education, Dept. of				
Dept. of Education Administration	\$ 5,893,672	\$ 6,922,250	\$ 7,293,356	\$ 371,106
Career Technical Education Administration	598,197	721,779	733,066	11,287
Career Technical Education Secondary	2,952,459	2,952,459	2,952,459	0
School Food Service	2,176,797	2,176,797	2,176,797	0
Special Ed. Services Birth to 3	1,721,400	1,721,400	1,721,400	0
Early Head Start Projects	574,500	574,500	574,500	0
Student Achievement/Teacher Quality	2,990,467	2,990,467	3,002,350	11,883
Statewide Student Assessment	3,000,000	3,000,000	3,000,000	0
Work-Based Learning Clearinghouse	300,000	300,000	300,000	0
Summer Joint Enrollment Program	600,000	600,000	600,000	0
Jobs for America's Grads	9,146,450	9,646,450	9,646,450	0
Attendance Center/Website & Data System	250,000	250,000	254,727	4,727
Early Lit - Successful Progression	7,824,782	7,824,782	7,824,782	0
Early Lit - Early Warning System	1,915,000	1,915,000	1,915,000	0
Early Lit - Iowa Reading Research Center	1,500,000	1,500,000	1,500,000	0
Computer Science Prof. Devel. Incentive Fund	500,000	500,000	500,000	0
Children's Mental Health Training	3,383,936	3,383,936	3,383,936	0
Best Buddies Iowa	35,000	35,000	35,000	0
Midwestern Higher Education Compact	115,000	115,000	115,000	0
Nonpublic School Concurrent Enrollment	1,000,000	1,000,000	1,000,000	0
Community Colleges General Aid	228,858,161	235,858,161	240,575,324	4,717,163
ISD - Iowa School for the Deaf	11,421,710	11,707,253	12,197,979	490,726
Ed. Services for the Blind & Visually Impaired	4,794,040	4,913,891	5,096,053	182,162
STEM Collaborative Initiative	6,354,848	6,354,848	6,365,030	10,182
Therapeutic Classroom Incentive Fund	2,351,382	2,351,382	2,351,382	0
Therapeutic Classroom Trans. Claims Reimb.	500,000	500,000	0	-500,000
LEAD-K Program	200,000	200,000	200,000	0
Special Education Division	0	10,000,000	10,000,000	0
Professional Development	0	2,176,458	2,176,458	0
College Aid Commission	591,533	591,533	602,199	10,666
Health Care Professional Recruitment	500,973	500,973	0	-500,973
National Guard Benefits Program	6,600,000	6,600,000	6,600,000	0
All Iowa Opportunity Scholarships	3,229,468	3,229,468	3,229,468	0
Teach Iowa Scholars	650,000	650,000	650,000	0
Rural Iowa Primary Care Loan Repayment Program	2,504,933	2,629,933	0	-2,629,933
Health Care-Related Loan Program	500,000	500,000	0	-500,000
Rural Veterinarian Loan Repayment Program	700,000	700,000	700,000	0
Future Ready Iowa Last-Dollar Scholarship Program	23,927,005	23,927,005	23,927,005	0
Future Ready Iowa Skilled Workforce Grant Program	275,000	425,000	425,000	0
Mental Health Practitioner Loan Repayment Program	520,000	520,000	0	-520,000
Iowa Workforce Grant and Incentive Program	6,500,000	6,500,000	6,500,000	0
Child Development - Standing	10,524,389	10,524,389	10,524,389	0
Tuition Grant Program - Standing	51,421,531	52,707,069	53,761,210	1,054,141
Tuition Grant - For-Profit	108,000	110,700	112,914	2,214
Vocational Technical Tuition Grant - Standing	1,750,185	1,750,185	1,750,185	0
Online State Job Posting System	0	0	265,000	265,000
Therapeutic Classroom Services - Standing	750,255	750,000	750,000	0
Health Care Professional Incentive Program	0	0	10,000,000	10,000,000
Court Reporter Forgivable Loan Program	0	0	50,000	50,000
Education, Dept. of	\$ 412,011,073	\$ 434,808,068	\$ 447,338,419	\$ 12,530,351
Iowa PBS				
Iowa PBS Operations	\$ 7,943,538	\$ 8,116,032	\$ 8,214,440	\$ 98,408
Total Education, Department of	\$ 419,954,611	\$ 442,924,100	\$ 455,552,859	\$ 12,628,759

Governor’s FY 2026 Recommended Changes

Department of Education Administration **\$371,106**

The recommendations include the following:

- An increase of \$151,558 for a school safety position within the Department’s School Improvement Bureau.
- An increase of \$118,415 for general operating expenses.
- An increase of \$101,133 for increases in information technology services for Iowa School for the Deaf and Education Services for the Blind and Visually Impaired eDAS costs.

Career and Technical Education Administration **\$11,287**

An increase of \$11,287 for general operating expenses.

Student Achievement/Teacher Quality **\$11,883**

An increase of \$11,883 for general operating expenses.

Attendance Center/Website & Data System **\$4,727**

An increase of \$4,727 for general operating expenses.

Community Colleges General Aid **\$4,717,163**

A general increase of 2.00% compared to estimated FY 2025.

ISD – Iowa School for the Deaf **\$490,726**

The recommendations include the following:

- A general increase of 2.00% compared to estimated FY 2025. This increase totals \$234,145.
- An increase of \$148,335 for increases in general operating expenses.
- An increase of \$108,246 for an American Sign Language interpreter position to support the work of the School’s superintendent.

Ed. Services for the Blind & Visually Impaired **\$182,162**

The recommendations include the following:

- A general increase of 2.00% from FY 2025 funding levels. This increase totals \$98,278.
- An increase of \$83,884 for increases in general operating expenses.

STEM Collaborative Initiative **\$10,182**

An increase of \$10,182 for increases in general operating expenses.

Therapeutic Classroom Transportation Claims Reimbursement **\$-500,000**

A decrease of \$500,000 to eliminate the appropriation.

College Aid Commission **\$10,666**

An increase of \$10,666 for general operating expenses.

Health Care Professional Recruitment **\$-500,973**

A decrease of 100.00% from FY 2025 funding levels.

Rural Iowa Primary Care Loan Repayment **\$-2,629,933**

A decrease of 100.00% from FY 2025 funding levels.

Health Care-Related Loan Program **\$-500,000**

A decrease of 100.00% from FY 2025 funding levels.

Mental Health Practitioner Loan Repayment **\$-520,000**

A decrease of 100.00% from FY 2025 funding levels.

Tuition Grant Program — Standing (Nonprofit) **\$1,054,141**

A general increase of 2.00% compared to estimated FY 2025.

Tuition Grant — For-Profit **\$2,214**

A general increase of 2.00% compared to estimated FY 2025.

Online State Job Posting System **\$265,000**

An increase of \$265,000 to reestablish the TeachIowa job posting site maintained by the Department.

Health Care Professional Incentive Program **\$10,000,000**

A new appropriation which will be used to incentivize health care professionals to work in rural communities. Four loan repayment programs under the DE and one program under HHS will be discontinued and their funds totaling \$4,364,906 will be redirected toward the new initiative. These discontinued programs include the following:

- Health Care Professional Recruitment \$500,973
- Rural Iowa Primary Care Loan Repayment..... \$2,629,933
- Health Care-Related Loan Program \$500,000
- Mental Health Practitioner Loan Repayment..... \$520,000
- HHS offset for consolidation of health care-related loan repayment programs \$214,000

Court Reporter Forgivable Loan Program **\$50,000**

A new appropriation to the DE which provides forgivable loans to 10 individuals pursuing careers as court reporters after working in a rural community for five years. This program was established in FY 2025 under 2024 Iowa Acts, [House File 2644](#) (Court Reporter Revolving Fund Act), under the Court Reporter Equipment Incentive Program and was previously appropriated to and administered by Iowa Economic Development Authority (IEDA).

Iowa PBS **\$98,408**

An increase of \$98,408 for general operating expenses.

Other Fund Recommendations

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Education, Department of</u>				
Education, Dept. of				
Skilled Workforce Shortage Tuition Grant - SWJCF	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000	\$ 0
Workforce Training & Econ Dev Funds - SWJCF	15,100,000	15,100,000	15,100,000	0
ACE Infrastructure - SWJCF	6,000,000	6,000,000	6,000,000	0
PACE and Regional Sectors - SWJCF	5,000,000	5,000,000	4,800,000	-200,000
Gap Tuition Assistance Fund - SWJCF	2,000,000	2,000,000	2,000,000	0
Workforce Prep. Outcome Reporting - SWJCF	200,000	200,000	75,000	-125,000
STEM Best - SWJCF	700,000	700,000	700,000	0
Total Education, Department of	\$ 34,000,000	\$ 34,000,000	\$ 33,675,000	\$ -325,000

Governor’s FY 2026 Recommended Changes

PACE and Regional Sectors — SWJCF **-\$200,000**

A decrease of \$200,000 compared to estimated FY 2025 to offset the costs of ending Regional Industry Sector Partnerships.

Workforce Prep. Outcome Reporting — SWJCF **-\$125,000**

A decrease of \$125,000 compared to estimated FY 2025 for staffing costs to complete workforce preparation outcome reporting. Costs for this appropriation are being accompanied by an equal increase in the Economic Development Appropriations Bill for workforce preparation outcome reporting.

Discussion Items

Federal Funds in the Department of Education — There are three State appropriations under the Department of Education that fulfill MOE requirements for federal funds.

- **Career Technical Education Secondary.** These funds are part of the State's receipt of federal Perkins funding. To fulfill MOE requirements, the State must spend an amount equal to or greater than the amount spent the previous year, per student or in the aggregate (\$2,952,459), unless the federal award is decreased. Failure to meet MOE requirements for this appropriation may jeopardize all federal Perkins funding.
- **Career Technical Education Administration.** These funds are part of the State's receipt of federal Perkins funding. The State must expend as much from nonfederal sources for State administration as it did during the preceding year (\$721,779).
- **Special Education Services Birth to Three.** This appropriation funds the State's early childhood special education services under the federal [Individuals with Disabilities Education Act \(IDEA\)](#). Any reduction in State funding may result in the loss of IDEA funding for early childhood special education.

There are two State appropriations under the Department that are supported with federal funds.

- **Early Head Start Projects.** The State must match 25.00% of the funds received. The match may consist of both local and State sources.
- **Iowa PBS.** Federal funding is received through the Corporation for Public Broadcasting (CPB) as well as through other federal grants.

School Safety and Infrastructure Task Force — [House File 2652](#) (School Safety Plans and Improvements Act) directed the Department of Public Safety in consultation with the Department of Education and Homeland Security and Emergency Management Department to convene a Task Force to study and make recommendations on the safety and security standards of Iowa schools and school infrastructure. The Task Force was charged with submitting its findings and recommendations to the General Assembly on or before December 31, 2024. The School Safety and Infrastructure Task Force [report](#) offered 14 recommendations and standards to enhance the safety of attendance centers.

Area Education Agency Task Force — [House File 2612](#) (Area Education Agencies Act) established the Area Education Agency (AEA) Task Force to study and make recommendations related to how to improve the outcomes of students who utilize services provided by AEAs, to study and make recommendations related to the compensation of administrators, and how to best fund core and related services provided by AEAs. The voting members of the Task Force agreed to [recommendations](#) for the request of additional information and the authorization for an additional meeting to be held prior to February 28, 2025.

Comprehensive Review — [House File 2545](#) (Iowa Educational Standards, Review Act) required the Director of the Department of Education to conduct a comprehensive review and make recommendations regarding the State's high school graduation requirements, core content standards, and core curriculum. The [initial report](#) has been submitted and a final report is due to the Governor and the General Assembly by July 1, 2025.

Teacher Preparation Programs — Within the State of Iowa, there are 29 teacher preparation programs and 3 teacher intern programs. Based on Title II federal reporting for individuals enrolled in teacher preparation programs, the number of students completing their program within the State of Iowa by year is detailed below:

- Academic Year 2021-2022 — 2,202
- Academic Year 2020-2021 — 1,859
- Academic Year 2019-2020 — 1,908
- Academic Year 2018-2019 — 1,917
- Academic Year 2017-2018 — 1,944

National program completers by year are detailed below:

- Academic Year 2021-2022 — 156,089
- Academic Year 2020-2021 — 161,903
- Academic Year 2019-2020 — 152,939
- Academic Year 2018-2019 — 150,200
- Academic Year 2017-2018 — 152,803

Multiple [alternative pathways](#) for educators have been established in the State with oversight being provided by the DE and the Board of Educational Examiners (BOEE). In 2022, a [Teacher and Paraeducator Registered Apprenticeship Program \(TPRA\)](#) was established to provide additional pathways for students to obtain certification and degree attainment which may lead to licensure.

Early Childhood Continuum of Care Grant Program — *The Governor is recommending a new Early Childhood Continuum of Care program to provide three-year grants for preschool providers and child care providers partnering to provide an all-day continuum of care for preschool-age children. Grants in the amount of \$16,000,000 would be funded with existing State [Early Childhood Iowa](#) funding and supported by federal funds through the Child Care and Development Fund. In addition, \$3,600,000 in existing Shared Visions funding, which is included in the State [Child Development appropriation](#), would be used for preschool grants. Shared Visions programs would be required to participate in the [Statewide Voluntary Preschool Program](#).*

College Student Aid Commission Administrative Costs — The LSA estimates that the General Fund appropriation for administration covers approximately 29.00% of the cost to administer the State-funded student aid programs. The remaining cost is funded from the Commission’s [Strategic Reserve Fund](#), also referred to as the Operating Fund, which includes revenue from federal grants, earned interest, and income from fees.

The Strategic Reserve Fund also included revenue from Ascendium Education Group (previously Great Lakes Higher Education), which serviced the Commission’s federal loan portfolio from the discontinued [Federal Family Education Loan Program](#) (FFELP). Revenue from the Commission’s federal loan portfolio was deposited into the agency’s Strategic Reserve Fund, which is used to cover operating costs not funded by other sources. Ascendium’s final payment was in FY 2024 and revenue from the portfolio will continue to decrease as the number of outstanding loans decrease. According to the Commission, the Strategic Reserve Fund is projected to cover the agency’s administrative costs through FY 2032.

The Commission has made the following projections for the status of the Strategic Reserve Fund.

Iowa College Aid — Operating Fund Projections (as of 10/11/2024)										
	FY 2025	FY 2026*	FY 2027	FY 2028	FY 2029	FY 2030**	FY 2031	FY 2032	FY 2033	FY 2034
Balance on July 1	\$22,711,576	\$20,493,754	\$17,902,102	\$15,296,670	\$12,561,664	\$9,687,013	\$6,723,305	\$3,878,317	\$932,450	(\$2,190,281)
Revenue	\$10,216,641	\$5,873,272	\$5,814,400	\$5,755,491	\$5,703,881	\$5,711,273	\$1,853,538	\$1,768,189	\$1,651,839	\$1,651,839
Expenses	\$12,434,463	\$8,464,924	\$8,419,832	\$8,490,497	\$8,578,531	\$8,674,982	\$4,698,526	\$4,714,056	\$4,774,570	\$4,836,596
Balance on June 30	\$20,493,754	\$17,902,102	\$15,296,670	\$12,561,664	\$9,687,014	\$6,723,304	\$3,878,317	\$932,450	(\$2,190,281)	(\$5,375,038)
* GEAR UP 1.0 Federal Support ends										
** GEAR UP 2.0 Federal Support ends										
Source: Iowa College Student Aid Commission										

College Student Aid Commission FY 2023 Awards by Program — The following table provides statistics on FY 2023 awards for State-funded student aid programs:

College Student Aid Commission FY 2023 Awards and Administrative Costs by Program					
Program	Total Appropriations	Admin Costs	Recipients FY 2023	Recipients per Application	Cost per Recipient
All Iowa Opportunity Scholarship	\$ 3,229,468	\$ 195,601	747	7.8	\$ 262
National Guard Service Scholarship	4,700,000	110,026	988	1.4	111
Iowa Tuition Grant - for-profit	499,431	146,701	181	4.5	811
Iowa Tuition Grant - not-for-profit	50,118,451	152,813	8,151	2.7	19
Iowa Vocational Technical Tuition Grant	1,750,185	67,238	2,552	7.6	26
Health Care Professional Recruitment	500,973	42,788	33	1.5	1,297
Skilled Workforce Shortage Tuition Grant	5,000,000	91,688	4,299	4.5	21
Rural Iowa Veterinarian Loan Repayment Program	700,000	36,675	13	2.2	2,821
Rural Iowa Primary Care Loan Repayment Program	2,504,933	30,563	18	1.0	1,698
Teach Iowa Scholar	650,000	70,294	149	2.9	472
Health Care Loan Repayment Program	500,000	45,844	45	4.1	1,019
Future Ready Iowa Last-Dollar Scholarship	23,927,005	122,251	9,895	2.2	12
Future Ready Iowa Grant	0	61,125	18	44.4	3,396
Discontinued Forgivable Loan Programs*	0	207,826	0	0	0
Postsecondary Registration*	0	658,773	0	0	0
TOTAL	\$ 94,080,446	\$ 2,040,206	27089		

Notes
 Cost to administer includes salaries, as well as rent, utilities, server costs, programming, and other overhead expenses.
 The figures calculated in the Total row for Total Applications, Recipients, and Recipients per Application all represent average values.
 *Discontinued Forgivable Loan Programs includes 5 discontinued forgivable loan programs whose debt obligations and forgiveness eligibility is still being tracked by CSAC.
 *Postsecondary Registration (or consumer protection) is a State-mandated responsibility of the Commission. No funding is appropriated for this purpose. Registration fees paid by colleges are deposited to the General Fund.

The Governor is recommending a consolidation of four award programs which focus on health care loan repayment programs totaling \$4,361,906 in FY 2025 into a new Health Care Professional Incentive Program with a new \$10,000,000 appropriation.

Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

Senate File 2385 (State Government Boards and Commissions Act) Impacts on Education — [Senate File 2385](#) eliminated, merged, changed, and created various boards and commissions in the State. Additional information on the Act is provided in the LSA [Fiscal Note](#). The Act made a variety of changes that affect the Education Subcommittee including:

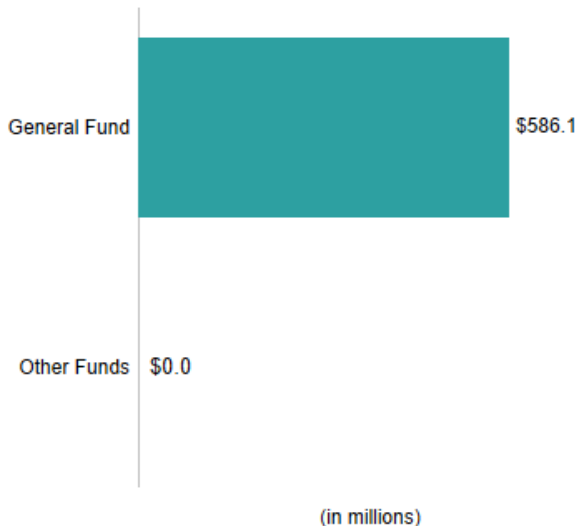
- Reduced the Board of Education from 10 to 9 members.
- Created a new Iowa Special Education Council.
- Eliminated the Commission on Educator Leadership and Compensation, Community College Council and Nonpublic School Advisory Committee, Community College Faculty Advisory Committee, Conservation Education Program Board, and Postsecondary Course Audit Committee.

BOARD OF REGENTS

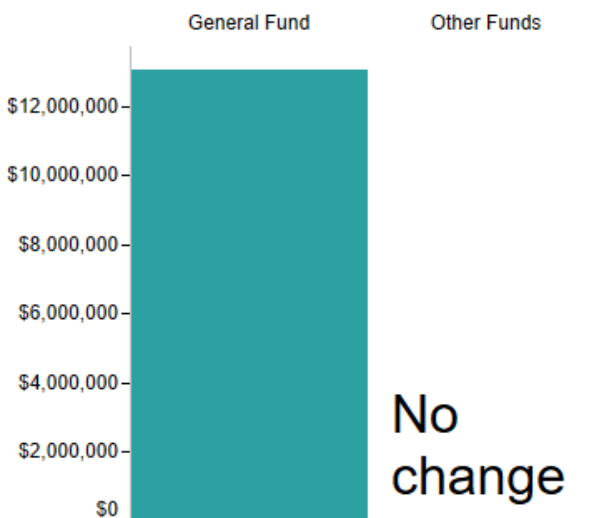
Overview and Funding History

Agency Overview: The [Board of Regents](#) (BOR) is a nine-member board that oversees the University of Iowa, Iowa State University, and the University of Northern Iowa. The Board establishes policy for the institutions; hires the university presidents; approves budgets, tuition and fees, bonding, investment policies, and other business and finance matters; reviews and approves academic programs; and serves as the trustees for the University of Iowa Hospitals and Clinics (UIHC).

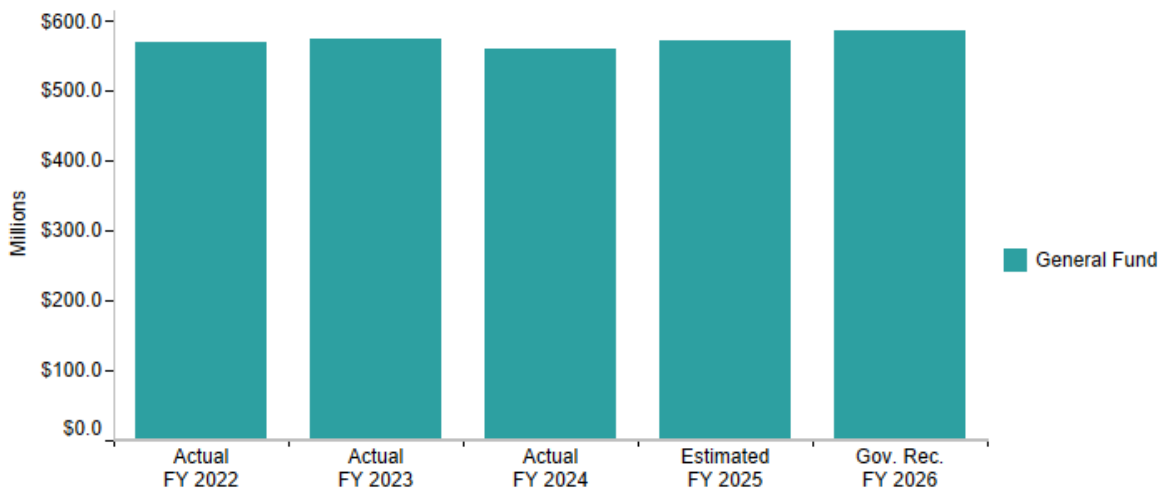
**FY 2026 Governor's Recommendations
Total: \$586,075,131**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



General Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
Regents, Board of				
Regents, Board of				
Regents Board Office	\$ 764,642	\$ 764,642	\$ 764,642	\$ 0
BOR - Regents Resource Centers	268,297	268,297	268,297	0
BOR - John Pappajohn Centers	125,000	125,000	125,000	0
University of Iowa - General	218,045,224	223,496,355	227,966,282	4,469,927
UI - Oakdale Campus	2,103,819	2,103,819	2,103,819	0
UI - Hygienic Laboratory	4,822,610	4,822,610	4,822,610	0
UI - Family Practice Program	2,220,598	2,220,598	2,220,598	0
UI - Specialized Children Health Services	634,502	634,502	634,502	0
UI - Iowa Cancer Registry	143,410	143,410	143,410	0
UI - Substance Abuse Consortium	53,427	53,427	53,427	0
UI - Biocatalysis	696,342	696,342	696,342	0
UI - Primary Health Care	624,374	624,374	624,374	0
UI - Iowa Birth Defects Registry	36,839	36,839	36,839	0
UI - Iowa Nonprofit Resource Center	156,389	156,389	156,389	0
UI - Iowa Online Advanced Placement Acad.	463,616	463,616	463,616	0
UI - Iowa Flood Center	1,154,593	1,205,593	1,205,593	0
UI - College of Nursing	2,800,000	2,800,000	2,800,000	0
Iowa State University - General	174,092,719	178,445,037	182,013,938	3,568,901
ISU - Agricultural Experiment Station	29,462,535	29,462,535	30,462,535	1,000,000
ISU - Cooperative Extension	18,157,366	18,157,366	18,157,366	0
ISU - Future Ready Workforce	2,800,000	2,800,000	2,800,000	0
University of Northern Iowa - General	99,408,923	101,894,146	103,932,029	2,037,883
UNI - Real Estate Education Program	123,523	123,523	123,523	0
UNI - Educators for Iowa	1,500,000	1,500,000	1,500,000	0
ISU - Veterinary Early Acceptance	0	0	1,000,000	1,000,000
UI - Cancer Research	0	0	1,000,000	1,000,000
Total Regents, Board of	\$ 560,658,748	\$ 572,998,420	\$ 586,075,131	\$ 13,076,711

Governor’s FY 2026 Recommended Changes

University of Iowa — General **\$4,469,927**

A general increase of 2.00% compared to estimated FY 2025.

Iowa State University — General **\$3,568,901**

A general increase of 2.00% compared to estimated FY 2025.

ISU — Agricultural Experiment Station **\$1,000,000**

A general increase of 3.40% compared to estimated FY 2025. The recommendation would be used to hire 10.00 full-time equivalent (FTE) positions to expand the program’s mission of developing potential improvements to food production and agribusiness and State outreach in three specific categories: Agricultural Workforce Development, Digital and Precision Agriculture, and Agricultural Economics and Policy.

University of Northern Iowa — General **\$2,037,883**

A general increase of 2.00% compared to estimated FY 2025.

UI — Cancer Research **\$1,000,000**

A new appropriation to the UI to prepare a report on Cancer Research with recommendations in cooperation with HHS.

ISU — Veterinary Early Acceptance**\$1,000,000**

A new appropriation to fund scholarships through the ISU Production Animal — Veterinary Early Acceptance Program (PA-VEAP) that started in 2023. This appropriation would provide 10 students with scholarships forgivable after working in rural Iowa for five years.

Discussion Items

Enrollment at Regent Universities — Enrollment at Iowa’s Regent universities had been steadily declining since fall 2016, but this trend has reversed with two years of consecutive growth. A full breakdown of Enrollment trends can be located in the [Fall 2024 Enrollment Report](#). Significant areas of change include:

- 1.80% increase in overall enrollment from fall 2023 to fall 2024 and a 52.90% increase since fall 2010.
- -12.00% decrease since the fall enrollment peak in fall 2016.
- 4.00% increase in out-of-state resident enrollment and a 3.00% increase in international student enrollment from fall 2023 to fall 2024.
- 22.5% increase in graduate and professional enrollment at UNI from fall 2023 to fall 2024.
- 1.05% average increase in new first-year enrollment from fall 2022 to fall 2023 and a 12.76% increase since fall 2020.
- International student enrollment increased by 3.00%. Enrollment from China has continued to decrease for the second consecutive year with India remaining the top country of origin.

Tuition Increases at Regent Universities — The Board of Regents (BOR) approved in-state tuition and mandatory fee increases of 3.00% for UI and ISU and 2.00% at UNI for the 2024-2025 school year. This follows the 2023-2024 school year increase of 3.50% for all three universities. Tuition, across all three universities, has increased by an average of 52.87% since 2010. The BOR will determine 2025-2026 tuition increases in July 2025. A full breakdown of the 2024-2025 tuition and fees is available on the BOR [website](#).

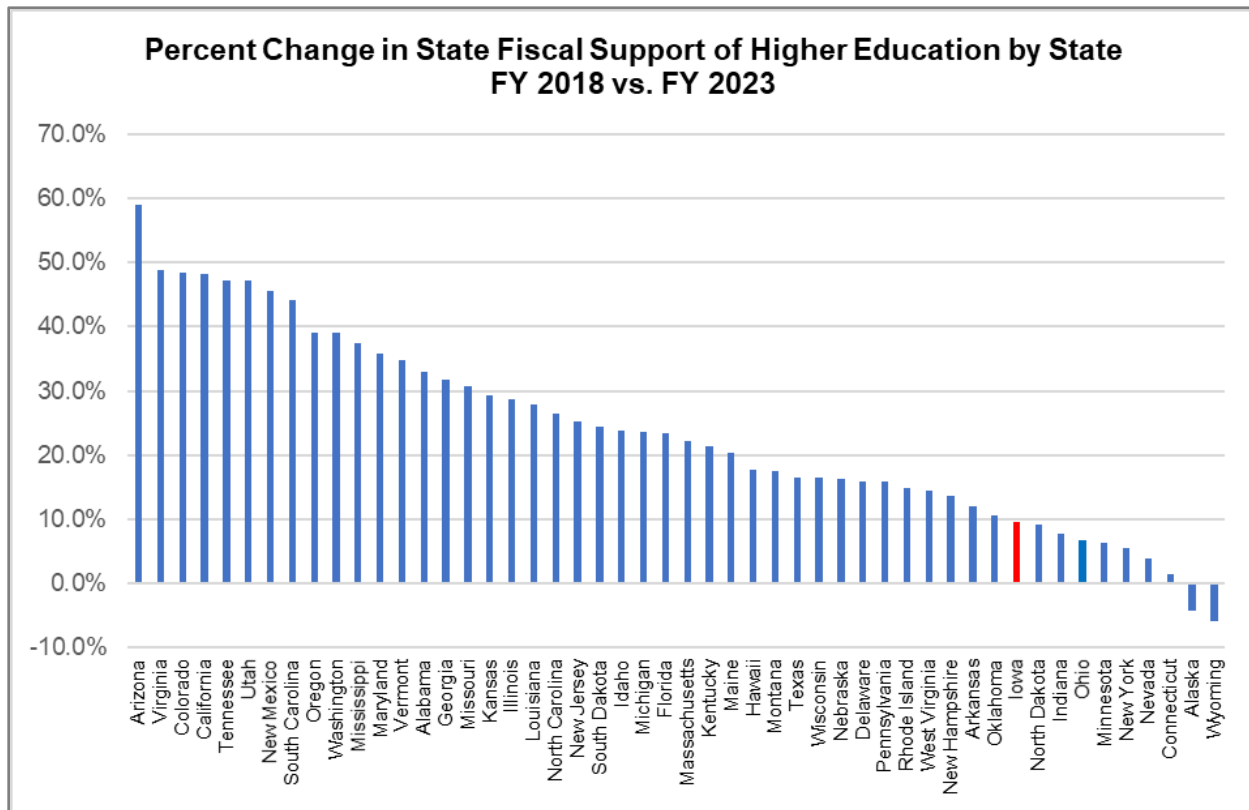
Cancer Research — *The Governor is recommending a new General Fund appropriation to the Board of Regents (BOR) of \$1,000,000 to be used by the University of Iowa to establish a team of epidemiologists to research factors that may be playing a role in Iowa’s cancer rates and to prepare a report on cancer research with recommendations in cooperation with the HHS.*

Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

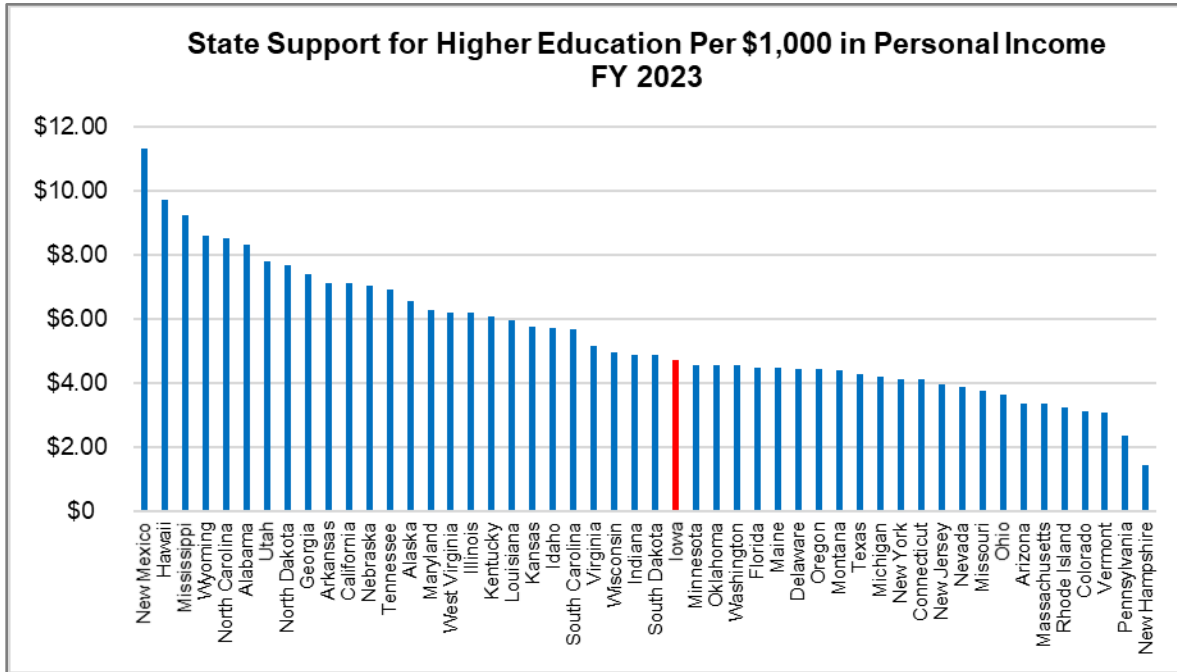
Comparison to Other States — State Fiscal Support for Higher Education

State Funding of Higher Education. The following tables use data from [Grapevine](#), an annual compilation of data on state support of higher education published annually by Illinois State University and the State Higher Education Executive Officers Association (SHEEO). The database defines support for higher education as funding for public four-year and two-year institutions.

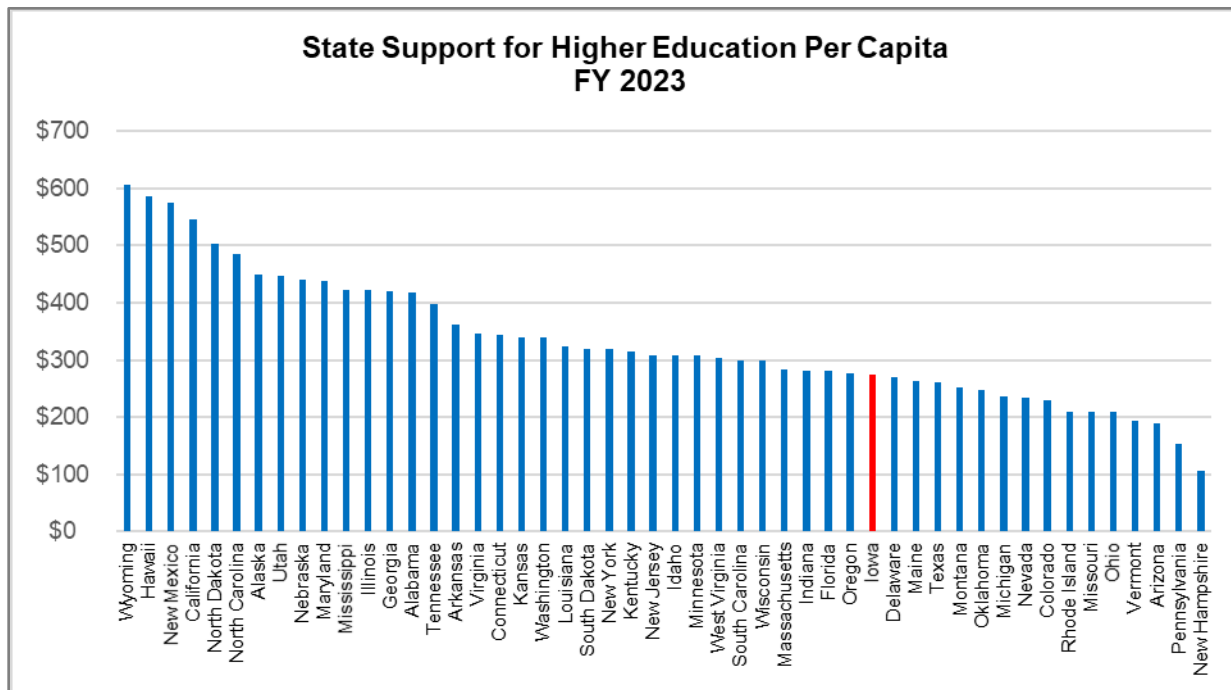
The chart below shows the percentage change in the amount of state support for higher education between FY 2018 and FY 2023. Iowa ranks 41st with an increase in state support of 9.54%.



Funding Per \$1,000 of Personal Income and Per Capita. The chart below shows that Iowa ranks 27th among the 50 states in FY 2023 in higher education funding per \$1,000 of personal income, as reported by the U.S. Department of Commerce, with funding of \$4.72 per \$1,000. The state with the highest level of funding is New Mexico, with funding of \$11.34 per \$1,000, and the state with the lowest level is New Hampshire, with funding of \$1.43 per \$1,000.

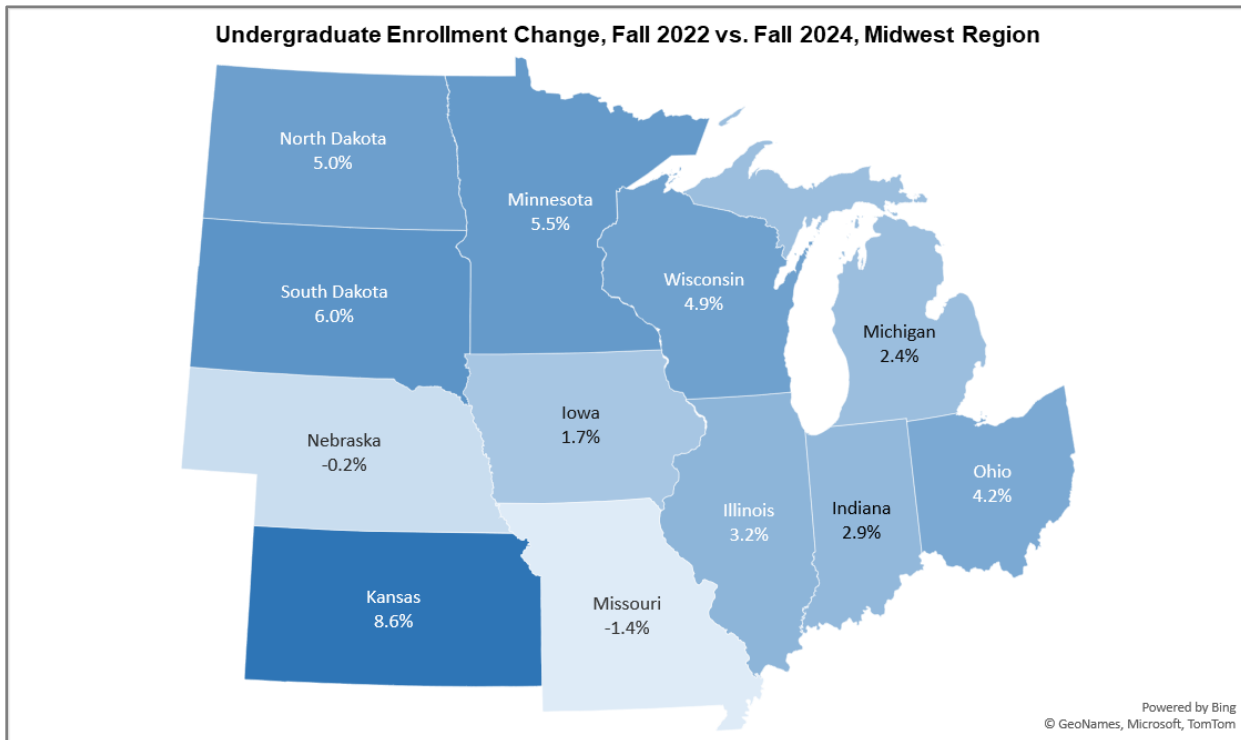


The chart below shows that Iowa ranks 35th in higher education funding per capita in FY 2023, based on U.S. Census population statistics, with a rate of \$275 per capita. The state with the highest level of per capita funding is Wyoming at \$606, and the state with the lowest is New Hampshire at \$106.



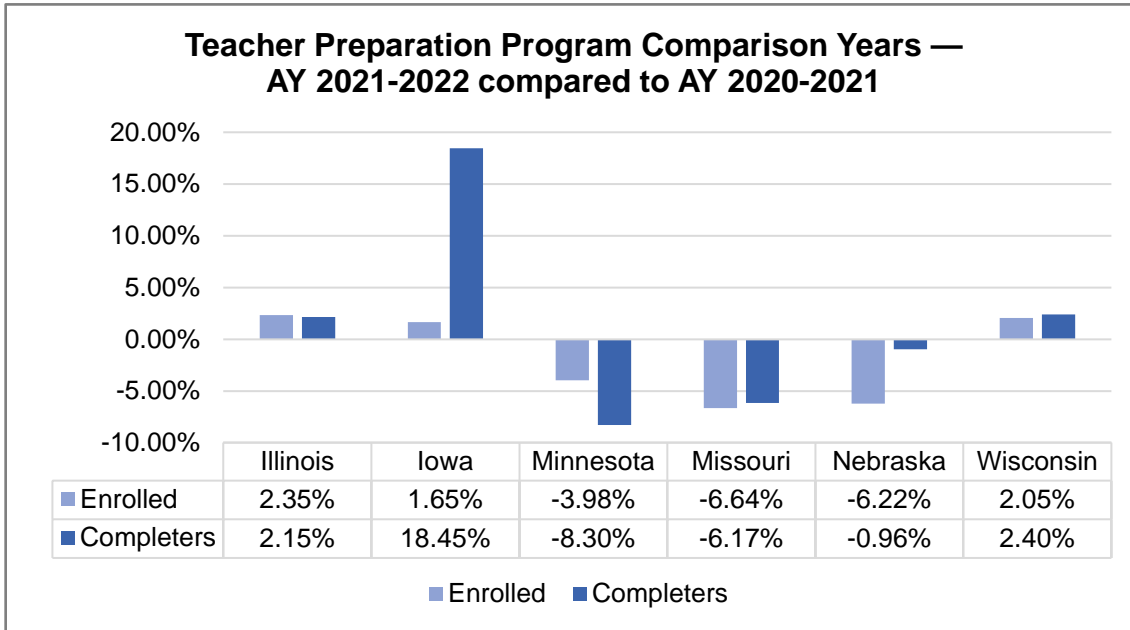
Comparison to Other States — Undergraduate Enrollment

During the last two years, there has been a nationwide increase in enrollment of new undergraduate students in both public and private institutions following decreased enrollment during the COVID-19 pandemic. The decrease has occurred at both two-year and four-year institutions. The following map reflects [data](#) from the National Student Clearinghouse Research Center on undergraduate enrollment in the Midwest region for fall 2024 compared to fall 2022. The largest increase in enrollment was in Kansas at 8.60%. The greatest decrease occurred in Missouri at -1.40%. The national average showed an overall 5.30% increase.

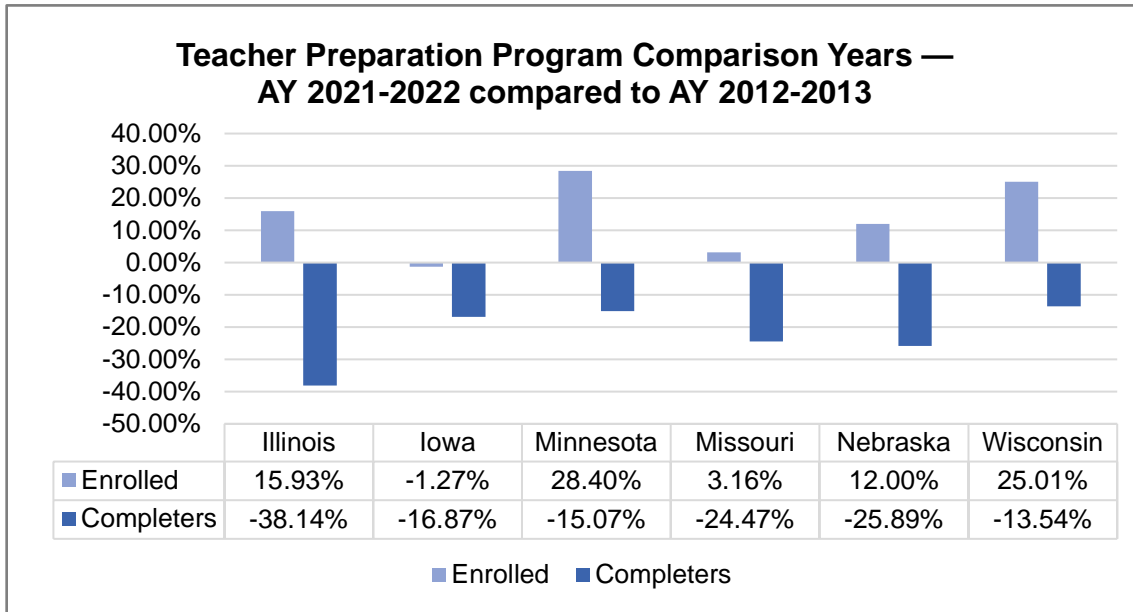


Comparison to Other States — Teacher Preparation Programs

The United States Department of Education [Title II report](#) includes information on teacher preparation programs by state. The academic year (AY) 2021-2022 is the most recent data currently available. The table and graph below show the percentage change in enrolled teacher candidates and teacher program completers comparing AY 2021-2022 to the AY 2020-2021 in Iowa and contiguous states.



The table and graph below show the percentage change in enrolled teacher candidates and teacher program completers from AY 2021-2022 compared to AY 2012-2013 in Iowa and contiguous states.



LSA Publications — Education

The following documents related to the Education Appropriations Subcommittee have been published by the LSA:

- **Fiscal Topics:**

- [Board of Regents — State Funding](#)
- [Career and Technical Education](#)
- [Community College Property Tax Revenue](#)
- [Community College Revenue by Source](#)
- [Community Colleges — State Funding](#)
- [Educational Services for Deaf or Hard-of-Hearing and Blind or Visually Impaired Students](#)
- [Individualized Education Programs](#)
- [Industry-Recognized Credentials](#)
- [Iowa Board of Educational Examiners](#)
- [Iowa Skilled Worker and Job Creation Fund](#)
- [Secure an Advanced Vision for Education \(SAVE\)](#)
- [School Aid — Additional Levy Components — FY 2025](#)
- [School Aid — District Cost Per Pupil Differences Between School Districts — FY 2025](#)
- [School Aid — Income Surtaxes](#)
- [School Aid — Instructional Support Program — FY 2025](#)
- [School Aid — School District Reorganization Incentives — FY 2025](#)
- [School Aid — Transportation Equity Program — FY 2025](#)
- [Student Achievement and Teacher Quality Program](#)
- [Teacher Licensure and Alternative Pathways](#)

- **Fiscal Research Brief:**

- [Area Education Agencies \(AEAs\)](#)

- **Factbook Pages and Iowa Insights:**

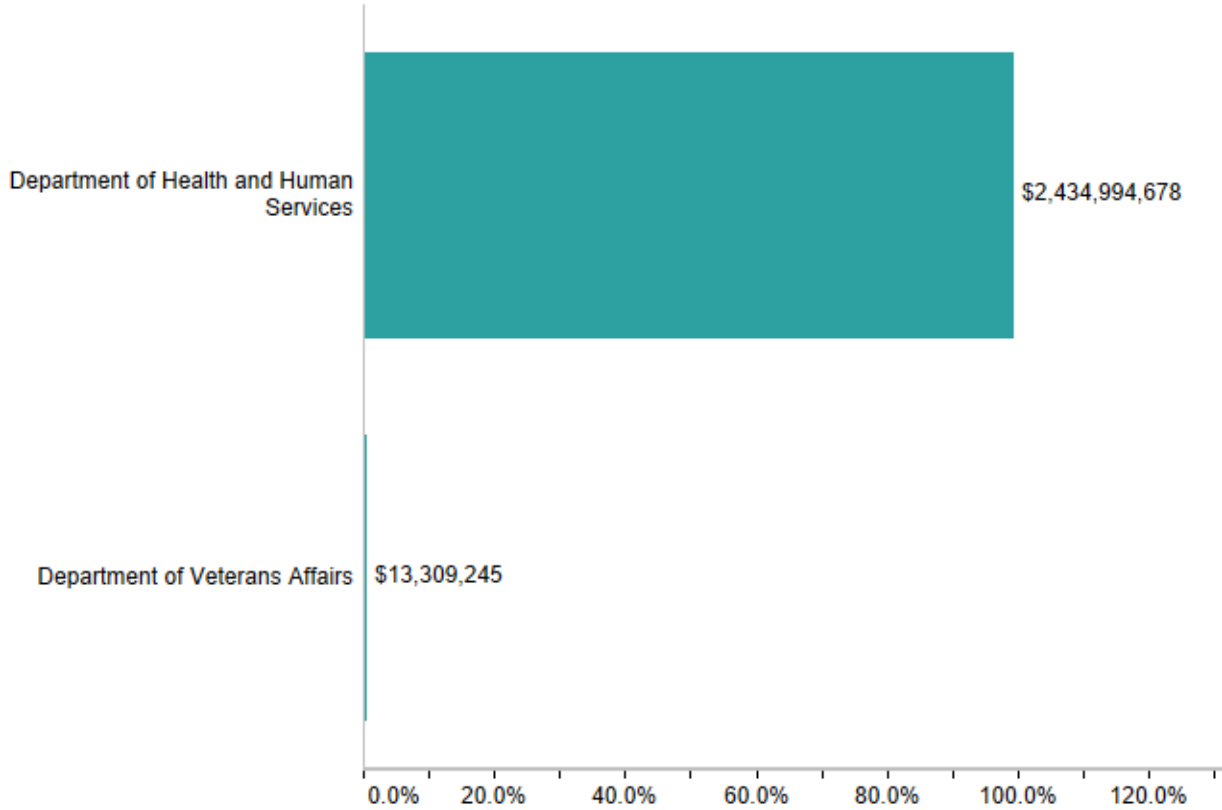
- [Average Debt at Graduation and Yearly Expenses by Community College District](#)
- [Certified Enrollment by School District and Percent Change in Enrollment — Fall 2022](#)
- [Community College Enrollment — Academic Year 2022-2023](#)
- [Community College Resident Tuition Statewide Average Growth — FY 2024](#)
- [Community College Success Rates](#)
- [Enrollment Served by AEAs](#)
- [Estimated Public School Expenditures and Revenues — 2023-2024](#)
- [Estimated Average Classroom Teacher Salary by State — 2023-2024](#)
- [General Aid Appropriations for Community Colleges — FY 2015-2025](#)
- [General Fund Levy Per Pupil by School District and AEA — FY 2024](#)
- [Independent Nonprofit Colleges and Universities Enrollment — Fall 2023](#)
- [Iowa Community College Student Enrollment — Fall 2023](#)
- [Iowa Regents Enrollment by Decade — 1870-2020](#)
- [Joint Enrollment of High School Students at Community Colleges — FY 2023](#)
- [NAEP State Performance Levels in Math — 2022](#)
- [NAEP State Performance Levels in Reading — 2022](#)
- [Public Full-Time Teacher and Licensed Staff Average Salary](#)
- [Public School Expenditures — FY 2022](#)
- [Public School and Special Education Enrollments — FY 2024](#)
- [Regents Resident Enrollment by County — Fall 2023](#)
- [Salary by School District for Teachers and Superintendents — FY 2024](#)
- [School District General Fund Levy Rates — FY 2024](#)
- [TIF Valuation as a Percentage of Total Valuation by School District — FY 2024](#)
- [Total Property Tax Relief Aid Rate Reduction by School District — FY 2024](#)
- [Total School District Tax Levy Rates — FY 2024](#)

Reports Required to Be Filed with General Assembly

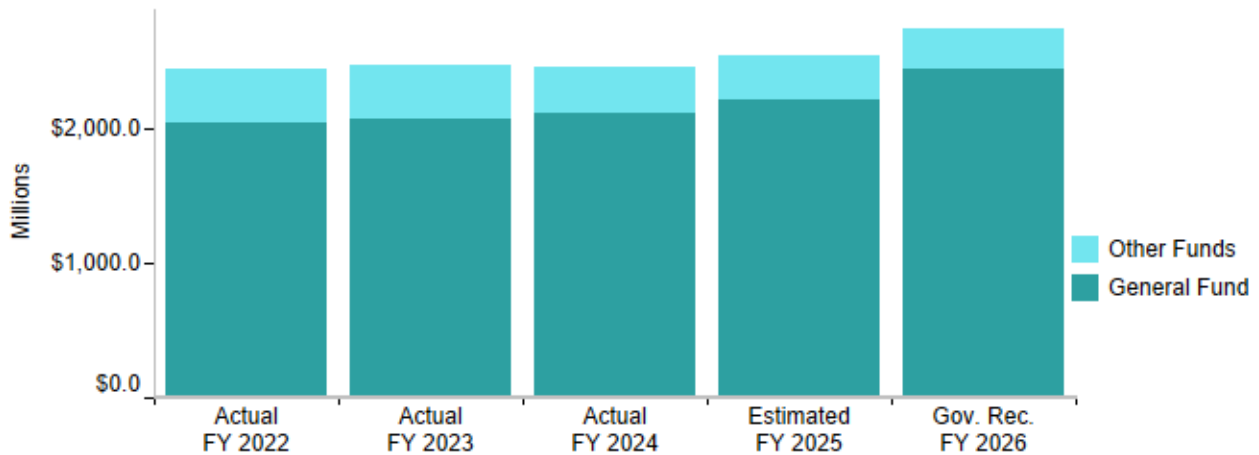
Reports and other documents required to be filed with the General Assembly are organized by submitting department and by date and are published on this [webpage](#).

LSA Staff Contacts: Michael Peters (515.281.6934) michael.peters@legis.iowa.gov
Ron Robinson (515.281.6256) ron.robinson@legis.iowa.gov
Lora Vargason (515.725.1286) lora.vargason@legis.iowa.gov

**FY 2026 General Fund Governor's Recommendations
 Total: \$2,448,303,923**



**Funding History by Appropriations Subcommittee —
 Health and Human Services**

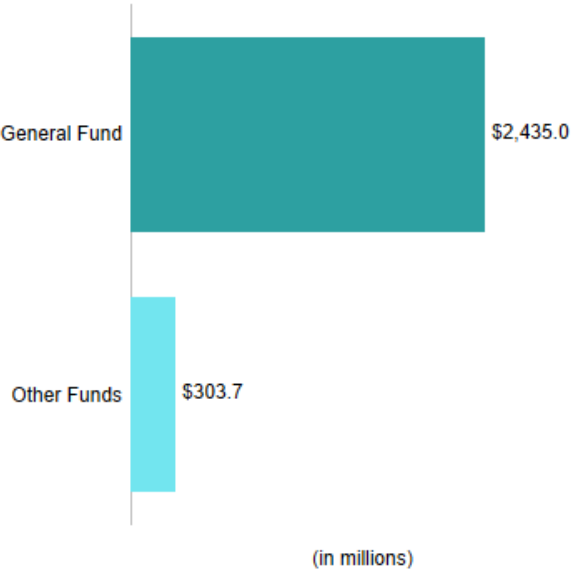


DEPARTMENT OF HEALTH AND HUMAN SERVICES

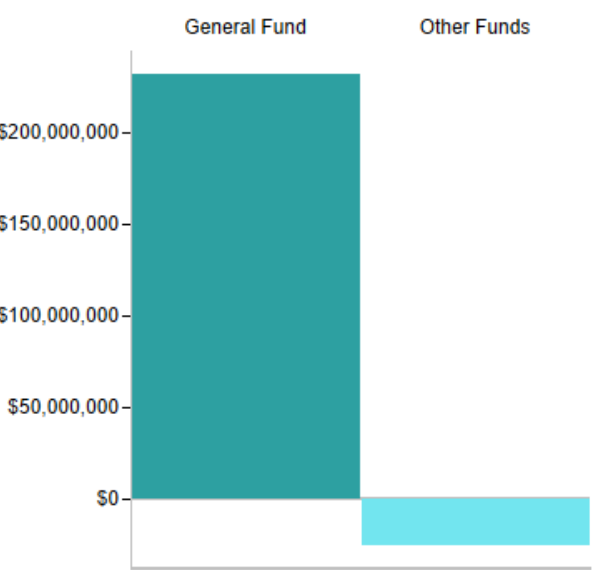
Overview and Funding History

Agency Overview: The [Department of Health and Human Services \(HHS\)](#) is responsible for administering cash assistance for needy families (Family Investment Program), food assistance, the Children’s Health Insurance Program (CHIP), and Medicaid, as well as providing services in the areas of family well-being and protection, behavioral health, public health, human rights, aging, mental health and disability, and child care. The HHS operates and maintains six state-run facilities, including two mental health institutes and two resource centers for individuals with intellectual disabilities. Operations at the Glenwood Resource Center ended on June 30, 2024, but the facility continues to be maintained by the HHS.

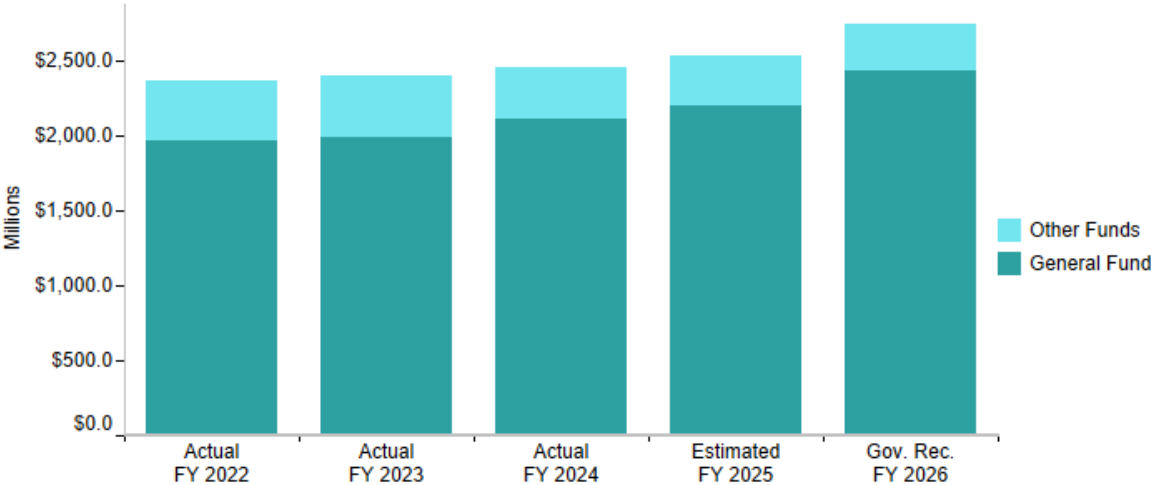
FY 2026 Governor's Recommendations
Total: \$2,738,657,809



Governor's Recommendations Compared to Estimated FY 2025



Funding History



General Fund Recommendations

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
Health and Human Services, Department of				
HHS - Assistance Payment				
Family Investment Program/PROMISE JOBS	\$ 41,003,575	\$ 0	\$ 0	\$ 0
Medical Assistance	1,543,626,779	0	0	0
Health Program Operations	17,446,067	0	0	0
State Supplementary Assistance	7,349,002	0	0	0
State Children's Health Insurance	38,661,688	0	0	0
Child Care Assistance	64,223,730	0	0	0
Child and Family Services	79,027,794	0	0	0
Adoption Subsidy	40,883,507	0	0	0
Family Support Subsidy	949,282	0	0	0
Conner Training	33,632	0	0	0
Volunteers	84,686	0	0	0
Child Abuse Prevention – Standing	210,570	0	0	0
HHS - Assistance Payment	\$ 1,833,500,312	\$ 0	\$ 0	\$ 0
HHS - Eldora State Training School				
Eldora Training School	\$ 17,568,511	\$ 0	\$ 0	\$ 0
HHS - Cherokee Mental Health Institution				
Cherokee MHI	\$ 15,923,252	\$ 0	\$ 0	\$ 0
HHS - Independence Mental Health Institution				
Independence MHI	\$ 19,811,470	\$ 0	\$ 0	\$ 0
HHS - Glenwood Resource Center				
Glenwood Resource Center	\$ 16,255,132	\$ 0	\$ 0	\$ 0
HHS - Woodward Resource Center				
Woodward Resource Center	\$ 13,389,577	\$ 0	\$ 0	\$ 0
HHS - Civil Commitment Unit / Sexual Offenders				
Civil Commitment Unit for Sexual Offenders	\$ 14,865,337	\$ 0	\$ 0	\$ 0
HHS - Community Services				
Child Support Services	\$ 15,914,329	\$ 0	\$ 0	\$ 0
Field Operations	72,056,945	0	0	0
HHS - Community Services	\$ 87,971,274	\$ 0	\$ 0	\$ 0
HHS - Human Services				
General Administration	\$ 18,913,662	\$ 0	\$ 0	\$ 0
HHS Facilities	2,157,590	0	0	0
Nonresident Mental Illness Commitment	8,032	0	0	0
HHS - Human Services	\$ 21,079,284	\$ 0	\$ 0	\$ 0
HHS - Aging				
Aging Programs	\$ 11,799,361	\$ 0	\$ 0	\$ 0
Office of LTC Ombudsman	1,148,959	0	0	0
HHS - Aging	\$ 12,948,320	\$ 0	\$ 0	\$ 0
HHS - Human Rights				
LIHEAP Weatherization Assistance Program – Standing	\$ 8,142	\$ 0	\$ 0	\$ 0
Central Administration	186,913	0	0	0
Community Advocacy and Services	956,894	0	0	0
Criminal & Juvenile Justice	1,318,547	0	0	0
Single Grant Program	140,000	0	0	0
HHS - Human Rights	\$ 2,610,496	\$ 0	\$ 0	\$ 0

General Fund Recommendations (cont'd)

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
Health and Human Services				
Child Abuse Prevention – Standing	\$ 0	\$ 232,570	\$ 232,570	\$ 0
Congenital & Inherited Disorders Registry – Standing	0	223,521	223,521	0
Psychiatry Residency & Fellowship Program – Standing	0	1,200,000	1,200,000	0
Centers of Excellence – Standing	0	425,000	425,000	0
LiHEAP Weatherization Assistance Program – Standing	0	1	1	0
Substance Abuse Disorder Program - Standing	0	2,000,000	2,000,000	0
Commission of Inquiry – Standing	0	1,394	1,394	0
Nonresident Mental Illness Commitment – Standing	0	142,802	142,802	0
Aging and Disability Services	0	19,088,714	19,208,822	120,108
Behavioral Health	0	24,400,114	24,442,347	42,233
Public Health	0	22,531,821	22,413,883	-117,938
Community Access and Eligibility	0	68,043,944	68,545,138	501,194
Child Support Services	0	15,434,282	15,645,242	210,960
Medical Assistance	0	1,650,866,536	1,874,154,258	223,287,722
Health Program Operations	0	39,597,231	39,672,838	75,607
Child Care Assistance	0	34,966,931	34,983,087	16,156
Early Intervention and Supports	0	35,277,739	35,302,034	24,295
Child Protective Services	0	166,101,034	172,151,751	6,050,717
State Specialty Care	0	100,006,128	102,343,507	2,337,379
Accountability, Compliance, and Program Integrity	0	22,356,598	21,906,483	-450,115
Health and Human Services	\$ 0	\$ 2,202,896,360	\$ 2,434,994,678	\$ 232,098,318
HHS - Public Health				
Congenital & Inherited Disorders Registry – Standing	\$ 210,570	\$ 0	\$ 0	\$ 0
Addictive Disorders	23,656,992	0	0	0
Healthy Children and Families	5,815,491	0	0	0
Chronic Conditions	4,256,595	0	0	0
Community Capacity	7,435,682	0	0	0
Essential Public Health Services	7,662,464	0	0	0
Infectious Diseases	1,795,902	0	0	0
Public Protection	4,581,792	0	0	0
Resource Management	933,543	0	0	0
HHS - Public Health	\$ 56,349,031	\$ 0	\$ 0	\$ 0
Total Health and Human Services, Department of	\$ 2,112,271,996	\$ 2,202,896,360	\$ 2,434,994,678	\$ 232,098,318
Total Health and Human Services	\$ 2,123,610,620	\$ 2,215,601,301	\$ 2,448,303,923	\$ 232,702,622

Governor’s FY 2026 Recommended Changes

Aging and Disability Services **\$120,108**

An increase of \$120,108 for general operating expenses.

Behavioral Health **\$42,233**

An increase of \$42,233 for general operating expenses.

Public Health **\$-117,938**

- A decrease of \$214,000 to move funding for various health care related loan repayment programs to the Department of Education (DE).
- An increase of \$96,062 for general operating expenses.

Community Access and Eligibility **\$501,194**

An increase of \$501,194 for general operating expenses.

Child Support Services **\$210,960**

An increase of \$210,960 for general operating expenses.

Medical Assistance **\$223,287,722**

- An increase of \$174,124,700 for the expected Medicaid shortfall in FY 2026.
- An increase of \$25,000,000 for nursing facility provider reimbursement rate rebasing.
- An increase of \$19,199,028 for an expected CHIP shortfall in FY 2026.
- An increase of \$4,971,128 for various provider rate adjustments due to the annual rate review.
- An increase of \$2,350,866 for an increased pharmacy dispensing fee.
- An increase of \$420,000 for maternal health-related provider rate adjustments.
- An increase of \$220,000 to make doula services a Medicaid covered service.
- An increase of \$2,000 for a certified nurse midwife provider rate adjustment.
- A decrease of \$3,000,000 due to an increased federal reimbursement rate for certified community behavioral health clinics.

Health Program Operations **\$75,607**

An increase of \$75,607 for general operating expenses.

Child Care Assistance **\$16,156**

An increase of \$16,156 for general operating expenses.

Early Intervention and Supports **\$24,295**

An increase of \$24,295 for general operating expenses.

Child Protective Services **\$6,050,717**

- An increase of \$4,836,436 for a Qualified Residential Treatment Program (QRTP) rate increase and to allow the HHS to cover the county portion of juvenile shelter rates.
- An increase of \$1,214,281 for general operating expenses.

State Specialty Care **\$2,337,379**

- An increase of \$1,145,417 for specialization staffing at the Civil Commitment Unit for Sexual Offenders (CCUSO), the Cherokee Mental Health Institute (MHI), and the Independence MHI.
- An increase of \$1,191,962 for general operating expenses.

Accountability, Compliance, and Program Integrity **\$-450,115**

- A decrease of \$874,059 to align the Criminal and Juvenile Justice Planning research staff from the HHS Accountability, Compliance, and Program Integrity appropriation line item under the Iowa Department of Management (DOM) Department Operations appropriation.
- An increase of \$423,944 for general operating expenses.

Other Fund Recommendations

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Health and Human Services, Department of</u>				
HHS - Assistance Payment				
Medical Assistance - HCTF	\$ 189,860,000	\$ 0	\$ 0	\$ 0
Medicaid Supplemental - MFF	150,000	0	0	0
Health Program Operations - PSA	234,193	0	0	0
Medical Assistance - QATF	111,216,205	0	0	0
Medical Assistance - HHCAT	33,920,554	0	0	0
HHS - Assistance Payment	\$ 335,380,952	\$ 0	\$ 0	\$ 0
HHS - Public Health				
Gambling Treatment Program - SWRF	\$ 1,750,000	\$ 0	\$ 0	\$ 0
Health and Human Services				
Behavioral Analysis Treatment - ASF	\$ 0	\$ 750,000	\$ 750,000	\$ 0
Central Data Repository - RIF	0	645,179	645,179	0
988 Suicide and Crisis Line - RIF	0	3,000,000	3,000,000	0
Behavioral Health System Implementation - RIF	0	1,000,000	1,000,000	0
Gambling Treatment Program - SWRF	0	1,750,000	1,750,000	0
Medical Assistance - MFF	0	150,000	150,000	0
Health Program Operations - PSA	0	234,193	234,193	0
Medical Assistance - HHCAT	0	33,920,554	33,920,554	0
Medical Assistance - HCTF	0	176,470,000	150,997,000	-25,473,000
Medical Assistance - QATF	0	111,216,205	111,216,205	0
Health and Human Services	\$ 0	\$ 329,136,131	\$ 303,663,131	\$ -25,473,000
Total Health and Human Services, Department of	\$ 337,130,952	\$ 329,136,131	\$ 303,663,131	\$ -25,473,000
Total Health and Human Services	\$ 337,130,952	\$ 329,136,131	\$ 303,663,131	\$ -25,473,000

Governor’s FY 2026 Recommended Changes

Medical Assistance — Health Care Trust Fund \$-25,473,000

A decrease of \$25,473,000 due to fewer receipts available in the Fund for appropriation. The Fund receives all revenues from taxes on the sale of cigarettes and tobacco products.

Discussion Items

Medicaid — For detailed information on Medicaid and the December Medicaid forecast, see the **Medicaid** section of this document.

Postpartum Medicaid Coverage — 2024 Iowa Acts, [Senate File 2251](#) (Postpartum Coverage, Medicaid Act), extended postpartum Medicaid coverage from 60 days to 12 months after a pregnancy ends. The Act also amended the income eligibility threshold for infants and pregnant women from 375.00% to 215.00% of the federal poverty level (FPL) for postpartum Medicaid coverage. This equates to \$67,080 for a family of four. The option for states to extend postpartum Medicaid coverage beyond 60 days was originally available as a temporary measure in the [American Rescue Plan Act of 2021 \(ARPA\)](#) and was made permanent by the [2023 Consolidated Appropriations Act](#). The HHS submitted a Medicaid State plan amendment to the Centers for Medicare and Medicaid Services (CMS) to approve the changes in the Act. The CMS approved the changes on January 7, 2024, but the implementation date has not been confirmed.

MCO Premium Tax — 2023 Iowa Acts, [House File 685](#) (Medicaid, Liens, and Third-Party Recovery Act), established a new tax on MCO premiums received and taxable that became effective January 1, 2024. The tax is paid by MCOs on or before March 1 of the year following the calendar year when the tax is due, with the first due date in FY 2025. The tax is federally reimbursed to the State through Medicaid Federal Medical Assistance Percentage (FMAP) rates, with the MCOs reimbursed for their share of the tax.

Medicaid Work Requirements — The Governor is recommending that Iowa apply for a federal waiver to institute work requirements for able-bodied adults on Medicaid.

Maternal Health — The Governor is recommending an increase in General Fund spending of \$642,000 for Medicaid provider rates related to maternal health. The changes include an increase to the certified nurse midwife provider rate, the establishment of doula services as a covered Medicaid service, and other maternal health-related provider rate adjustments. The Governor is also recommending that the HHS seek federal approval to provide more Medicaid rate flexibility, with the goal of incentivizing creative regional partnerships.

Senate File 494 Administration — 2023 Iowa Acts, [Senate File 494](#) (Medicaid, Supplemental Nutrition Assistance Program (SNAP) Eligibility Verification Act), enacted changes related to public assistance programs, including Medicaid, SNAP, the Family Investment Program, and the CHIP. Changes include new income thresholds and enrollment procedures for applicants, new State and federal information review by the HHS, the modification or creation of a computerized system to provide identity verification and authentication for applicants, and new communication protocols for applicants to public assistance programs.

In FY 2024, State expenditures for the implementation of SF 494 totaled \$256,939. The HHS submitted and received federal approval for Planning Advanced Planning Documents for Federal Fiscal Year (FFY) 2024 and FFY 2025. The Planning Advanced Planning Document approvals allow the HHS to claim federal Medicaid, CHIP, and SNAP match-for costs to support planning activities for SF 494. Federal reimbursement for SF 494 expenditures totaled \$93,182 at the close of FFY 2024. There were no FTE position hires related to SF 494 in FY 2024; however, the new requirements enacted are expected to increase FTE positions in the coming years. The Subcommittee may wish to ask the HHS about the status of the implementation of SF 494 and what requirements still need to be met.

Health Care Credentialing Grants — The Governor is recommending that \$3,000,000 be made available for health care credentialing grants. These grants are intended to be used by employers to train and educate people to address the shortage of nurses, certified nursing assistants (CNAs), and licensed practical nurses (LPNs) in Iowa. The Governor intends for this program to provide more flexibility for employers and to help fill in-demand health careers.

Medical Facility Approval Process — The Governor is recommending streamlining the approval process for Certificates of Need (CONs) to build new health care facilities or enhance current ones. The recommendation includes eliminating the Health Facilities Council and shifting the review to the HHS with the support of a new health care economist. The new health care economist will help develop a report on Iowa's health care economy and the CON process.

Health Information Exchange Improvements — The Governor is recommending that Iowa continue to build out a system of data sharing to connect all of Iowa's hospitals and health providers. The Governor is recommending that the HHS be given authority to competitively procure and manage the network.

Health Care Professional Incentive Program — The Governor is recommending a consolidation of and increased investment for five existing State health care loan repayment programs. The recommendation includes a new \$10,000,000 appropriation to the DE, which will be used to incentivize health care professionals to work in rural communities. Four loan repayment programs under the DE and one program under the HHS will be discontinued and funds totaling \$4,364,906 will be redirected toward the new initiative. These discontinued programs include the following:

- \$500,973 for the Health Care Professional Recruitment Program.
- \$2,629,933 for the Rural Iowa Primary Care Loan Repayment Program.
- \$500,000 for the Health Care-Related Loan Program.
- \$520,000 for the Mental Health Practitioner Loan Repayment Program.
- \$214,000 for the Rural and Community Health Loan Repayment Program.

The Governor is also recommending the establishment of a Medicaid Graduate Medical Education (GME) enhanced payment to draw down over \$150,000,000 in federal dollars to create more residency positions.

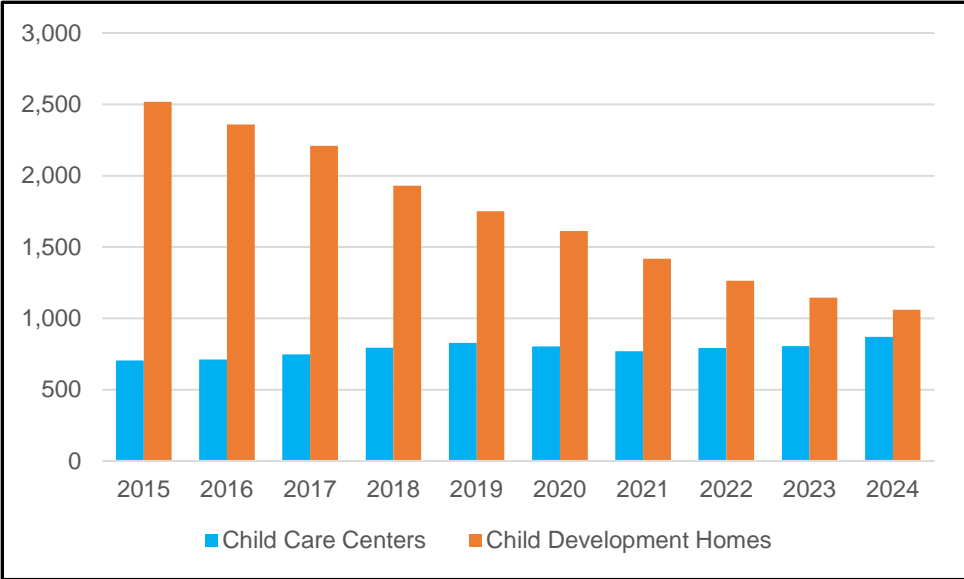
Cancer Research — The Governor is recommending a new General Fund appropriation of \$1,000,000 to the Board of Regents (BOR) to be used by the University of Iowa to establish a team of epidemiologists to research factors that may be playing a role in Iowa’s cancer rates and to prepare a report on cancer research with recommendations in cooperation with the HHS.

Children’s Health Insurance Program (CHIP) Forecast — The HHS, DOM, and Legislative Services Agency (LSA) met on December 13, 2024, to discuss estimated revenues and expenditures for CHIP in FY 2025 and FY 2026. The forecasting group estimates CHIP will have a deficit of \$5,258,362 in FY 2025 and a deficit of \$17,440,642 in FY 2026. The FY 2026 estimate does not include MCO capitation rate increases.

Child Care Assistance — On November 13, 2024, the HHS, DOM, and LSA met to discuss the Child Care Assistance (CCA) Program’s estimated FY 2025 and FY 2026 revenues, expenditures, and caseloads. The forecasting group estimates that CCA will have an ending surplus of \$92,175,916 in FY 2025 and an ending surplus of \$91,826,311 in FY 2026. The Child Care Assistance Forecasting Group [Fiscal Update Article](#) provides more detailed information on these projections. The Governor is recommending codification of the CCA pilot program that provides free child care to child care workers. The HHS started the pilot program on July 5, 2023, to allow child care providers to apply for CCA for their own children.

Child Care Providers and Workers — In November 2024, the HHS reported that there were 1,882 total child care providers that received CCA payments in the State, including 883 child care centers and 999 child development homes. The total number of child care providers that receive CCA payments in the State has continued to decline year to year for the past 10 years. The Governor is recommending creating a Statewide Solutions Fund for individuals and businesses to make donations to help with child care workforce wages. The Fund would be made up of restricted donations that the State would distribute to regional solutions funds as directed and unrestricted donations that the State would use to provide 2:1 match funding for regional solutions funds. The Governor is also recommending that Child Care Centers be taxed at a residential rate instead of a commercial rate, at which they are currently taxed.

Average Number of Child Care Providers that receive CCA Payments Per Month by Fiscal Year



Early Childhood Continuum of Care Grant Program — The Governor is recommending a new Early Childhood Continuum of Care program to provide three-year grants for preschool providers and child care providers partnering to provide an all-day continuum of care for preschool-age children. Grants in the amount of \$16,000,000 would be funded with existing State [Early Childhood Iowa](#) funding and supported

by federal funds through the Child Care and Development Fund. In addition, \$3,600,000 in existing Shared Visions funding, which is included in the State [Child Development appropriation](#), would be used for preschool grants. Shared Visions programs would be required to participate in the [Statewide Voluntary Preschool Program](#).

Adoption Subsidy — On November 14, 2024, the HHS, DOM, and LSA met to discuss the Adoption Subsidy Program's estimated FY 2025 and FY 2026 revenues, expenditures, and caseloads. The forecasting group estimates that the Program will have an ending surplus of \$11,976,043 in FY 2025 and an ending surplus of \$11,590,808 in FY 2026. The Adoption Subsidy Forecasting Group [Fiscal Update Article](#) provides more detailed information on these projections.

Behavioral Health Service System — 2024 Iowa Acts, [House File 2673](#) (Behavioral Health Service System Act), established a Behavioral Health Service System under the control of the HHS responsible for implementing a statewide system related to mental health and addiction disorders beginning in FY 2026. Iowa currently uses a Mental Health and Disability Services (MHDS) regional system. The Act consolidated programs related to mental health, behavioral health, and substance abuse into the Behavioral Health Division of the HHS. This new system divides the State into seven Behavioral Health Districts that are managed by Behavioral Health Administrative Services Organizations (BH-ASOs). Disability services previously provided by the MHDS Regions will be transitioned to the HHS Division of Aging and Disability Services. The HHS published a [transition plan](#) in June 2024. The transition from the MHDS regional system to the Behavioral Health Service System will be completed on July 1, 2025. The Subcommittee may wish to ask the HHS on the status of the implementation of the Behavioral Health Service System.

Opioid Settlement Fund — During the 2022 Legislative Session, the General Assembly established the Opioid Settlement Fund. The Fund consists of moneys paid to the State as the result of multiple national settlements concerning the role played by opioid manufacturers, distributors, and pharmacies in the opioid crisis. As of January 2025, there was \$56,344,399 in the Opioid Settlement Fund. Additional information can be found in the Opioid Settlement Fund [Fiscal Topic](#).

Health and Human Services Appropriations Structure — 2024 Iowa Acts, [House File 2698](#) (FY 2025 Health and Human Services Appropriations Act), changed the HHS General Fund appropriation structure. Funding previously appropriated to 34 appropriations was restructured into 12 new appropriations. The new appropriations include Aging and Disability Services, Medical Assistance, Behavioral Health, Community Access and Eligibility, Child Support Services, Health Program Operations, State Child Care Assistance, Early Interventions and Supports, Child Protective Services, State Specialty Care, Administration and Compliance, and Public Health. The [Notes on Bills and Amendments](#) for HF 2698 details how funding previously appropriated to the defunct appropriations moved within the new structure.

Transfer of FY 2024 Appropriations Between Institutions — Iowa Code section [218.6](#) authorizes the HHS to transfer funds between the appropriations made to HHS institutions without prior written consent and approval of the Governor and the Director of the DOM. The HHS has reported two instances of transfers of FY 2024 appropriations. The institutions involved in the transferring of funds include the Glenwood Resource Center, Woodward Resource Center, Cherokee MHI, Independence MHI, and Civil Commitment Unit for Sexual Offenders. The first transfer of funds was finalized at the end of the fiscal quarter ending June 30, 2024, and transferred a total of \$8,031,153 between the various HHS institutions. The second transfer of funds was finalized at the end of the fiscal quarter ending September 30, 2024, and transferred a total of \$8,482,653 between the various HHS institutions. A breakdown of the final FY 2024 appropriation amounts after the transfers can be found in the [Fiscal Update Article](#) published by the LSA.

Glenwood and Woodward Resource Centers — On December 8, 2021, the U.S. Department of Justice (DOJ) notified the State that the DOJ had completed its investigation into whether the State violated the rights of people with intellectual and developmental disabilities and concluded there was reasonable cause to believe that the State violated Title II of the Americans with Disabilities Act by failing to provide services to qualified individuals in the most integrated setting appropriate to the individuals' needs. The [report](#) with the findings is available on the DOJ website. The [settlement agreement and consent decree](#) was finalized in FY 2023.

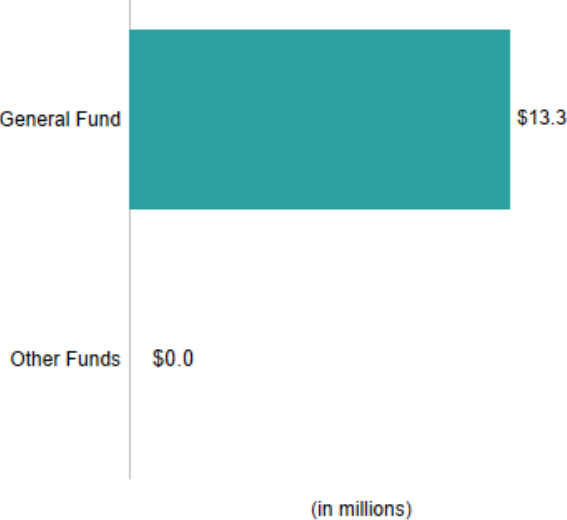
On April 7, 2022, Governor Kim Reynolds, Senate Majority Leader Jack Whitver, and House Speaker Pat Grassley announced the closure of the Glenwood Resource Center. In consultation with families, the HHS transitioned residents from Glenwood Resource Center to alternative care options, such as the Woodward Resource Center or community-based facilities. The closure of the Glenwood Resource Center was finalized at the end of FY 2024.

DEPARTMENT OF VETERANS AFFAIRS

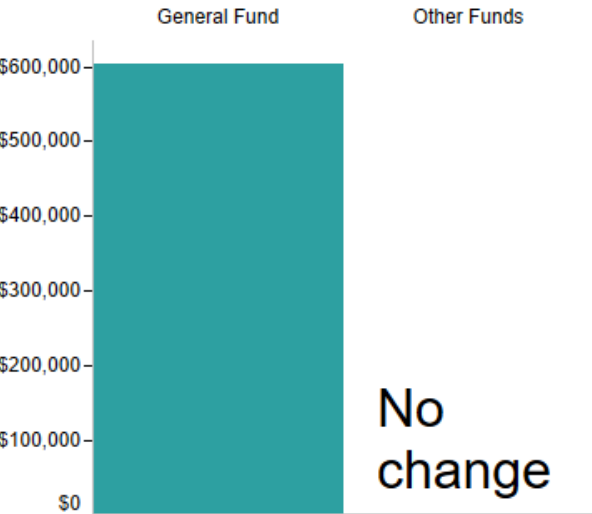
Overview and Funding History

Agency Overview: The [Department of Veterans Affairs](#) includes the Department and the [Iowa Veterans Home](#). The Department provides services to veterans regarding federal pension applications and identifies services to reimburse from the Veterans Trust Fund. The Department also established and operates the Veterans Cemetery and provides assistance for the County Veterans Grant Program and the Injured Veterans Grant Program. The Iowa Veterans Home is located in Marshalltown and provides services to veterans, including domiciliary, residential, and pharmaceutical services.

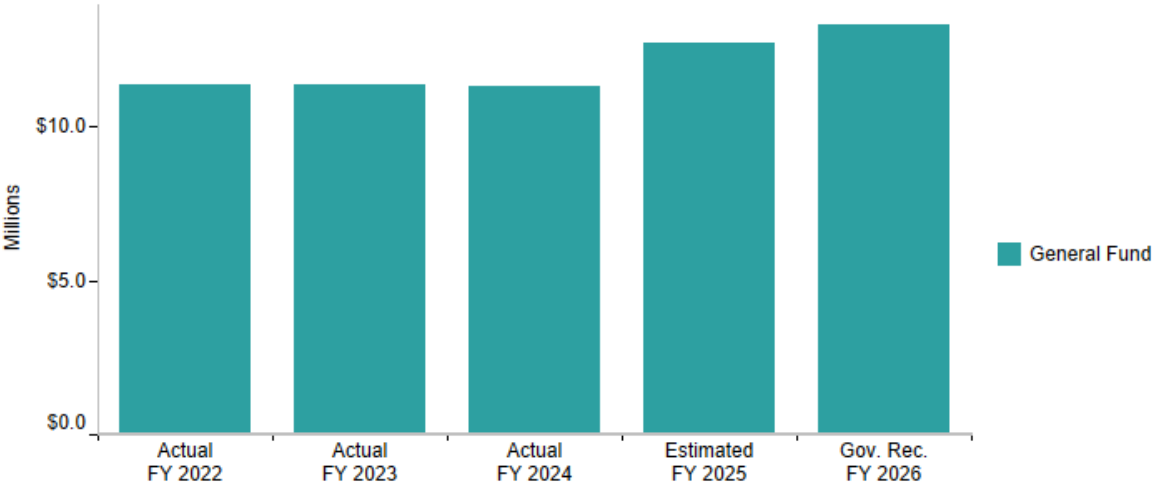
**FY 2026 Governor's Recommendations
Total: \$13,309,245**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



General Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
Veterans Affairs, Department of				
Veterans Affairs, Dept. of				
General Administration	\$ 1,033,289	\$ 1,369,205	\$ 1,384,743	\$ 15,538
Home Ownership Assistance Program	2,200,000	2,200,000	2,700,000	500,000
Veterans County Grants – Standing	990,000	990,000	990,000	0
Veterans Affairs, Dept. of	<u>\$ 4,223,289</u>	<u>\$ 4,559,205</u>	<u>\$ 5,074,743</u>	<u>\$ 515,538</u>
Veterans Affairs, Dept. of				
Iowa Veterans Home	<u>\$ 7,115,335</u>	<u>\$ 8,145,736</u>	<u>\$ 8,234,502</u>	<u>\$ 88,766</u>
Total Veterans Affairs, Department of	<u>\$ 11,338,624</u>	<u>\$ 12,704,941</u>	<u>\$ 13,309,245</u>	<u>\$ 604,304</u>

Governor’s FY 2026 Recommended Changes

General Administration **\$15,538**

An increase of \$15,538 for general operating expenses.

Home Ownership Assistance Program **\$500,000**

An increase of \$500,000 to provide additional resources for the Program since the current appropriation has been fully allocated by March in previous years.

Iowa Veterans Home **\$88,766**

An increase of \$88,766 for general operating expenses.

Discussion Items

Iowa Veterans Trust Fund — The Iowa Veterans Trust Fund aids veterans and their families who have less than \$20,000 in liquid assets and have a household income below 300.00% of the FPL. The Iowa General Assembly has enumerated [11 areas of eligible expenditures](#) for Iowa veterans, and eligibility is judged on a program-by-program basis.

Since 2008, a portion of the Iowa Lottery proceeds has been dedicated to the Fund, and under current law, the amount of that transfer has been set at \$2,500,000 annually. As of December 31, 2024, the Trust Fund had a spendable balance of \$968,061 and a total balance of \$44,210,771. Total expenditures from the Fund in FY 2024 totaled \$1,069,256.

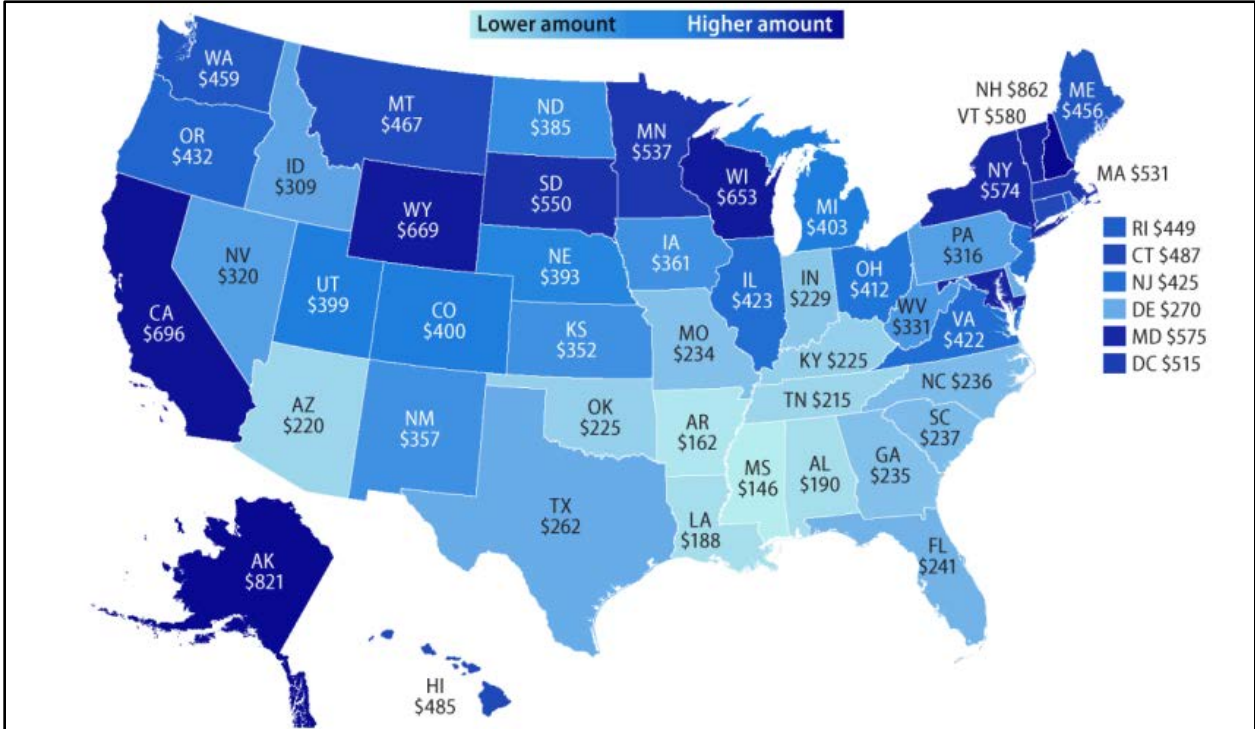
2024 Iowa Acts, chapter [1128](#) (Veteran Service Officer Training Appropriations Act), established a new standing appropriation of \$300,000 from the Veterans Trust Fund to the County Commission of Veteran Affairs Training Program operated by the Department of Veterans Affairs to pay for additional training with national service organizations on a reimbursable basis of up to \$3,000 per county.

Comparisons to Other States — Monthly Maximum TANF Benefit

The map below represents the monthly maximum federal Temporary Assistance for Needy Families (TANF) benefit for a single parent with one child. Benefits are set by the states, and in Iowa, the maximum benefit for a family of two is set at \$361 per month. In FY 2024, there were an average of 4,273 families per month in the Family Investment Program (FIP), which is the program that provides the cash benefit. The average monthly benefits issued in FY 2024 was \$1,408,635.

Compared to surrounding states, Iowa has the third lowest maximum monthly benefit, with Kansas at \$352 per month and Missouri at \$234 per month providing a lower benefit. Iowa has a comparable benefit level to Kansas, Nebraska, and North Dakota. South Dakota, Wisconsin, and Minnesota have a significantly larger maximum benefit for a family of two compared to Iowa. Wisconsin has the highest benefit in the Midwest at \$653 per month for a family of two.

TANF Cash Assistance Maximum Monthly Benefit Amounts — Single-Parent Family with One Child



Source: Congressional Research Service, [The Temporary Assistance for Needy Families \(TANF\) Block Grant: Responses to Frequently Asked Questions](#), November 5, 2024.

Comparison to Other States — Children in Foster Care

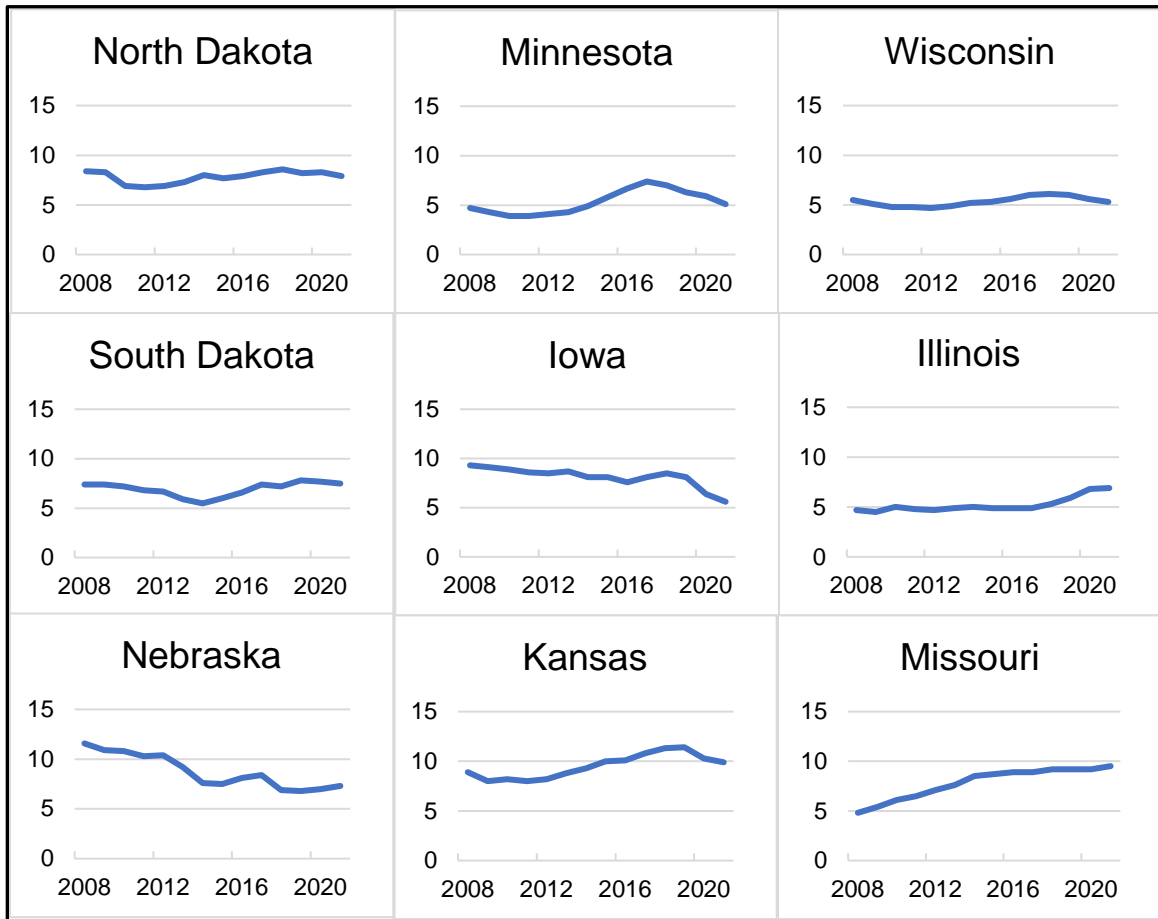
The Annie E. Casey Foundation [Kids Count Data Center](#) uses data from the Adoption and Foster Care Analysis and Reporting System to track the rate of children in foster care per 1,000 children age 17 and under. Children are categorized as being in foster care if they entered foster care prior to the end of the current fiscal year and have not been discharged from their latest period of time in foster care by the end of the current fiscal year. Census numbers indicate population estimates of children aged 17 and under in each state as of July of the respective year.

The rate of children in foster care in Iowa and contiguous states for 2021 was 7.2 per 1,000. Iowa’s rate was lower than the regional average rate at 5.6 per 1,000, while the state reporting the highest rate in the region was Kansas at 9.9 per 1,000. Minnesota had the lowest rate in the region, with 5.1 children per 1,000 in foster care.

The national rate for 2021 was 5.1 per 1,000, which was a decrease of 0.3 compared to 2020 and was the fourth consecutive decrease compared to the previous year. The highest rate in the nation remained

West Virginia at 19.8 per 1,000 for the sixth consecutive year. New Jersey had the lowest rate at 1.6 per 1,000.

Children in Foster Care Per 1,000 — 2008 to 2021



LSA Publications — Health and Human Services

The following documents related to the Health and Human Services Appropriations Subcommittee have been published by the LSA:

Fiscal Topics:

- [Opioid Settlement Fund](#)
- [Iowa Office of the State Medical Examiner](#)
- [Iowa’s Mental Health and Disability Services \(MHDS\) Commission](#)
- [Behavioral Health Service System](#)
- [Supplemental Nutrition Assistance Program \(SNAP\)](#)
- [Community Action Agencies](#)
- [Iowa Veterans Home](#)
- [Veterans Trust Fund](#)
- [Medicaid HCBS Waivers](#)
- [Medicaid Nursing Care](#)
- [Temporary Assistance for Needy Families \(TANF\)](#)
- [Senior Living Trust Fund](#)
- [Enhanced FMAP Rates](#)
- [Managed Care Organizations](#)
- [Medicaid Enrollment](#)



Fiscal Research Briefs:

[*Iowa Office of the State Medical Examiner*](#)

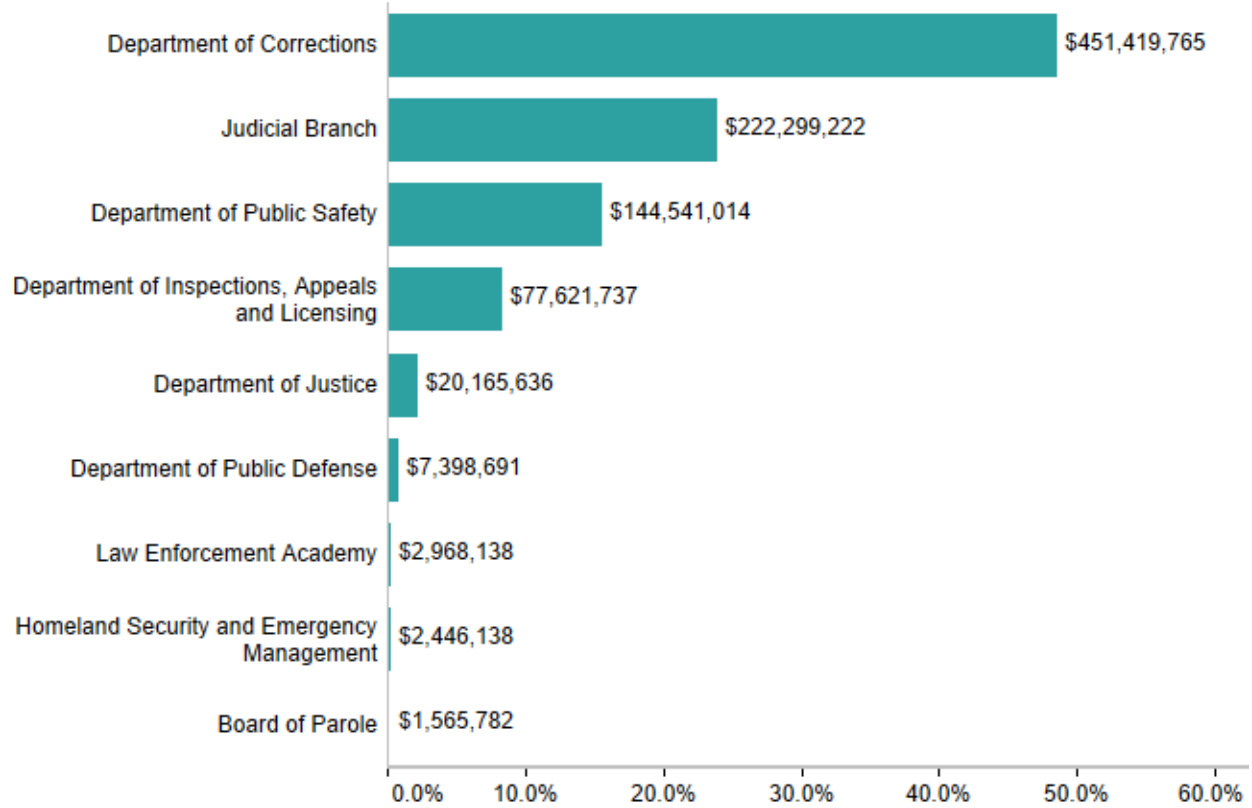
[*Overview of Iowa Veterans Programs — 2024 Update*](#)

Reports Required to Be Filed with the General Assembly

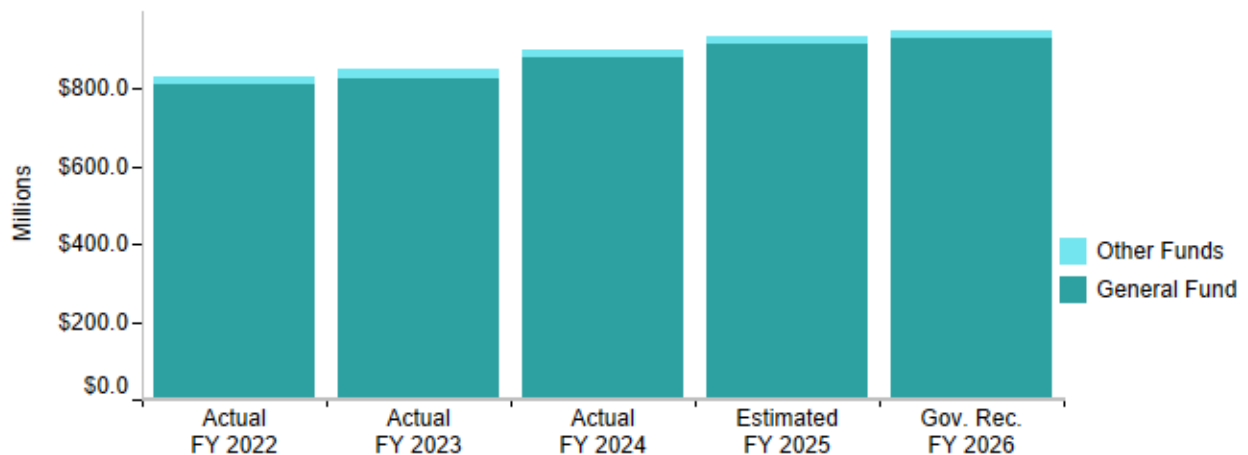
Reports and other documents required to be filed with the General Assembly are organized by submitting department and by date and are published on this [webpage](#).

LSA Staff Contacts: Lindsey Ingraham (515.281.6764) lindsey.ingraham@legis.iowa.gov
Louie Hoehle (515.281.6561) louie.hoehle@legis.iowa.gov
Eric Richardson (515.281.6767) eric.richardson@legis.iowa.gov

**FY 2026 General Fund Governor's Recommendations
 Total: \$930,426,123**



**Funding History by Appropriations Subcommittee —
 Justice System**

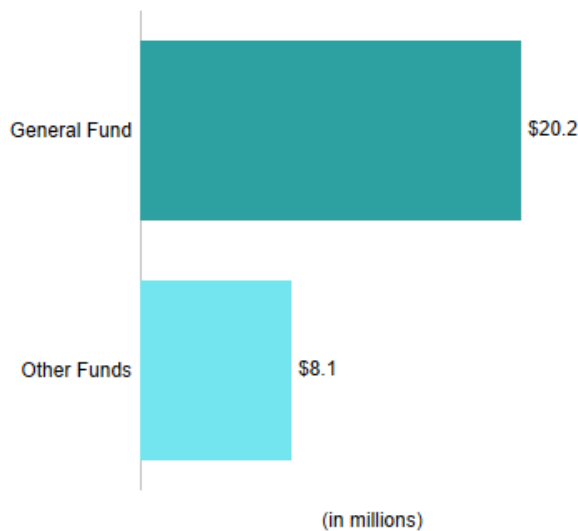


DEPARTMENT OF JUSTICE

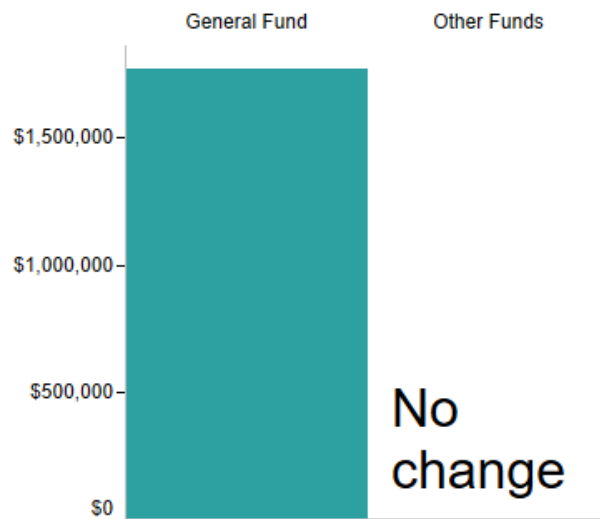
Overview and Funding History

Agency Overview: The Attorney General (AG) is the head of the Department of Justice and is elected every four years. The Office of the Attorney General is organized into several divisions and sections. These include the following: Administrative Services Division, Consumer Advocate (Utilities), Consumer Protection Division, Criminal Appeals Section, Environmental Law Division, Farm Division, Licensing and Administrative Law Division, Prosecuting Attorneys Training Coordinator, Regents and Human Services Division, Revenue and Tobacco Enforcement Division, Special Litigation Division, Statewide Prosecutions Section, Transportation Division, and Victim Assistance Section. The Department represents the State in all litigation; issues formal and informal opinions and advice to State agencies; prosecutes criminal offenders at the request of county attorneys and handles all criminal appeals; and administers Farm Mediation Services, Victim Assistance Grants, and Legal Services Poverty Grants.

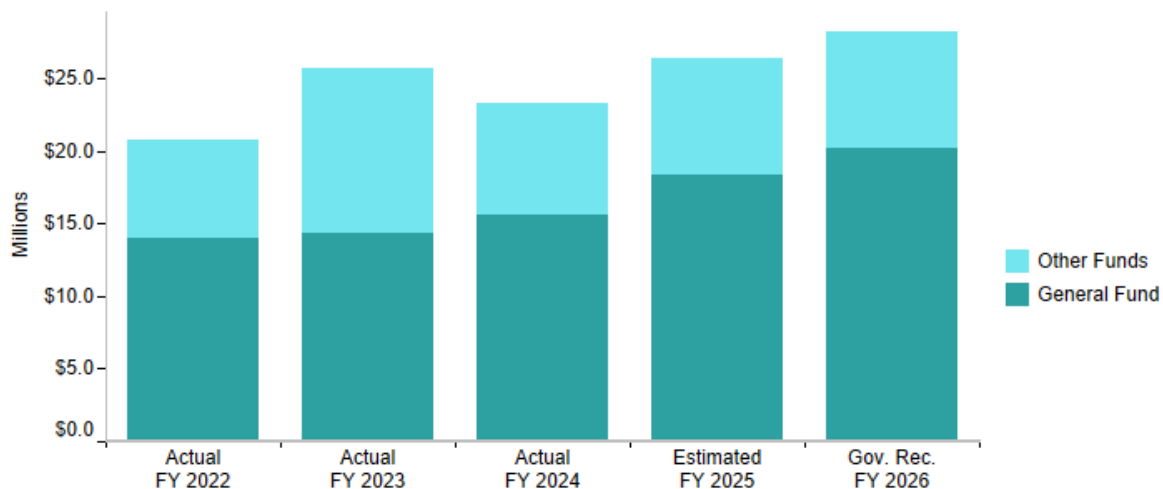
**FY 2026 Governor's Recommendations
Total: \$28,229,573**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



General Fund Recommendations

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Attorney General</u>				
Justice, Dept. of				
General Office AG	\$ 7,749,860	\$ 10,539,176	\$ 11,312,267	\$ 773,091
Victim Assistance Grants	5,016,708	5,016,708	6,016,708	1,000,000
Legal Services Poverty Grants	2,634,601	2,634,601	2,634,601	0
AG Cybersecurity and Technology	202,060	202,060	202,060	0
Total Attorney General	\$ 15,603,229	\$ 18,392,545	\$ 20,165,636	\$ 1,773,091

Governor’s FY 2026 Recommended Changes

General Office AG \$773,091

- An increase of \$153,887 for general operating expenses.
- An increase of \$619,204 for additional support within multiple divisions.

Victim Assistance Grants \$1,000,000

An increase of \$1,000,000 for additional support for victims of trafficking.

Other Fund Recommendations

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Attorney General</u>				
Justice, Dept. of				
Farm Mediation Services - CEF	\$ 300,000	\$ 300,000	\$ 300,000	\$ 0
AG Prosecutions and Appeals - CEF	2,000,000	2,000,000	2,000,000	0
Consumer Fraud - Public Ed & Enforce (Standing) - CEF	1,875,000	1,875,000	1,875,000	0
Older Iowans Consumer Fraud (Standing) - CEF	125,000	125,000	125,000	0
Justice, Dept. of	\$ 4,300,000	\$ 4,300,000	\$ 4,300,000	\$ 0
Consumer Advocate				
Consumer Advocate - CMRF	\$ 3,450,713	\$ 3,763,937	\$ 3,763,937	\$ 0
Total Attorney General	\$ 7,750,713	\$ 8,063,937	\$ 8,063,937	\$ 0

Discussion Items

Opioid Settlement Fund — During the 2022 Legislative Session, the General Assembly established the Opioid Settlement Fund. The Fund consists of moneys paid to the State as the result of multiple national settlements concerning the role played by opioid manufacturers, distributors, and pharmacies in the opioid crisis. As of January 2025, there was \$56,344,399 in the Opioid Settlement Fund. Additional information can be found in the Opioid Settlement Fund [Fiscal Topic](#).

Crime Victim Assistance Grants — The Department administers a grant program that funds local domestic abuse, sexual abuse, and shelter-based programs. Victim Services receives grants from four federal funding sources, including the federal VOCA, the Family Violence Prevention and Services Act, the Violence Against Women Act (VAWA), and the VAWA Sexual Assault Services Formula Program. The total grant award from the four federal funding sources for FY 2024 was \$19,435,152.

Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

DEPARTMENT OF CORRECTIONS

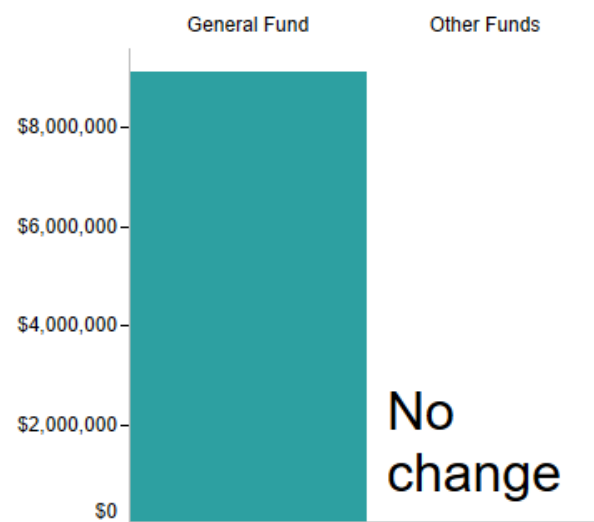
Overview and Funding History

Agency Overview: The mission of the [Department of Corrections \(DOC\)](#) is to create opportunities for safer communities by managing a coordinated system of evidence-based, research-informed services and interventions within a continuum of custody and community supervision levels. The DOC operates nine prisons to incarcerate legally committed adult offenders; with the enactment of 2023 Iowa Acts, [Senate File 514](#) (State Government Alignment Act), the DOC now has oversight of eight Community-Based Corrections (CBC) district departments that provide supervision for offenders on parole, probation, and work release, as well as Operating While Intoxicated (OWI) offenses. The DOC provides opportunities for offenders to make improvements through various educational, skill development, and counseling programs; trains professional staff; operates Iowa Prison Industries; and provides oversight of local jails.

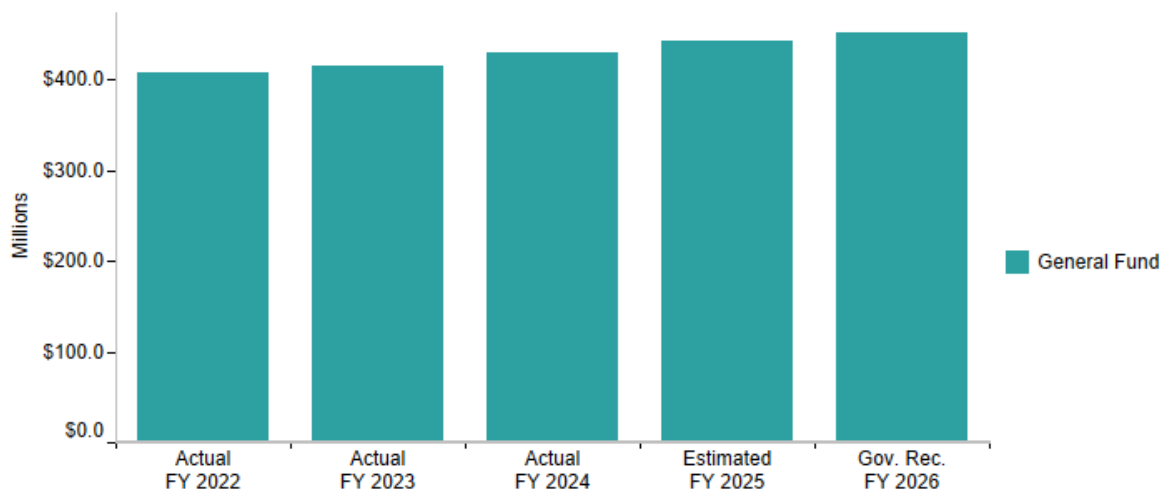
**FY 2026 Governor's Recommendations
Total: \$451,419,765**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



General Fund Recommendations

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
Corrections, Department of				
Central Office				
County Confinement	\$ 1,195,319	\$ 1,345,319	\$ 1,345,319	\$ 0
Federal Prisoners/Contractual	234,411	234,411	234,411	0
Corrections Education	2,608,109	2,608,109	3,108,109	500,000
Iowa Corrections Offender Network	2,000,000	2,000,000	2,000,000	0
Mental Health/Substance Abuse	28,065	28,065	28,065	0
DOC - Department-Wide Duties	12,974,108	8,654,633	5,905,778	-2,748,855
State Cases Court Costs	0	10,000	10,000	0
Corrections Administration	6,313,331	7,662,297	8,469,093	806,796
Central Office	\$ 25,353,343	\$ 22,542,834	\$ 21,100,775	\$ -1,442,059
Fort Madison				
Ft. Madison Institution	\$ 44,192,771	\$ 45,522,762	\$ 46,577,646	\$ 1,054,884
Anamosa				
Anamosa Institution	\$ 37,022,808	\$ 38,887,065	\$ 39,401,446	\$ 514,381
Oakdale				
Oakdale Institution	\$ 56,368,832	\$ 57,703,792	\$ 59,081,235	\$ 1,377,443
DOC Institutional Pharmaceuticals	9,550,417	9,925,417	10,425,417	500,000
Oakdale	\$ 65,919,249	\$ 67,629,209	\$ 69,506,652	\$ 1,877,443
Newton				
Newton Institution	\$ 30,437,665	\$ 31,522,181	\$ 32,349,915	\$ 827,734
Mount Pleasant				
Mount Pleasant Institution	\$ 28,642,429	\$ 29,729,489	\$ 30,357,365	\$ 627,876
Rockwell City				
Rockwell City Institution	\$ 11,090,142	\$ 11,364,524	\$ 11,726,196	\$ 361,672
Clarinda				
Clarinda Institution	\$ 27,355,684	\$ 28,625,610	\$ 29,268,191	\$ 642,581
Mitchellville				
Mitchellville Institution	\$ 24,946,721	\$ 25,512,183	\$ 26,097,515	\$ 585,332
Fort Dodge				
Fort Dodge Institution	\$ 32,742,479	\$ 33,279,423	\$ 34,147,756	\$ 868,333
CBC District 1				
CBC District I	\$ 16,207,339	\$ 16,826,981	\$ 17,301,981	\$ 475,000
CBC District 2				
CBC District II	\$ 12,789,649	\$ 13,637,109	\$ 14,230,459	\$ 593,350
CBC District 3				
CBC District III	\$ 7,710,790	\$ 8,615,128	\$ 8,915,522	\$ 300,394
CBC District 4				
CBC District IV	\$ 6,193,805	\$ 6,465,898	\$ 6,465,898	\$ 0
CBC District 5				
CBC District V	\$ 23,440,024	\$ 24,328,291	\$ 25,026,927	\$ 698,636
CBC District 6				
CBC District VI	\$ 16,755,370	\$ 17,128,661	\$ 17,690,992	\$ 562,331
CBC District 7				
CBC District VII	\$ 10,362,851	\$ 10,671,655	\$ 11,013,381	\$ 341,726
CBC District 8				
CBC District VIII	\$ 9,238,778	\$ 10,001,148	\$ 10,241,148	\$ 240,000
Total Corrections, Department of	\$ 430,401,897	\$ 442,290,151	\$ 451,419,765	\$ 9,129,614

Governor's FY 2026 Recommended Changes**Estimated FY 2025 Department-Wide Duties** **\$8,654,633**

The Department-Wide Duties estimated FY 2025 appropriation of \$8,654,633 to the DOC was recommended by the Governor to be allocated among the following line items for FY 2026:

- \$937,000 to the Fort Madison Institution for operating costs.
- \$400,000 to the Anamosa Institution for operating costs.
- \$1,187,000 to the Oakdale Institution for operating costs.
- \$637,000 to the Newton Institution for operating costs.
- \$625,000 to the Mount Pleasant Institution for operating costs.
- \$349,239 to the Rockwell City Institution for operating costs.
- \$600,000 to the Clarinda Institution for operating costs.
- \$545,000 to the Mitchellville Institution for operating costs.
- \$700,000 to the Fort Dodge Institution for operating costs.
- \$475,000 to CBC District 1 for operating costs.
- \$304,530 to CBC District 2 for operating costs.
- \$300,000 to CBC District 3 for operating costs.
- \$644,466 to CBC District 5 for operating costs.
- \$275,000 to CBC District 6 for operating costs.
- \$315,000 to CBC District 7 for operating costs.
- \$240,000 to CBC District 8 for operating costs.
- \$120,398 to Corrections Administration for operating costs.

Department-Wide Duties **\$-2,748,855**

The Governor is recommending \$5,905,778 in FY 2026. This is a decrease of \$2,748,855 compared to estimated FY 2025.

Corrections Administration **\$303,398**

An increase of \$303,398 and 3.00 FTE positions, including an Investigator/Compliance Officer, an Attorney 3, and a CBC Security and Policy Audits Compliance Officer.

Oakdale **\$89,870**

An increase of \$89,870 and 1.00 FTE position for a Medical Compliance Officer.

Increase Workers' Comp Premiums **\$807,928**

An increase of \$807,928 to the institutions for increased workers' compensation premiums. The increase results in the following increases to the institutions:

- \$6,500 to CBC District 2.
- \$394 to CBC District 3.
- \$54,170 to CBC District 5.
- \$5,011 to CBC District 6.
- \$26,726 to CBC District 7.
- \$42,884 to Fort Madison.
- \$114,381 to Anamosa.
- \$100,573 to Oakdale.
- \$190,734 to Newton.
- \$2,876 to Mt. Pleasant.
- \$12,433 to Rockwell City.
- \$42,581 to Clarinda.
- \$40,332 to Mitchellville.
- \$168,333 to Fort Dodge.

Telephone Funding Proceeds**\$958,000**

An increase of \$958,000 to the institutions to offset loss of telephone funding revenue in the following institutions:

- \$75,000 to the Fort Madison Institution.
- \$383,000 to the Corrections Administration.
- \$500,000 to Corrections Education.

Implementation of Wellness Recovery Action Plan (WRAP)**\$564,640**

An increase for treatment dosages for one year for approximately 5,800 high-risk patient clients/incarcerated individuals for the following institutions:

- \$282,320 to CBC District 2 for 3.00 FTE positions for Community Corrections Program Coordinators.
- \$282,320 to CBC District 6 for 3.00 FTE positions for Community Corrections Program Coordinators.

DOC Institutional Pharmaceuticals**\$500,000**

An increase of \$500,000 for pharmacy costs.

Discussion Items

Prison Capacity — At the end of FY 2024, DOC institutions were approximately 20.46% over capacity. The prison population at the end of FY 2024 was approximately 8,420, and the institutions currently have a combined capacity of 6,990 individuals. For more information about changes in prison population over the last 10 years, see the *Fiscal Research Brief [Prison Population and Capacity](#)*.

CBC Updates — In FY 2024, 52,488 offenders were served by field services through CBCs and 37,745 active cases at the end of the fiscal year. Field services classifications include those who are on probation, are on parole, received special sentencing, are on pretrial release with supervision, and in other circumstances. In FY 2024, 5,640 offenders were served as part of residential CBCs with 1,436 active cases at the end of the fiscal year. Residential classification includes those who are on work release, are on the OWI continuum, are on probation, received special sentencing, and in other circumstances.

Transfer of FY 2024 Appropriations Between Institutions — [Senate File 562](#) (FY 2024 Justice System Appropriations Act) permits the DOC to reallocate appropriations within the Department during FY 2024. The Legislative Services Agency (LSA) was notified August 14, 2024, by the DOC of a total reallocation of \$850,000 for FY 2024. The reallocation supports additional statewide costs and increased operating costs, including overtime, pharmacy costs, and housing state-incarcerated individuals in county jails. A breakdown of the final FY 2024 appropriation amounts after the transfers can be found in the [Fiscal Update Article](#) published by the LSA.

Incarcerated Individual Education — Secondary, vocational, and postsecondary educational options are offered to incarcerated individuals at certain State institutions with the assistance of four partner colleges: Des Moines Area Community College, Grinnell College, Iowa Central Community College, and Southeastern Community College. Funding for these programs comes from both private donations and [Second Chance Pell Grants](#), which were reinstated July 1, 2023. In FY 2024, there were 268 completions of the [HiSET Exam](#) (High School Equivalency Diploma).

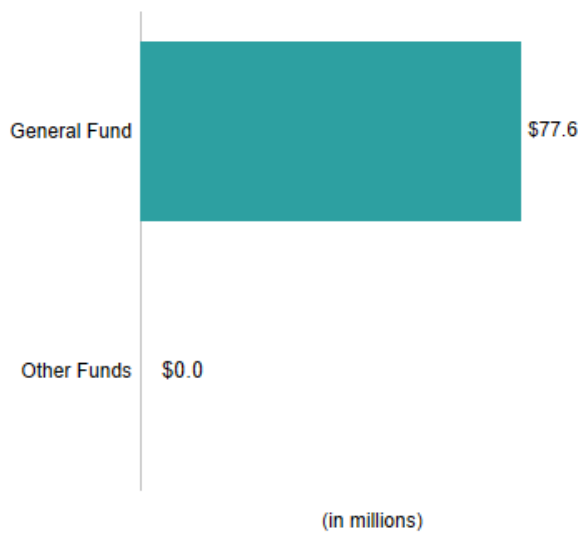
Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

DEPARTMENT OF INSPECTIONS, APPEALS, AND LICENSING — STATE PUBLIC DEFENDER

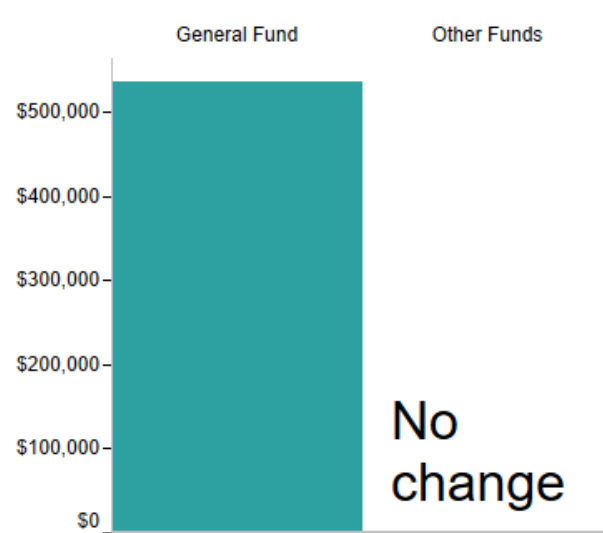
Overview and Funding History

Agency Overview: General Fund appropriations for the [DIAL](#) are the responsibility of the [Administration and Regulation Appropriations Subcommittee](#), except for appropriations to the [Office of the State Public Defender](#) and the Indigent Defense Fund. The Office of the State Public Defender administers local public defender offices, provides legal counsel to indigent convicted criminals on appeals and for postconviction relief proceedings, is responsible for indigent juvenile cases, and reviews all expense claim reimbursements from private attorneys for indigent defense cases. In FY 1988, the costs of providing legal counsel to indigent criminal defendants and juveniles (indigent defense) were transferred to the State as part of court reorganization. Before FY 1988, these costs were paid by the counties.

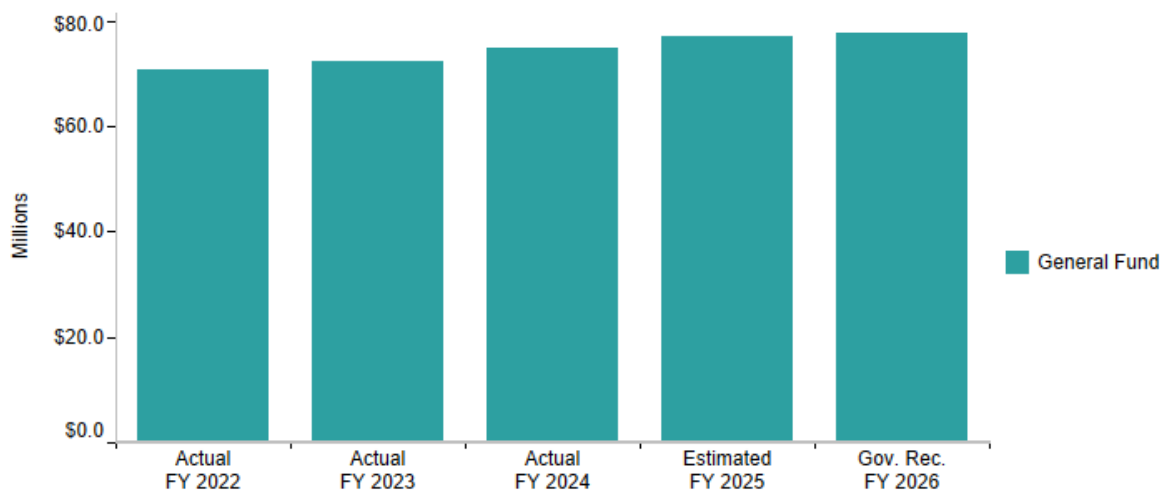
FY 2026 Governor's Recommendations
Total: \$77,621,737



Governor's Recommendations Compared to Estimated FY 2025



Funding History



General Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Department of Inspections, Appeals, and Licensing</u>				
DIAL - State Public Defender				
Public Defender	\$ 30,718,203	\$ 33,477,894	\$ 35,515,363	\$ 2,037,469
Indigent Defense	<u>44,046,374</u>	<u>43,606,374</u>	<u>42,106,374</u>	<u>-1,500,000</u>
Total Department of Inspections, Appeals, and Licensing	<u>\$ 74,764,577</u>	<u>\$ 77,084,268</u>	<u>\$ 77,621,737</u>	<u>\$ 537,469</u>

Governor’s FY 2026 Recommended Changes

State Public Defender \$537,469

- An increase of \$537,469 to the Office of the State Public Defender for general operating expenses.
- An increase of \$1,500,000 to the Office of the State Public Defender for 10.00 FTE positions for Public Defender 2. The positions will be added in Ottumwa, Nevada, Dubuque, Iowa City, and Council Bluffs.
- A decrease of \$1,500,000 from the Indigent Defense Fund. This decrease transfers funds from the Indigent Defense Fund to the Office of the State Public Defender for the purpose of hiring 10 additional public defenders.

Discussion Items

Indigent Defense Fund — The Indigent Defense Fund pays private attorneys to represent indigent defendants or indigent parties. The Fund also pays for expert witnesses, court reporters of depositions, private investigators, and other service providers for the benefit of indigent defendants or indigent parties. Claims submitted to the Fund are paid by a State General Fund appropriation to the Indigent Defense Fund. During the 2024 Legislative Session, [House File 2693](#) (FY 2025 Justice System Appropriations Act) transferred \$2,000,000 from the Indigent Defense Fund to the State Public Defender and increased the State Public Defender’s number of FTE positions by 12.0. House File 2693 also increased the General Fund appropriation to the DIAL from the Indigent Defense Fund for a \$3-per-hour fee increase for contract attorneys.

FY 2024 Indigent Defense — As of November 2024, the Office of the State Public Defender has approximately 253 employees and contracts with more than 500 contract attorneys. Public defenders closed approximately 94,826 counts, and contract attorneys submitted 67,052 claims to the DIAL at an average cost per claim of \$577.

Increase in Contract Attorney Compensation — The following table shows the compensation levels for contract attorneys since FY 2000 and the current hourly rate set for FY 2025, an increase of \$3 per hour compared to FY 2024.

Historical Hourly Rate for Contract Attorneys

Fiscal Year ¹	Felony Type				Misdemeanors	All Other Cases ²
	Class A	Class B	Class C	Class D		
2000	\$60	\$55	\$50	\$50	\$50	\$50
2007	\$65	\$60	\$60	\$60	\$60	\$55
2008	\$70	\$65	\$60	\$60	\$60	\$60
2020	\$73	\$68	\$63	\$63	\$63	\$63
2022	\$76	\$71	\$66	\$66	\$66	\$66
2023	\$78	\$73	\$68	\$68	\$68	\$68
2024	\$83	\$78	\$73	\$73	\$73	\$73
2025	\$86	\$81	\$76	\$76	\$76	\$76

Travel Time for Attorney or Guardian Ad Litem — [Senate File 562](#) (FY 2024 Justice System Appropriations Act) created new Iowa Code section [815.7A](#), which provides compensation for travel time for an Office of the State Public Defender contract attorney or guardian ad litem that is payable at the rate of \$35 per hour. Compensation is only provided for travel outside of the attorney's or guardian ad litem's county of domicile, and the travel must be deemed reasonable and necessary to represent an indigent client. Additionally, travel compensation for a court proceeding other than a trial or other contested proceeding is not payable unless the attorney or guardian ad litem files a motion for a remote hearing and the motion is denied. Any allowable compensation for time spent traveling already compensated pursuant to other provisions of law is not affected by Iowa Code section 815.7A. [House File 2693](#) (FY 2025 Justice System Appropriations Act) amended Iowa Code section 815.7A(1) to provide that compensated hours for travel time outside the county of domicile for an Office of the State Public Defender contract attorney or guardian ad litem do not apply to a cap on the maximum work hours to which the attorney or guardian ad litem may be subject.

Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

¹ Applies to assignments made on or after July 1 of the fiscal year.

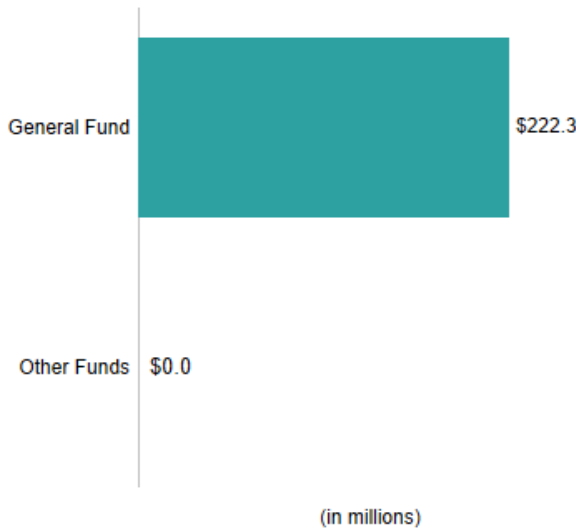
² Appeals, juvenile cases, contempt actions, representation of material witnesses, probation/parole violation cases, postconviction relief cases, restitution, extradition, and sentence reconsideration proceedings.

JUDICIAL BRANCH

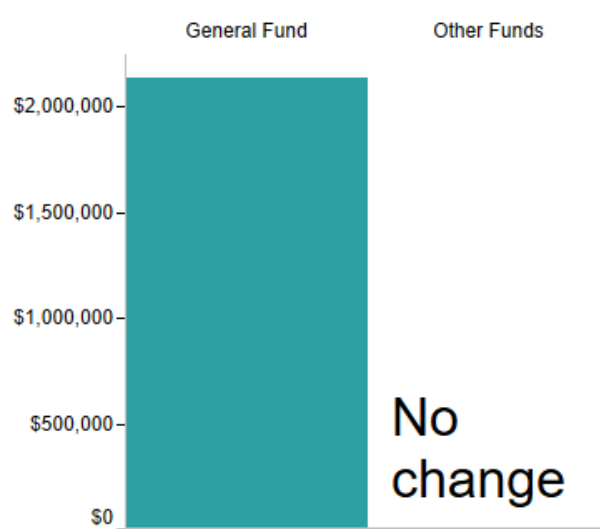
Overview and Funding History

Agency Overview: Iowa's court system consists of a [Supreme Court](#), a [Court of Appeals](#), and the [district courts](#). The Supreme Court consists of one chief justice and six associate justices. The Court of Appeals consists of one chief judge and eight associate judges. Iowa has a unified trial court system at the district court level, with jurisdiction over all types of civil, criminal, juvenile, and probate cases. There are six types of judgeships within a district court: district judges, district associate judges, associate juvenile judges, associate probate judges, magistrates, and senior judges.

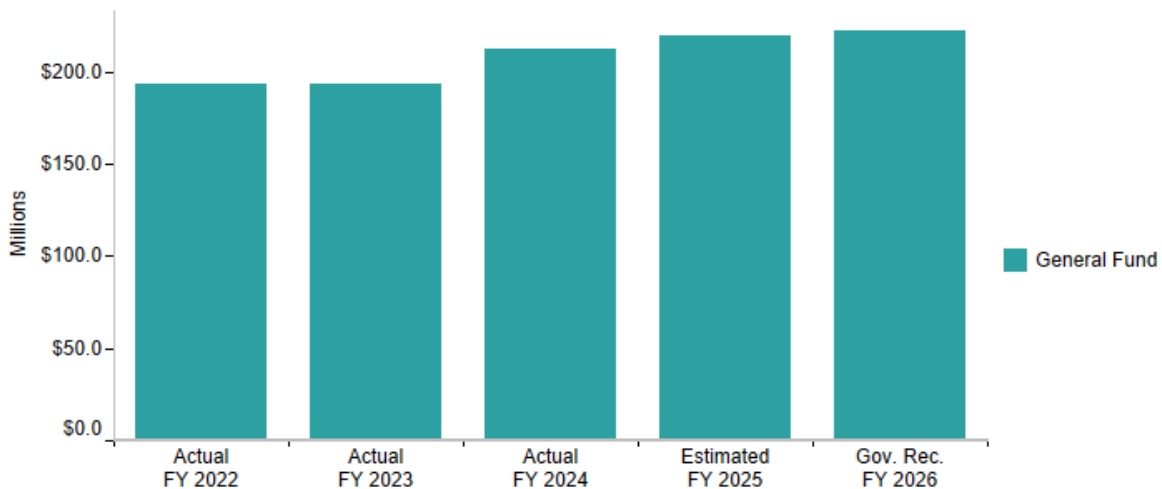
**FY 2026 Governor's Recommendations
Total: \$222,299,222**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



General Fund Recommendations

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
Judicial Branch				
Judicial Branch				
Judicial Branch	\$ 193,350,550	\$ 201,018,878	\$ 203,156,222	\$ 2,137,344
Jury & Witness Fee Revolving Fund	3,600,000	3,600,000	3,600,000	0
Court-Ordered Services	3,290,000	3,290,000	3,290,000	0
Graduated Sanctions	12,253,000	12,253,000	12,253,000	0
Total Judicial Branch	\$ 212,493,550	\$ 220,161,878	\$ 222,299,222	\$ 2,137,344

Governor’s FY 2026 Recommended Changes

Judicial Branch \$2,137,344

An increase of \$2,137,344 for general operations within the Judicial Branch.

Discussion Items

Judicial Branch Budget Request — 2024 Iowa Acts, [SF 2436](#) (FY 2025 Judicial Branch Appropriations Act), appropriated \$2,410,000 for a 5.00% salary increase for all judges and magistrates. The most recent prior increase was 2.00% in FY 2023. In accordance with Iowa Code section [602.1301](#), the Judicial Branch submitted its budget request on November 26, 2024. The Judicial Branch requested an increase of \$2,828,127 for judicial officers’ salaries. The Judicial Branch proposes a codified formula for annual judicial salary increases (revising Iowa Code section [602.1501](#)) to be phased in over the next four fiscal years to set the annual salary of an Iowa district judge at 75.00% of that of a U.S. district judge. This is a 5.55% increase for district court judges, with similar increases for other judicial officers calculated from that figure. Collective bargaining for contract and noncontract employees’ salaries and health benefits is ongoing, and as such, a request is not included.

Court Debt Collection and Fine Distribution Issue — The Iowa Judicial Branch collects more than \$140,000,000 in court debt each year. This revenue is distributed to the General Fund, victims, cities, counties, sheriff departments, and State funds and entities. The enactment of 2020 Iowa Acts, [chapter 1074](#), an act relating to the criminal and juvenile justice system by modifying criminal penalties, surcharges, fines, fees, and costs and 2021 Iowa Acts, [chapter 145](#), an act relating to certain financial obligations, including under the consumer credit code, and including under the criminal and juvenile justice system by modifying criminal and civil surcharges, fines, fees, costs, and court debt led to modification of the allocation of court debt. Program errors in the Judicial Branch Information Technology (IT) (JBIT) Department’s case management system resulted in the incorrect distribution of receipts to entities or funds. The Judicial Branch collected and distributed all fines and fees during FY 2021 through FY 2024, but these errors resulted in the incorrect allocation of \$27,553,261, or approximately 4.68% of all funds. On November 22, 2024, the Judicial Branch implemented new programming to correct the errors in its case management system, retroactively correcting distributions back to July 1, 2024. More information is available on the Iowa Judicial Branch [website](#).

Court Debt Update — The total outstanding [court debt](#) at the end of FY 2024 was \$909,090,595. Debt that is up to one year old accounts for \$86,637,344 (9.50%) of the total, and debt 10 years or older accounts for \$434,810,571 (47.8%). Under Iowa Code section [602.8107](#), delinquent court debt may be collected by either the county attorney or the Centralized Collection Unit within the Department of Revenue (IDR). The **Fiscal Topic [Court Debt Collection System](#)** outlines the historical systems for collecting court debt.

District Associate Judges — Iowa Code section [602.6301](#) was amended during the 2023 Legislative Session and now requires the Iowa Supreme Court to prescribe a formula to determine the number of District Associate Judges who will serve in each judicial election district. The formula is based upon a case-related workload formula of judicial officers. Under Iowa Code section [602.6302](#), three part-time

judicial magistrate positions can also be converted into one full-time district associate judgeship.

Magistrates — The State of Iowa apportions among the 99 counties 206 magistrates pursuant to Iowa Code section [602.6401](#)(1), of which each county shall be allotted at least one resident magistrate. A magistrate's term is for four years, not subject to a retention election, and magistrates are appointed by the county's magistrate appointing commission. A magistrate must be an attorney licensed in the State of Iowa and be less than age 72 at appointment. Magistrates have jurisdiction over cases such as simple misdemeanors, county and municipal infractions, small claims, and evictions and have the authority to issue search warrants and conduct preliminary hearings.

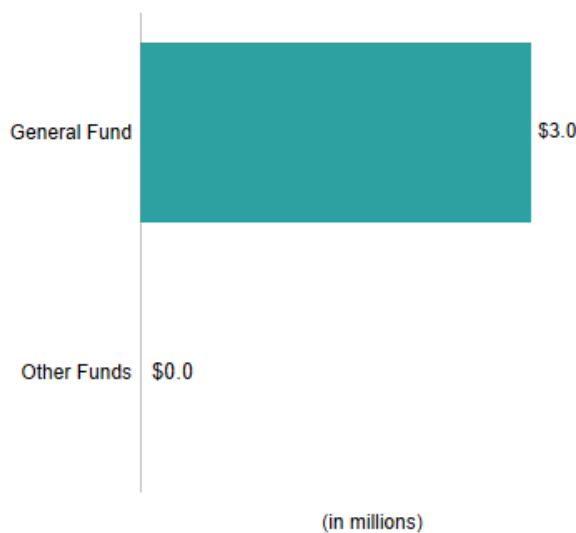
Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

LAW ENFORCEMENT ACADEMY

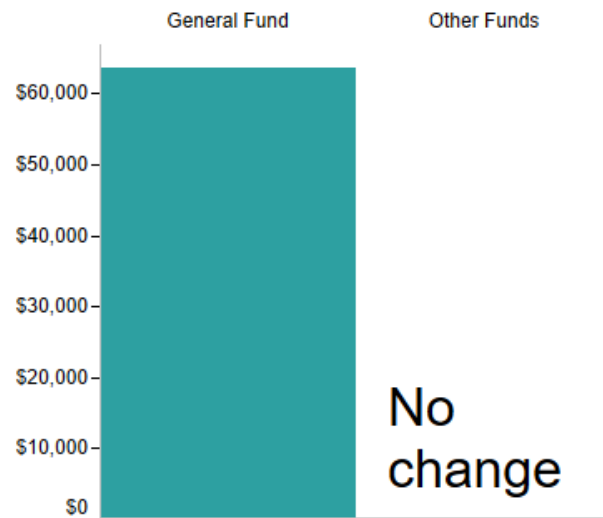
Overview and Funding History

Agency Overview: The mission of the [Iowa Law Enforcement Academy \(ILEA\)](#) is to conduct basic and specialty training to law enforcement personnel serving Iowa communities to create a level of excellence. The ILEA provides training for city and county law enforcement officers, tribal government officers, conservation officers for the Department of Natural Resources, jailers, and public safety telecommunicators. The ILEA also administers a program of psychological testing for applicants, approves regional training programs, establishes minimum hiring standards, and provides audiovisual resources for law enforcement training and educational institutions. The Academy is also responsible for removing or suspending an Iowa officer’s certification. The ILEA Basic Academy is a 16-week course offered up to six times per year. The ILEA also offers specialty schools and in-service seminars.

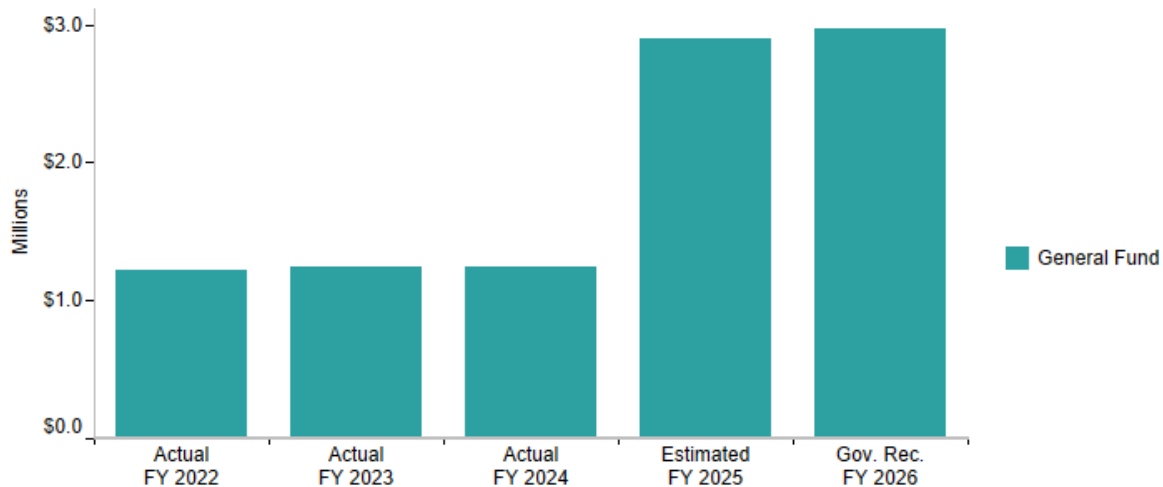
**FY 2026 Governor's Recommendations
Total: \$2,968,138**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



General Fund Recommendations

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Law Enforcement Academy</u>				
Iowa Law Enforcement Academy				
Law Enforcement Academy	\$ 1,238,504	\$ 2,904,407	\$ 2,968,138	\$ 63,731
Total Law Enforcement Academy	\$ 1,238,504	\$ 2,904,407	\$ 2,968,138	\$ 63,731

Governor’s FY 2026 Recommended Changes

Law Enforcement Academy \$63,731

- An increase of \$60,000 and 0.75 FTE position for a temporary overnight position at the ILEA Basic Academy.
- An increase of \$3,731 for general operations within the ILEA.

Discussion Items

Certifications — In FY 2024, the ILEA certified 352 new peace officers, of whom 233 were certified through the ILEA Basic Academy, 95 through regional basic training academies, and 24 through examination. The ILEA also certified 67 reserve peace officers, 182 jailers, and 132 public safety telecommunicators in FY 2024. In total, there were 6,670 certified peace officers in the State at the end of FY 2024. In total, there were 782 reserve peace officers, 1,676 jailers, and 1,262 public safety telecommunicators in the State at the end of FY 2024.

Online Learning and Service Training — In FY 2024, the ILEA provided training to a total of 2,133 individuals through the online learning management system. Of that total, 233 personnel received basic academy training, 814 received jail school training, 132 received public safety telecommunicator school training, 774 received implicit bias specialty school training, 156 received officer investigations training, and 24 were certified through examination. The ILEA delivered 161 specialized training courses for a total of 3,646 persons trained. Of that total, 2,104 received specialty schools and community outreach training, 315 received instructor certifications, 473 received instructor renewals, and 350 received medical-related training. Including the 22 certifying and 42 recertifying law enforcement classes conducted by the ILEA, a total of 9,837 law enforcement personnel, jailers, public safety telecommunicators, and citizens were trained.

Federal-Funded and State-Funded Training — The ILEA has three State-funded and federally funded areas of specialized training: STOP Violence Against Women, the Governor’s Traffic Safety Bureau, and Human Trafficking. These funded programs allow instructors to travel statewide to provide training on topics related to domestic violence, sexual assault, human trafficking, OWI, and traffic safety topics to departments for no cost. In FY 2024, the ILEA provided training for 9,765 personnel.

Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

BOARD OF PAROLE

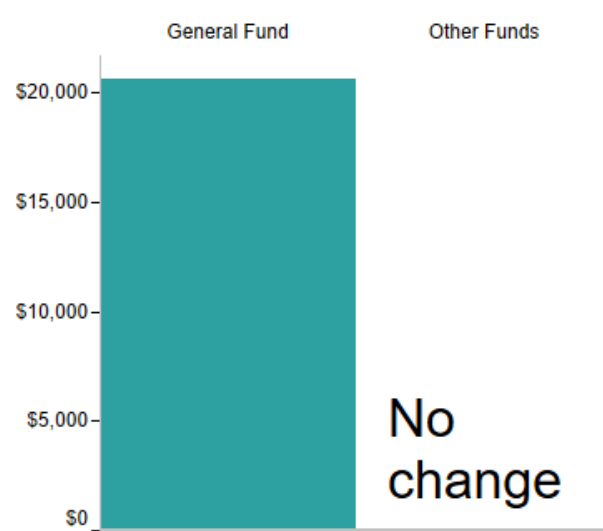
Overview and Funding History

Agency Overview: The mission of the [Board of Parole \(BOP\)](#) is to enhance overall public safety by making evidence-based and informed parole decisions for the successful reentry of offenders back into the community to become productive and responsible citizens. The Board releases, on parole or work release, any offender whom it has the power to so release when, in the Board’s opinion, there is reasonable probability that the person can be released without detriment to the community or to the offender. The Board performs risk evaluations for inmates, reviews eligible parole cases, holds parole hearings for eligible inmates, and selects inmates for conditional release on parole and work release. The Board revokes conditional releases and returns those offenders to prison. The Board also notifies victims of scheduled interviews with offenders and decisions made at those interviews, and advises the Governor on matters of executive clemency and commutations.

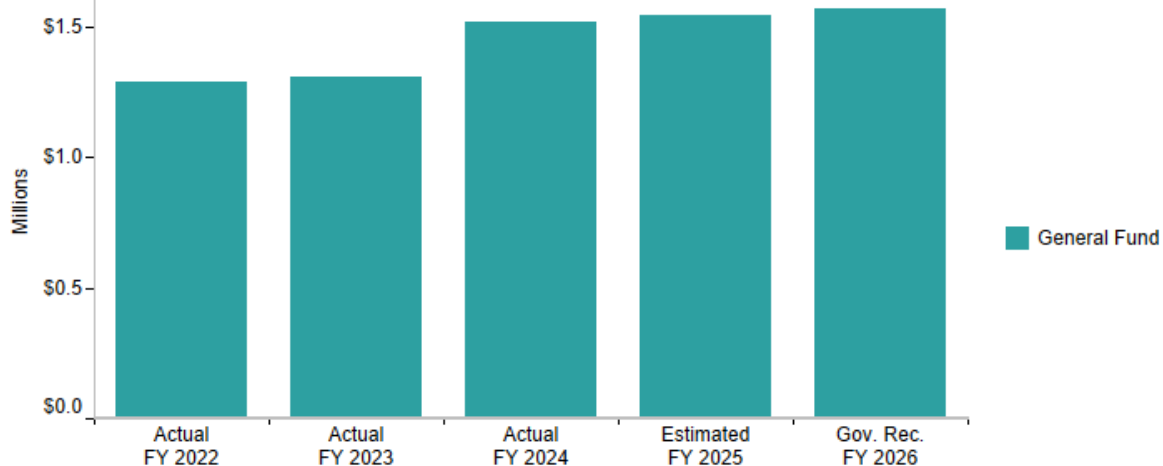
**FY 2026 Governor's Recommendations
Total: \$1,565,782**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



General Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Parole, Board of</u>				
Parole Board				
Parole Board	\$ 1,517,894	\$ 1,545,114	\$ 1,565,782	\$ 20,668
Total Parole, Board of	<u>\$ 1,517,894</u>	<u>\$ 1,545,114</u>	<u>\$ 1,565,782</u>	<u>\$ 20,668</u>

Governor’s FY 2026 Recommended Changes

Parole Board **\$20,668**

An increase of \$20,668 for general operating expenses.

Discussion Items

BOP Reviews — The BOP completed 10,294 deliberations in FY 2024, which resulted in 3,242 paroles, 1,162 work releases, and the imposition of 551 special sentences pursuant to Iowa Code chapter [903B](#).

Administrative Law Judges — In FY 2024, administrative law judges issued 3,001 decisions, 1,520 of which resulted in a discretionary revocation.

Victim Services — The BOP notifies victims of violent offenses when the BOP will conduct a hearing at which the offender will be interviewed, informs the victim that the victim may submit an opinion concerning the offender’s release, and notifies the victim of the BOP’s decision regarding release. The BOP registers victims of violent offenses in order to fulfill this responsibility, and as of FY 2024, there are 8,244 victims registered. In FY 2024, the BOP mailed 5,882 victim notifications.

Risk Assessment Tools — The Board currently utilizes several risk assessment tools, including the Iowa Violence and Victimization Instrument (IVVI), the Iowa Sex Offender Risk Assessment (ISORA), and the Static-99. The IVVI is used for non-sex offenders, and the ISORA and the Static-99 are used for sex offender-specific risk calculation.

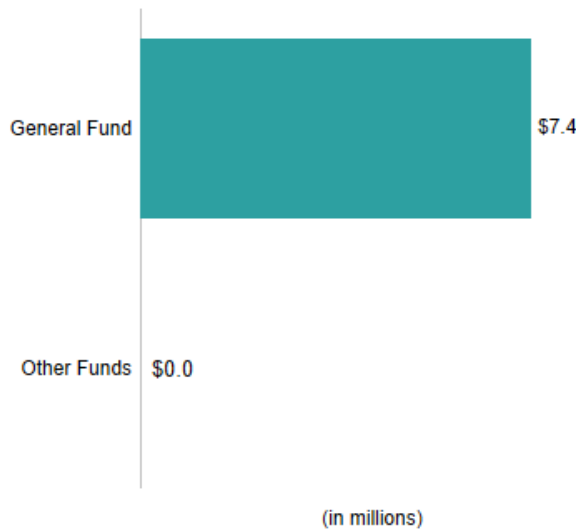
Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

DEPARTMENT OF PUBLIC DEFENSE

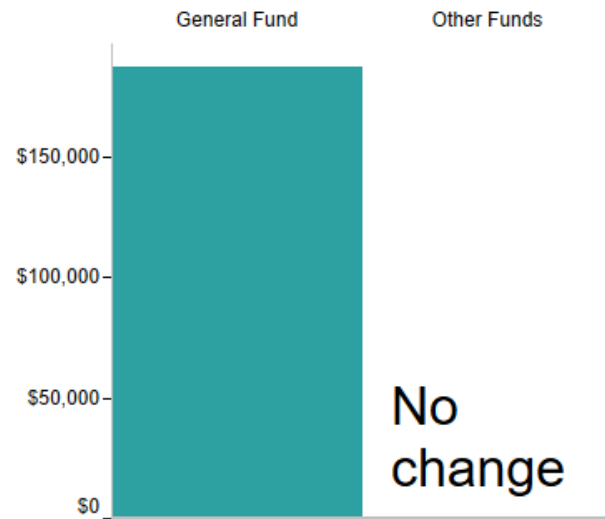
Overview and Funding History

Agency Overview: The [Department of Public Defense \(DPD\)](#), or Iowa National Guard, consists of the Army and Air National Guard. The mission of the Iowa National Guard is to provide trained and equipped forces ready to function efficiently in the protection of life and property and the preservation of peace, order, and public safety under competent orders of the State authorities in order to support emergency management and domestic security. Its federal mission is to provide organized, trained, and equipped units ready for mobilization in the event of national emergency or war.

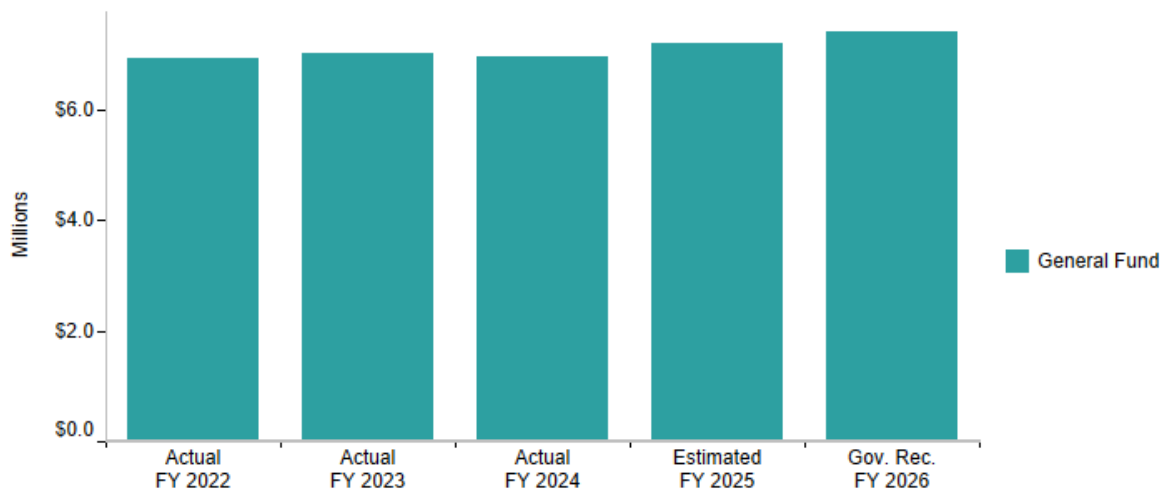
**FY 2026 Governor's Recommendations
Total: \$7,398,691**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



General Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Public Defense, Department of</u>				
Public Defense, Dept. of				
Public Defense, Department of	\$ 6,963,037	\$ 7,211,221	\$ 7,398,691	\$ 187,470
Total Public Defense, Department of	<u>\$ 6,963,037</u>	<u>\$ 7,211,221</u>	<u>\$ 7,398,691</u>	<u>\$ 187,470</u>

Governor’s FY 2026 Recommended Changes

Department of Public Defense \$187,470

- An increase of \$83,213 for general operating expenses.
- An increase of \$56,634 for Office 365 licenses.
- An increase of \$13,000 for airport facility leases.
- An increase of \$34,623 for the State match of the federal cooperative agreements.

Discussion Items

Federal Funding — The Iowa Army National Guard received a total of \$279,026,871 in federal funding in the Federal Fiscal Year (FFY) 2024. Iowa Air National Guard received a total of \$149,465,253, with the 185th Air Refueling Wing receiving \$80,145,948 and the 132nd Wing receiving \$69,319,305. The total federal funding received by the Iowa National Guard was \$428,492,124.

Iowa Counterdrug Task Force — The Iowa National Guard is actively supporting the domestic counterdrug mission by providing aviation, analytic, training, and demand reduction support to those engaged in the fight against drug use. In FY 2024, the Iowa National Guard Counterdrug Task Force supported the seizure of over 2,327 pounds of illegal drugs, 455 firearms, and more than \$1,800,000 in currency. The Task Force trained 12,001 students through the Midwest Counterdrug Training Center.

Recruitment — The number of new Army recruits increased 33.22% from FFY 2023. In FFY 2023, new Army National Guard recruits totaled 602, while in FFY 2024, new recruits totaled 802. New Air National Guard recruits increased 60.90% from 2023. In 2023, new Air National Guard recruits totaled 133, while in 2024, new recruits for the Air National Guard totaled 214.

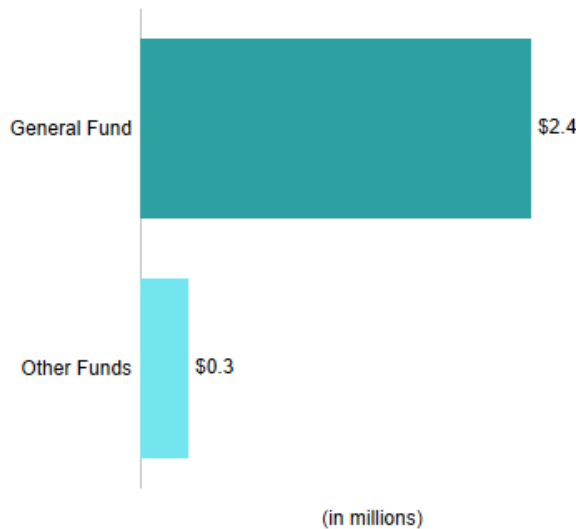
Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

HOMELAND SECURITY AND EMERGENCY MANAGEMENT DEPARTMENT

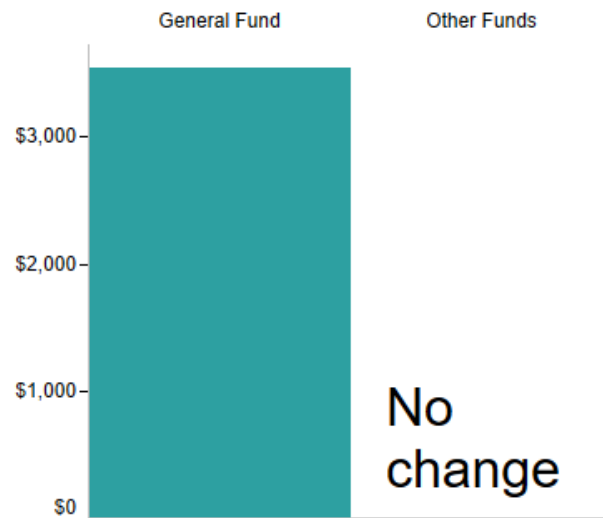
Overview and Funding History

Agency Overview: The [Homeland Security and Emergency Management Department \(HSEMD\)](#) manages risks and hazards with local and federal entities through mitigation, preparedness, response, and recovery initiatives. 2013 Iowa Acts, [chapter 29](#) (Department of Homeland Security and Emergency Management Act), established the HSEMD in lieu of a division under the DPD. The HSEMD's mission is to lead, coordinate, and support homeland security and emergency management functions to establish sustainable communities and ensure economic opportunity for Iowa and its citizens.

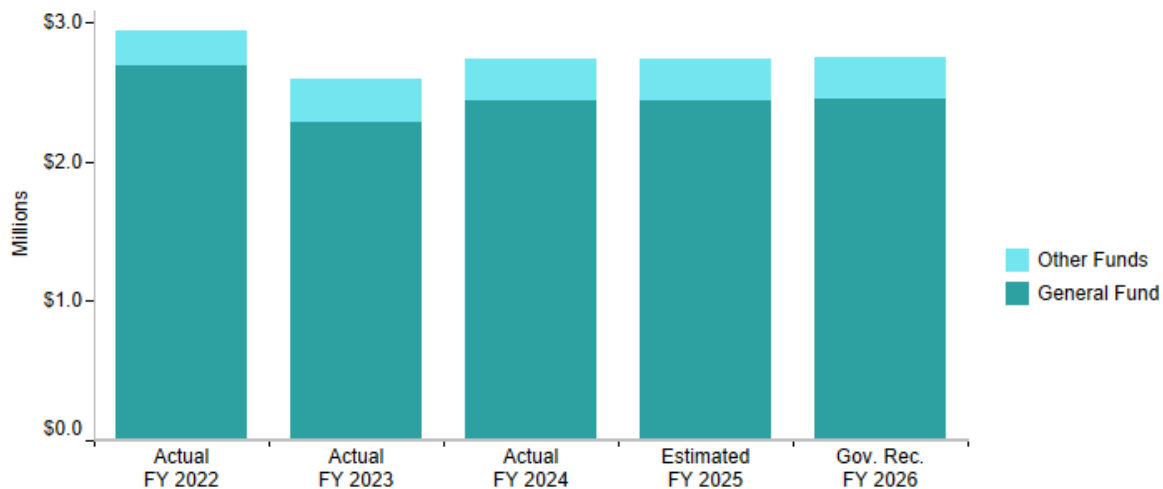
**FY 2026 Governor's Recommendations
Total: \$2,746,138**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



General Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Homeland Security and Emergency Mgmt.</u>				
Homeland Security & Emergency Mgmt.				
Homeland Security & Emer. Mgmt.	\$ 2,439,389	\$ 2,442,595	\$ 2,446,138	\$ 3,543
Total Homeland Security and Emergency Mgmt.	<u>\$ 2,439,389</u>	<u>\$ 2,442,595</u>	<u>\$ 2,446,138</u>	<u>\$ 3,543</u>

Governor’s FY 2026 Recommended Changes

Homeland Security and Emergency Management \$3,543

An increase of \$3,543 for general operations within the HSEMD.

Other Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Homeland Security and Emergency Mgmt.</u>				
Homeland Security & Emergency Mgmt.				
911 Emerg Comm Admin - 911 Surcharge	\$ 300,000	\$ 300,000	\$ 300,000	\$ 0
Total Homeland Security and Emergency Mgmt.	<u>\$ 300,000</u>	<u>\$ 300,000</u>	<u>\$ 300,000</u>	<u>\$ 0</u>

Discussion Items

911 Program Update — 2018 Iowa Acts, [chapter 1076](#) (911 Emergency Telephone Systems Act), directed the HSEMD to implement a virtual consolidation plan of the existing wireline and wireless 911 networks to create a shared service environment operated and maintained by the HSEMD. The initial phase, the migration of the legacy wireline network onto the Next Generation 911 Network, is complete with the State’s 111 Public Safety Answering Points (PSAPs) fully end-to-end Internet Protocol (IP)-enabled and capable of receiving text-to-911 messages. In FY 2024, 1,036,817 wireless calls, 72,801 Voice Over Internet Protocol (VoIP) calls, 8,025 texts, and 85,214 wireline calls were delivered through the Next Generation 911 network. The HSEMD collected \$31,776,445 in wireless surcharge revenue, with \$20,518,329 in revenue passed to local 911 service boards. The second virtual consolidation project is the implementation of call-taking equipment that can be shared by multiple PSAPs. This is referred to as “shared services.” There are currently 78 PSAPs using the shared services. Details of the program’s priorities and information on future initiatives can be found in the annual [report](#).

Enhanced Mitigation and Loss Avoidance — Iowa is one of [16 states](#) that utilize an established Enhanced Hazard Mitigation Plan as approved by the Federal Emergency Management Agency (FEMA). This allows local governments through [Hazard Mitigation Assistance \(HMA\)](#) grant programming to receive an additional 20.00% of hazard mitigation funding above what they would otherwise qualify for without such a plan.

Iowa Individual Disaster Assistance Grant Program (IIAGP) — On July 1, 2023, the HSEMD took over administration from the Department of Health and Human Services (HHS) of the [IIAGP](#) and the [Disaster Case Advocacy \(DCA\)](#) programs. The IIAGP is a State-funded grant program that offers up to \$7,000 in financial assistance to impacted households whose income is at or below 200 percent of the federal poverty level once the Governor issues a proclamation of disaster emergency. Applicants must apply for benefits within 45 days of the proclamation. During FY 2024, Iowa experienced nine disaster events with 66 counties receiving Governor proclamations of disaster emergency. The total number of applications received was 2,435, with 353 households receiving financial assistance totaling \$846,074. Of the applications received, 2,079 were determined to be ineligible or denied for IIAGP, but 64.00%

were eligible for federal assistance through FEMA by Presidential disaster declarations. More detail is available in the annual [report](#).

Levee Improvement Program and Levee Improvement Fund — During the 2023 Legislative Session, [HF 711](#) (Levee Safety and Improvements Act) created the Office of Levee Safety (OLS) within the HSEMD, the Levee Improvement Program, and the Levee Improvement Fund. The Act required the OLS to conduct a statewide analysis of the condition of Iowa's levees. The Flood Mitigation Board (FMB) will administer the Levee Improvement Program in cooperation with the OLS and fund the repair or reconstruction of levees requiring immediate capital expenditure to reduce and manage a hazardous event. House File 711 required the deposit of \$5,000,000 in State wagering tax receipts into the Fund each year from FY 2024 through FY 2028. In FY 2024, the Fund received \$5,000,000 and approximately \$106,000 in interest. Total expenditures totaled \$414,000, carrying forward a balance of \$4,700,000 into FY 2025. Additional information on the progress of stakeholders and program initiatives can be found in the [FY 2024 Statewide Levee Assessment Report](#).

Funding Sources — The HSEMD receives funding from State appropriations, the Executive Council, federal disaster and non-disaster funds, and other sources. In FY 2024, revenues collected by the HSEMD totaled \$209,157,408. Of this total, \$2,289,389 (1.1%) was from State General Fund appropriations, \$141,388,307 (67.6%) was from federal grants, \$14,836,469 (7.7%) was from the Executive Council, and \$50,643,243 (24.2%) was from other sources including the 911 surcharge, the Flood Recovery Fund, and the Technology Reinvestment Fund (TRF). In total, HSEMD passed through \$187,664,481 (89.7%) of revenue to local emergency management and recovery activities as discussed in the Department's annual [report](#).

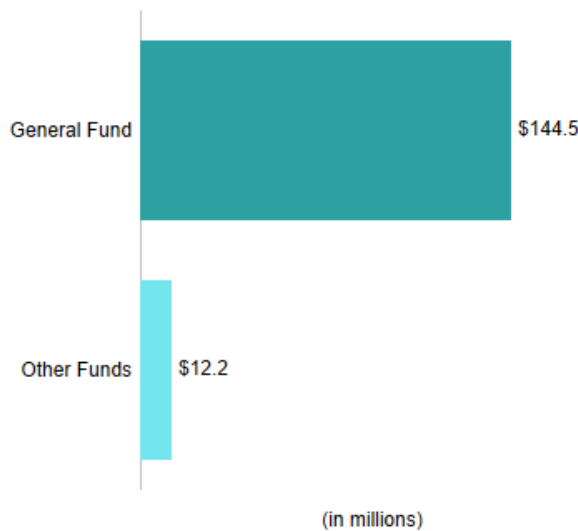
Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

DEPARTMENT OF PUBLIC SAFETY

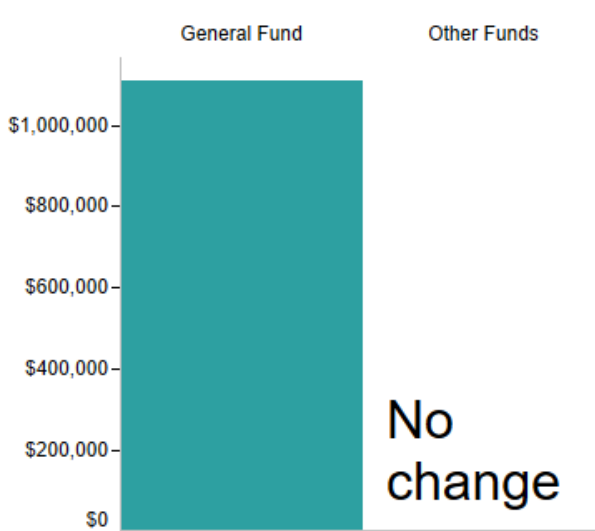
Overview and Funding History

Agency Overview: The [Department of Public Safety \(DPS\)](#) is the State law enforcement agency. The mission of the DPS is to serve the people of Iowa by providing public safety services with leadership, integrity, and professionalism. Its guiding principles and core values are courtesy, service, and protection. Its goals are to reduce preventable injuries and deaths, suppress criminal activity, reduce or minimize the costs of compliance with government requirements, and promote integrity and excellence in the workforce. The Department divisions include the Administrative Services Division, Division of Criminal Investigation, Division of Intelligence and Fusion Center, Division of Narcotics, Iowa State Patrol (ISP) Division, Professional Development and Support Services, and State Fire Marshal Division.

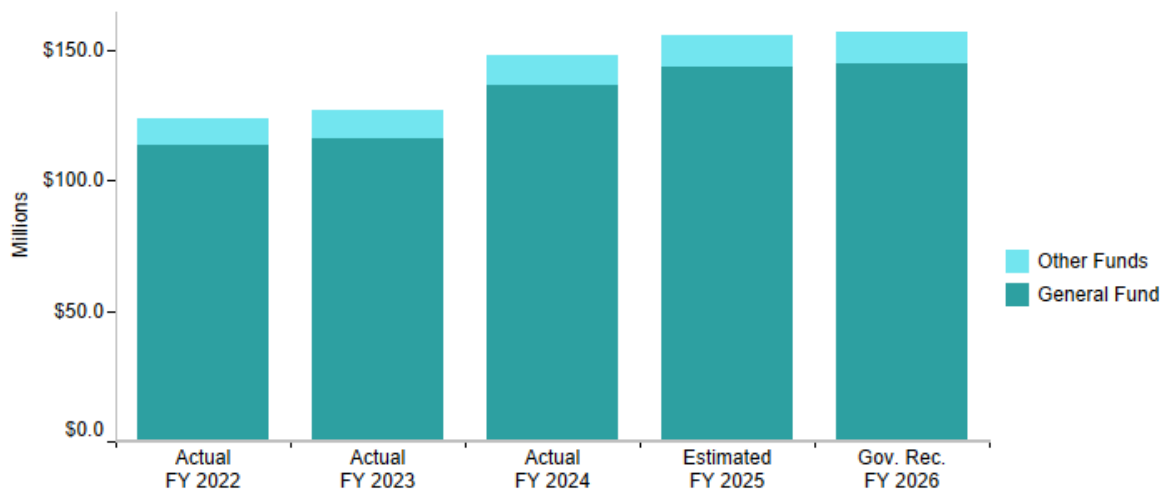
**FY 2026 Governor's Recommendations
Total: \$156,768,954**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



General Fund Recommendations

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
Public Safety, Department of				
Public Safety, Dept. of				
Public Safety Administration	\$ 5,920,476	\$ 7,092,910	\$ 7,195,906	\$ 102,996
Public Safety DCI	19,712,633	21,189,769	22,805,958	1,616,189
Criminalistics Laboratory Fund	650,000	650,000	650,000	0
Narcotics Enforcement	8,613,894	9,243,545	10,265,032	1,021,487
Public Safety Undercover Funds	209,042	209,042	209,042	0
Fire Marshal	3,230,743	3,418,466	3,554,935	136,469
Iowa State Patrol	87,066,931	90,056,257	92,232,969	2,176,712
DPS/SPOC Sick Leave Payout	279,517	279,517	279,517	0
Fire Fighter Training	1,075,520	1,075,520	1,075,520	0
Interoperable Communications Sys Board	115,661	115,661	115,661	0
Human Trafficking Office	200,742	200,742	200,742	0
Department-Wide Duties	6,456,270	5,149,789	1,944,668	-3,205,121
Public Safety Equipment Fund	2,500,000	2,500,000	3,750,000	1,250,000
Office of Drug Control Policy - DPS	249,219	249,219	261,064	11,845
DPS-Task Force Assistance	0	2,000,000	0	-2,000,000
Total Public Safety, Department of	\$ 136,280,648	\$ 143,430,437	\$ 144,541,014	\$ 1,110,577

Governor’s FY 2026 Recommended Changes

Appropriations changes recommended by the Governor for the DPS in FY 2026 fall into three categories reallocating \$5,149,789 in Department-wide duties appropriated in FY 2025, reallocating and reducing the \$2,000,000 FY 2025 appropriation for the DPS Task Force, and transferring \$1,250,000 from the Iowa State Patrol to the General Fund appropriation to the DPS Equipment Fund. In addition to these changes, the Governor recommended \$1,944,668 for Department-wide duties.

Public Safety Administration \$102,996

An increase of \$102,996 for increased operating costs that were funded through Department-wide duties in FY 2025.

Public Safety DCI \$1,616,189

An increase of \$856,625 for increased operating costs that were funded through Department-wide duties in FY 2025 and reallocating \$759,564 appropriated for the DPS Task Force.

Narcotics Enforcement \$1,021,487

An increase of \$615,142 for increased operating costs that were funded through Department-wide duties in FY 2025 and reallocating \$406,345 appropriated for the DPS Task Force.

State Fire Marshal \$136,439

An increase of \$136,469 for increased operating costs that were funded through Department-wide duties in FY 2025.

Iowa State Patrol \$ 2,176,712

An increase of \$3,426,712 for increased operating costs that were funded through Department-wide duties in FY 2025, and a decrease of \$1,250,000 for funding that will be transferred to the Public Safety Equipment Fund.

Office of Drug Control Policy \$11,845

An increase of \$11,845 for increased operating costs that were funded through Department-wide duties in FY 2025.

DPS Task Force Assistance \$-2,000,000

A decrease of \$2,000,000 eliminating the funding for FY 2026. Of the total, \$759,564 is recommended to be appropriated to the Public Safety DCI and \$406,345 is recommended to be appropriated for Narcotics

Enforcement. The Governor is recommending a reduction of \$834,091 for the remainder of the FY 2025 DPS Task Force Assistance funding.

Public Safety Equipment Fund \$1,250,000

An increase of \$1,250,000 for the Public Safety Equipment Fund increasing the total General Fund appropriation to \$3,750,000 for FY 2026.

Department-Wide Duties \$ -3,205,121

The Governor is recommending \$1,944,668 in FY 2026. This is a decrease of \$3,205,121 compared to estimated FY 2025.

Other Fund Recommendations

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Public Safety, Department of</u>				
Public Safety, Dept. of DPS Gaming Enforcement - GEF	\$ 11,442,487	\$ 12,227,940	\$ 12,227,940	\$ 0
Total Public Safety, Department of	\$ 11,442,487	\$ 12,227,940	\$ 12,227,940	\$ 0

Discussion Items

Commercial Motor Vehicle Enforcement — On June 23, 2023, as required by 2023 Iowa Acts, [Senate File 513](#) (Motor Vehicle Enforcement (MVE) Bureau, Department of Public Safety Act), 100 positions (98 sworn officers and 2 civilians) moved from the Department of Transportation’s MVE to become a specialized unit within the ISP known as the [CMVU](#). As of November 21, 2024, the ISP employed 441 Troopers, and of those, 85 were assigned to the CMVU. Troopers’ duties with the CMVU have broadened to more than regulation of the commercial motor vehicle (CMV) industry to include serious traffic violations and crash investigations. Customarily, the investigation of non-CMV crashes was not a role of the MVE, but since the transfer, 12.00% of all cases overseen by the ISP have been investigated by Troopers of the CMVU. During FFY 2024, the CMVU issued 28,864 citations, of which 8,945 were not CMV-related, and conducted 41,117 motor carrier safety assistance program (MCSAP) inspections at scale facilities and while on patrol.

School Safety and Infrastructure Task Force — 2024 Iowa Acts, [HF 2652](#) (School Security Act), directed the DPS in consultation with the Department of Education and HSEMD to convene a task force to study and make recommendations on the safety and security standards of Iowa schools and school infrastructure. The task force was charged to submit its findings and recommendations to the General Assembly on or before December 31, 2024. The School Safety and Infrastructure Task Force [report](#) offered 14 consensus recommendations to standards to enhance the safety of attendance centers.

Public Safety Equipment Fund — The Public Safety Equipment Fund was created by 2021 Iowa Acts, [chapter 184](#) (Public Safety Equipment Fund Act). The Fund is used for the purchase, maintenance, and replacement of equipment used by the DPS. Moneys left in the Fund, including any interest or earnings accrued, remain in the Fund and do not revert to the General Fund or Rebuild Iowa Infrastructure Fund (RIIF). The Fund has received annual appropriations of \$5,000,000 since FY 2022. [House File 2693](#) (FY 2025 Justice System Appropriations Act) appropriated \$2,500,000 from the General Fund, and [HF 2691](#) (FY 2025 Infrastructure Appropriations Act) appropriated \$2,500,000 from RIIF. Expenditures for FY 2024 totaled \$6,664,641. Refer to the Public Safety Equipment Fund annual [report](#) for estimated FY 2025 and FY 2026 expenditures and additional information.

For FY 2026, the Governor is recommending a total of \$6,250,000 for the Public Safety Equipment Fund. Of this total, \$3,750,000 would be appropriated from the General Fund and \$2,500,000 would be appropriated from the RIIF.

Federal Funds Related to COVID-19 — For additional information on the funds the State received as a result of the federal COVID-19 legislation, please see the **Federal Funds** section of this document.

Comparison to Other States — Outcomes

Public Safety

The [Federal Bureau of Investigation \(FBI\)](#) publishes crime data through the [Uniform Crime Reporting \(UCR\) Program](#). According to the FBI, in calendar year (CY) 2023, Iowa ranked 19th nationally with a violent crime rate of 279.90 per 100,000 adult residents. Contiguous states show the following violent crime rates per 100,000 adult residents: Illinois, 310.10; Minnesota, 261.10; Missouri, 458.70; Nebraska, 229.70; South Dakota, 349.70; and Wisconsin, 288.60.

Iowa ranked eighth in the nation for property crime with a rate of 1,440.70 per 100,000 adult residents. Bordering states show the following property crime rates per 100,000 adult residents: Illinois, 1,720.10; Minnesota, 1,702.40; Missouri, 2,095.20; Nebraska, 1,976.10; South Dakota, 1,618.40; and Wisconsin, 1,216.90.

Corrections

According to the [U.S. Department of Justice, Bureau of Justice Statistics](#), in 2022 (the most current published data), Iowa ranked 19th nationally in terms of lowest imprisonment rate per 100,000 U.S. residents with 264. Other Midwest states ranked as follows:

- Illinois was ranked 16th (236 inmates per 100,000 U.S. residents).
- Minnesota was ranked 7th (151).
- Missouri was ranked 38th (381).
- Nebraska was ranked 25th (284).
- South Dakota was ranked 37th (370).
- Wisconsin was ranked 28th (311).

According to the [U.S. Department of Justice, Bureau of Justice Statistics](#), at the end of CY 2022, Iowa ranked 31st nationally in terms of lowest rate of offenders under community supervision with 1,320 per 100,000 adult residents. Other Midwest states ranked as follows:

- Illinois was ranked 19th (1,017 offenders per 100,000 adult residents).
- Minnesota was ranked 47th (2,092).
- Missouri was ranked 22nd (1,131).
- Nebraska was ranked 14th (826).
- South Dakota was ranked 30th (1,306).
- Wisconsin was ranked 32nd (1,336).

Criminal and Juvenile Justice Planning (CJJP) — 2024 Iowa Acts, [SF 2385](#), an act relating to boards, commissions, committees, councils, and other entities of state government, dissolved the Justice Advisory Board (JAB) and reassigned duties previously obligated to the Board to the HHS. The HHS and the Department of Management (DOM) entered into an Intergovernmental Agreement (IGA) to divide CJJP responsibilities and to continue the issuance of research reports on topics of interest to the justice system. The IGA as it relates to justice system planning delineated the following responsibilities:

- The HHS will be responsible for creating criminal and juvenile justice system development plans for the State and will establish advisory committees and work groups to support and advance those plans.
- The DOM will provide data analysis, research, and analysis of justice system issues in support of plan development, system development, and reform efforts captured in those plans.

Under Iowa Code section [216A.135](#), the HHS must submit a [three-year criminal and juvenile justice plan](#) for the State every three years by December 1 to the Governor and the General Assembly (the JAB's final submission was on December 1, 2023) and shall update this plan annually by the same conditions ([2024 report](#)). Reports issued by the CJJP provide research on both the adult and juvenile justice systems to include [prison population forecasts](#), sex offenders, Community-Based Corrections, [correctional system populations](#), and other topics.

Judicial Branch

The [National Center for State Courts \(NCSC\)](#) has published the Survey of [Judicial Salaries](#) for over 40 years. The most recent national data available was published in [July 2024](#). The Iowa salary data is current as of July 1, 2024. Specific judicial positions do not exist in all U.S. states and territories.

- In Iowa, the salary for a justice on the Iowa Supreme Court is \$196,692, which ranks 31st nationally out of 56. The national salary range for a justice is \$126,000 to \$291,094, with an average salary of \$207,249.
- In Iowa, the salary for a judge on the Court of Appeals is \$178,253, which ranks 33rd nationally out of 42. The national salary range for a Court of Appeals judge is \$139,563 to \$272,902, with an average salary of \$200,011.
- In Iowa, the salary for a district court judge is \$165,959, which ranks 41st nationally out of 56. The national salary range for a district court judge is \$68,675 to \$246,099 with an average salary of \$184,366.

LSA Publications

The following documents published by the LSA relate to the Justice System Appropriations Subcommittee:

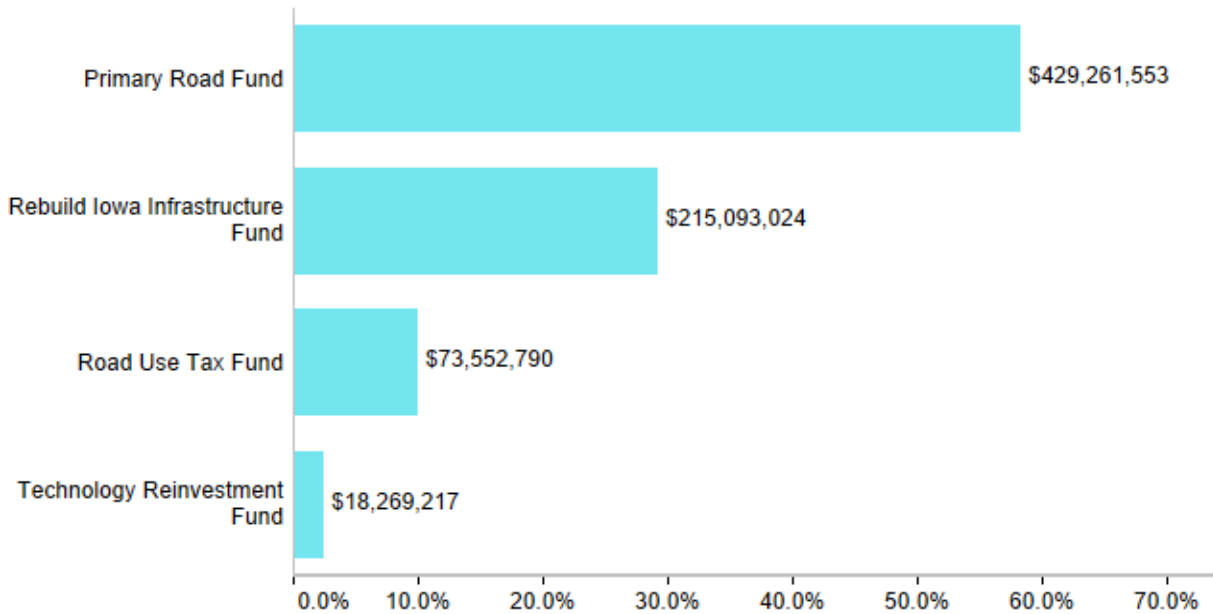
- ***Fiscal Research Briefs:***
[State Public Defender Contract Attorneys](#)
[Prison Population and Capacity](#)
- ***Fiscal Topics:***
[Title IV-E Juvenile Justice Improvement Fund](#)
[Public Defenders and Contract Attorneys](#)
[Crime Victim Compensation Program](#)
[Human Trafficking Victim Fund](#)
[History of Community-Based Corrections](#)
[Department of Corrections Survivor Benefits Fund](#)
[Corrections Capital Reinvestment Fund](#)
[Department of Corrections Pharmaceuticals](#)
[Corrections Pathway Navigators](#)
[Sex Offender Registry](#)
[Court Debt Collection System](#)
[Judgeships](#)
[Law Enforcement Officer Training](#)
[Federal Disaster Funding](#)
[State and Local Disaster Funding](#)
[Public Safety Answering Point Funding](#)
[Levee Improvement Program and Levee Improvement Fund](#)

Reports Required to Be Filed with General Assembly

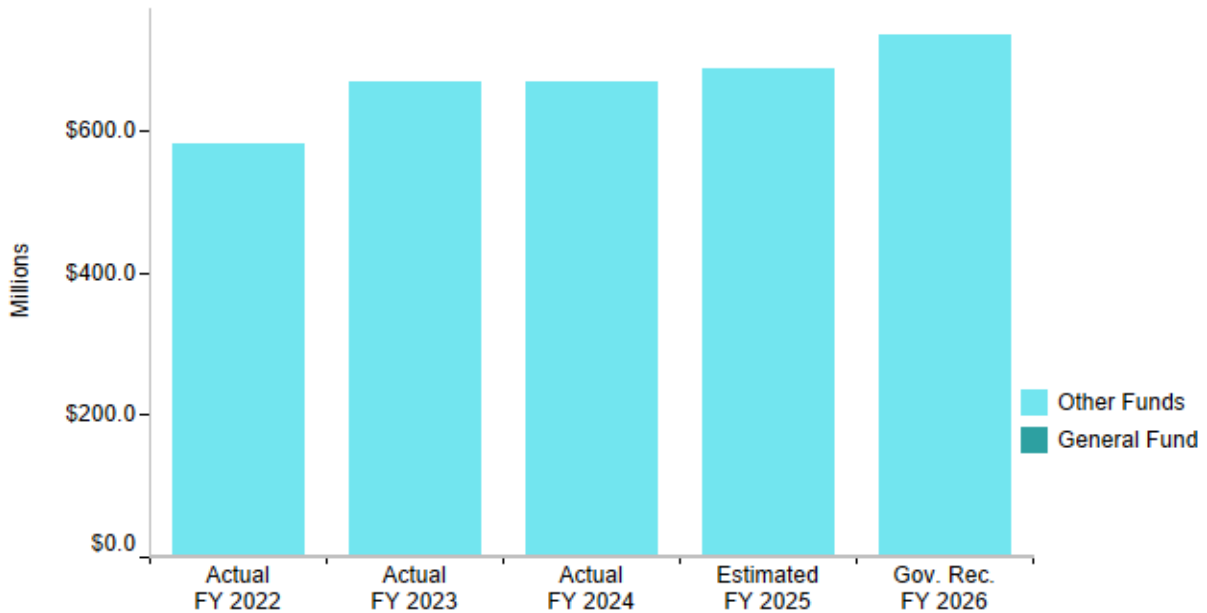
Reports and other documents required to be filed with the General Assembly are organized by submitting department and by date and are published on this [webpage](#).

LSA Staff Contacts: Justus Thompson (515.725.2249) justus.thompson@legis.iowa.gov
 Nathan Moore (515.725.0155) nathan.moore@legis.iowa.gov

FY 2026 Governor's Recommendations Total: \$736,176,584



Funding History by Appropriations Subcommittee — Transportation, Infrastructure, and Capitals

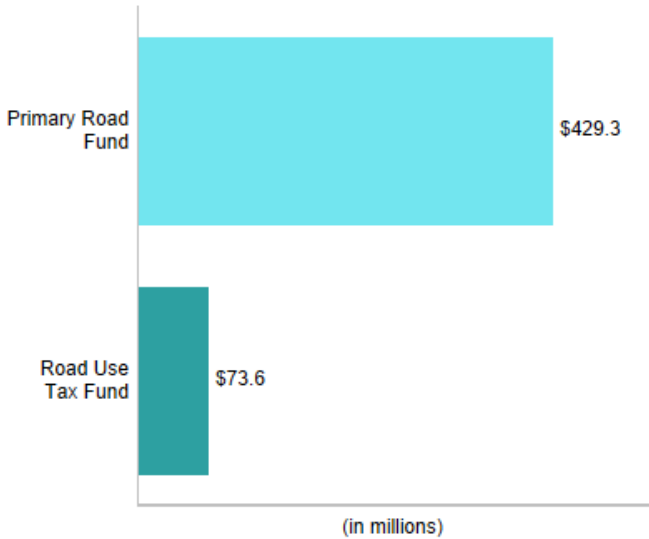


DEPARTMENT OF TRANSPORTATION

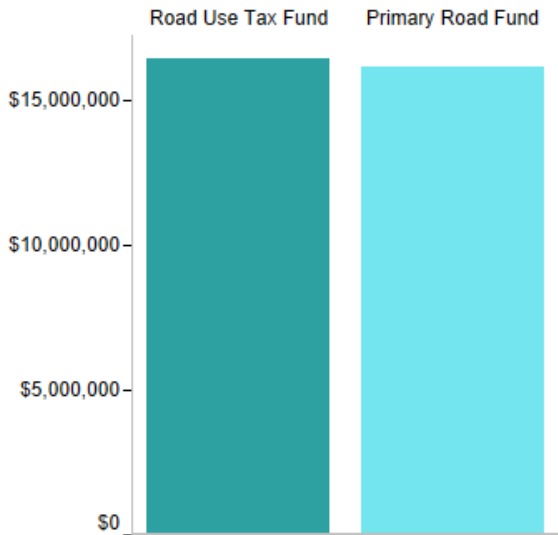
Overview and Funding History

Agency Overview: The mission of the [Department of Transportation \(DOT\)](#) is to serve the public by delivering a modern transportation system that supports the economic and social vitality of Iowa, increases safety, and maximizes customer satisfaction. The DOT consists of six operating divisions: Administrative Services, Field Operations, Motor Vehicle, Information Technology (IT), System Operations, and Transportation Development. Funding for the DOT comes from the State road funds, the Road Use Tax Fund (RUTF), and the Primary Road Fund (PRF). In addition to two operations appropriations, the DOT receives special purpose and capitals appropriations that are separate from the operating division budget units but essential for the operation of the Department.

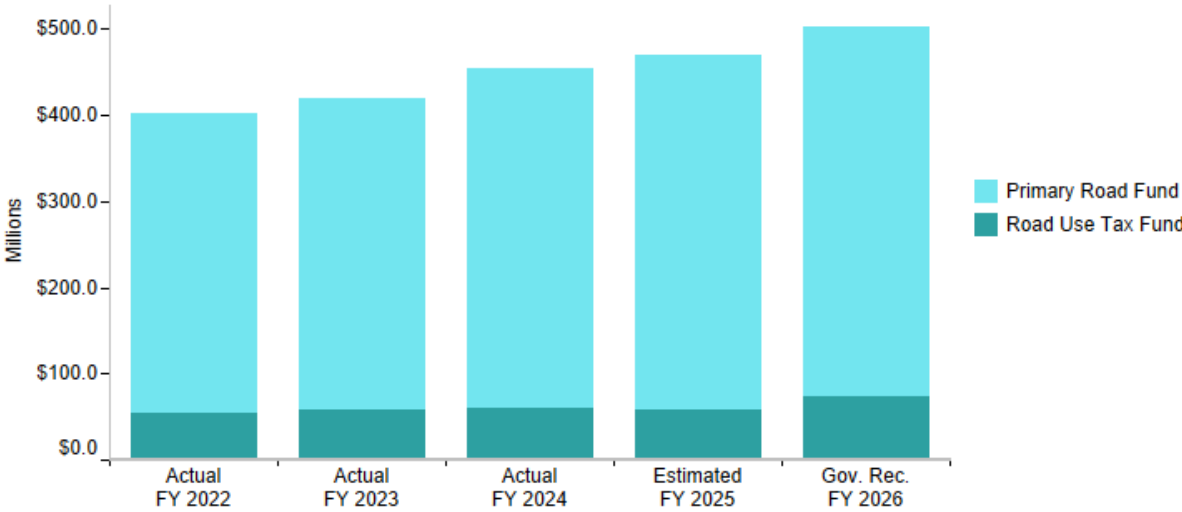
**FY 2026 Governor's Recommendations
Total: \$502,814,343**



**Governor's Recommendations
Compared to Estimated FY 2025**



Funding History



Other Fund Recommendations

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Transportation, Department of</u>				
Transportation, Dept. of				
RUTF - Driver's Licenses	\$ 3,876,000	\$ 1,600,000	\$ 0	\$ -1,600,000
RUTF - Motor Vehicle	29,299,760	32,710,876	32,710,876	0
RUTF - Highway Division/Transportation Operations	19,922,944	17,700,921	17,611,473	-89,448
RUTF - DAS Personnel & Utility Services	465,668	455,647	500,878	45,231
RUTF - Unemployment Compensation	7,000	7,000	7,000	0
RUTF - Workers' Compensation	137,707	141,577	153,679	12,102
RUTF - Indirect Cost Recoveries	90,000	90,000	90,000	0
RUTF - Auditor Reimbursement	94,920	107,884	107,884	0
RUTF - County Treasurers Support	1,406,000	1,406,000	1,406,000	0
RUTF - Mississippi River Park. Comm.	40,000	40,000	40,000	0
RUTF - TraCS/MACH	300,000	300,000	300,000	0
RUTF - Statewide Communications System	63,355	0	0	0
RUTF - Personal Delivery of Services	175,424	225,000	225,000	0
PRF - Highway/Transportation Operations	328,229,713	348,250,373	346,489,821	-1,760,552
PRF - Motor Vehicle	1,242,505	0	0	0
PRF - DAS Personnel & Utility Services	2,860,529	2,798,974	3,076,822	277,848
PRF - DOT Unemployment Comp.	138,000	138,000	138,000	0
PRF - DOT Workers' Compensation	3,339,125	3,432,963	3,726,405	293,442
PRF - Garage Fuel & Waste Mgmt.	1,000,000	1,000,000	0	-1,000,000
PRF - Indirect Cost Recoveries	660,000	660,000	660,000	0
PRF - Auditor Reimbursement	583,080	662,716	662,716	0
PRF - Transportation Maps	0	195,000	0	-195,000
PRF - Inventory & Equip.	23,784,000	29,626,000	40,818,240	11,192,240
PRF - Statewide Communications System	423,989	442,162	442,162	0
PRF - Rest Area Facility Maintenance	400,000	0	0	0
Total Transportation, Department of	\$ 418,539,719	\$ 441,991,093	\$ 449,166,956	\$ 7,175,863
<u>Transportation Capitals</u>				
Transportation Capital				
RUTF - Scale/MVD Facilities Maint.	\$ 400,000	\$ 400,000	\$ 400,000	\$ 0
RUTF - MVE Field Facilities Maintenance	400,000	0	0	0
PRF - Facility Major Maintenance & Enhancements	5,300,000	6,300,000	6,300,000	0
PRF - Facility Routine Maintenance & Preservation	4,700,000	5,200,000	8,050,000	2,850,000
RUTF - Electronic Records Management System	3,402,800	1,974,000	0	-1,974,000
PRF - Electronic Records Management System	217,200	126,000	0	-126,000
PRF - Davenport Facility	21,900,000	0	0	0
PRF - Albia Garage Renovation	0	7,291,067	0	-7,291,067
PRF - Jefferson Garage Renovation	0	6,999,292	0	-6,999,292
PRF - Waterloo Garage Renovation	0	0	18,897,387	18,897,387
RUTF - ARTS Modernization	0	0	20,000,000	20,000,000
Total Transportation Capitals	\$ 36,320,000	\$ 28,290,359	\$ 53,647,387	\$ 25,357,028

Governor's FY 2026 Recommended Changes

Several appropriations receive two separate line-item appropriations: one from the RUTF and one from the PRF. These line items are detailed in the figure on the prior page. The Governor's recommended changes for FY 2026 are below.

Transportation Operations **-\$1,850,000**

A net decrease of \$1,760,552 from the PRF and net decrease of \$89,448 from the RUTF for the following changes:

- An increase of \$951,650 from the PRF and \$48,350 from the RUTF due to a shift in funding from Garage Fuel and Waste Management to Transportation Operations.
- A decrease of \$2,712,202 from the PRF and \$137,798 from the RUTF due to a shift in funding from Transportation Operations to Facility Routine Maintenance and Preservation to better align funding.

Department of Administrative Services Personnel and Utility Services **\$323,079**

An increase of \$323,079 to pay the Department of Administrative Services (DAS) utility services. This appropriation increase is comprised of two line items, one from the RUTF (\$45,231) and one from the PRF (\$277,848).

Workers' Compensation **\$305,544**

An increase of \$305,544 for workers' compensation payments due to an increase in workers' compensation costs. Workers' compensation covers all approved medical expenses for the treatment of employee injuries and lost wages if the employee is incapacitated for more than three days. Premiums are based on a five-year rolling average of claims experience for the DOT. This appropriation increase is comprised of two line items, one from the RUTF (\$12,102) and one from the PRF (\$293,442).

Electronic Records Management System **\$-2,100,000**

A decrease of \$1,974,000 from the RUTF and a decrease of \$126,000 from the PRF due to the ending of appropriations for the project in FY 2025. In the 2022 Legislative Session, the General Assembly appropriated a total of \$9,220,000 from the RUTF and PRF for costs associated with an upgrade to the electronic records management system, which is an essential part of managing and keeping driver's license information for the State and is used extensively across the DOT for record storage, driver's license information, and vehicle registration.

Driver's License Equipment **\$-1,600,000**

A decrease of \$1,600,000 from the RUTF. The Governor is recommending funding the production of driver's license costs through a statutory allocation instead of an appropriation due to the variability in driver's license production.

Garage Fuel & Waste Management **\$-1,000,000**

A decrease of \$1,000,000 due to shifting funds from Garage Fuel & Waste Management to Transportation Operations.

Transportation Maps **\$-195,000**

A decrease of \$195,000 for transportation maps from the PRF. Funding for transportation maps is appropriated every other year. Funding was last appropriated in FY 2025.

Inventory and Equipment Replacement **\$11,192,240**

An increase from the PRF of \$11,192,240 due to the addition of new safety equipment to the fleet and increased costs of equipment replacement purchases.

Facility Routine Maintenance and Preservation **\$2,850,000**

An increase of \$2,850,000 from the PRF due to a shift in funding from Transportation Operations to Facility Routine Maintenance and Preservation to better align funding.

Albia Garage Renovation **\$-7,291,067**

A decrease of \$7,291,067 from the PRF due to one-time funding appropriated for the Albia garage renovation in FY 2025. In 2024, the General Assembly enacted funding of \$7,291,067 to modernize the current facility because it was deteriorating due to age and was not properly sized to accommodate current DOT operations and equipment.

Jefferson Garage Renovation **\$-6,999,292**

A decrease of \$6,999,292 from the PRF due to one-time funding appropriated for the Jefferson garage renovation in FY 2025. In 2024, the General Assembly enacted funding of \$6,999,292 to modernize the current facility because it was deteriorating due to age and was not properly sized to accommodate current DOT operations and equipment.

Waterloo Garage Renovation **\$18,897,387**

A new appropriation of \$18,897,387 from the PRF to replace the Waterloo DOT Field Operations garage facility. The current facility is deteriorating due to age and is not properly sized to accommodate current DOT equipment.

Archon Registration and Titling System (ARTS) Modernization \$20,000,000

A new appropriation of \$20,000,000 from the RUTF to facilitate the modernization of the current drivers and vehicles record system or ARTS. ARTS is a system used by the DOT for dealer plates and license renewals. This is a three-year capitals project with estimated out-year costs of \$20,000,000 in FY 2027 and FY 2028.

Discussion Items

Motor Vehicle Enforcement Realignment — The Motor Vehicle Enforcement Bureau, which was previously under the DOT, was transferred to the Commercial Motor Vehicle Unit under Iowa State Patrol in the Department of Public Safety (DPS) pursuant to 2023 Iowa Acts, [Senate File 513](#) (Motor Vehicle Enforcement Bureau, Department of Public Safety Act). The Act resulted in the transfer of a total of 100.00 full-time equivalent (FTE) positions from the DOT to the DPS. The 100.00 FTE positions were comprised of 98.00 sworn officers and 2.00 civilian positions. At the time of the transfer on June 23, 2023, there were 82.00 filled sworn officers and 1.00 filled civilian positions.

Interim Committee — The Fuel Distribution Percentage Formula Review Committee met on December 6, 2024. The Committee was established as a permanent statutory committee pursuant to Iowa Code section [452A.3\(1\)\(c\)](#). The Committee is required to conduct a review of the fuel distribution percentage formulas, with assistance from the Iowa Department of Revenue (IDR) and DOT, and submit a status report to the General Assembly no later than January 1, 2025, with additional reports due every fifth year thereafter. The Committee heard from the DOT and IDR. The Committee discussed the fuel distribution percentage formula and considered recommendations.

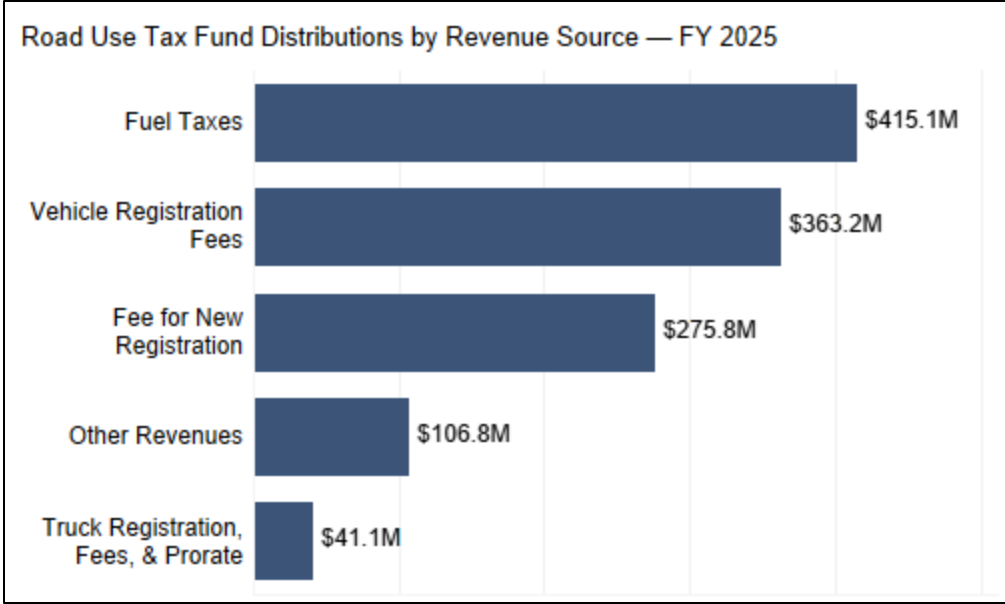
RUTF Distributions

As of January 2025, total FY 2025 distributions from the RUTF have increased by \$7,052,003 compared to FY 2024 for the same period. Distributions from the RUTF are made to the PRF, Secondary Road Fund, Farm-to-Market Road Fund, and Street Construction Fund after certain off-the-top distributions are made. The PRF receives 47.50% of RUTF distributions and provides a majority of the DOT's funding for State roadways. The Secondary Road Fund receives 24.50% of RUTF distributions and funds county roads. The Farm-to-Market Road Fund receives 8.00% of RUTF distributions and is used to maintain secondary roads. The Street Construction Fund receives 20.00% of RUTF distributions and is used for city road maintenance and projects.

RUTF All Distributions

Off-the-Top Distributions		
	FY 2024	FY 2025
TIME-21	\$10,961,567	\$10,920,048
Statutory Distribution	\$85,826,221	\$86,210,500
Appropriations	\$38,453,787	\$36,026,416
Other Adjustment	\$0	\$0
Final RUTF Distributions		
Primary Road Fund	\$503,423,276	\$507,763,168
Secondary Road Fund - Counties	\$259,660,430	\$261,898,897
Farm-to-Market Road Fund	\$84,787,077	\$85,518,007
Street Construction Fund - Cities	\$211,967,694	\$213,795,019
Grand Total	\$1,195,080,052	\$1,202,132,055

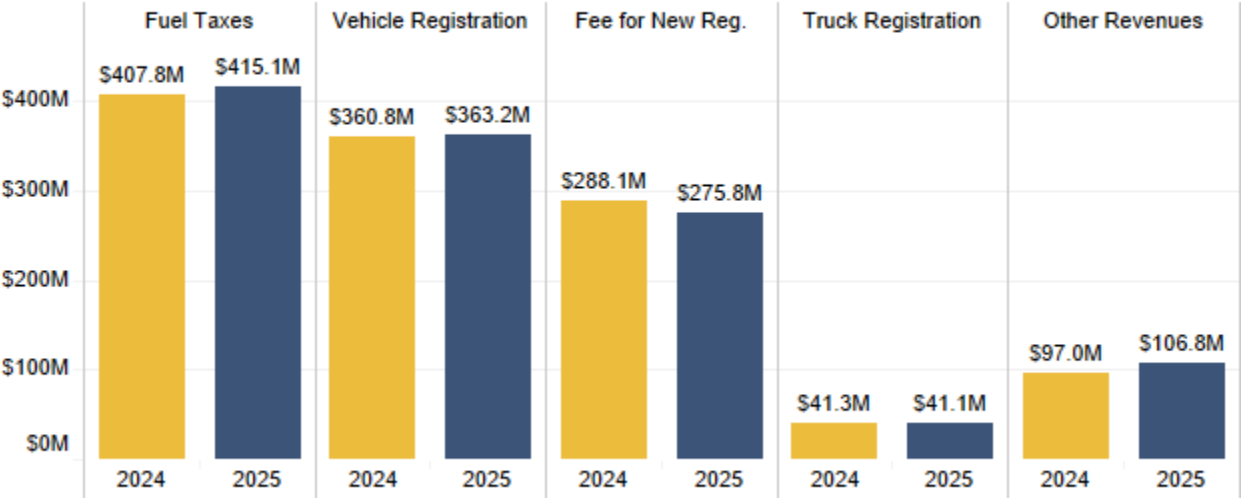
The majority of funding allocated to the RUTF is provided through fuel taxes, annual registration fees, and new registration fees. These three revenue sources have provided 87.60% of all revenue distributed in the RUTF through December 31, 2024. Fuel taxes are the largest source of revenue to the RUTF, providing 34.50% of total revenue for FY 2025. Fiscal year 2025 revenues by type through January 2025 are displayed below.



Year-to-Date Fuel Taxes

Fuel taxes make up the largest source of revenue to the RUTF. As of January 2025, total FY 2025 fuel tax revenue is \$415,134,832. Fuel taxes have increased \$7,315,697 compared to FY 2024 for the same period. Fiscal year 2025 distributions by revenue source are displayed below.

Year-to-Date Distributions by Revenue Source
 FY 2024 vs FY 2025



Note: Year-over-year difference may not match the narrative description due to rounding.

FEDERAL-AID HIGHWAY PROGRAM FUNDS FOR FISCAL YEAR 2025

The apportionments made available by the Infrastructure Investment and Jobs Act for federal fiscal year 2025 are for the following programs:

- National Highway Performance Program (NHPP).
- Surface Transportation Block Grant (STBG) Program.
- Highway Safety Improvement Program (HSIP).
- Railway-Highway Crossings Program (RHCP).
- Congestion Mitigation and Air Quality (CMAQ) Improvement Program.
- National Highway Freight Program (NHFP).
- Metropolitan Planning Program (MPP).
- Carbon Reduction Program (CRP).
- Promoting Resilient Operations for Transformative, Efficient, and Cost-Saving Transportation (PROTECT) Formula Program.

The State of Iowa receives an apportionment of \$690,937,100. The State of Iowa full apportionment is available on the [FHWA website](#).

INFRASTRUCTURE

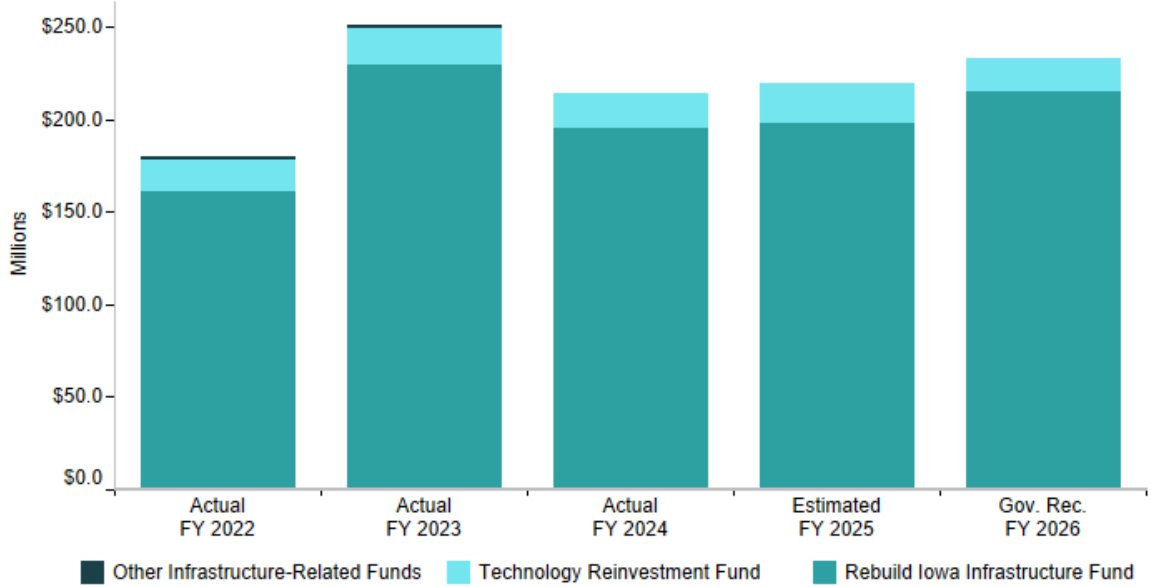
Overview and Funding History

Infrastructure Overview: Primary infrastructure funding sources for FY 2026 include the Rebuild Iowa Infrastructure Fund (RIIF) and the Technology Reinvestment Fund (TRF). The RIIF is principally funded from wagering taxes paid to the State by Iowa casinos after specific allocations in accordance with Iowa Code section 8.57. Generally, wagering tax revenue comprises 75.00% to 85.00% of the revenue deposited in the RIIF. By statute, the TRF receives a standing appropriation of \$17,500,000 from the General Fund. *However, the Governor is recommending the TRF receive \$18,269,217 from the RIIF for FY 2026.*

**FY 2026 Governor's Recommendations
Total: \$233,362,241**



Funding History



Other Fund Recommendations

The figure on the following pages shows total recommended appropriations of \$233,362,241, which includes \$215,093,024 from the RIIF and \$18,269,217 from the TRF. The total for the RIIF does not reflect an appropriation from the RIIF for the Environment First Fund (EFF) or from RIIF to the TRF. The RIIF balance sheet will reflect the \$42,000,000 to the EFF and \$18,269,217 to the TRF, which results in total recommended appropriations of \$275,362,241. The figure below includes all infrastructure appropriations from the RIIF and TRF. See **Appendix D** for the balance sheets for each of the funds, which list the Governor’s recommendations for projects from those funds. Funding sources are denoted by an acronym at the end of the appropriation name. See **Appendix A** for acronym definitions.

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Administrative Services Capitals</u>				
Administrative Services - Capitals				
Major Maintenance - RIIF	\$ 20,000,000	\$ 22,000,000	\$ 22,000,000	\$ 0
Historical Building Repairs - RIIF	0	0	5,000,000	5,000,000
Routine Maintenance (Standing) - RIIF	2,000,000	2,000,000	2,000,000	0
Fleet Building Demolition - RIIF	0	0	1,500,000	1,500,000
Elevator Upgrades/Replacements - RIIF	0	5,364,500	0	-5,364,500
Major Main. W. Capitol Steps - RIIF	0	2,000,000	0	-2,000,000
Capitol Complex Security - RIIF	200,000	0	0	0
Total Administrative Services Capitals	\$ 22,200,000	\$ 31,364,500	\$ 30,500,000	\$ -864,500
<u>Agriculture and Land Stewardship, Dept of</u>				
Agriculture and Land Stewardship				
Water Quality Initiative - RIIF	\$ 8,200,000	\$ 8,200,000	\$ 8,200,000	\$ 0
Renewable Fuel Infra. Fund - RIIF	10,000,000	10,000,000	10,000,000	0
Fertilizer Management - RIIF	1,000,000	1,000,000	1,000,000	0
Renewable Fuel Infra. Fund Supplement - RIIF	5,000,000	0	0	0
Renewable Fuel Infra. Fund - Supplement - RIIF	0	2,000,000	0	-2,000,000
Renewable Fuel Infra. Fund - Corrective Awards - RIIF	0	2,000,000	0	-2,000,000
Total Agriculture and Land Stewardship, Dept of	\$ 24,200,000	\$ 23,200,000	\$ 19,200,000	\$ -4,000,000
<u>Attorney General</u>				
Justice, Dept. of				
AG Cybersecurity and Technology - TRF	\$ 278,503	\$ 278,503	\$ 0	\$ -278,503
Total Attorney General	\$ 278,503	\$ 278,503	\$ 0	\$ -278,503
<u>Auditor of State</u>				
Auditor of State				
Technology Projects - TRF	\$ 292,500	\$ 0	\$ 0	\$ 0
Total Auditor of State	\$ 292,500	\$ 0	\$ 0	\$ 0
<u>Blind Capitals, Department for the</u>				
Dept. for the Blind Capitals				
Building Repairs - RIIF	\$ 232,000	\$ 225,600	\$ 559,000	\$ 333,400
Total Blind Capitals, Department for the	\$ 232,000	\$ 225,600	\$ 559,000	\$ 333,400

Other Fund Recommendations, Continued

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
Corrections Capitals				
Corrections Capitals				
MPCF Apprenticeship Bldg. - RIIF	\$ 1,200,000	\$ 0	\$ 0	\$ 0
DOC Capitals Request - RIIF	0	0	4,163,847	4,163,847
DOC Technology - TRF	0	0	3,013,466	3,013,466
Prison Body Scanners - RIIF	865,000	0	0	0
IMCC Electrical Service Upgrades - RIIF	2,800,000	0	0	0
Camera System Upgrades at DOC Inst. - TRF	1,879,936	0	0	0
DOC Body Cameras - TRF	325,000	0	0	0
Camera System Upgrades - TRF	0	2,464,779	0	-2,464,779
IMCC Pharmacy Technology Upgrades - TRF	0	200,000	0	-200,000
IMCC Data and Voice Network Switching Replac. - TRF	0	100,000	0	-100,000
ICIW Data and Voice Network Switching Replac. - TRF	0	500,000	0	-500,000
IMCC ICIW Server Replacements - TRF	0	200,000	0	-200,000
CBC Technology Updates - TRF	0	139,500	0	-139,500
Total Corrections Capitals	\$ 7,069,936	\$ 3,604,279	\$ 7,177,313	\$ 3,573,034
Economic Development Authority				
Economic Development Authority				
Community Attraction & Tourism Grants - RIIF	\$ 10,000,000	\$ 10,000,000	\$ 10,000,000	\$ 0
Regional Sports Authorities - RIIF	700,000	700,000	0	-700,000
IEDA Technology Reinvestment Projects - TRF	0	0	5,375,000	5,375,000
USS Iowa Battleship - Deck Renov. - RIIF	0	750,000	750,000	0
Destination Iowa - RIIF	6,500,000	10,000,000	10,000,000	0
Rural YMCA Grant Program - RIIF	250,000	250,000	250,000	0
Total Economic Development Authority	\$ 17,450,000	\$ 21,700,000	\$ 26,375,000	\$ 4,675,000
Education, Department of				
Education, Dept. of				
Statewide Ed Data Warehouse - TRF	\$ 600,000	\$ 600,000	\$ 600,000	\$ 0
ICN Part III Leases & Maintenance - TRF	2,727,000	2,727,000	2,727,000	0
ISD - Girls' Dormitory Renovation - RIIF	5,700,000	0	0	0
Education, Dept. of	\$ 9,027,000	\$ 3,327,000	\$ 3,327,000	\$ 0
Iowa PBS				
Digital Asset Management System - TRF	\$ 343,808	\$ 196,000	\$ 0	\$ -196,000
Total Education, Department of	\$ 9,370,808	\$ 3,523,000	\$ 3,327,000	\$ -196,000
Ethics and Campaign Disclosure Board, Iowa				
Campaign Finance Disclosure				
Office Space Improvements - RIIF	\$ 66,000	\$ 0	\$ 0	\$ 0
Total Ethics and Campaign Disclosure Board, Iowa	\$ 66,000	\$ 0	\$ 0	\$ 0
General Assembly Capitals				
Legislature-Capitals				
State Capitol Maintenance Fund - RIIF	\$ 500,000	\$ 500,000	\$ 500,000	\$ 0
Total General Assembly Capitals	\$ 500,000	\$ 500,000	\$ 500,000	\$ 0

Other Fund Recommendations, Continued

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
Health and Human Services, Department of				
HHS - Human Rights				
Criminal Justice Info System (CJIS) - TRF	\$ 1,400,000	\$ 0	\$ 0	\$ 0
Justice Data Warehouse - TRF	282,664	0	0	0
HHS - Human Rights	\$ 1,682,664	\$ 0	\$ 0	\$ 0
Health and Human Services				
Lucas Building Renovation - RIIF	\$ 0	\$ 5,000,000	\$ 0	\$ -5,000,000
CCUSO Patient Doors Conversion - RIIF	0	50,000	0	-50,000
CCUSO Renovation - RIIF	0	7,000,000	0	-7,000,000
Woodward Tunnel Decentralization - RIIF	0	14,500,000	14,275,000	-225,000
Iowa Medical Examiner Office Expansion - RIIF	0	5,000,000	28,000,000	23,000,000
MEME Maint. & Operations - TRF	0	330,000	0	-330,000
Criminal Justice Info System (CJIS) - TRF	0	1,400,000	0	-1,400,000
Justice Data Warehouse - TRF	0	282,664	0	-282,664
Medicaid Technology - TRF	0	1,335,178	0	-1,335,178
State Poison Control Center - TRF	0	34,000	0	-34,000
Health and Human Services	\$ 0	\$ 34,931,842	\$ 42,275,000	\$ 7,343,158
HHS - Assistance Payment				
Brain Injury Rehabilitation Facility - RIIF	\$ 750,000	\$ 0	\$ 0	\$ 0
Newborn Safety Box - RIIF	15,000	0	0	0
HHS - Assistance Payment	\$ 765,000	\$ 0	\$ 0	\$ 0
Total Health and Human Services, Department of	\$ 2,447,664	\$ 34,931,842	\$ 42,275,000	\$ 7,343,158
Human Services Capitals				
HHS - Capitals				
Major Projects - RIIF	\$ 5,572,736	\$ 0	\$ 0	\$ 0
Medicaid Technology - TRF	1,578,280	0	0	0
State Poison Control Center - TRF	34,000	0	0	0
Total Human Services Capitals	\$ 7,185,016	\$ 0	\$ 0	\$ 0
Iowa Finance Authority				
Iowa Finance Authority				
State Housing Trust Fund (STND) - RIIF	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 0
Total Iowa Finance Authority	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 0
Judicial Branch				
Judicial Branch				
Repurpose/Install CTI Sound Systems - TRF	\$ 565,000	\$ 0	\$ 0	\$ 0
County Courthouse Technology - TRF	125,290	0	0	0
Total Judicial Branch	\$ 690,290	\$ 0	\$ 0	\$ 0
Judicial Branch Capitals				
Judicial Branch Capitals				
Judicial Building Improvements - RIIF	\$ 0	\$ 475,000	\$ 0	\$ -475,000
Woodbury Co LEC New Construction Project - RIIF	100,000	0	0	0
Dallas Co Courthouse Renovation & Furniture - RIIF	0	481,200	0	-481,200
Johnson Co Courthouse Renovation & Furniture - RIIF	0	111,000	0	-111,000
Linn Co Courthouse Renovation & Furniture - RIIF	0	0	229,000	229,000
Total Judicial Branch Capitals	\$ 100,000	\$ 1,067,200	\$ 229,000	\$ -838,200
Law Enforcement Academy				
Iowa Law Enforcement Academy				
Iowa Driving Training Facility - RIIF	\$ 0	\$ 0	\$ 15,000,000	\$ 15,000,000
ILEA Technology Projects - TRF	100,000	0	0	0
Total Law Enforcement Academy	\$ 100,000	\$ 0	\$ 15,000,000	\$ 15,000,000

Other Fund Recommendations, Continued

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
Management, Department of				
DOM - Division of Information Technology				
OCIO Phone Management Software - TRF	\$ 3,180,000	\$ 0	\$ 0	\$ 0
OCIO Security Office - TRF	0	2,947,658	2,947,658	0
DOM - Division of Information Technology	\$ 3,180,000	\$ 2,947,658	\$ 2,947,658	\$ 0
Management, Dept. of				
Searchable Online Databases - TRF	\$ 45,000	\$ 45,000	\$ 45,000	\$ 0
Iowa Grants Mgmt Implementation - TRF	50,000	70,000	70,000	0
Local Gov't Budget & Property Tax System - TRF	120,000	120,000	120,000	0
Socrata License - TRF	382,131	382,131	358,429	-23,702
Local Gov. Property Tax Tech. Update - TRF	100,000	0	0	0
Criminal Justice Information System (CJIS) - TRF	0	0	1,400,000	1,400,000
Justice Data Warehouse - TRF	0	0	282,664	282,664
Management, Dept. of	\$ 697,131	\$ 617,131	\$ 2,276,093	\$ 1,658,962
Total Management, Department of	\$ 3,877,131	\$ 3,564,789	\$ 5,223,751	\$ 1,658,962
Natural Resources, Department of				
Natural Resources				
Water Trails Low Head Dam Prog. - RIIF	\$ 1,500,000	\$ 1,500,000	\$ 1,500,000	\$ 0
Derelict Buildings Program - RIIF	0	0	800,000	800,000
Community Forestry Grant Program - RIIF	250,000	250,000	250,000	0
Iowa State Fair Building Improvements - RIIF	500,000	0	0	0
Total Natural Resources, Department of	\$ 2,250,000	\$ 1,750,000	\$ 2,550,000	\$ 800,000
Natural Resources Capitals				
Natural Resources Capitals				
Lake Restoration & Water Quality - RIIF	\$ 9,600,000	\$ 9,600,000	\$ 9,600,000	\$ 0
State Park Infrastructure - RIIF	5,000,000	5,000,000	5,000,000	0
State Park Accessibility - RIIF	0	1,000,000	0	-1,000,000
Honey Creek - RIIF	6,000,000	0	0	0
Law Enforcement Radios - TRF	0	1,565,000	0	-1,565,000
Total Natural Resources Capitals	\$ 20,600,000	\$ 17,165,000	\$ 14,600,000	\$ -2,565,000
Parole, Board of				
Parole Board				
Technology Projects - TRF	\$ 20,000	\$ 0	\$ 0	\$ 0
Total Parole, Board of	\$ 20,000	\$ 0	\$ 0	\$ 0
Public Defense, Department of				
Public Defense, Dept. of				
Technology Projects - TRF	\$ 0	\$ 0	\$ 220,000	\$ 220,000
Total Public Defense, Department of	\$ 0	\$ 0	\$ 220,000	\$ 220,000
Public Defense Capitals				
Public Defense Capitals				
Facility/Armory Maintenance - RIIF	\$ 2,100,000	\$ 2,100,000	\$ 2,100,000	\$ 0
Modernization of Readiness Ctrs - RIIF	2,100,000	2,100,000	2,100,000	0
Camp Dodge Infrastructure Upgrades - RIIF	550,000	550,000	550,000	0
JFHQ Chiller Replacement - RIIF	2,442,000	0	0	0
West Des Moines Armory - RIIF	1,000,000	0	0	0
Total Public Defense Capitals	\$ 8,192,000	\$ 4,750,000	\$ 4,750,000	\$ 0

Other Fund Recommendations, Continued

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Homeland Security and Emergency Mgmt.</u>				
Homeland Security & Emergency Mgmt.				
Levee Improvement Fund - RIIF	\$ 0	\$ 10,000,000	\$ 0	\$ -10,000,000
Mass Notification & Emer Messaging - TRF	400,000	400,000	400,000	0
Total Homeland Security and Emergency Mgmt.	\$ 400,000	\$ 10,400,000	\$ 400,000	\$ -10,000,000
<u>Public Safety, Department of</u>				
Public Safety, Dept. of				
State Interop. Comm. System - RIIF	\$ 6,754,358	\$ 6,424,379	\$ 6,486,177	\$ 61,798
Public Safety Equipment Fund - RIIF	2,500,000	2,500,000	2,500,000	0
Total Public Safety, Department of	\$ 9,254,358	\$ 8,924,379	\$ 8,986,177	\$ 61,798
<u>Regents, Board of</u>				
Regents, Board of				
Regents Tuition Replacement - RIIF	\$ 27,900,000	\$ 26,500,000	\$ 25,600,000	\$ -900,000
Total Regents, Board of	\$ 27,900,000	\$ 26,500,000	\$ 25,600,000	\$ -900,000
<u>Regents Capitals</u>				
Regents Capitals				
ISU - Vet Diagnostic Lab Addition - RIIF	\$ 18,000,000	\$ 0	\$ 0	\$ 0
UNI - Industrial Tech Center - RIIF	0	3,850,000	0	-3,850,000
Iowa Lakeside Lab Infrastructure - RIIF	0	3,000,000	3,000,000	0
UNI Deferred Maintenance - Commons - RIIF	0	0	4,720,000	4,720,000
Total Regents Capitals	\$ 18,000,000	\$ 6,850,000	\$ 7,720,000	\$ 870,000
<u>Revenue, Department of</u>				
Revenue, Dept. of				
Tax System Modernization - TRF	\$ 4,070,460	\$ 4,070,460	\$ 0	\$ -4,070,460
Total Revenue, Department of	\$ 4,070,460	\$ 4,070,460	\$ 0	\$ -4,070,460
<u>Secretary of State, Office of the</u>				
Secretary of State				
Secretary of State Cyber Technology - TRF	\$ 0	\$ 324,000	\$ 0	\$ -324,000
Total Secretary of State, Office of the	\$ 0	\$ 324,000	\$ 0	\$ -324,000
<u>State Fair Authority Capitals</u>				
State Fair Foundation				
Iowa State Fair Agriculture Facility - RIIF	\$ 0	\$ 0	\$ 2,500,000	\$ 2,500,000
State Fair Authority Capitals				
Barn Restoration - RIIF	\$ 6,000,000	\$ 0	\$ 0	\$ 0
Total State Fair Authority Capitals	\$ 6,000,000	\$ 0	\$ 2,500,000	\$ 2,500,000
<u>Telecommunications and Tech Commission</u>				
Iowa Communications Network				
JFHQ Redundancy - RIIF	\$ 0	\$ 0	\$ 2,000,000	\$ 2,000,000
Lucas Building Switch Room HVAC - RIIF	578,412	0	0	0
Total Telecommunications and Tech Commission	\$ 578,412	\$ 0	\$ 2,000,000	\$ 2,000,000

Other Fund Recommendations, Continued

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Transportation, Department of</u>				
Transportation, Dept. of				
Recreational Trails Grants - RIIF	2,500,000	2,500,000	2,500,000	0
Public Transit Infra Grants - RIIF	1,000,000	1,500,000	1,500,000	0
Railroad Revolving Loan & Grant - RIIF	500,000	2,000,000	2,000,000	0
Commercial Aviation Infra Grants - RIIF	1,900,000	1,900,000	1,900,000	0
General Aviation Infra Grants - RIIF	1,000,000	1,000,000	1,000,000	0
Commercial Air Service Terminals - RIIF	10,000,000	0	0	0
Recreational Trails Grant Supplement - RIIF	0	1,000,000	0	-1,000,000
Total Transportation, Department of	\$ 16,900,000	\$ 9,900,000	\$ 8,900,000	\$ -1,000,000
<u>Management, Department of</u>				
Management, Dept. of				
Justice Data Warehouse Transition	\$ 0	\$ 0	\$ 290,000	\$ 290,000
Total Management, Department of	\$ 0	\$ 0	\$ 290,000	\$ 290,000
<u>Treasurer of State, Office of</u>				
Treasurer of State				
Clearwater Software - TRF	\$ 0	\$ 192,000	\$ 192,000	\$ 0
Tyler Tech Software - TRF	0	228,000	228,000	0
County Fair Improvements - RIIF	1,060,000	1,060,000	1,060,000	0
Total Treasurer of State, Office of	\$ 1,060,000	\$ 1,480,000	\$ 1,480,000	\$ 0
<u>Veterans Affairs, Department of</u>				
Veterans Affairs, Dept. of				
Cemetery Equipment Replacement - RIIF	\$ 0	\$ 168,388	\$ 0	\$ -168,388
Total Veterans Affairs, Department of	\$ 0	\$ 168,388	\$ 0	\$ -168,388

Rebuild Iowa Infrastructure Fund

Current Law RIIF Appropriations

The Governor is recommending a total of \$275,362,241 in appropriations from the RIIF for FY 2026. Of the total, \$114,775,000 are previously enacted and standing appropriations and \$160,587,241 are new recommendations. Standing appropriations are established in the Iowa Code and are funded each year unless the General Assembly decides to amend the appropriation for that year. The standing appropriations are listed below.

FY 2026 Standing Appropriations

Environment First Fund — This standing appropriation provides funding to the Agriculture and Natural Resources Subcommittee, which appropriates funding for the Department of Agriculture and Land Stewardship (DALs) and the Department of Natural Resources (DNR).	\$42,000,000
Iowa Finance Authority State Housing Trust Fund — This appropriation funds low-income housing through two programs: the Local Housing Trust Fund Program and the Project-Based Housing Program.	\$3,000,000
Department of Administrative Services Routine Maintenance — This appropriation funds routine maintenance expenditures for buildings on the Capitol Complex occupied by the Department of Corrections (DOC), the Department of Health and Human Services (HHS), and other State agencies.	\$2,000,000

Legislative Branch	\$500,000
State Capitol Maintenance Fund — This funding is intended to maintain the Iowa State Capitol Building and the Ola Babcock Miller Building. The funding is under the authority of the Legislative Council.	

Appropriations Previously Enacted FY 2025 – FY 2029

In addition to the standing appropriations listed above, the General Assembly has enacted the following appropriations. Bold years will be funded in FY 2026 and beyond.

Department of Administrative Services		
Major Maintenance — In FY 2025, the General Assembly appropriated a total of \$112,000,000 for major maintenance over five years. Additional explanation on major maintenance to State facilities is included under Discussion Items.	FY 2025	\$24,000,000
	FY 2026	\$22,000,000
	FY 2027	\$22,000,000
	FY 2028	\$22,000,000
	FY 2029	\$22,000,000
Department of Health and Human Services		
Woodward Tunnel Decentralization Project — This is a multiyear project to decentralize the utilities, replace the fire alarm system, and decommission the tunnels at the Woodward Resource Center (WRC).	FY 2024	\$5,572,736
	FY 2025	\$14,500,000
	FY 2026	\$14,275,000
Iowa Medical Examiner Office Expansion — This appropriation will fund the renovation and expansion at the Iowa Office of the State Medical Examiner (IOSME), including the addition of eight new stations to accommodate the increasing caseload.	FY 2025	\$5,000,000
	FY 2026	\$28,000,000
	FY 2027	\$3,300,000
Board of Regents		
Iowa Lakeside Laboratory — This appropriation will fund renovations to education and laboratory infrastructure at the Iowa Lakeside Laboratory.	FY 2025	\$3,000,000
	FY 2026	\$3,000,000

Governor’s FY 2026 Recommendations from the RIF

Department of Administrative Services (DAS)

- **Major Maintenance:** *The Governor is recommending funding of \$22,000,000 for FY 2026. This appropriation was enacted in a prior legislative session. The Governor is recommending the enacted appropriation remain unchanged.* Major maintenance funds are used to correct deficiencies in State buildings and make a wide range of repairs. Major maintenance is defined as “expenditures made beyond the regular, normal upkeep of physical properties for the repair or replacement of failed or failing building components as necessary to return a facility to its currently intended use, to prevent further damage, or to make it compliant with changes in laws, regulations, codes, or standards.” The State of Iowa currently has more than \$442,000,000 in deferred maintenance costs.
- **Fleet Building Demolition:** *The Governor is recommending funding of \$1,500,000 for FY 2026.* This appropriation would fund the demolition of the vacated fleet building located at the northeast corner of East 7th Street and Walnut Street in Des Moines.
- **Historical Building Sustainable Storage:** *The Governor is recommending funding of \$5,000,000 for FY 2026 for the State Historical Building (SHB).* This appropriation would fund sustainable storage for the State Historical Society archives and special collection storage that meets industry-standard best practices for collection conservation storage, including efficiency of ongoing collection management, protection of materials while on shelves, new shelving, and lighting.

Department of Agriculture and Land Stewardship

- **Water Quality Initiative:** *The Governor is recommending funding of \$8,200,000 for FY 2026. The Governor is also recommending funding for the Water Quality Initiative from the EFF. The Governor is recommending total appropriations to the Water Quality Initiative from all funds of \$10,575,000.*

- **Renewable Fuel Infrastructure Fund:** *The Governor is recommending funding of \$10,000,000 for FY 2026.* The Renewable Fuel Infrastructure Program provides financial assistance to owners or operators of a retail motor fuel site or a biodiesel terminal who wish to convert their equipment to dispense and/or store renewable fuels.
- **Fertilizer Management:** *The Governor is recommending funding of \$1,000,000 for FY 2026.* This appropriation would fund research to update static maximum return to nitrogen (MRTN) recommendations to a new dynamic modeling system that considers variability in the environment, management, and weather. The program's goal is to assist in efforts to improve water quality by reducing the risk of nutrient runoff and maximizing profitability for farmers.

Department for the Blind

Building Repairs: *The Governor is recommending \$559,000 in FY 2026.* This appropriation is intended for replacement of the Department for the Blind's building's chiller.

Department of Corrections

CBC District 4 Central Office: *The Governor is recommending \$4,163,847 in FY 2026.* This appropriation would fund the construction of a new Central Office to house all field staff and to retool the current Central Office to be utilized as a 30-bed residential facility at the Fourth District in Council Bluffs. Currently, staff are allocated throughout multiple office locations in the District. Out-year costs for the project include \$2,775,898 in FY 2027.

Iowa Economic Development Authority (IEDA)

- **Community Attraction and Tourism (CAT) Grants:** *The Governor is recommending \$10,000,000 for FY 2026.* The CAT Grants assist communities in the development and creation of multipurpose attraction and tourism facilities. Eligible CAT projects must be permanent recreational, cultural, educational, or entertainment attractions; be available to the general public; and promote tourism in local communities. Eligible applicants include cities, counties, public organizations, or school districts in cooperation with the city or county.
- **Destination Iowa:** *The Governor is recommending \$10,000,000 for FY 2026.* This program provides grants to eligible applicants for economically significant projects that increase tourism opportunities, development and enhancement of outdoor recreational opportunities, and projects that contribute to quality of life in rural communities.
- **Strengthening Communities Grants — Rural YMCA:** *The Governor is recommending \$250,000 for FY 2026.* These grants fund building improvements in YMCAs located within communities with a population of less than 28,000.
- **USS Iowa Battleship Deck Renovation:** *The Governor is recommending \$750,000 for FY 2026 for continued deck renovations of the USS Iowa Battleship, home to the National Museum of the Surface Navy.* Total project costs are \$3,000,000 over four years. The General Assembly appropriated \$750,000 for this purpose in FY 2025.

Department of Health and Human Services

- **Woodward Resource Center (WRC) Tunnel Decentralization Project.** *The Governor is recommending \$14,275,000 in FY 2026. This appropriation was enacted in a prior legislative session. The Governor is recommending the enacted appropriation remain unchanged.* This is a multiyear project to decentralize the utilities, replace the fire alarm system, and decommission the tunnels at the WRC. This is the last year of funding for this project.
- **Iowa Office of the State Medical Examiner (IOSME) Expansion.** *The Governor is recommending \$28,000,000 in FY 2026. This appropriation was enacted in a prior legislative session. The Governor is recommending the enacted appropriation remain unchanged.* This appropriation would fund the addition of eight new stations to accommodate the increasing caseload at the IOSME. The current site was designed to accommodate 800 cases per year, and the IOSME is currently processing approximately 2,000 cases per year. The estimated total budget for the project is \$36,300,000. An appropriation for FY 2027 from the RIF of \$3,300,000 is currently enacted.

Iowa Communications Network

Joint Forces Headquarters (JFHQ) Network Redundancy: *The Governor is recommending \$2,000,000 for FY 2026 for installation of a third fiber connection into Iowa National Guard JFHQ for redundancy and diversity.* This site houses 911, State Emergency Operations Center (SEOC), and National Guard operations.

Iowa Law Enforcement Academy (ILEA)

Driving Training Facility: *The Governor is recommending \$15,000,000 for FY 2026.* This appropriation would fund the construction of a dedicated driving training area for multiagency use at Camp Dodge. The facility would be used to fulfill ILEA and DPS Basic Academy emergency vehicle operation training requirements. The Iowa DOT and Iowa National Guard would also utilize the training space to facilitate a variety of training requirements, core job functions, mission readiness operations, and ongoing professional development.

Judicial Branch

Linn County Courthouse Renovation and Furniture: *The Governor is recommending \$229,000 for FY 2026 for furniture following the Linn County courthouse renovation.*

Department of Natural Resources

- **Water Trails and Low Head Dams:** *The Governor is recommending \$1,500,000 for FY 2026.* The funds are used to support grant awards to dam owners, including State and local government entities and private owners, for water trail enhancements and dam mitigation grants to improve low head dam safety.
- **Community Forestry Grant Program:** *The Governor is recommending \$250,000 for FY 2026.* This appropriation is intended to support efforts to reestablish trees that were lost to the derecho that occurred on August 10, 2020, through grants made to local government entities, schools, and volunteer organizations and service organizations.
- **Lake Restoration:** *The Governor is recommending \$9,600,000 for FY 2026 for lake restoration, dredging, and water quality projects.* The funds are used for projects identified in the Lake Restoration Annual Report and Plan, focusing on 35 lakes and five shallow lake/wetlands. The DNR is required to implement the projects in accordance with the Lake Restoration Annual Report and Plan and Iowa Code section [456A.33B](#). The Report and Plan is submitted annually by January 1 to the Transportation, Infrastructure, and Capitals Appropriations Subcommittee.
- **State Park Infrastructure:** *The Governor is recommending \$5,000,000 for FY 2026.* State park infrastructure improvements include replacing sewer lines, upgrading public drinking water systems, replacing shower buildings, constructing restrooms, replacing trail bridges, extending trail areas, and providing open-air interpretive shelters and exhibits.
- **Derelict Building Program:** *The Governor is recommending \$800,000 for FY 2026.* The [Derelict Building Program](#) is an existing program within the DNR that provides funding to Iowa towns of 5,000 or fewer residents to address neglected commercial or public structures that have sat vacant for at least six months. The Program's main focus is landfill diversion through the recycling and reuse of building materials and the elimination of hazards, both inside and out, posed by these empty structures. This appropriation would be used to support the additional requests in funding received by the Program in recent years. The Program receives its funding from the DNR's Solid Waste Alternatives Program.

Department of Public Defense

- **Facility/Armory Maintenance:** *The Governor is recommending \$2,100,000 for FY 2026 for major maintenance projects at National Guard facilities throughout the State.* The funds support major maintenance to the National Guard readiness centers. Projects include roof repairs; upgrades to heating, ventilation, and air conditioning (HVAC), electrical, and plumbing systems; additional classroom and office space; and other major maintenance and improvement projects at all 41 armories and other buildings maintained by the Iowa National Guard. State funds will be used to match federal funds.

- **Statewide Readiness Centers:** *The Governor is recommending \$2,100,000 for FY 2026 for modernization and improvement projects at National Guard readiness centers around the State. State funds will be matched one-to-one with federal funds.*
- **Camp Dodge Infrastructure Upgrades:** *The Governor is recommending \$550,000 for FY 2026 for continued construction upgrades at the Camp Dodge military installation. Camp Dodge includes more than 300 buildings and 800 full-time employees. The post is home to the JFHQ, the SEOC, National Maintenance and Battle Command Training Centers, the Iowa Gold Star Museum, the ILEA, and other entities. State funds will be used to match with federal funds.*

Department of Public Safety

- **Statewide Interoperability Network:** *The Governor is recommending \$6,486,177 for FY 2026 to fund the maintenance and lease costs associated with the Statewide Land Mobile Radio Communications System. The Governor is also recommending additional funding of \$442,162 from the PRF. In FY 2024, there was an increase in the appropriation amount due to the State contractually assuming an annual maintenance agreement beginning in FY 2024. The final payment for the lease purchase is estimated to be in FY 2026, and the Motorola maintenance agreement will continue through FY 2030. This communications system supports first responders during daily duties, during planned events, and when responding to emergencies.*
- **Public Safety Equipment Fund:** *The Governor is recommending \$2,500,000 for FY 2026 to provide for the purchase, maintenance, and replacement of equipment used by the DPS. The Governor is also recommending \$3,750,000 from the General Fund for the Public Safety Equipment Fund.*

Board of Regents

- **Tuition Replacement:** *The Governor is recommending \$25,600,000 for FY 2026. The funding is used to pay debt service on academic revenue bonds. The appropriation replaces student tuition and fees required to pay the debt service on academic revenue bonds authorized by the General Assembly in prior fiscal years. The academic revenue bonds issued by the Board of Regents are secured by student tuition and fees and are considered independent and not part of State obligations.*
- **Iowa Lakeside Lab Infrastructure:** *The Governor is recommending \$3,000,000 in FY 2026 to renovate the Iowa Lakeside Laboratory housing facility. This appropriation was enacted in a prior legislative session. The Governor is recommending the enacted appropriation remain unchanged. This appropriation will fund renovations to education and laboratory infrastructure at the Iowa Lakeside Laboratory.*
- **UNI Deferred Maintenance – Public Policy Center at Commons:** *The Governor is recommending \$4,720,000 in FY 2026. This appropriation would fund the complete renovation of the Commons building on the University of Northern Iowa (UNI) campus into a hub for outreach and civic education through a new Center for Civic Education to the Commons. The current Commons building at UNI has a variety of deferred maintenance issues, including HVAC systems, windows, and roof. Out-year costs for the project include \$17,682,000 in FY 2027 and \$10,000,000 in FY 2028.*

State Fair Authority

Agriculture Facility: *The Governor is recommending \$2,500,000 in FY 2026 for a new agricultural education facility at the Iowa State Fair to highlight agriculture in Iowa and the world in an interactive fashion. Out-year costs include \$2,500,000 in FY 2027. The total project cost is \$15,000,000, including donations and other revenue.*

Department of Transportation

- **Recreational Trails:** *The Governor is recommending \$2,500,000 for FY 2026 for the State Recreational Trails Program. Funds for the Program are used for grants for statewide recreational trails, including multiuse trails and off-road paths.*
- **Public Transit Infrastructure Grants:** *The Governor is recommending \$1,500,000 for FY 2026 for public transit infrastructure grants through the Public Transit Infrastructure Grant Fund. Grants are provided for infrastructure-related projects at the 35 public transit agencies throughout the State.*
- **Railroad Revolving Loan and Grant:** *The Governor is recommending \$2,000,000 for FY 2026 for the Railroad Revolving Loan and Grant Program. The funds are used to provide grants and loans for*

construction and improvements to railroad facilities, such as railroad main lines, branch lines, switching yards, sidings, rail connections, intermodal yards, and highway grade separations.

- **Commercial Service Airports:** *The Governor is recommending \$1,900,000 for FY 2026 for vertical infrastructure improvements at commercial service airports.* There are eight commercial service airports in the State. They are located in Burlington, Cedar Rapids, Des Moines, Dubuque, Fort Dodge, Mason City, Sioux City, and Waterloo.
- **General Aviation Airports:** *The Governor is recommending \$1,000,000 for FY 2026 for vertical infrastructure improvements at general aviation airports.* General aviation vertical infrastructure projects receive State matching grants of up to 85.00% of the total project costs and require a minimum level of \$5,000 in local match to be considered. Eligible airports apply to the DOT Office of Aviation, and projects are considered for funding by the Transportation Commission. These grants are available only to general aviation airports.

Treasurer of State

County Fairs Infrastructure: *The Governor is recommending \$1,060,000 for FY 2026 for distribution to county fair societies that belong to the Association of Iowa Fairs.* Funds are used for vertical infrastructure improvements at the 105 county fairs in the Association. Each county fair will receive approximately \$10,100.

Technology Reinvestment Fund

By statute, \$17,500,000 is appropriated from the General Fund to the TRF (Iowa Code section [8.57C\(3\)](#)). *In lieu of the General Fund appropriation, the Governor is recommending \$18,279,217 be appropriated from the RIIF to the TRF for FY 2026. Total recommended appropriations from the TRF are \$18,269,217 in FY 2026.*

Governor’s FY 2026 Recommendation from the Technology Reinvestment Fund (TRF)

Department of Corrections

DOC Technology: *The Governor is recommending \$3,013,466 in FY 2026 for various technology projects.* The projects include:

- Camera system upgrades and replacements.
- Statewide body cameras.
- Taut wire system upgrade at the Anamosa State Penitentiary (ASP).
- Uninterrupted Power Supply (UPS) backup system replacement at the Fort Dodge Correctional Facility (FDCF).
- Computer backup system installation at the ASP.
- Personal Data Assistant (PDA) replacements at the Iowa Correctional Institution for Women (ICIW).
- Automated staff tracking ID systems installation at the ASP, Newton Correctional Facility (NCF), Clarinda Correctional Facility (CCF), and the FDCF.
- Door control system replacement at the ICIW.
- Building automation system upgrade at the ASP.
- Building automation system migration at the FDCF.
- Building automation system replacement at the NCF.
- Phone system upgrade at the North Central Correctional Facility (NCCF).
- Sodium hydroxide system replacement at the FDCF.

Iowa Economic Development Authority

Enterprise Management System: *The Governor is recommending \$5,375,000 for FY 2026.* This appropriation would fund the modernization of more than 30 different systems into a single enterprise management system that will serve as a “one-stop shop” for all agency interactions and be able to be shared with other agencies.

Department of Education

- **Iowa Communications Network (ICN) Part III Maintenance and Leases:** *The Governor is recommending \$2,727,000 for FY 2026.* This funding is to pay the costs of maintenance and leases associated with Part III fiber connections for the ICN. The fiberoptic cables for Part III sites are leased from the private sector vendors that installed the cable. The ICN administers leased digital data circuits to over 400 K-12 facilities and districts, libraries, and Area Education Agencies (AEAs).
- **Statewide Education Data Warehouse:** *The Governor is recommending \$600,000 for FY 2026 for continued development and implementation of a statewide education data warehouse.* The funds will support the statewide education data warehouse that is used in conjunction with systemwide improvements for education resources and accessibility of the resources.

Department of Homeland Security and Emergency Management

Emergency Medical Services Mass Messaging System: *The Governor is recommending \$400,000 for FY 2026.* The funds will be used to operate the System, which is available free of charge to all counties. The System can be used by State and local authorities to quickly disseminate emergency information to residents of counties.

Department of Management (DOM)

- **Searchable Online Database (Transparency Project):** *The Governor is recommending \$45,000 for FY 2026 for continued funding of the development of the searchable online database.*
- **Electronic Grants Management System:** *The Governor is recommending \$70,000 for FY 2026 for continued funding of the Electronic Grants Management System.* IowaGrants.gov provides a single portal for potential applicants to search for open solicitations for ongoing grant programs offered by State agencies.
- **Local Government Budget and Property Tax System:** *The Governor is recommending \$120,000 for FY 2026 to upgrade and redesign the budget and property tax system.* The System is used annually by local governments to submit information to the DOM.
- **Socrata Licensing:** *The Governor is recommending \$358,429 for FY 2026 for software licensing for data.iowa.gov.* This is a subscription to a platform that provides the public access to online data sets published by the Executive Branch. This appropriation amount is less than in previous years due to the move from Socrata to Google licensing.
- **Office of the Chief Information Officer (OCIO) Security Office:** *The Governor is recommending \$2,947,658 for FY 2026.* This appropriation supports the ongoing software licensing for statewide endpoint detection and cybersecurity incident investigation response.
- **Criminal Justice Information System (CJIS):** *The Governor is recommending \$1,400,000 for FY 2026.* The CJIS allows the automated exchange of criminal justice information among local, State, and federal criminal justice agencies. This funding was previously appropriated to the HHS in FY 2025. *The Governor is recommending aligning this funding under the DOM.*
- **Justice Data Warehouse:** *The Governor is recommending \$282,664 for FY 2026 for continued maintenance and hosting costs of the Justice Data Warehouse platform.* This funding was previously appropriated to the HHS in FY 2025. *The Governor is recommending aligning this funding under the DOM.*
- **Justice Data Warehouse Transition:** *The Governor is recommending \$290,000 in FY 2026.* The current server at the Hoover building that hosts the Justice Data Warehouse is being retired, and this appropriation would support the one-time costs to move to Google Cloud.

Department of Public Defense

DPD Technology Projects: *The Governor is recommending \$220,000 in FY 2026 for technology projects, including State Active Duty software upgrade and Office 365 data conversion.*

Treasurer of State

- **Clearwater Software:** *The Governor is recommending \$192,000 in FY 2026.* This software would assist the Treasurer of State in tracking investments and monthly interest allocations.

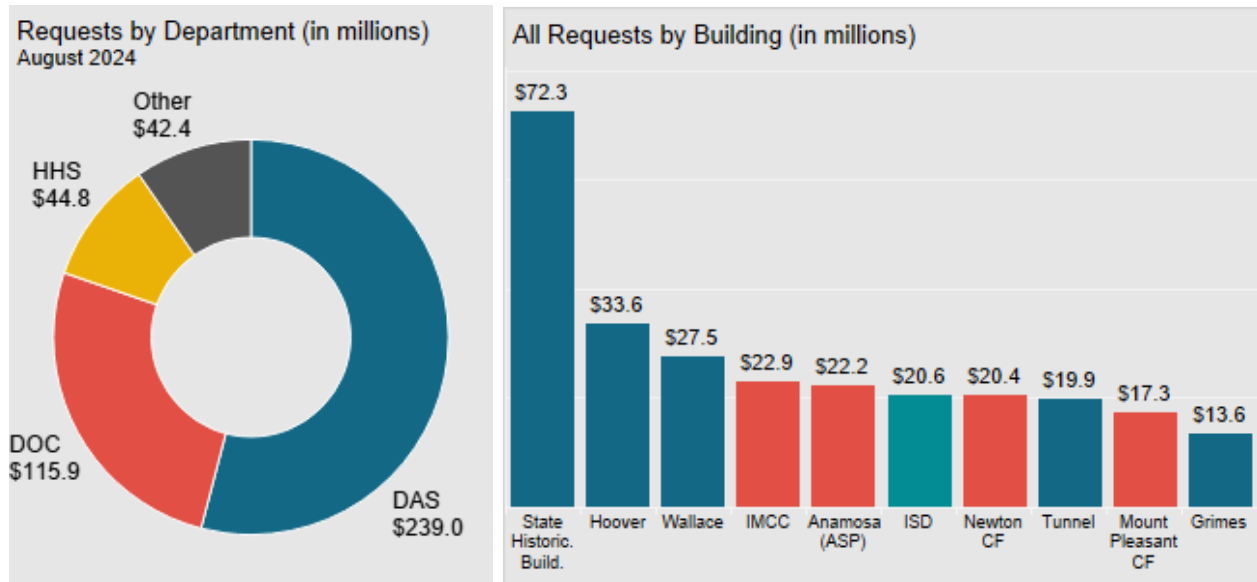
- **Tyler Tech Software:** *The Governor is recommending \$228,000 in FY 2026.* This software would assist the Treasurer of State’s Office in daily bank and fund reconciliations with the Integrated Information for Iowa (I/3) State accounting system.

Discussion Items

Judicial Branch Budget Request — Iowa Code section [602.1301](#) was amended by 2022 Iowa Acts, [House File 2558](#) (FY 2023 Judicial Branch Appropriations Act), and the language requiring the DOM to submit the Judicial Branch budget to the Governor for inclusion without change as part of the Governor’s proposed budget request to the General Assembly was removed. In accordance with Iowa Code section 602.1301, the Judicial Branch submitted its budget request on December 1, 2024. The Judicial Branch requested \$229,000 from the RIIF for FY 2026 for furniture following the Linn County courthouse renovation.

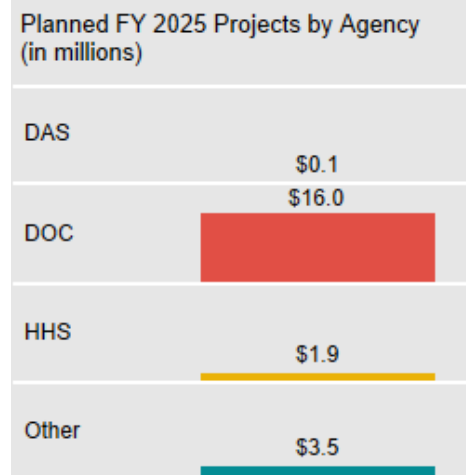
Summer 2024 Major Maintenance List

The DAS defines major maintenance as “expenditures made beyond the regular, normal upkeep of physical properties for the repair or replacement of failed or failing building components.” In the FY 2025 Infrastructure Appropriations Act, the General Assembly appropriated a total of \$112,000,000 for major maintenance over five years. Major maintenance requests totaled \$442,123,371 in summer 2024. The figures below display major maintenance requests by the departments and the Capitol Complex, which is managed by the DAS.



A number of agencies request major maintenance funding from the DAS. However, most requests are for buildings on the Capitol Complex, for DOC facilities, and for HHS facilities. The figure on the top right displays total requests for the top 10 facilities by dollar amount. The figure also includes requests for service and pedestrian tunnel repairs on the Capitol Complex. These 10 buildings (or categories) account for \$270,358,796 of the total requests. Another important note is that a single project can considerably change the total need of a single facility. For instance, in the case of the Wallace and Hoover buildings, repairs to the HVAC system are estimated at \$22,500,000 and \$23,348,876, respectively. Requests for the State Historical Building (SHB) consist of a number of projects. The largest of these requests include replacing the building envelope (\$39,000,000) and replacing the HVAC (\$18,311,630).

Based on the appropriation of \$22,000,000 for FY 2025, the DAS has identified a list of projects that are currently planned to be funded this fiscal year. These plans and estimated project costs could change as projects are reassessed. Planned project totals by department are presented on the previous page. The DOC is expected to receive \$15,950,000 over this time. The HHS is expected to receive \$1,935,000, and the Capitol Complex is expected to receive \$146,446. Additionally, under “Other,” the Iowa School for the Deaf is expected to receive \$1,600,000 and Terrace Hill is expected to receive \$1,890,000.



Wallace Building

The Governor is recommending the demolition or sale of the Wallace State Office Building and adjacent parking garage. The projected costs to demolish or sell the building and parking garage are \$7,000,000 and the estimated revenue from the sale of the building and parking garage is \$9,000,000. Iowa Code section [8A.321](#) requires authorization of a constitutional majority of each house of the General Assembly and Governor approval to dispose of any building on the Capitol Complex. Proceeds from the sale of real property are credited to the General Fund.

Rebuild Iowa Infrastructure Fund

The RIIF ended FY 2024 with a balance of \$110,576,986. Revenues from State Wagering Taxes and interest revenue ended FY 2024 higher than forecasted. Estimates for FY 2025 and FY 2026 have been revised downward at recent meetings of the Revenue Estimating Conference. These revenue decreases are due to expected decreases in gambling taxes paid by Iowa casinos. After these changes, the estimated ending balance for FY 2025 is \$79,185,511. After currently enacted appropriations are considered, it is estimated that \$160,587,241 will be available for appropriation in FY 2026. The figure below does not incorporate the Governor’s recommendations.

Rebuild Iowa Infrastructure Fund (RIIF)			
(in millions)			
	Actual FY 2024	Estimated FY 2025	Estimated FY 2026
Funds Available			
Balance Forward	\$ 72,311,447	\$ 110,576,986	\$ 79,185,511
Total Casino Wagering Taxes	201,114,908	173,165,905	157,357,000
Interest	49,911,413	47,000,000	30,000,000
Tobacco Settlement Payments	42,857,773	9,684,560	8,819,730
Total Funds Available	<u>366,195,541</u>	<u>340,427,451</u>	<u>275,362,240</u>
Appropriations	255,775,796	261,241,940	114,775,000
Reversions	-157,241	0	0
Ending Balance	<u>\$ 110,576,986</u>	<u>\$ 79,185,511</u>	<u>\$ 160,587,240</u>
FY 2026 Estimated Available Funding			\$ 160,587,240

Year-to-Date State Gambling Revenue

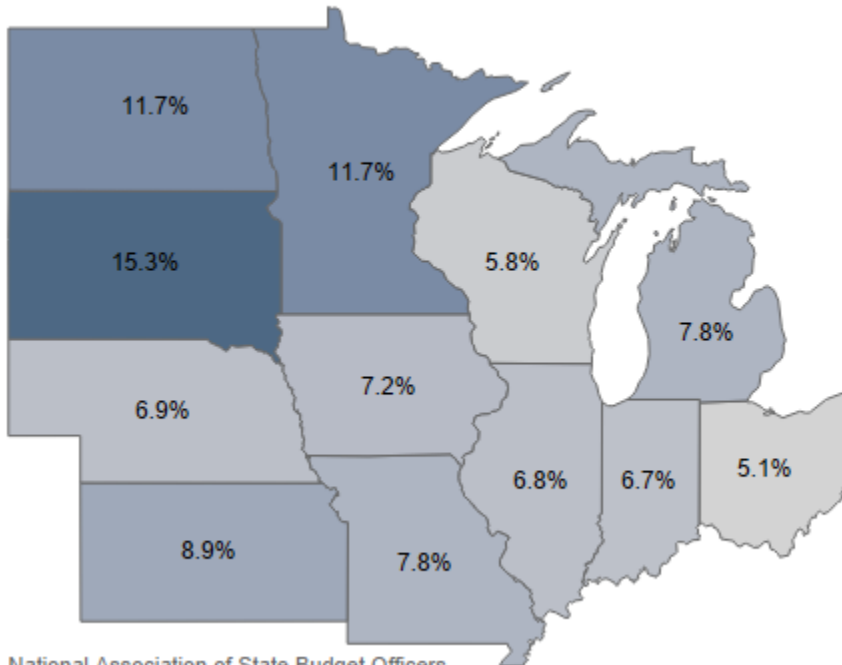
State wagering taxes are imposed on casino table games and slot machines and make up the vast majority of revenue remitted to the State from casinos. For the first half of FY 2025, State tax from Iowa casinos was lower than what was collected in FY 2023 and FY 2024 for the same months. Through December, State tax is down -5.7% compared to the same months in FY 2024. The figure below includes the State wagering taxes by fiscal quarter for Iowa casinos since 2019.

Iowa Casino State Tax by Fiscal Quarter (in millions)							
	2019	2020	2021	2022	2023	2024	2025
Q1	\$68.8	\$68.8	\$65.7	\$81.6	\$82.1	\$78.5	\$73.4
Q2	\$73.6	\$75.8	\$71.1	\$88.1	\$84.9	\$84.3	\$80.1
Q3	\$71.8	\$62.9	\$83.7	\$88.2	\$87.6	\$83.2	
Q4	\$76.9	\$23.3	\$94.1	\$91.5	\$87.4	\$85.0	
Total	\$291.1	\$230.8	\$314.5	\$349.4	\$342.0	\$331.0	\$153.5

Numbers may not total due to rounding.

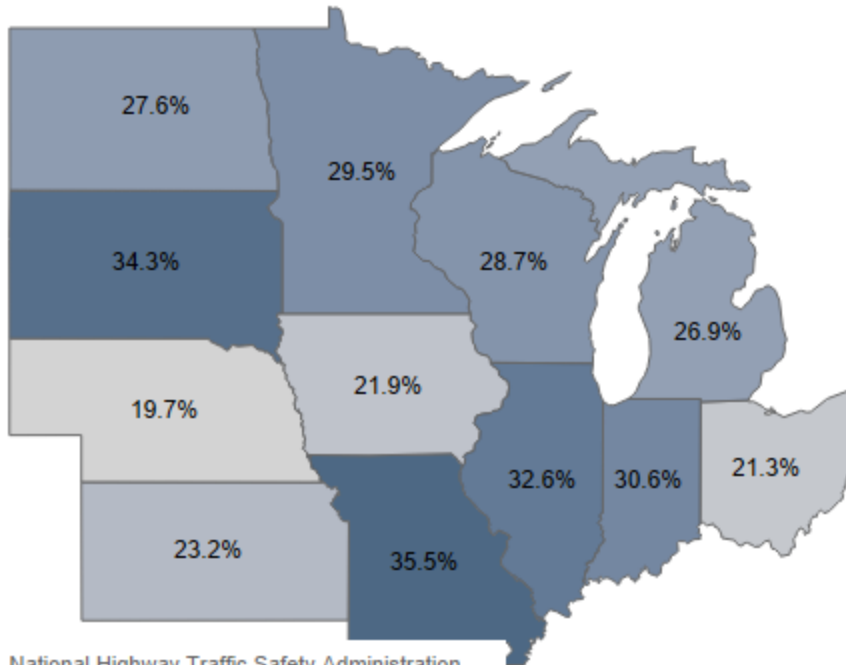
Comparison to Other States — Transportation Outcomes

Percentage of Transportation Expenditure Compared to Total Expenditure — FY 2024



Source: National Association of State Budget Officers, State Expenditure Report

Percentage of Traffic Fatalities That Are Speeding Related — 2022



Source: National Highway Traffic Safety Administration, Traffic Safety Facts 2022

Legislative Services Agency (LSA) Publications

The following recent publications by the LSA are related to the Transportation, Infrastructure, and Capitals Appropriations Subcommittee:

Fiscal Topics:

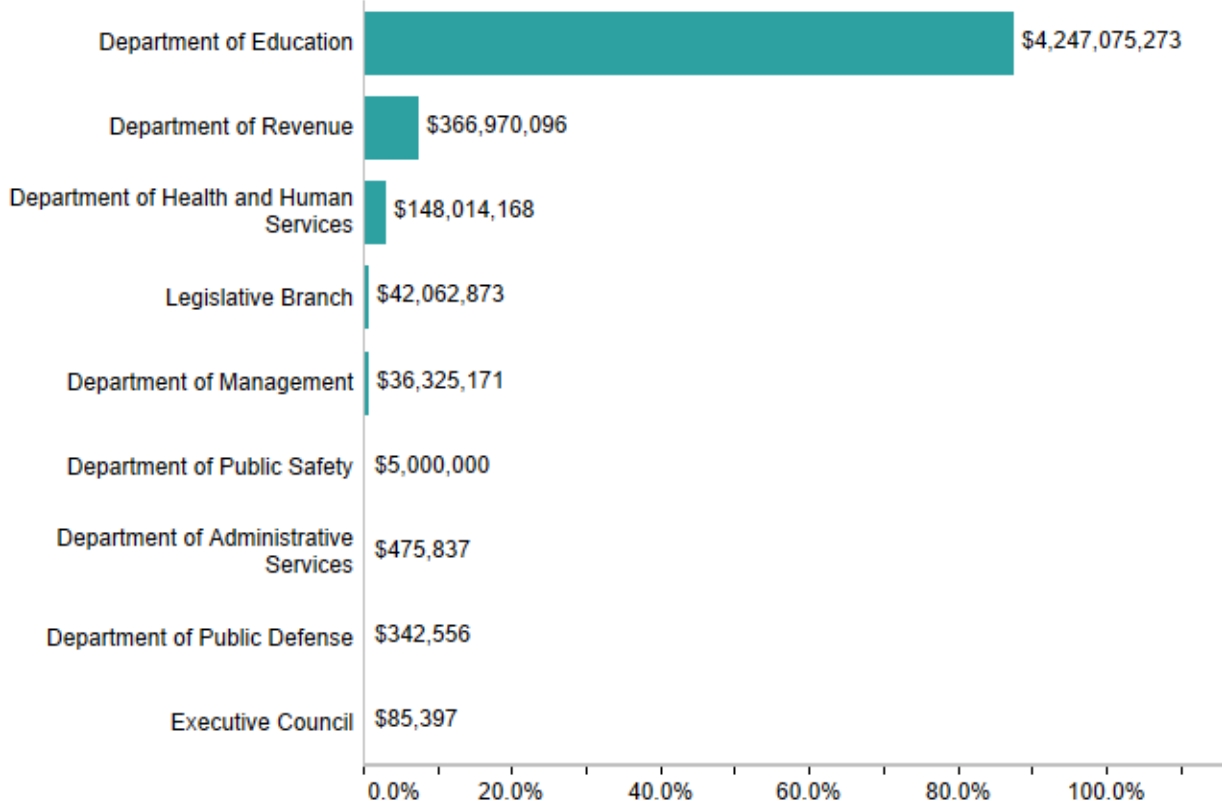
- [*Transportation Investment Moves the Economy in the Twenty-First Century \(TIME-21\) Fund*](#)
- [*Statutory Off-the-Top Allocations from the Road Use Tax Fund — FY 2024*](#)
- [*Revitalize Iowa’s Sound Economy \(RISE\) Program*](#)
- [*Special License Plates*](#)
- [*Automatic Traffic Enforcement System*](#)
- [*State Gaming Revenues — FY 2024*](#)
- [*Technology Reinvestment Fund*](#)
- [*Vertical Infrastructure Requirement Exemptions*](#)
- [*Major Maintenance List — August 2024*](#)
- [*Sports Wagering Receipts Fund*](#)
- [*Rebuild Iowa Infrastructure Fund \(RIIF\)*](#)

Reports Required to Be Filed with General Assembly

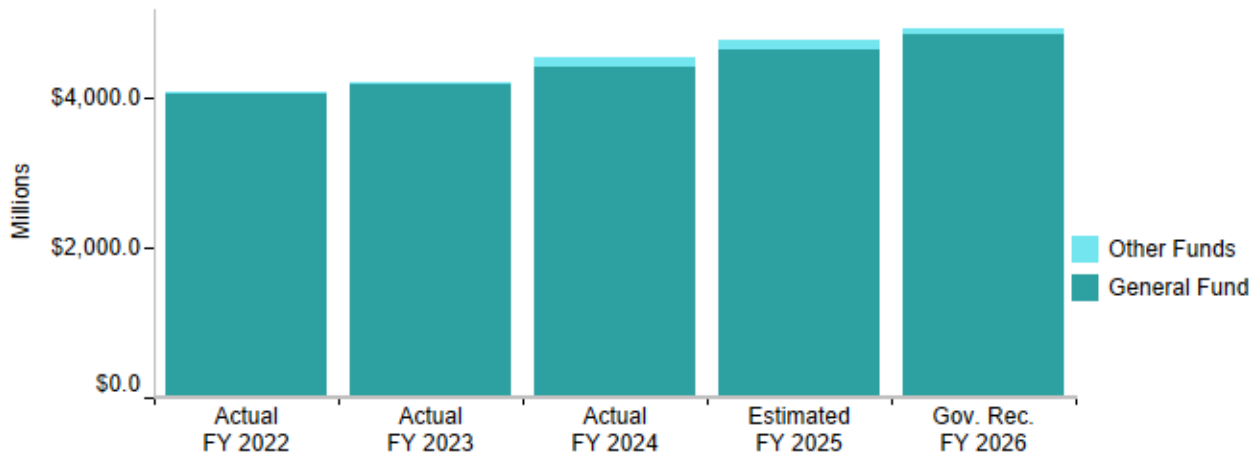
Reports and other documents required to be filed with the General Assembly are organized by submitting department and by date and are published on this [webpage](#).

LSA Staff Contacts: Maria Wagenhofer (515.281.5270) maria.wagenhofer@legis.iowa.gov
 Garry Martin (515.281.4611) garry.martin@legis.iowa.gov

FY 2026 General Fund Governor's Recommendations Total: \$4,846,351,371



Funding History by Appropriations Subcommittee — Unassigned Standings

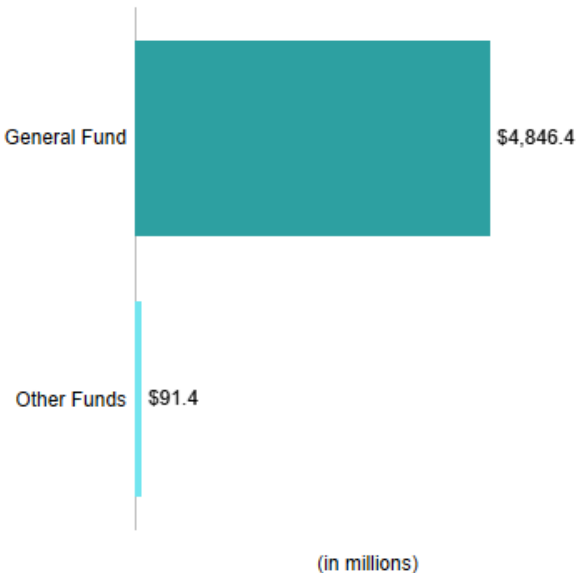


Overview and Funding History

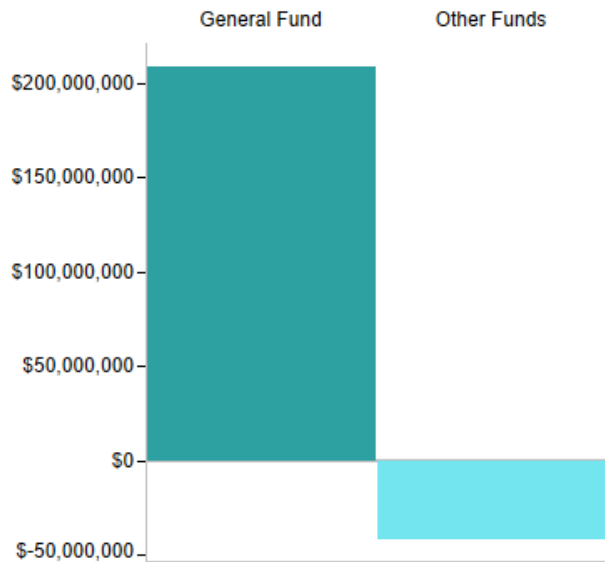
Approximately 50.00% of the FY 2025 State General Fund budget is appropriated automatically by statute. These standing appropriations do not fall under the purview of a specific appropriations subcommittee. There are two types of standing appropriations:

- **Standing Limited Appropriations** — These are appropriations for a specific dollar amount. An example is the appropriation to the Special Olympics Fund in Iowa Code section [8.8](#), which states, “There is appropriated annually from the general fund of the state to the special olympics fund one hundred thousand dollars for distribution to one or more organizations which administer special olympics programs benefiting the citizens of Iowa with disabilities.”
- **Standing Unlimited Appropriations** — These are appropriations of an unspecified dollar amount. An example is State Foundation School Aid for public schools pursuant to Iowa Code section [257.16](#), which states, “There is appropriated each year from the general fund of the state an amount necessary to pay the foundation aid under Iowa Code chapter [257](#), the preschool foundation aid under chapter [256C](#), supplementary aid under section [257.4](#), subsection 2, and adjusted additional property tax levy aid under section [257.15](#), subsection 4.” The General Assembly may choose to place a dollar limit on a standing unlimited appropriation in a particular year to cap expenditures for that year.

FY 2026 Governor's Recommendations
Total: \$4,937,744,769

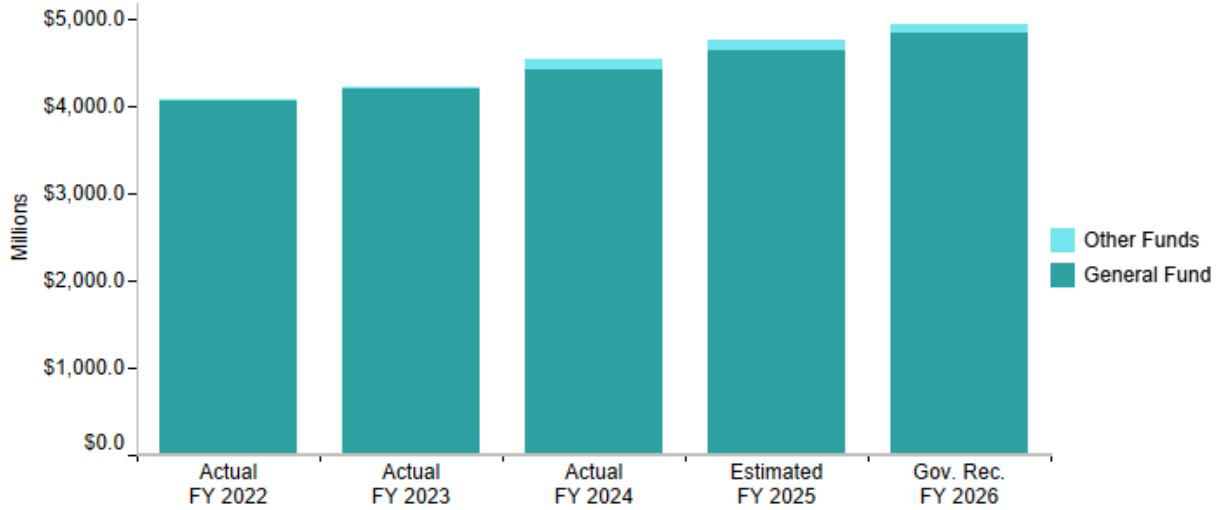


Governor's Recommendations Compared to Estimated FY 2025



Unassigned Standing Appropriations

Funding History



General Fund Recommendations

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
Administrative Services, Department of				
State Accounting Trust Accounts				
Federal Cash Management - Standing	\$ 2,442,390	\$ 54,182	\$ 54,182	\$ 0
Unemployment Compensation - Standing	264,937	421,655	421,655	0
Total Administrative Services, Department of	\$ 2,707,327	\$ 475,837	\$ 475,837	\$ 0
Education, Department of				
Education, Dept. of				
State Foundation School Aid	\$ 3,665,805,198	\$ 3,787,626,194	\$ 3,889,657,223	\$ 102,031,029
Nonpublic School Transportation	8,992,784	8,997,091	8,997,091	0
Sac and Fox Settlement Education	100,000	100,000	100,000	0
Education Savings Accounts - Standing	129,078,537	218,048,012	314,649,945	96,601,933
Charter Schools - Standing	2,437,772	5,200,000	19,671,014	14,471,014
Education Support Personnel Salary Supplement	0	14,000,000	14,000,000	0
Total Education, Department of	\$ 3,806,414,291	\$ 4,033,971,297	\$ 4,247,075,273	\$ 213,103,976
Executive Council				
Executive Council				
Court Costs	\$ 420,288	\$ 56,455	\$ 56,455	\$ 0
Public Improvements	0	9,575	9,575	0
Drainage Assessment	146,375	19,367	19,367	0
Total Executive Council	\$ 566,662	\$ 85,397	\$ 85,397	\$ 0
Legislative Branch				
Legislative Branch				
Legislative Branch	\$ 36,985,580	\$ 40,010,000	\$ 42,062,873	\$ 2,052,873
Total Legislative Branch	\$ 36,985,580	\$ 40,010,000	\$ 42,062,873	\$ 2,052,873

General Fund Recommendations, Continued

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
Health and Human Services, Department of				
Health and Human Services				
MHDS Regional Services Fund	\$ 0	\$ 134,421,714	\$ 134,694,168	\$ 272,454
Rent Reimbursement	0	13,320,000	13,320,000	0
Health and Human Services	\$ 0	\$ 147,741,714	\$ 148,014,168	\$ 272,454
HHS - Assistance Payment				
Rent Reimbursement - Standing	\$ 10,048,687	\$ 0	\$ 0	\$ 0
MHDS Regional Services Fund - Standing	127,723,160	0	0	0
HHS - Assistance Payment	\$ 137,771,847	\$ 0	\$ 0	\$ 0
Total Health and Human Services, Department of	\$ 137,771,847	\$ 147,741,714	\$ 148,014,168	\$ 272,454
Management, Department of				
Management, Dept. of				
State Appeal Board Claims	\$ 20,272,392	\$ 4,501,794	\$ 4,504,630	\$ 2,836
Special Olympics Fund	100,000	100,000	100,000	0
Transportation Equity Fund	30,340,068	31,098,570	31,720,541	621,971
Total Management, Department of	\$ 50,712,460	\$ 35,700,364	\$ 36,325,171	\$ 624,807
Public Defense, Department of				
Public Defense, Dept. of				
Compensation and Expense	\$ 11,301	\$ 342,556	\$ 342,556	\$ 0
Total Public Defense, Department of	\$ 11,301	\$ 342,556	\$ 342,556	\$ 0
Public Safety, Department of				
Public Safety, Dept. of				
DPS - POR Unfunded Liabilities	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000	\$ 0
Total Public Safety, Department of	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000	\$ 0
Revenue, Department of				
Revenue, Dept. of				
Homestead Tax Credit Aid - GF	\$ 149,044,155	\$ 154,176,435	\$ 162,524,423	\$ 8,347,988
Elderly & Disabled Tax Credit	4,252,292	4,327,772	4,327,772	0
Ag Land Tax Credit - GF	39,097,596	39,100,000	39,100,000	0
Military Service Tax Exemption	1,482,073	1,580,000	0	-1,580,000
Comm & Industrial Prop Tax Replacement	64,871,194	50,770,846	36,667,901	-14,102,945
Business Property Tax Credit	122,350,000	122,350,000	122,350,000	0
Refund Cigarette Stamps	0	0	0	0
Refund Income Corp & Franchise Sale	0	0	0	0
Inheritance Refund	0	0	0	0
School Infrastructure Transfer	0	0	0	0
Barrel Tax Refunds	3,032,599	2,000,000	2,000,000	0
Total Revenue, Department of	\$ 384,129,910	\$ 374,305,053	\$ 366,970,096	\$ -7,334,957

Governor’s FY 2026 Recommended Changes

Department of Education — State Foundation School Aid \$102,031,029

The Governor is recommending an estimated appropriation of \$3,889,657,223 for State aid to schools in FY 2026, an increase of \$102,031,029 compared to estimated FY 2025. This amount is intended to reflect a supplemental State aid percent of growth rate of 2.00% and includes a \$25,000,000 reduction to the Area Education Agencies (AEAs), which is in addition to the statutory reduction of \$7,500,000 currently specified in the Iowa Code. The amount also reflects a continuation of the adjustment for Property Tax Replacement Payment (PTRP) funding, which is estimated to increase from \$223 to \$241 per pupil. The Governor is also recommending a transfer from the Taxpayer Relief Fund of \$21,881,303.

Department of Education — Educational Savings Accounts (ESAs) \$96,601,933

The Governor is recommending an estimated appropriation of \$314,649,945 for ESAs in FY 2026. This is an increase of \$96,601,933 (44.3%) compared to estimated FY 2025 and is intended to reflect a categorical State aid percent of growth rate of 2.00% and an increase in the number of ESAs.

Charter Schools \$14,471,014

The Governor is recommending an appropriation of \$19,671,014 for charter schools in FY 2026. This is an increase of \$14,471,014 (278.29%) compared to estimated FY 2025 and is intended to reflect a categorical State aid percent of growth rate of 2.00% and an increase in the number of charter school pupils.

Legislative Branch \$2,052,873

Iowa Code section [2.12](#) authorizes a standing unlimited appropriation from the General Fund for the operation of the Legislative Branch of government. The Legislative Branch appropriation is used to fund the expenses of the Iowa Senate, the Iowa House of Representatives, joint expenses of the General Assembly, the Legislative Services Agency, and the State Ombudsman. Historically, the Governor does not make a recommendation concerning the Legislative Branch budget.

Behavioral Health Fund \$272,454

The Governor is recommending an appropriation of \$134,694,168 in FY 2026. This is an increase of \$272,454 compared to estimated FY 2025 for the Mental Health and Disability Services (MHDS) Regional Services Fund. Beginning in FY 2026, there will be a General Fund standing appropriation to the Behavioral Health Fund equal to \$42 multiplied by the State population for FY 2026. There is currently a General Fund standing appropriation to the MHDS Regional Services Fund established in Iowa Code section [225C.7A](#). Iowa Code chapter [225C](#), and the MHDS Regional Services Fund standing appropriation established within the chapter, will be repealed on July 1, 2025. These changes were made under 2024 Iowa Acts, chapter [1161](#) (Behavioral Health Services System Act).

Department of Management — State Appeal Board Claims \$2,836

The Governor is recommending an appropriation of \$4,504,630 to the State Appeal Board for FY 2026. This is an increase of \$2,836 compared to estimated FY 2025. The State Appeal Board is established in Iowa Code section [24.26](#) and consists of the Auditor of State, the Treasurer of State, and the Director of the Department of Management (DOM). The purpose of the Board is to approve or reject the payment of claims against the State or a State employee and to resolve local budget protests. Claims approved by the State Appeal Board are paid from a standing unlimited General Fund appropriation.

Department of Management — Transportation Equity Fund \$621,971

The Governor is recommending an appropriation of \$31,720,541 to the Transportation Equity Fund in FY 2026. This is an increase of \$621,971 (2.00%) compared to estimated FY 2025 and is intended to reflect a categorical State aid percent of growth rate of 2.00%. 2020 Iowa Acts, chapter [1002](#) (School Transportation Equity Act), established a standing appropriation to the Transportation Equity Fund. The Act specifies that the standing appropriation may grow at the same rate as a categorical under the categorical State percent of growth.

Department of Revenue — Homestead Property Tax Credit \$8,347,988

The Governor is recommending an appropriation of \$162,524,423 to the Homestead Property Tax Credit in FY 2026. This is an increase of \$8,347,988 compared to estimated FY 2025 due to changes in projected claims. Iowa Code section [425.1](#) provides a standing unlimited appropriation from the General Fund for the Homestead Property Tax Credit. The tax credit provides a property tax reduction to encourage home ownership. The current credit is equal to the levy on the first \$4,850 of the taxed value of each homestead, with a minimum annual tax credit of \$62.50. To be eligible for the annual credit, the taxpayer must own and occupy the property as a homestead on July 1 of each year, declare residency in Iowa for income tax purposes, and occupy the property for at least six months each calendar year.

Department of Revenue — Military Service Tax Exemption **\$-1,580,000**

The Governor is recommending no funding for the Military Property Tax Exemption. This is a decrease of \$1,580,000 compared to estimated FY 2025. Iowa Code section [426A.11](#) created the Military Service Property Tax Exemption to benefit qualified former military personnel. For most beneficiaries, the exemption applies to \$1,852 of taxed value, and a State standing unlimited appropriation credited the local governments \$6.92 per \$1,000 of property value exempted. Effective for FY 2026 and after, 2023 Iowa Acts, chapter [71](#) (Property Tax, Assessments, and Bond Elections Act) eliminated the annual General Fund appropriation.

Department of Revenue — Commercial and Industrial Property Tax Replacement **\$-14,102,913**

The Governor is recommending an appropriation of \$36,667,901 for Commercial and Industrial Property Tax Replacement in FY 2026. The Governor's recommendation is a \$14,102,945 reduction compared to estimated FY 2025 in the Property Tax Replacement standing appropriation to adjust for the fourth year of the local government reimbursement phaseout. 2021 Iowa Acts, chapter [177](#) (Taxation and Other Provisions Act), included a provision that, beginning with the FY 2023 payment, the General Fund standing appropriation for commercial and industrial property tax replacement for cities and counties will be phased out in four or seven years, depending on how the tax base grew relative to the rest of the State since FY 2014. Cities and counties where the tax base grew at a faster rate than the statewide average from FY 2014 through FY 2021 will have the backfill phased out over a four-year period from FY 2023 through FY 2026, while those that grew at a rate less than the statewide average will have the backfill phased out over a seven-year period from FY 2023 through FY 2029. School district backfill payments were eliminated after FY 2022. Taxing authorities that are not schools, cities, or counties will have their backfill payment phased out over seven years.

Other Fund Recommendations

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Economic Development Authority</u>				
Economic Development Authority				
Endow Iowa Admin - County Endw Fund	\$ 41,311	\$ 70,000	\$ 70,000	\$ 0
Total Economic Development Authority	\$ 41,311	\$ 70,000	\$ 70,000	\$ 0
<u>Executive Council</u>				
Executive Council				
Performance of Duty - EEF	\$ 22,233,821	\$ 61,182,236	\$ 22,404,181	\$ -38,778,055
Total Executive Council	\$ 22,233,821	\$ 61,182,236	\$ 22,404,181	\$ -38,778,055
<u>Management, Department of</u>				
Management, Dept. of				
Environment First Fund - RIIF	\$ 42,000,000	\$ 42,000,000	\$ 42,000,000	\$ 0
Technology Reinvestment Fund - RIIF	18,390,290	21,131,873	18,269,217	-2,862,656
State Foundation School Aid GF Replace - EEF	21,881,303	0	0	0
Total Management, Department of	\$ 82,271,593	\$ 63,131,873	\$ 60,269,217	\$ -2,862,656
<u>Regents, Board of</u>				
Regents, Board of				
ISU - Midwest Grape & Wine Industry - WGTF	\$ 250,000	\$ 250,000	\$ 250,000	\$ 0
Total Regents, Board of	\$ 250,000	\$ 250,000	\$ 250,000	\$ 0
<u>Transportation, Department of</u>				
Transportation, Dept. of				
RUTF - County Treasurer Equipment	\$ 650,000	\$ 650,000	\$ 650,000	\$ 0
Total Transportation, Department of	\$ 650,000	\$ 650,000	\$ 650,000	\$ 0
<u>Workforce Development, Department of</u>				
Iowa Workforce Development				
Apprenticeship Training Program - WDF	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 0
Job Training - WDF	4,750,000	4,750,000	4,750,000	0
Total Workforce Development, Department of	\$ 7,750,000	\$ 7,750,000	\$ 7,750,000	\$ 0

Governor’s FY 2026 Recommended Changes

Executive Council — Performance of Duty **-\$38,778,055**

The Governor is recommending a General Fund appropriation of \$22,404,181 for Performance of Duty. This is a decrease of \$38,778,055 compared to estimated FY 2025. Iowa Code section [7D.29](#) provides a standing unlimited appropriation from the Economic Emergency Fund to the Executive Council for Performance of Duty. The purpose of the appropriation is to provide funding for emergency repairs to State property; repairing, rebuilding, or restoring State property damaged, destroyed, or lost by fire, storm, theft, or unavoidable cause; any governmental subdivision needing an interest-free loan in an area declared to be a disaster area due to natural causes; and financial grants to meet disaster-related necessary expenses of individuals or families adversely affected by a major disaster when the President and Governor have declared a disaster if sufficient funds are not available in a State agency budget. All expenditures from the Performance of Duty appropriation must be approved by the Executive Council. The Executive Council is comprised of the Governor, the Secretary of State, the Auditor of State, and the Secretary of Agriculture.

Department of Management — Technology Reinvestment Fund **-\$2,862,656**

The Governor is recommending the suspension of the General Fund standing appropriation and appropriating \$18,269,217 from the Rebuild Iowa Infrastructure Fund (RIIF) for FY 2026. This is a decrease of \$2,862,656 compared to estimated FY 2025. The FY 2025 Infrastructure Appropriations Act

([HF 2691](#)) suspended the General Fund standing appropriation and appropriated \$18,269,217 from the RIF to the Technology Reinvestment Fund.

Reports Required to Be Filed with the General Assembly

Reports and other documents required to be filed with the General Assembly are organized by submitting department and by date and are published on this [webpage](#).

LSA Staff Contact: Adam Broich (515.281.8223) adam.broich@legis.iowa.gov

Common Acronyms Used in the Appropriations Tables

ABLE	Achieving a Better Life Experience	DAS	Department of Administrative Services
ACE	Accelerated Career Education	DCI	Division of Criminal Investigation
ACRF	Address Confidentiality Revolving Fund	DDoS	Distributed Denial-of-Service
ADRC	Aging and Disability Resource Center	DDS	Iowa Disability Determination Services
ADA	Americans with Disabilities Act	DE	Department of Education
AEA	Area Education Agency	DIAL	Department of Inspections, Appeals, and Licensing
AG	Office of the Attorney General	DIFS	Department of Insurance and Financial Services
AMOS	A Mid-Iowa Organizing Strategy	DMU	Des Moines University
AOS	Auditor of State	DNR	Department of Natural Resources
ARPA	American Rescue Plan Act	DOC	Department of Corrections
ARTS	Archon Registration and Titling System	DoIT	Division of Information Technology
ASF	Autism Support Fund	DOM	Department of Management
BH-ASO	Behavioral Health Administrative Service Organization	DOT	Department of Transportation
BOEE	Board of Educational Examiners	DPS	Department of Public Safety
BOP	Board of Parole	DVA	Department of Veterans Affairs
BOR	Board of Regents	ECI	Early Childhood Iowa
CBC	Community-Based Corrections	EEF	Economic Emergency Fund
CCA	Child Care Assistance	EFF	Environment First Fund
CCUSO	Civil Commitment Unit for Sexual Offenders	EMS	Emergency Medical Services
CEF	Consumer Education and Litigation Fund	EPA	Environmental Protection Agency
CHIP	Children's Health Insurance Program	ESA	Education Savings Account
CJIS	Criminal Justice Information System	FaDSS	Family Development & Self-Sufficiency Program
CJJP	Criminal and Juvenile Justice Planning	FEMA	Federal Emergency Management Agency
CMRF	Commerce Revolving Fund	FIP	Family Investment Program
CMVU	Commercial Motor Vehicle Unit	FMAP	Federal Medical Assistance Percentage
COG	Council of Governments	FPL	Federal Poverty Level
CPB	Corporation for Public Broadcasting	GEF	Gaming Enforcement Revolving Fund
CRF	Cash Reserve Fund	GF	General Fund
CSBG	Community Services Block Grant	GIS	Geographic Information System
CTE	Career and Technical Education	GRF	Gaming Regulatory Revolving Fund
CSG	Radio Community Service Grant	GSL	Guaranteed Student Loan
CTI	Conference Technologies Incorporated	GWPF	Groundwater Protection Fund

Hawki	Health and Well Kids in Iowa Program	IWD	Iowa Workforce Development
HCBS	Home- and Community-Based Services	JB	Judicial Branch
HCTF	Health Care Trust Fund	JFHQ	Joint Forces Headquarters
HHCAT	Hospital Health Care Access Trust Fund	LEAD-K	Language Equality and Acquisition for Deaf Kids
HHS	Department of Health and Human Services	LEC	Law Enforcement Center
HQ	Headquarters	LIHEAP	Low Income Home Energy Assistance Program
HRDP	Historical Resource Development Program	LSTA	Library Services and Technology Act
HSEMD	Department of Homeland Security and Emergency Management	LTC	Long-Term Care
HVAC	Heating, Ventilation, and Air Conditioning	MCO	Managed Care Organization
ICA	Iowa College Aid Board of Commissioners	MEME	Medicaid Enterprise Modernization Effort
ICAB	Iowa Child Advocacy Board	MFF	Medicaid Fraud Fund
I-CASH	Iowa's Center for Agricultural Safety & Health	MH	Mental Health
ICIW	Iowa Correctional Institution for Women	MHDS	Mental Health and Disability Services
ICN	Iowa Communications Network	MHI	Mental Health Institute
IDALS	Iowa Department of Agriculture and Land Stewardship	MPCF	Mount Pleasant Correctional Facility
IDR	Iowa Department of Revenue	MVD	Motor Vehicle Division
IDEA	Individuals with Disabilities Education Act	MVE	Motor Vehicle Enforcement
IEDA	Iowa Economic Development Authority	MVFT	Motor Vehicle Fuel Tax
IESBV	Iowa Educational Services for the Blind and Visually Impaired	NAEP	National Assessment of Educational Progress
IFA	Iowa Finance Authority	NCES	National Center for Education Statistics
IHAWP	Iowa Health and Wellness Program	NTIA	National Telecommunications and Information Administration
IID	Iowa Insurance Division	OSF	Opioid Settlement Fund
ILEA	Iowa Law Enforcement Academy	OCIO	Office of the Chief Information Officer
IMCC	Iowa Medical and Classification Center	PACE	Pathways for Academic Career and Employment
IOSME	Iowa Office of the State Medical Examiner	PAS	Pension Administration System
IPERS	Iowa Public Employees' Retirement System	PBS	Public Broadcasting Service
IPIB	Iowa Public Information Board	PD	Professional Development
IPR	Iowa Public Radio	PERB	Public Employment Relations Board
ISD	Iowa School for the Deaf	POR	Peace Officers' Retirement
ISP	Iowa State Patrol	PRF	Primary Road Fund
ISASP	Iowa Statewide Assessment of Student Progress	PSA	Pharmaceutical Settlement Account
ISU	Iowa State University	QATF	Quality Assurance Trust Fund
IT	Information Technology	REAP	Resource Enhancement and Protection
IUC	Iowa Utilities Commission	RFIF	Renewable Fuel Infrastructure Fund

RIF	Region Incentive Fund	TraCS/MACH	Traffic and Criminal Software/Mobile Architecture for Communications Handling
RIIF	Rebuild Iowa Infrastructure Fund	TRF	Technology Reinvestment Fund
RUTF	Road Use Tax Fund	UI	University of Iowa
SBRF	State Bond Repayment Fund	UIHC	University of Iowa Hospitals and Clinics
SHTF	State Housing Trust Fund	UNI	University of Northern Iowa
SNAP	Supplemental Nutrition Assistance Program	UPS	Uninterrupted Power Supply
SOS	Secretary of State	USS	United States Ship
SPOC	State Police Officers Council	UST	Underground Storage Tank Fund
STEM	Science, Technology, Engineering, and Mathematics	VLPF	Veterans License Plate Fund
STND	Standing Appropriation	WDF	Workforce Development Fund
SWJCF	Skilled Worker and Job Creation Fund	WGTF	Wine Gallonage Tax Fund
SWRF	Sports Wagering Receipts Fund	WRC	Woodward Resource Center
TANF	Temporary Assistance for Needy Families	YMCA	Young Men's Christian Association
TPRF	Taxpayer Relief Fund		



Appendix B – Tracking

Fiscal Staff: Adam Broich

Analysis of Governor's Budget

This Appendix contains tracking for the following:

- General Fund
- Other Funds

The Legislative Services Agency publishes Budget Unit Briefs that discuss the purpose of particular appropriations and programs. If a publication is available, it has been hyperlinked in the title of the appropriation.

Summary Data

General Fund

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
Administration and Regulation	\$ 70,526,956	\$ 72,941,377	\$ 74,921,590	\$ 1,980,213
Agriculture and Natural Resources	43,544,227	45,923,745	47,905,772	1,982,027
Economic Development	41,796,686	40,787,127	40,720,344	-66,783
Education	983,656,862	1,019,009,691	1,044,864,716	25,855,025
Health and Human Services	2,123,610,620	2,215,601,301	2,448,303,923	232,702,622
Justice System	881,702,725	915,462,616	930,426,123	14,963,507
Unassigned Standings	<u>4,424,299,377</u>	<u>4,637,632,218</u>	<u>4,846,351,371</u>	<u>208,719,153</u>
Grand Total	<u><u>\$ 8,569,137,453</u></u>	<u><u>\$ 8,947,358,075</u></u>	<u><u>\$ 9,433,493,839</u></u>	<u><u>\$ 486,135,764</u></u>

Administration and Regulation

General Fund

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Administrative Services, Department of</u>				
Administrative Services				
Operations	\$ 3,597,181	\$ 3,713,718	\$ 3,751,628	\$ 37,910
Utilities	4,487,598	4,487,598	4,489,924	2,326
Terrace Hill Operations	460,884	460,884	553,531	92,647
State Library	0	2,626,613	2,664,045	37,432
Enrich Iowa Libraries	0	2,464,823	2,464,823	0
Cultural Activities	168,403	168,403	0	-168,403
Historical Resources	3,136,371	3,136,371	4,347,132	1,210,761
Historical Sites	425,751	425,751	430,305	4,554
Administrative Services	\$ 12,276,188	\$ 17,484,161	\$ 18,701,388	\$ 1,217,227
DAS - State Library of Iowa				
State Library	\$ 2,557,594	\$ 0	\$ 0	\$ 0
Enrich Iowa Libraries	2,464,823	0	0	0
DAS - State Library of Iowa	\$ 5,022,417	\$ 0	\$ 0	\$ 0
Total Administrative Services, Department of	\$ 17,298,605	\$ 17,484,161	\$ 18,701,388	\$ 1,217,227
<u>Auditor of State</u>				
Auditor of State				
Auditor of State - General Office	\$ 983,971	\$ 1,002,686	\$ 1,024,779	\$ 22,093
AOS - Transition Costs of State Entities	65,400	48,000	0	-48,000
Total Auditor of State	\$ 1,049,371	\$ 1,050,686	\$ 1,024,779	\$ -25,907
<u>Ethics and Campaign Disclosure Board, Iowa</u>				
Campaign Finance Disclosure				
Ethics & Campaign Disclosure Board	\$ 773,554	\$ 897,151	\$ 910,105	\$ 12,954
Total Ethics and Campaign Disclosure Board, Iowa	\$ 773,554	\$ 897,151	\$ 910,105	\$ 12,954
<u>Insurance & Financial Services, Department of</u>				
IDR - Alcoholic Beverages				
Alcoholic Beverages Operations	\$ 1,010,054	\$ 0	\$ 0	\$ 0
DIFS - Insurance				
IID Captive Insurance	\$ 450,000	\$ 450,000	\$ 450,000	\$ 0
Total Insurance & Financial Services, Department of	\$ 1,460,054	\$ 450,000	\$ 450,000	\$ 0

Administration and Regulation

General Fund

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Governor/Lt. Governor's Office</u>				
Governor's Office				
Governor's/Lt. Governor's Office	\$ 2,810,502	\$ 2,864,932	\$ 2,920,608	\$ 55,676
Terrace Hill Quarters	142,281	144,222	146,503	2,281
Total Governor/Lt. Governor's Office	\$ 2,952,783	\$ 3,009,154	\$ 3,067,111	\$ 57,957
<u>Department of Inspections, Appeals, and Licensing</u>				
Inspections, Appeals, & Licensing, Department of				
Administration Division	\$ 545,733	\$ 933,285	\$ 955,906	\$ 22,621
Administrative Hearings Division	624,374	654,983	676,051	21,068
Investigations Division	2,235,992	2,769,231	2,806,833	37,602
Health Facilities Division	4,862,971	6,206,128	6,293,552	87,424
Employment Appeal Board	38,865	40,006	531,497	491,491
Food and Consumer Safety	509,565	509,565	547,673	38,108
Iowa Civil Rights Commission	1,337,999	1,385,921	1,419,253	33,332
Labor Services Division	3,365,697	2,965,719	3,004,316	38,597
Workers' Compensation Division	3,321,044	3,381,044	3,434,641	53,597
Professional Licensing Division	2,862,660	1,627,969	1,645,276	17,307
PERB to Employment Appeal Board	0	1,296,403	0	-1,296,403
Total Department of Inspections, Appeals, and Licensing	\$ 19,704,900	\$ 21,770,254	\$ 21,314,998	\$ -455,256
<u>Management, Department of</u>				
Management, Dept. of				
Department Operations	\$ 2,766,693	\$ 2,792,095	\$ 3,723,141	\$ 931,046
DOM - Division of Information Technology				
Cybersecurity Office	\$ 4,421,887	\$ 4,421,887	\$ 4,421,887	\$ 0
Total Management, Department of	\$ 7,188,580	\$ 7,213,982	\$ 8,145,028	\$ 931,046
<u>Public Information Board</u>				
Public Information Board				
Iowa Public Information Board	\$ 357,407	\$ 363,227	\$ 369,786	\$ 6,559
Total Public Information Board	\$ 357,407	\$ 363,227	\$ 369,786	\$ 6,559

Administration and Regulation

General Fund

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Revenue, Department of</u>				
Revenue, Dept. of				
Operations	\$ 15,056,183	\$ 15,378,678	\$ 15,548,283	\$ 169,605
Tobacco Reporting Requirements	17,525	17,525	17,525	0
Printing Cigarette Stamps - Standing	113,400	124,652	124,652	0
Total Revenue, Department of	<u>\$ 15,187,108</u>	<u>\$ 15,520,855</u>	<u>\$ 15,690,460</u>	<u>\$ 169,605</u>
<u>Secretary of State, Office of the</u>				
Secretary of State				
Administration and Elections	\$ 2,121,759	\$ 2,566,697	\$ 2,593,508	\$ 26,811
Business Services	1,417,535	1,568,795	1,589,216	20,421
Total Secretary of State, Office of the	<u>\$ 3,539,294</u>	<u>\$ 4,135,492</u>	<u>\$ 4,182,724</u>	<u>\$ 47,232</u>
<u>Treasurer of State, Office of</u>				
Treasurer of State				
Treasurer - General Office	\$ 1,015,300	\$ 1,046,415	\$ 1,065,211	\$ 18,796
Total Treasurer of State, Office of	<u>\$ 1,015,300</u>	<u>\$ 1,046,415</u>	<u>\$ 1,065,211</u>	<u>\$ 18,796</u>
Total Administration and Regulation	<u>\$ 70,526,956</u>	<u>\$ 72,941,377</u>	<u>\$ 74,921,590</u>	<u>\$ 1,980,213</u>

Agriculture and Natural Resources

General Fund

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Agriculture and Land Stewardship, Dept of</u>				
Agriculture and Land Stewardship				
Administrative Division	\$ 19,210,194	\$ 20,162,310	\$ 20,377,294	\$ 214,984
Milk Inspections	189,196	189,196	189,196	0
Local Food and Farm	75,000	75,000	75,000	0
Agricultural Education	75,000	150,000	150,000	0
Foreign Animal Disease	1,000,000	1,050,000	1,050,000	0
Foreign Animal Disease Capitals	250,000	250,000	250,000	0
Foreign Animal Disease Vaccine Development	250,000	0	500,000	500,000
Farmers with Disabilities	230,000	230,000	230,000	0
Loess Hills Development and Conservation Fund	400,000	400,000	400,000	0
Southern Iowa Development and Conservation Fund	150,000	200,000	200,000	0
Grain Regulation	350,000	350,000	350,000	0
Value Added Agriculture Grant Program	463,000	0	0	0
Choose Iowa Promotion Program	500,000	0	0	0
Dairy Innovation Program	750,000	0	0	0
Choose Iowa Fund	0	1,813,000	1,813,000	0
Choose Iowa Food Purchasing Pilot	0	200,000	200,000	0
Butchery Innovation and Revitalization	0	249,695	0	-249,695
Market Reporting	0	0	200,000	200,000
Total Agriculture and Land Stewardship, Dept of	\$ 23,892,390	\$ 25,319,201	\$ 25,984,490	\$ 665,289
<u>Natural Resources, Department of</u>				
Natural Resources				
Natural Resources Operations	\$ 11,922,293	\$ 12,500,000	\$ 12,816,738	\$ 316,738
Floodplain Management Program	1,510,000	1,510,000	1,510,000	0
Forestry Health Management	500,000	525,000	525,000	0
State Park Operations	1,000,000	1,000,000	1,000,000	0
Total Natural Resources, Department of	\$ 14,932,293	\$ 15,535,000	\$ 15,851,738	\$ 316,738
<u>Regents, Board of</u>				
Regents, Board of				
ISU - Veterinary Diagnostic Laboratory	\$ 4,400,000	\$ 4,500,000	\$ 5,500,000	\$ 1,000,000
ISU - Livestock Disease Research	191,390	291,390	291,390	0
UI - Iowa Center for Ag Safety & Health (I-CASH)	128,154	128,154	128,154	0
ISU - Management of Private Forests	0	150,000	150,000	0
Total Regents, Board of	\$ 4,719,544	\$ 5,069,544	\$ 6,069,544	\$ 1,000,000
Total Agriculture and Natural Resources	\$ 43,544,227	\$ 45,923,745	\$ 47,905,772	\$ 1,982,027

Economic Development General Fund

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Economic Development Authority</u>				
Economic Development Authority				
Economic Development Appropriation	\$ 12,807,359	\$ 12,921,510	\$ 12,999,646	\$ 78,136
World Food Prize	500,000	650,000	1,000,000	350,000
Councils of Governments (COGs) Assistance	250,000	350,000	0	-350,000
Community Advertising and Strategic Plan	1,100,000	1,100,000	1,100,000	0
Community Cultural Grants	172,090	172,090	0	-172,090
Iowa Arts Council	1,400,000	1,450,000	2,227,724	777,724
Great Places	149,710	149,710	0	-149,710
Cultural Trust Grants	150,000	150,000	0	-150,000
Operational Support Grants	448,403	448,403	0	-448,403
Tourism Marketing - Adjusted Gross Receipts	1,440,848	1,443,700	1,443,700	0
Butchery Innovation & Revitalization	633,325	0	0	0
Court Reporter Equipment Incentive Program	0	100,000	0	-100,000
Total Economic Development Authority	\$ 19,051,735	\$ 18,935,413	\$ 18,771,070	\$ -164,343
<u>Iowa Finance Authority</u>				
Iowa Finance Authority				
Rent Subsidy Program	\$ 873,000	\$ 873,000	\$ 873,000	\$ 0
Housing Renewal Pilot Program	500,000	550,000	550,000	0
Total Iowa Finance Authority	\$ 1,373,000	\$ 1,423,000	\$ 1,423,000	\$ 0
<u>Public Employment Relations Board</u>				
Public Employment Relations				
General Office	\$ 1,290,230	\$ 0	\$ 0	\$ 0
Total Public Employment Relations Board	\$ 1,290,230	\$ 0	\$ 0	\$ 0

Economic Development General Fund

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Workforce Development, Department of</u>				
IWD - Vocational Rehabilitation Services				
Vocational Rehabilitation	\$ 6,106,732	\$ 6,226,739	\$ 0	\$ -6,226,739
Independent Living	84,804	84,804	0	-84,804
Entrepreneurs with Disabilities Program	138,506	138,506	0	-138,506
Independent Living Center Grant	86,547	86,547	0	-86,547
IWD - Vocational Rehabilitation Services	\$ 6,416,589	\$ 6,536,596	\$ 0	\$ -6,536,596
Iowa Workforce Development				
Operations - Field Offices	\$ 6,675,650	\$ 6,902,636	\$ 6,902,636	\$ 0
Offender Reentry Program	387,158	387,158	393,424	6,266
State Accounting System	228,822	228,822	228,822	0
Workplace Injury and Safety Surveys	125,555	125,555	127,314	1,759
Future Ready Summer Youth Intern Program	250,000	250,000	250,000	0
Adult Education and Literacy Programs	500,000	500,000	500,000	0
Future Ready Reg. Apprenticeship Prog.	760,000	760,000	760,000	0
Employee Misclassification Program	379,631	379,631	382,685	3,054
Entrepreneurs with Disabilities Program	0	0	143,297	143,297
Independent Living Center Grant	0	0	86,547	86,547
Independent Living	0	0	84,804	84,804
Vocational Rehabilitation Services	0	0	6,308,429	6,308,429
Iowa Workforce Development	\$ 9,306,816	\$ 9,533,802	\$ 16,167,958	\$ 6,634,156
Total Workforce Development, Department of	\$ 15,723,405	\$ 16,070,398	\$ 16,167,958	\$ 97,560
<u>Regents, Board of</u>				
Regents, Board of				
ISU - Biosciences Innovation Ecosystem - GF	\$ 2,963,995	\$ 2,963,995	\$ 2,963,995	\$ 0
UI - Biosciences Innovation Ecosystem - GF	1,000,000	1,000,000	1,000,000	0
UNI - Additive Manufacturing - GF	394,321	394,321	394,321	0
Total Regents, Board of	\$ 4,358,316	\$ 4,358,316	\$ 4,358,316	\$ 0
Total Economic Development	\$ 41,796,686	\$ 40,787,127	\$ 40,720,344	\$ -66,783

Education General Fund

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Blind, Department for the</u>				
Department for the Blind				
Department for the Blind	\$ 3,043,503	\$ 3,087,171	\$ 3,236,726	\$ 149,555
Total Blind, Department for the	\$ 3,043,503	\$ 3,087,171	\$ 3,236,726	\$ 149,555
<u>Education, Department of</u>				
Education, Dept. of				
Dept. of Education Administration	\$ 5,893,672	\$ 6,922,250	\$ 7,293,356	\$ 371,106
Career Technical Education Administration	598,197	721,779	733,066	11,287
Career Technical Education Secondary	2,952,459	2,952,459	2,952,459	0
School Food Service	2,176,797	2,176,797	2,176,797	0
Special Ed. Services Birth to 3	1,721,400	1,721,400	1,721,400	0
Early Head Start Projects	574,500	574,500	574,500	0
Student Achievement/Teacher Quality	2,990,467	2,990,467	3,002,350	11,883
Statewide Student Assessment	3,000,000	3,000,000	3,000,000	0
Work-Based Learning Clearinghouse	300,000	300,000	300,000	0
Summer Joint Enrollment Program	600,000	600,000	600,000	0
Jobs for America's Grads	9,146,450	9,646,450	9,646,450	0
Attendance Center/Website & Data System	250,000	250,000	254,727	4,727
Early Lit - Successful Progression	7,824,782	7,824,782	7,824,782	0
Early Lit - Early Warning System	1,915,000	1,915,000	1,915,000	0
Early Lit - Iowa Reading Research Center	1,500,000	1,500,000	1,500,000	0
Computer Science Prof. Devel. Incentive Fund	500,000	500,000	500,000	0
Children's Mental Health Training	3,383,936	3,383,936	3,383,936	0
Best Buddies Iowa	35,000	35,000	35,000	0
Midwestern Higher Education Compact	115,000	115,000	115,000	0
Nonpublic School Concurrent Enrollment	1,000,000	1,000,000	1,000,000	0
Community Colleges General Aid	228,858,161	235,858,161	240,575,324	4,717,163
ISD - Iowa School for the Deaf	11,421,710	11,707,253	12,197,979	490,726
Ed. Services for the Blind & Visually Impaired	4,794,040	4,913,891	5,096,053	182,162
STEM Collaborative Initiative	6,354,848	6,354,848	6,365,030	10,182
Therapeutic Classroom Incentive Fund	2,351,382	2,351,382	2,351,382	0
Therapeutic Classroom Trans. Claims Reimb.	500,000	500,000	0	-500,000
LEAD-K Program	200,000	200,000	200,000	0
Special Education Division	0	10,000,000	10,000,000	0
Professional Development	0	2,176,458	2,176,458	0
College Aid Commission	591,533	591,533	602,199	10,666
Health Care Professional Recruitment	500,973	500,973	0	-500,973
National Guard Benefits Program	6,600,000	6,600,000	6,600,000	0
All Iowa Opportunity Scholarships	3,229,468	3,229,468	3,229,468	0
Teach Iowa Scholars	650,000	650,000	650,000	0
Rural Iowa Primary Care Loan Repayment Program	2,504,933	2,629,933	0	-2,629,933
Health Care-Related Loan Program	500,000	500,000	0	-500,000

Education General Fund

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
Rural Veterinarian Loan Repayment Program	700,000	700,000	700,000	0
Future Ready Iowa Last-Dollar Scholarship Program	23,927,005	23,927,005	23,927,005	0
Future Ready Iowa Skilled Workforce Grant Program	275,000	425,000	425,000	0
Mental Health Practitioner Loan Repayment Program	520,000	520,000	0	-520,000
Iowa Workforce Grant and Incentive Program	6,500,000	6,500,000	6,500,000	0
Child Development - Standing	10,524,389	10,524,389	10,524,389	0
Tuition Grant Program - Standing	51,421,531	52,707,069	53,761,210	1,054,141
Tuition Grant - For-Profit	108,000	110,700	112,914	2,214
Vocational Technical Tuition Grant - Standing	1,750,185	1,750,185	1,750,185	0
Online State Job Posting System	0	0	265,000	265,000
Therapeutic Classroom Services - Standing	750,255	750,000	750,000	0
Health Care Professional Incentive Program	0	0	10,000,000	10,000,000
Court Reporter Forgivable Loan Program	0	0	50,000	50,000
Education, Dept. of	\$ 412,011,073	\$ 434,808,068	\$ 447,338,419	\$ 12,530,351
Iowa PBS				
Iowa PBS Operations	\$ 7,943,538	\$ 8,116,032	\$ 8,214,440	\$ 98,408
Total Education, Department of	\$ 419,954,611	\$ 442,924,100	\$ 455,552,859	\$ 12,628,759

Education General Fund

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
Regents, Board of				
Regents, Board of				
Regents Board Office	\$ 764,642	\$ 764,642	\$ 764,642	\$ 0
BOR - Regents Resource Centers	268,297	268,297	268,297	0
BOR - John Pappajohn Centers	125,000	125,000	125,000	0
University of Iowa - General	218,045,224	223,496,355	227,966,282	4,469,927
UI - Oakdale Campus	2,103,819	2,103,819	2,103,819	0
UI - Hygienic Laboratory	4,822,610	4,822,610	4,822,610	0
UI - Family Practice Program	2,220,598	2,220,598	2,220,598	0
UI - Specialized Children Health Services	634,502	634,502	634,502	0
UI - Iowa Cancer Registry	143,410	143,410	143,410	0
UI - Substance Abuse Consortium	53,427	53,427	53,427	0
UI - Biocatalysis	696,342	696,342	696,342	0
UI - Primary Health Care	624,374	624,374	624,374	0
UI - Iowa Birth Defects Registry	36,839	36,839	36,839	0
UI - Iowa Nonprofit Resource Center	156,389	156,389	156,389	0
UI - Iowa Online Advanced Placement Acad.	463,616	463,616	463,616	0
UI - Iowa Flood Center	1,154,593	1,205,593	1,205,593	0
UI - College of Nursing	2,800,000	2,800,000	2,800,000	0
Iowa State University - General	174,092,719	178,445,037	182,013,938	3,568,901
ISU - Agricultural Experiment Station	29,462,535	29,462,535	30,462,535	1,000,000
ISU - Cooperative Extension	18,157,366	18,157,366	18,157,366	0
ISU - Future Ready Workforce	2,800,000	2,800,000	2,800,000	0
University of Northern Iowa - General	99,408,923	101,894,146	103,932,029	2,037,883
UNI - Real Estate Education Program	123,523	123,523	123,523	0
UNI - Educators for Iowa	1,500,000	1,500,000	1,500,000	0
ISU - Veterinary Early Acceptance	0	0	1,000,000	1,000,000
UI - Cancer Research	0	0	1,000,000	1,000,000
Total Regents, Board of	<u>\$ 560,658,748</u>	<u>\$ 572,998,420</u>	<u>\$ 586,075,131</u>	<u>\$ 13,076,711</u>
Total Education	<u>\$ 983,656,862</u>	<u>\$ 1,019,009,691</u>	<u>\$ 1,044,864,716</u>	<u>\$ 25,855,025</u>

Health and Human Services

General Fund

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Veterans Affairs, Department of</u>				
Veterans Affairs, Dept. of				
General Administration	\$ 1,033,289	\$ 1,369,205	\$ 1,384,743	\$ 15,538
Home Ownership Assistance Program	2,200,000	2,200,000	2,700,000	500,000
Veterans County Grants – Standing	990,000	990,000	990,000	0
Veterans Affairs, Dept. of	\$ 4,223,289	\$ 4,559,205	\$ 5,074,743	\$ 515,538
Veterans Affairs, Dept. of				
Iowa Veterans Home	\$ 7,115,335	\$ 8,145,736	\$ 8,234,502	\$ 88,766
Total Veterans Affairs, Department of	\$ 11,338,624	\$ 12,704,941	\$ 13,309,245	\$ 604,304
<u>Health and Human Services, Department of</u>				
HHS - Assistance Payment				
Family Investment Program/PROMISE JOBS	\$ 41,003,575	\$ 0	\$ 0	\$ 0
Medical Assistance	1,543,626,779	0	0	0
Health Program Operations	17,446,067	0	0	0
State Supplementary Assistance	7,349,002	0	0	0
State Children's Health Insurance	38,661,688	0	0	0
Child Care Assistance	64,223,730	0	0	0
Child and Family Services	79,027,794	0	0	0
Adoption Subsidy	40,883,507	0	0	0
Family Support Subsidy	949,282	0	0	0
Conner Training	33,632	0	0	0
Volunteers	84,686	0	0	0
Child Abuse Prevention – Standing	210,570	0	0	0
HHS - Assistance Payment	\$ 1,833,500,312	\$ 0	\$ 0	\$ 0
HHS - Eldora State Training School				
Eldora Training School	\$ 17,568,511	\$ 0	\$ 0	\$ 0
HHS - Cherokee Mental Health Institution				
Cherokee MHI	\$ 15,923,252	\$ 0	\$ 0	\$ 0
HHS - Independence Mental Health Institution				
Independence MHI	\$ 19,811,470	\$ 0	\$ 0	\$ 0
HHS - Glenwood Resource Center				
Glenwood Resource Center	\$ 16,255,132	\$ 0	\$ 0	\$ 0
HHS - Woodward Resource Center				
Woodward Resource Center	\$ 13,389,577	\$ 0	\$ 0	\$ 0
HHS - Civil Commitment Unit / Sexual Offenders				
Civil Commitment Unit for Sexual Offenders	\$ 14,865,337	\$ 0	\$ 0	\$ 0
HHS - Community Services				
Child Support Services	\$ 15,914,329	\$ 0	\$ 0	\$ 0
Field Operations	72,056,945	0	0	0

Health and Human Services

General Fund

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
HHS - Community Services	\$ 87,971,274	\$ 0	\$ 0	\$ 0
HHS - Human Services				
General Administration	\$ 18,913,662	\$ 0	\$ 0	\$ 0
HHS Facilities	2,157,590	0	0	0
Nonresident Mental Illness Commitment	8,032	0	0	0
HHS - Human Services	\$ 21,079,284	\$ 0	\$ 0	\$ 0
HHS - Aging				
Aging Programs	\$ 11,799,361	\$ 0	\$ 0	\$ 0
Office of LTC Ombudsman	1,148,959	0	0	0
HHS - Aging	\$ 12,948,320	\$ 0	\$ 0	\$ 0
HHS - Human Rights				
LiHEAP Weatherization Assistance Program – Standing	\$ 8,142	\$ 0	\$ 0	\$ 0
Central Administration	186,913	0	0	0
Community Advocacy and Services	956,894	0	0	0
Criminal & Juvenile Justice	1,318,547	0	0	0
Single Grant Program	140,000	0	0	0
HHS - Human Rights	\$ 2,610,496	\$ 0	\$ 0	\$ 0
Health and Human Services				
Child Abuse Prevention – Standing	\$ 0	\$ 232,570	\$ 232,570	\$ 0
Congenital & Inherited Disorders Registry – Standing	0	223,521	223,521	0
Psychiatry Residency & Fellowship Program – Standing	0	1,200,000	1,200,000	0
Centers of Excellence – Standing	0	425,000	425,000	0
LiHEAP Weatherization Assistance Program – Standing	0	1	1	0
Substance Abuse Disorder Program - Standing	0	2,000,000	2,000,000	0
Commission of Inquiry – Standing	0	1,394	1,394	0
Nonresident Mental Illness Commitment – Standing	0	142,802	142,802	0
Aging and Disability Services	0	19,088,714	19,208,822	120,108
Behavioral Health	0	24,400,114	24,442,347	42,233
Public Health	0	22,531,821	22,413,883	-117,938
Community Access and Eligibility	0	68,043,944	68,545,138	501,194
Child Support Services	0	15,434,282	15,645,242	210,960
Medical Assistance	0	1,650,866,536	1,874,154,258	223,287,722
Health Program Operations	0	39,597,231	39,672,838	75,607
Child Care Assistance	0	34,966,931	34,983,087	16,156
Early Intervention and Supports	0	35,277,739	35,302,034	24,295
Child Protective Services	0	166,101,034	172,151,751	6,050,717
State Specialty Care	0	100,006,128	102,343,507	2,337,379
Accountability, Compliance, and Program Integrity	0	22,356,598	21,906,483	-450,115
Health and Human Services	\$ 0	\$ 2,202,896,360	\$ 2,434,994,678	\$ 232,098,318
HHS - Public Health				
Congenital & Inherited Disorders Registry – Standing	\$ 210,570	\$ 0	\$ 0	\$ 0
Addictive Disorders	23,656,992	0	0	0
Healthy Children and Families	5,815,491	0	0	0

Health and Human Services

General Fund

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
Chronic Conditions	4,256,595	0	0	0
Community Capacity	7,435,682	0	0	0
Essential Public Health Services	7,662,464	0	0	0
Infectious Diseases	1,795,902	0	0	0
Public Protection	4,581,792	0	0	0
Resource Management	933,543	0	0	0
HHS - Public Health	\$ 56,349,031	\$ 0	\$ 0	\$ 0
Total Health and Human Services, Department of	\$ 2,112,271,996	\$ 2,202,896,360	\$ 2,434,994,678	\$ 232,098,318
Total Health and Human Services	\$ 2,123,610,620	\$ 2,215,601,301	\$ 2,448,303,923	\$ 232,702,622

Justice System

General Fund

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Attorney General</u>				
Justice, Dept. of				
General Office AG	\$ 7,749,860	\$ 10,539,176	\$ 11,312,267	\$ 773,091
Victim Assistance Grants	5,016,708	5,016,708	6,016,708	1,000,000
Legal Services Poverty Grants	2,634,601	2,634,601	2,634,601	0
AG Cybersecurity and Technology	202,060	202,060	202,060	0
Total Attorney General	\$ 15,603,229	\$ 18,392,545	\$ 20,165,636	\$ 1,773,091
<u>Corrections, Department of</u>				
Central Office				
County Confinement	\$ 1,195,319	\$ 1,345,319	\$ 1,345,319	\$ 0
Federal Prisoners/Contractual	234,411	234,411	234,411	0
Corrections Education	2,608,109	2,608,109	3,108,109	500,000
Iowa Corrections Offender Network	2,000,000	2,000,000	2,000,000	0
Mental Health/Substance Abuse	28,065	28,065	28,065	0
DOC - Department-Wide Duties	12,974,108	8,654,633	5,905,778	-2,748,855
State Cases Court Costs	0	10,000	10,000	0
Corrections Administration	6,313,331	7,662,297	8,469,093	806,796
Central Office	\$ 25,353,343	\$ 22,542,834	\$ 21,100,775	\$ -1,442,059
Fort Madison				
Ft. Madison Institution	\$ 44,192,771	\$ 45,522,762	\$ 46,577,646	\$ 1,054,884
Anamosa				
Anamosa Institution	\$ 37,022,808	\$ 38,887,065	\$ 39,401,446	\$ 514,381
Oakdale				
Oakdale Institution	\$ 56,368,832	\$ 57,703,792	\$ 59,081,235	\$ 1,377,443
DOC Institutional Pharmaceuticals	9,550,417	9,925,417	10,425,417	500,000
Oakdale	\$ 65,919,249	\$ 67,629,209	\$ 69,506,652	\$ 1,877,443
Newton				
Newton Institution	\$ 30,437,665	\$ 31,522,181	\$ 32,349,915	\$ 827,734
Mount Pleasant				
Mount Pleasant Institution	\$ 28,642,429	\$ 29,729,489	\$ 30,357,365	\$ 627,876
Rockwell City				
Rockwell City Institution	\$ 11,090,142	\$ 11,364,524	\$ 11,726,196	\$ 361,672
Clarinda				
Clarinda Institution	\$ 27,355,684	\$ 28,625,610	\$ 29,268,191	\$ 642,581
Mitchellville				
Mitchellville Institution	\$ 24,946,721	\$ 25,512,183	\$ 26,097,515	\$ 585,332
Fort Dodge				
Fort Dodge Institution	\$ 32,742,479	\$ 33,279,423	\$ 34,147,756	\$ 868,333

Justice System

General Fund

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
CBC District 1				
CBC District I	\$ 16,207,339	\$ 16,826,981	\$ 17,301,981	\$ 475,000
CBC District 2				
CBC District II	\$ 12,789,649	\$ 13,637,109	\$ 14,230,459	\$ 593,350
CBC District 3				
CBC District III	\$ 7,710,790	\$ 8,615,128	\$ 8,915,522	\$ 300,394
CBC District 4				
CBC District IV	\$ 6,193,805	\$ 6,465,898	\$ 6,465,898	\$ 0
CBC District 5				
CBC District V	\$ 23,440,024	\$ 24,328,291	\$ 25,026,927	\$ 698,636
CBC District 6				
CBC District VI	\$ 16,755,370	\$ 17,128,661	\$ 17,690,992	\$ 562,331
CBC District 7				
CBC District VII	\$ 10,362,851	\$ 10,671,655	\$ 11,013,381	\$ 341,726
CBC District 8				
CBC District VIII	<u>\$ 9,238,778</u>	<u>\$ 10,001,148</u>	<u>\$ 10,241,148</u>	<u>\$ 240,000</u>
Total Corrections, Department of	<u>\$ 430,401,897</u>	<u>\$ 442,290,151</u>	<u>\$ 451,419,765</u>	<u>\$ 9,129,614</u>

Justice System General Fund

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Law Enforcement Academy</u>				
Iowa Law Enforcement Academy				
Law Enforcement Academy	\$ 1,238,504	\$ 2,904,407	\$ 2,968,138	\$ 63,731
Total Law Enforcement Academy	\$ 1,238,504	\$ 2,904,407	\$ 2,968,138	\$ 63,731
<u>Department of Inspections, Appeals, and Licensing</u>				
DIAL - State Public Defender				
Public Defense	\$ 30,718,203	\$ 33,477,894	\$ 35,515,363	\$ 2,037,469
Indigent Defense	44,046,374	43,606,374	42,106,374	-1,500,000
Total Department of Inspections, Appeals, and Licensing	\$ 74,764,577	\$ 77,084,268	\$ 77,621,737	\$ 537,469
<u>Judicial Branch</u>				
Judicial Branch				
Judicial Branch	\$ 193,350,550	\$ 201,018,878	\$ 203,156,222	\$ 2,137,344
Jury & Witness Fee Revolving Fund	3,600,000	3,600,000	3,600,000	0
Court-Ordered Services	3,290,000	3,290,000	3,290,000	0
Graduated Sanctions	12,253,000	12,253,000	12,253,000	0
Total Judicial Branch	\$ 212,493,550	\$ 220,161,878	\$ 222,299,222	\$ 2,137,344
<u>Parole, Board of</u>				
Parole Board				
Parole Board	\$ 1,517,894	\$ 1,545,114	\$ 1,565,782	\$ 20,668
Total Parole, Board of	\$ 1,517,894	\$ 1,545,114	\$ 1,565,782	\$ 20,668
<u>Public Defense, Department of</u>				
Public Defense, Dept. of				
Public Defense, Department of	\$ 6,963,037	\$ 7,211,221	\$ 7,398,691	\$ 187,470
Total Public Defense, Department of	\$ 6,963,037	\$ 7,211,221	\$ 7,398,691	\$ 187,470

Justice System General Fund

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Homeland Security and Emergency Mgmt.</u>				
Homeland Security & Emergency Mgmt.				
Homeland Security & Emer. Mgmt.	\$ 2,439,389	\$ 2,442,595	\$ 2,446,138	\$ 3,543
Total Homeland Security and Emergency Mgmt.	\$ 2,439,389	\$ 2,442,595	\$ 2,446,138	\$ 3,543
<u>Public Safety, Department of</u>				
Public Safety, Dept. of				
Public Safety Administration	\$ 5,920,476	\$ 7,092,910	\$ 7,195,906	\$ 102,996
Public Safety DCI	19,712,633	21,189,769	22,805,958	1,616,189
Criminalistics Laboratory Fund	650,000	650,000	650,000	0
Narcotics Enforcement	8,613,894	9,243,545	10,265,032	1,021,487
Public Safety Undercover Funds	209,042	209,042	209,042	0
Fire Marshal	3,230,743	3,418,466	3,554,935	136,469
Iowa State Patrol	87,066,931	90,056,257	92,232,969	2,176,712
DPS/SPOC Sick Leave Payout	279,517	279,517	279,517	0
Fire Fighter Training	1,075,520	1,075,520	1,075,520	0
Interoperable Communications Sys Board	115,661	115,661	115,661	0
Human Trafficking Office	200,742	200,742	200,742	0
Department-Wide Duties	6,456,270	5,149,789	1,944,668	-3,205,121
Public Safety Equipment Fund	2,500,000	2,500,000	3,750,000	1,250,000
Office of Drug Control Policy - DPS	249,219	249,219	261,064	11,845
DPS-Task Force Assistance	0	2,000,000	0	-2,000,000
Total Public Safety, Department of	\$ 136,280,648	\$ 143,430,437	\$ 144,541,014	\$ 1,110,577
Total Justice System	\$ 881,702,725	\$ 915,462,616	\$ 930,426,123	\$ 14,963,507

Unassigned Standings

General Fund

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Administrative Services, Department of</u>				
State Accounting Trust Accounts				
Federal Cash Management - Standing	\$ 2,442,390	\$ 54,182	\$ 54,182	\$ 0
Unemployment Compensation - Standing	264,937	421,655	421,655	0
Total Administrative Services, Department of	\$ 2,707,327	\$ 475,837	\$ 475,837	\$ 0
<u>Education, Department of</u>				
Education, Dept. of				
State Foundation School Aid	\$ 3,665,805,198	\$ 3,787,626,194	\$ 3,889,657,223	\$ 102,031,029
Nonpublic School Transportation	8,992,784	8,997,091	8,997,091	0
Sac and Fox Settlement Education	100,000	100,000	100,000	0
Education Savings Accounts - Standing	129,078,537	218,048,012	314,649,945	96,601,933
Charter Schools - Standing	2,437,772	5,200,000	19,671,014	14,471,014
Education Support Personnel Salary Supplement	0	14,000,000	14,000,000	0
Total Education, Department of	\$ 3,806,414,291	\$ 4,033,971,297	\$ 4,247,075,273	\$ 213,103,976
<u>Executive Council</u>				
Executive Council				
Court Costs	\$ 420,288	\$ 56,455	\$ 56,455	\$ 0
Public Improvements	0	9,575	9,575	0
Drainage Assessment	146,375	19,367	19,367	0
Total Executive Council	\$ 566,662	\$ 85,397	\$ 85,397	\$ 0
<u>Legislative Branch</u>				
Legislative Branch				
Legislative Branch	\$ 36,985,580	\$ 40,010,000	\$ 42,062,873	\$ 2,052,873
Total Legislative Branch	\$ 36,985,580	\$ 40,010,000	\$ 42,062,873	\$ 2,052,873

Unassigned Standings

General Fund

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Health and Human Services, Department of</u>				
Health and Human Services				
MHDS Regional Services Fund	\$ 0	\$ 134,421,714	\$ 134,694,168	\$ 272,454
Rent Reimbursement	0	13,320,000	13,320,000	0
Health and Human Services	\$ 0	\$ 147,741,714	\$ 148,014,168	\$ 272,454
HHS - Assistance Payment				
Rent Reimbursement - Standing	\$ 10,048,687	\$ 0	\$ 0	\$ 0
MHDS Regional Services Fund - Standing	127,723,160	0	0	0
HHS - Assistance Payment	\$ 137,771,847	\$ 0	\$ 0	\$ 0
Total Health and Human Services, Department of	\$ 137,771,847	\$ 147,741,714	\$ 148,014,168	\$ 272,454
<u>Management, Department of</u>				
Management, Dept. of				
State Appeal Board Claims	\$ 20,272,392	\$ 4,501,794	\$ 4,504,630	\$ 2,836
Special Olympics Fund	100,000	100,000	100,000	0
Transportation Equity Fund	30,340,068	31,098,570	31,720,541	621,971
Total Management, Department of	\$ 50,712,460	\$ 35,700,364	\$ 36,325,171	\$ 624,807
<u>Public Defense, Department of</u>				
Public Defense, Dept. of				
Compensation and Expense	\$ 11,301	\$ 342,556	\$ 342,556	\$ 0
Total Public Defense, Department of	\$ 11,301	\$ 342,556	\$ 342,556	\$ 0
<u>Public Safety, Department of</u>				
Public Safety, Dept. of				
DPS - POR Unfunded Liabilities	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000	\$ 0
Total Public Safety, Department of	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000	\$ 0

Unassigned Standings

General Fund

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
Revenue, Department of				
Revenue, Dept. of				
Homestead Tax Credit Aid - GF	\$ 149,044,155	\$ 154,176,435	\$ 162,524,423	\$ 8,347,988
Elderly & Disabled Tax Credit	4,252,292	4,327,772	4,327,772	0
Ag Land Tax Credit - GF	39,097,596	39,100,000	39,100,000	0
Military Service Tax Exemption	1,482,073	1,580,000	0	-1,580,000
Comm & Industrial Prop Tax Replacement	64,871,194	50,770,846	36,667,901	-14,102,945
Business Property Tax Credit	122,350,000	122,350,000	122,350,000	0
Barrel Tax Refunds	3,032,599	2,000,000	2,000,000	0
Total Revenue, Department of	\$ 384,129,910	\$ 374,305,053	\$ 366,970,096	\$ -7,334,957
Total Unassigned Standings	\$ 4,424,299,377	\$ 4,637,632,218	\$ 4,846,351,371	\$ 208,719,153

Summary Data

Other Funds

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
Administration and Regulation	\$ 67,833,928	\$ 72,403,331	\$ 134,169,404	\$ 61,766,073
Agriculture and Natural Resources	96,883,459	98,732,384	98,135,851	-596,533
Economic Development	34,366,084	34,366,084	34,391,084	25,000
Education	34,000,000	34,000,000	33,675,000	-325,000
Health and Human Services	337,130,952	329,136,131	303,663,131	-25,473,000
Justice System	19,493,200	20,591,877	20,591,877	0
Transportation, Infrastructure, and Capitals	669,144,797	689,523,392	736,176,584	46,653,192
Unassigned Standings	<u>113,196,725</u>	<u>133,034,109</u>	<u>91,393,398</u>	<u>-41,640,711</u>
Grand Total	<u><u>\$ 1,372,049,145</u></u>	<u><u>\$ 1,411,787,308</u></u>	<u><u>\$ 1,452,196,329</u></u>	<u><u>\$ 40,409,021</u></u>

Administration and Regulation

Other Funds

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Management, Department of</u>				
Management, Dept. of				
DOM Operations - RUTF	\$ 56,000	\$ 56,000	\$ 56,000	\$ 0
Total Management, Department of	<u>\$ 56,000</u>	<u>\$ 56,000</u>	<u>\$ 56,000</u>	<u>\$ 0</u>
<u>Iowa Public Employees' Retirement System</u>				
IPERS Administration				
Administration - IPERS	\$ 21,129,084	\$ 22,789,430	\$ 23,955,503	\$ 1,166,073
Pension Administrative System (PAS) – IPERS	0	0	60,000,000	60,000,000
Total Iowa Public Employees' Retirement System	<u>\$ 21,129,084</u>	<u>\$ 22,789,430</u>	<u>\$ 83,955,503</u>	<u>\$ 61,166,073</u>
<u>Revenue, Department of</u>				
Revenue, Dept. of				
Motor Fuel Tax Admin - MVFT	\$ 1,305,775	\$ 1,305,775	\$ 1,305,775	\$ 0
Total Revenue, Department of	<u>\$ 1,305,775</u>	<u>\$ 1,305,775</u>	<u>\$ 1,305,775</u>	<u>\$ 0</u>
<u>Secretary of State, Office of the</u>				
Secretary of State				
Address Confidentiality Program - ACRF	\$ 195,400	\$ 195,400	\$ 195,400	\$ 0
Total Secretary of State, Office of the	<u>\$ 195,400</u>	<u>\$ 195,400</u>	<u>\$ 195,400</u>	<u>\$ 0</u>
<u>Treasurer of State, Office of</u>				
Treasurer of State				
State Accounting Sys. Expenses - RUTF	\$ 316,788	\$ 316,788	\$ 316,788	\$ 0
Total Treasurer of State, Office of	<u>\$ 316,788</u>	<u>\$ 316,788</u>	<u>\$ 316,788</u>	<u>\$ 0</u>
<u>Department of Inspections, Appeals, and Licensing</u>				
Inspections, Appeals, & Licensing, Department of				
DIAL Professional Licensing – SHTF	\$ 62,317	\$ 62,317	\$ 62,317	\$ 0
DIAL Administrative Hearings - RUTF	1,623,897	1,623,897	1,623,897	0
Inspections, Appeals, & Licensing, Department of	<u>\$ 1,686,214</u>	<u>\$ 1,686,214</u>	<u>\$ 1,686,214</u>	<u>\$ 0</u>
DIAL - Racing and Gaming Commission				
Gaming Regulation - GRF	\$ 7,166,071	\$ 7,448,600	\$ 7,448,600	\$ 0
Total Department of Inspections, Appeals, and Licensing	<u>\$ 8,852,285</u>	<u>\$ 9,134,814</u>	<u>\$ 9,134,814</u>	<u>\$ 0</u>

Administration and Regulation

Other Funds

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Insurance & Financial Services, Department of</u>				
DIFS - Banking Division				
Banking Division - CMRF	\$ 14,004,469	\$ 14,343,523	\$ 14,343,523	\$ 0
DIFS - Credit Union				
Credit Union Division - CMRF	\$ 2,624,690	\$ 2,875,989	\$ 2,875,989	\$ 0
DIFS - Insurance				
Insurance Division - CMRF	\$ 7,398,148	\$ 9,726,541	\$ 10,326,541	\$ 600,000
Total Insurance & Financial Services, Department of	\$ 24,027,307	\$ 26,946,053	\$ 27,546,053	\$ 600,000
<u>Utilities Commission</u>				
Utilities Commission				
Utilities Division - CMRF	\$ 11,951,289	\$ 11,659,071	\$ 11,659,071	\$ 0
Total Utilities Commission	\$ 11,951,289	\$ 11,659,071	\$ 11,659,071	\$ 0
Total Administration and Regulation	\$ 67,833,928	\$ 72,403,331	\$ 134,169,404	\$ 61,766,073

Agriculture and Natural Resources

Other Funds

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Agriculture and Land Stewardship, Dept of</u>				
Agriculture and Land Stewardship				
Native Horse & Dog Prog - Unclaimed Winnings	\$ 305,516	\$ 305,516	\$ 305,516	\$ 0
Motor Fuel Inspection - RFIF	500,000	500,000	500,000	0
Conservation Reserve Enhancement - EFF	1,000,000	1,000,000	1,000,000	0
Watershed Protection Fund - EFF	900,000	900,000	900,000	0
Conservation Reserve Prog - EFF	900,000	900,000	900,000	0
Cost Share - EFF	8,325,000	8,325,000	8,325,000	0
Soil & Water Conservation - EFF	3,800,000	3,800,000	3,800,000	0
Fuel Inspection - UST	250,000	0	0	0
Water Quality Initiative - EFF	2,375,000	2,375,000	2,375,000	0
Choose Iowa Food Program - Blufflands	0	100,000	0	-100,000
Butchery Innovation and Revitalization - SWJCF	0	0	249,695	249,695
Total Agriculture and Land Stewardship, Dept of	\$ 18,355,516	\$ 18,205,516	\$ 18,355,211	\$ 149,695
<u>Natural Resources, Department of</u>				
Natural Resources				
Fish & Game - DNR Admin Expenses	\$ 49,752,093	\$ 51,404,790	\$ 51,404,790	\$ 0
GWPF - Storage Tanks Study	100,303	100,303	100,303	0
GWPF - Household Hazardous Waste	447,324	447,324	447,324	0
GWPF - Well Testing Admin 2%	62,461	62,461	62,461	0
GWPF - Groundwater Monitoring	1,686,751	1,686,751	1,686,751	0
GWPF - Landfill Alternatives	618,993	618,993	618,993	0
GWPF - Waste Reduction and Assistance	192,500	192,500	192,500	0
GWPF - Solid Waste Alternatives	50,000	50,000	50,000	0
GWPF - Geographic Information System	297,518	297,518	297,518	0
Snowmobile Registration Fees Fund	100,000	100,000	100,000	0
Administration Match - UST	200,000	200,000	0	-200,000
Technical Tank Review - UST	200,000	0	0	0
Park Operations & Maintenance - EFF	6,235,000	6,235,000	6,235,000	0
GIS Information for Watershed - EFF	195,000	195,000	195,000	0
Water Quality Monitoring - EFF	2,955,000	2,955,000	2,955,000	0
Water Quality Protection - EFF	500,000	500,000	500,000	0
Animal Feeding Operations - EFF	1,320,000	1,320,000	1,320,000	0
Floodplain Mgmt and Dam Safety - EFF	375,000	375,000	375,000	0
Ambient Air Quality Monitoring - EFF	425,000	425,000	425,000	0
REAP - EFF	12,000,000	12,000,000	12,000,000	0
State Park Accessibility - Blufflands	0	296,228	0	-296,228
Total Natural Resources, Department of	\$ 77,712,943	\$ 79,461,868	\$ 78,965,640	\$ -496,228

Agriculture and Natural Resources

Other Funds

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Regents, Board of</u>				
Regents, Board of				
ISU - Vet Diagnostic Lab - Iowa Nutrient Research Fund	\$ 120,000	\$ 120,000	\$ 120,000	\$ 0
UI - Geological and Water Survey Oper. - EFF	200,000	200,000	200,000	0
UI - Water Resource Management - EFF	495,000	495,000	495,000	0
UI - Groundwater Plan. & Resource Assess. - Blufflands	0	250,000	0	-250,000
Total Regents, Board of	\$ 815,000	\$ 1,065,000	\$ 815,000	\$ -250,000
Total Agriculture and Natural Resources	\$ 96,883,459	\$ 98,732,384	\$ 98,135,851	\$ -596,533

Economic Development Other Funds

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Economic Development Authority</u>				
Economic Development Authority				
High Quality Jobs Program - SWJCF	\$ 11,700,000	\$ 11,700,000	\$ 11,700,000	\$ 0
Manufacturing 4.0 Program - SWJCF	0	2,016,675	2,016,675	0
Empower Rural Iowa Program - SWJCF	700,000	700,000	700,000	0
Butchery Innovation and Revitalization - SWJCF	366,675	0	0	0
Total Economic Development Authority	\$ 12,766,675	\$ 14,416,675	\$ 14,416,675	\$ 0
<u>Workforce Development, Department of</u>				
Iowa Workforce Development				
Field Offices - Spec Cont Fund	\$ 2,416,084	\$ 2,416,084	\$ 4,616,084	\$ 2,200,000
Field Offices - UI Reserve Interest	2,200,000	2,200,000	0	-2,200,000
AMOS Mid-Iowa Organizing Strategy - SWJCF	100,000	100,000	0	-100,000
Future Ready Iowa Coordinator - SWJCF	150,000	0	0	0
Adult Ed and Literacy for the Workforce - SWJCF	5,500,000	5,500,000	5,500,000	0
STEM Internships - SWJCF	633,325	633,325	633,325	0
Work-Based Learning Intermed Net - SWJCF	1,500,000	0	0	0
Workforce Prep Outcome Rep - SWJCF	0	0	125,000	125,000
Total Workforce Development, Department of	\$ 12,499,409	\$ 10,849,409	\$ 10,874,409	\$ 25,000
<u>Regents, Board of</u>				
Regents, Board of				
Regents Innovation Fund - SWJCF	\$ 3,000,000	\$ 3,000,000	\$ 0	\$ -3,000,000
ISU - Economic Development - SWJCF	2,424,302	2,424,302	2,424,302	0
UI - Economic Development - SWJCF	209,279	209,279	209,279	0
UI - Entrepreneur and Econ Growth - SWJCF	2,000,000	2,000,000	2,000,000	0
UNI - Economic Development - SWJCF	1,466,419	1,466,419	1,466,419	0
UNI - Workforce Development - SWJCF	0	0	3,000,000	3,000,000
Total Regents, Board of	\$ 9,100,000	\$ 9,100,000	\$ 9,100,000	\$ 0
Total Economic Development	\$ 34,366,084	\$ 34,366,084	\$ 34,391,084	\$ 25,000

Education Other Funds

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Education, Department of</u>				
Education, Dept. of				
Skilled Workforce Shortage Tuition Grant - SWJCF	\$ 5,000,000	\$ 5,000,000	\$ 5,000,000	\$ 0
Workforce Training & Econ Dev Funds - SWJCF	15,100,000	15,100,000	15,100,000	0
ACE Infrastructure - SWJCF	6,000,000	6,000,000	6,000,000	0
PACE and Regional Sectors - SWJCF	5,000,000	5,000,000	4,800,000	-200,000
Gap Tuition Assistance Fund - SWJCF	2,000,000	2,000,000	2,000,000	0
Workforce Prep. Outcome Reporting - SWJCF	200,000	200,000	75,000	-125,000
STEM Best - SWJCF	700,000	700,000	700,000	0
Total Education, Department of	\$ 34,000,000	\$ 34,000,000	\$ 33,675,000	\$ -325,000
Total Education	\$ 34,000,000	\$ 34,000,000	\$ 33,675,000	\$ -325,000

Health and Human Services

Other Funds

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
Health and Human Services, Department of				
HHS - Assistance Payment				
Medical Assistance - HCTF	\$ 189,860,000	\$ 0	\$ 0	\$ 0
Medicaid Supplemental - MFF	150,000	0	0	0
Health Program Operations - PSA	234,193	0	0	0
Medical Assistance - QATF	111,216,205	0	0	0
Medical Assistance - HHCAT	33,920,554	0	0	0
HHS - Assistance Payment	\$ 335,380,952	\$ 0	\$ 0	\$ 0
HHS - Public Health				
Gambling Treatment Program - SWRF	\$ 1,750,000	\$ 0	\$ 0	\$ 0
Health and Human Services				
Behavioral Analysis Treatment – ASF	\$ 0	\$ 750,000	\$ 750,000	\$ 0
Central Data Repository – RIF	0	645,179	645,179	0
988 Suicide and Crisis Line – RIF	0	3,000,000	3,000,000	0
Behavioral Health System Implementation – RIF	0	1,000,000	1,000,000	0
Gambling Treatment Program – SWRF	0	1,750,000	1,750,000	0
Medical Assistance - MFF	0	150,000	150,000	0
Health Program Operations – PSA	0	234,193	234,193	0
Medical Assistance – HHCAT	0	33,920,554	33,920,554	0
Medical Assistance - HCTF	0	176,470,000	150,997,000	-25,473,000
Medical Assistance – QATF	0	111,216,205	111,216,205	0
Health and Human Services	\$ 0	\$ 329,136,131	\$ 303,663,131	\$ -25,473,000
Total Health and Human Services, Department of	\$ 337,130,952	\$ 329,136,131	\$ 303,663,131	\$ -25,473,000
Total Health and Human Services	\$ 337,130,952	\$ 329,136,131	\$ 303,663,131	\$ -25,473,000

Justice System

Other Funds

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Attorney General</u>				
Justice, Dept. of				
Farm Mediation Services - CEF	\$ 300,000	\$ 300,000	\$ 300,000	\$ 0
AG Prosecutions and Appeals - CEF	2,000,000	2,000,000	2,000,000	0
Consumer Fraud - Public Ed & Enforce (Standing) - CEF	1,875,000	1,875,000	1,875,000	0
Older Iowans Consumer Fraud (Standing) - CEF	125,000	125,000	125,000	0
Justice, Dept. of	<u>\$ 4,300,000</u>	<u>\$ 4,300,000</u>	<u>\$ 4,300,000</u>	<u>\$ 0</u>
Consumer Advocate				
Consumer Advocate - CMRF	\$ 3,450,713	\$ 3,763,937	\$ 3,763,937	\$ 0
Total Attorney General	<u>\$ 7,750,713</u>	<u>\$ 8,063,937</u>	<u>\$ 8,063,937</u>	<u>\$ 0</u>
<u>Public Safety, Department of</u>				
Public Safety, Dept. of				
DPS Gaming Enforcement - GEF	\$ 11,442,487	\$ 12,227,940	\$ 12,227,940	\$ 0
Total Public Safety, Department of	<u>\$ 11,442,487</u>	<u>\$ 12,227,940</u>	<u>\$ 12,227,940</u>	<u>\$ 0</u>
<u>Homeland Security and Emergency Mgmt.</u>				
Homeland Security & Emergency Mgmt.				
911 Emerg Comm Admin - 911 Surcharge	\$ 300,000	\$ 300,000	\$ 300,000	\$ 0
Total Homeland Security and Emergency Mgmt.	<u>\$ 300,000</u>	<u>\$ 300,000</u>	<u>\$ 300,000</u>	<u>\$ 0</u>
Total Justice System	<u><u>\$ 19,493,200</u></u>	<u><u>\$ 20,591,877</u></u>	<u><u>\$ 20,591,877</u></u>	<u><u>\$ 0</u></u>

Transportation, Infrastructure, and Capitals

Other Funds

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Administrative Services Capitals</u>				
Administrative Services - Capitals				
Major Maintenance - RIIF	\$ 20,000,000	\$ 22,000,000	\$ 22,000,000	\$ 0
Historical Building Repairs - RIIF	0	0	5,000,000	5,000,000
Routine Maintenance (Standing) - RIIF	2,000,000	2,000,000	2,000,000	0
Fleet Building Demolition - RIIF	0	0	1,500,000	1,500,000
Elevator Upgrades/Replacements - RIIF	0	5,364,500	0	-5,364,500
Major Main. W. Capitol Steps - RIIF	0	2,000,000	0	-2,000,000
Capitol Complex Security - RIIF	200,000	0	0	0
Total Administrative Services Capitals	\$ 22,200,000	\$ 31,364,500	\$ 30,500,000	\$ -864,500
<u>Agriculture and Land Stewardship, Dept of</u>				
Agriculture and Land Stewardship				
Water Quality Initiative - RIIF	\$ 8,200,000	\$ 8,200,000	\$ 8,200,000	\$ 0
Renewable Fuel Infra. Fund - RIIF	10,000,000	10,000,000	10,000,000	0
Fertilizer Management - RIIF	1,000,000	1,000,000	1,000,000	0
Renewable Fuel Infra. Fund Supplement - RIIF	5,000,000	0	0	0
Renewable Fuel Infra. Fund - Supplement - RIIF	0	2,000,000	0	-2,000,000
Renewable Fuel Infra. Fund - Corrective Awards - RIIF	0	2,000,000	0	-2,000,000
Total Agriculture and Land Stewardship, Dept of	\$ 24,200,000	\$ 23,200,000	\$ 19,200,000	\$ -4,000,000
<u>Attorney General</u>				
Justice, Dept. of				
AG Cybersecurity and Technology - TRF	\$ 278,503	\$ 278,503	\$ 0	\$ -278,503
Total Attorney General	\$ 278,503	\$ 278,503	\$ 0	\$ -278,503
<u>Auditor of State</u>				
Auditor of State				
Technology Projects - TRF	\$ 292,500	\$ 0	\$ 0	\$ 0
Total Auditor of State	\$ 292,500	\$ 0	\$ 0	\$ 0
<u>Blind Capitals, Department for the</u>				
Dept. for the Blind Capitals				
Building Repairs - RIIF	\$ 232,000	\$ 225,600	\$ 559,000	\$ 333,400
Total Blind Capitals, Department for the	\$ 232,000	\$ 225,600	\$ 559,000	\$ 333,400

Transportation, Infrastructure, and Capitals

Other Funds

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Corrections Capitals</u>				
Corrections Capitals				
MPCF Apprenticeship Bldg. - RIIF	\$ 1,200,000	\$ 0	\$ 0	\$ 0
DOC Capitals Request - RIIF	0	0	4,163,847	4,163,847
DOC Technology - TRF	0	0	3,013,466	3,013,466
Prison Body Scanners - RIIF	865,000	0	0	0
IMCC Electrical Service Upgrades - RIIF	2,800,000	0	0	0
Camera System Upgrades at DOC Inst. - TRF	1,879,936	0	0	0
DOC Body Cameras - TRF	325,000	0	0	0
Camera System Upgrades - TRF	0	2,464,779	0	-2,464,779
IMCC Pharmacy Technology Upgrades - TRF	0	200,000	0	-200,000
IMCC Data and Voice Network Switching Replac. - TRF	0	100,000	0	-100,000
ICIW Data and Voice Network Switching Replac. - TRF	0	500,000	0	-500,000
IMCC ICIW Server Replacements - TRF	0	200,000	0	-200,000
CBC Technology Updates - TRF	0	139,500	0	-139,500
Total Corrections Capitals	\$ 7,069,936	\$ 3,604,279	\$ 7,177,313	\$ 3,573,034
<u>Economic Development Authority</u>				
Economic Development Authority				
Community Attraction & Tourism Grants - RIIF	\$ 10,000,000	\$ 10,000,000	\$ 10,000,000	\$ 0
Regional Sports Authorities - RIIF	700,000	700,000	0	-700,000
IEDA Technology Reinvestment Projects - TRF	0	0	5,375,000	5,375,000
USS Iowa Battleship - Deck Renov. - RIIF	0	750,000	750,000	0
Destination Iowa - RIIF	6,500,000	10,000,000	10,000,000	0
Rural YMCA Grant Program - RIIF	250,000	250,000	250,000	0
Total Economic Development Authority	\$ 17,450,000	\$ 21,700,000	\$ 26,375,000	\$ 4,675,000

Transportation, Infrastructure, and Capitals

Other Funds

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Education, Department of</u>				
Education, Dept. of				
Statewide Ed Data Warehouse - TRF	\$ 600,000	\$ 600,000	\$ 600,000	\$ 0
ICN Part III Leases & Maintenance - TRF	2,727,000	2,727,000	2,727,000	0
ISD - Girls' Dormitory Renovation - RIIF	5,700,000	0	0	0
Education, Dept. of	\$ 9,027,000	\$ 3,327,000	\$ 3,327,000	\$ 0
Iowa PBS				
Digital Asset Management System - TRF	\$ 343,808	\$ 196,000	\$ 0	\$ -196,000
Total Education, Department of	\$ 9,370,808	\$ 3,523,000	\$ 3,327,000	\$ -196,000
<u>Ethics and Campaign Disclosure Board, Iowa</u>				
Campaign Finance Disclosure				
Office Space Improvements - RIIF	\$ 66,000	\$ 0	\$ 0	\$ 0
Total Ethics and Campaign Disclosure Board, Iowa	\$ 66,000	\$ 0	\$ 0	\$ 0
<u>General Assembly Capitals</u>				
Legislature-Capitals				
State Capitol Maintenance Fund - RIIF	\$ 500,000	\$ 500,000	\$ 500,000	\$ 0
Total General Assembly Capitals	\$ 500,000	\$ 500,000	\$ 500,000	\$ 0

Transportation, Infrastructure, and Capitals

Other Funds

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Health and Human Services, Department of</u>				
HHS - Human Rights				
Criminal Justice Info System (CJIS) - TRF	\$ 1,400,000	\$ 0	\$ 0	\$ 0
Justice Data Warehouse - TRF	282,664	0	0	0
HHS - Human Rights	\$ 1,682,664	\$ 0	\$ 0	\$ 0
Health and Human Services				
Lucas Building Renovation - RIIF	\$ 0	\$ 5,000,000	\$ 0	\$ -5,000,000
CCUSO Patient Doors Conversion - RIIF	0	50,000	0	-50,000
CCUSO Renovation - RIIF	0	7,000,000	0	-7,000,000
Woodward Tunnel Decentralization - RIIF	0	14,500,000	14,275,000	-225,000
Iowa Medical Examiner Office Expansion - RIIF	0	5,000,000	28,000,000	23,000,000
MEME Maint. & Operations - TRF	0	330,000	0	-330,000
Criminal Justice Info System (CJIS) - TRF	0	1,400,000	0	-1,400,000
Justice Data Warehouse - TRF	0	282,664	0	-282,664
Medicaid Technology - TRF	0	1,335,178	0	-1,335,178
State Poison Control Center - TRF	0	34,000	0	-34,000
Health and Human Services	\$ 0	\$ 34,931,842	\$ 42,275,000	\$ 7,343,158
HHS - Assistance Payment				
Brain Injury Rehabilitation Facility - RIIF	\$ 750,000	\$ 0	\$ 0	\$ 0
Newborn Safety Box - RIIF	15,000	0	0	0
HHS - Assistance Payment	\$ 765,000	\$ 0	\$ 0	\$ 0
Total Health and Human Services, Department of	\$ 2,447,664	\$ 34,931,842	\$ 42,275,000	\$ 7,343,158
<u>Human Services Capitals</u>				
HHS - Capitals				
Major Projects - RIIF	\$ 5,572,736	\$ 0	\$ 0	\$ 0
Medicaid Technology - TRF	1,578,280	0	0	0
State Poison Control Center - TRF	34,000	0	0	0
Total Human Services Capitals	\$ 7,185,016	\$ 0	\$ 0	\$ 0

Transportation, Infrastructure, and Capitals

Other Funds

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Iowa Finance Authority</u>				
Iowa Finance Authority				
State Housing Trust Fund (STND) - RIF	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 0
Total Iowa Finance Authority	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 0
<u>Judicial Branch</u>				
Judicial Branch				
Repurpose/Install CTI Sound Systems - TRF	\$ 565,000	\$ 0	\$ 0	\$ 0
County Courthouse Technology - TRF	125,290	0	0	0
Total Judicial Branch	\$ 690,290	\$ 0	\$ 0	\$ 0
<u>Judicial Branch Capitals</u>				
Judicial Branch Capitals				
Judicial Building Improvements - RIF	\$ 0	\$ 475,000	\$ 0	\$ -475,000
Woodbury Co LEC New Construction Project - RIF	100,000	0	0	0
Dallas Co Courthouse Renovation & Furniture - RIF	0	481,200	0	-481,200
Johnson Co Courthouse Renovation & Furniture - RIF	0	111,000	0	-111,000
Linn Co Courthouse Renovation & Furniture - RIF	0	0	229,000	229,000
Total Judicial Branch Capitals	\$ 100,000	\$ 1,067,200	\$ 229,000	\$ -838,200
<u>Law Enforcement Academy</u>				
Iowa Law Enforcement Academy				
Iowa Driving Training Facility - RIF	\$ 0	\$ 0	\$ 15,000,000	\$ 15,000,000
ILEA Technology Projects - TRF	100,000	0	0	0
Total Law Enforcement Academy	\$ 100,000	\$ 0	\$ 15,000,000	\$ 15,000,000

Transportation, Infrastructure, and Capitals

Other Funds

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Management, Department of</u>				
DOM - Division of Information Technology				
OCIO Phone Management Software - TRF	\$ 3,180,000	\$ 0	\$ 0	\$ 0
OCIO Security Office - TRF	0	2,947,658	2,947,658	0
DOM - Division of Information Technology	\$ 3,180,000	\$ 2,947,658	\$ 2,947,658	\$ 0
Management, Dept. of				
Searchable Online Databases - TRF	\$ 45,000	\$ 45,000	\$ 45,000	\$ 0
Iowa Grants Mgmt Implementation - TRF	50,000	70,000	70,000	0
Local Gov't Budget & Property Tax System - TRF	120,000	120,000	120,000	0
Socrata License - TRF	382,131	382,131	358,429	-23,702
Local Gov. Property Tax Tech. Update - TRF	100,000	0	0	0
Criminal Justice Information System (CJIS) - TRF	0	0	1,400,000	1,400,000
Justice Data Warehouse - TRF	0	0	282,664	282,664
Management, Dept. of	\$ 697,131	\$ 617,131	\$ 2,276,093	\$ 1,658,962
Total Management, Department of	\$ 3,877,131	\$ 3,564,789	\$ 5,223,751	\$ 1,658,962
<u>Natural Resources, Department of</u>				
Natural Resources				
Water Trails Low Head Dam Prog. - RIIF	\$ 1,500,000	\$ 1,500,000	\$ 1,500,000	\$ 0
Derelict Buildings Program - RIIF	0	0	800,000	800,000
Community Forestry Grant Program - RIIF	250,000	250,000	250,000	0
Iowa State Fair Building Improvements - RIIF	500,000	0	0	0
Total Natural Resources, Department of	\$ 2,250,000	\$ 1,750,000	\$ 2,550,000	\$ 800,000
<u>Natural Resources Capitals</u>				
Natural Resources Capitals				
Lake Restoration & Water Quality - RIIF	\$ 9,600,000	\$ 9,600,000	\$ 9,600,000	\$ 0
State Park Infrastructure - RIIF	5,000,000	5,000,000	5,000,000	0
State Park Accessibility - RIIF	0	1,000,000	0	-1,000,000
Honey Creek - RIIF	6,000,000	0	0	0
Law Enforcement Radios - TRF	0	1,565,000	0	-1,565,000
Total Natural Resources Capitals	\$ 20,600,000	\$ 17,165,000	\$ 14,600,000	\$ -2,565,000

Transportation, Infrastructure, and Capitals

Other Funds

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Parole, Board of</u>				
Parole Board				
Technology Projects - TRF	\$ 20,000	\$ 0	\$ 0	\$ 0
Total Parole, Board of	\$ 20,000	\$ 0	\$ 0	\$ 0
<u>Public Defense, Department of</u>				
Public Defense, Dept. of				
Technology Projects - TRF	\$ 0	\$ 0	\$ 220,000	\$ 220,000
Total Public Defense, Department of	\$ 0	\$ 0	\$ 220,000	\$ 220,000
<u>Public Defense Capitals</u>				
Public Defense Capitals				
Facility/Armory Maintenance - RIIF	\$ 2,100,000	\$ 2,100,000	\$ 2,100,000	\$ 0
Modernization of Readiness Ctrs - RIIF	2,100,000	2,100,000	2,100,000	0
Camp Dodge Infrastructure Upgrades - RIIF	550,000	550,000	550,000	0
JFHQ Chiller Replacement - RIIF	2,442,000	0	0	0
West Des Moines Armory - RIIF	1,000,000	0	0	0
Total Public Defense Capitals	\$ 8,192,000	\$ 4,750,000	\$ 4,750,000	\$ 0
<u>Homeland Security and Emergency Mgmt.</u>				
Homeland Security & Emergency Mgmt.				
Levee Improvement Fund - RIIF	\$ 0	\$ 10,000,000	\$ 0	\$ -10,000,000
Mass Notification & Emer Messaging - TRF	400,000	400,000	400,000	0
Total Homeland Security and Emergency Mgmt.	\$ 400,000	\$ 10,400,000	\$ 400,000	\$ -10,000,000
<u>Public Safety, Department of</u>				
Public Safety, Dept. of				
State Interop. Comm. System - RIIF	\$ 6,754,358	\$ 6,424,379	\$ 6,486,177	\$ 61,798
Public Safety Equipment Fund - RIIF	2,500,000	2,500,000	2,500,000	0
Total Public Safety, Department of	\$ 9,254,358	\$ 8,924,379	\$ 8,986,177	\$ 61,798

Transportation, Infrastructure, and Capitals

Other Funds

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Regents, Board of</u>				
Regents, Board of				
Regents Tuition Replacement - RIF	\$ 27,900,000	\$ 26,500,000	\$ 25,600,000	\$ -900,000
Total Regents, Board of	\$ 27,900,000	\$ 26,500,000	\$ 25,600,000	\$ -900,000
<u>Regents Capitals</u>				
Regents Capitals				
ISU - Vet Diagnostic Lab Addition - RIF	\$ 18,000,000	\$ 0	\$ 0	\$ 0
UNI - Industrial Tech Center - RIF	0	3,850,000	0	-3,850,000
Iowa Lakeside Lab Infrastructure - RIF	0	3,000,000	3,000,000	0
UNI Deferred Maintenance - Commons - RIF	0	0	4,720,000	4,720,000
Total Regents Capitals	\$ 18,000,000	\$ 6,850,000	\$ 7,720,000	\$ 870,000
<u>Revenue, Department of</u>				
Revenue, Dept. of				
Tax System Modernization - TRF	\$ 4,070,460	\$ 4,070,460	\$ 0	\$ -4,070,460
Total Revenue, Department of	\$ 4,070,460	\$ 4,070,460	\$ 0	\$ -4,070,460
<u>Secretary of State, Office of the</u>				
Secretary of State				
Secretary of State Cyber Technology - TRF	\$ 0	\$ 324,000	\$ 0	\$ -324,000
Total Secretary of State, Office of the	\$ 0	\$ 324,000	\$ 0	\$ -324,000
<u>State Fair Authority Capitals</u>				
State Fair Foundation				
Iowa State Fair Agriculture Facility - RIF	\$ 0	\$ 0	\$ 2,500,000	\$ 2,500,000
State Fair Authority Capitals				
Barn Restoration - RIF	\$ 6,000,000	\$ 0	\$ 0	\$ 0
Total State Fair Authority Capitals	\$ 6,000,000	\$ 0	\$ 2,500,000	\$ 2,500,000

Transportation, Infrastructure, and Capitals

Other Funds

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Telecommunications and Tech Commission</u>				
Iowa Communications Network				
JFHQ Redundancy - RIIF	\$ 0	\$ 0	\$ 2,000,000	\$ 2,000,000
Lucas Building Switch Room HVAC - RIIF	578,412	0	0	0
Total Telecommunications and Tech Commission	\$ 578,412	\$ 0	\$ 2,000,000	\$ 2,000,000

Transportation, Infrastructure, and Capitals

Other Funds

	Actual FY 2024	Estimated FY 2025	Gov Rec FY 2026	Gov Rec vs Est FY 2025
	(1)	(2)	(3)	(4)
Transportation, Department of				
Transportation, Dept. of				
RUTF - Driver's Licenses	\$ 3,876,000	\$ 1,600,000	\$ 0	\$ -1,600,000
RUTF - Motor Vehicle	29,299,760	32,710,876	32,710,876	0
RUTF - Highway Division/Transportation Operations	19,922,944	17,700,921	17,611,473	-89,448
RUTF - DAS Personnel & Utility Services	465,668	455,647	500,878	45,231
RUTF - Unemployment Compensation	7,000	7,000	7,000	0
RUTF - Workers' Compensation	137,707	141,577	153,679	12,102
RUTF - Indirect Cost Recoveries	90,000	90,000	90,000	0
RUTF - Auditor Reimbursement	94,920	107,884	107,884	0
RUTF - County Treasurers Support	1,406,000	1,406,000	1,406,000	0
RUTF - Mississippi River Park. Comm.	40,000	40,000	40,000	0
RUTF - TraCS/MACH	300,000	300,000	300,000	0
RUTF - Statewide Communications System	63,355	0	0	0
RUTF - Personal Delivery of Services	175,424	225,000	225,000	0
PRF - Highway/Transportation Operations	328,229,713	348,250,373	346,489,821	-1,760,552
PRF - Motor Vehicle	1,242,505	0	0	0
PRF - DAS Personnel & Utility Services	2,860,529	2,798,974	3,076,822	277,848
PRF - DOT Unemployment Comp.	138,000	138,000	138,000	0
PRF - DOT Workers' Compensation	3,339,125	3,432,963	3,726,405	293,442
PRF - Garage Fuel & Waste Mgmt.	1,000,000	1,000,000	0	-1,000,000
PRF - Indirect Cost Recoveries	660,000	660,000	660,000	0
PRF - Auditor Reimbursement	583,080	662,716	662,716	0
PRF - Transportation Maps	0	195,000	0	-195,000
PRF - Inventory & Equip.	23,784,000	29,626,000	40,818,240	11,192,240
PRF - Statewide Communications System	423,989	442,162	442,162	0
PRF - Rest Area Facility Maintenance	400,000	0	0	0
Recreational Trails Grants - RIIF	2,500,000	2,500,000	2,500,000	0
Public Transit Infra Grants - RIIF	1,000,000	1,500,000	1,500,000	0
Railroad Revolving Loan & Grant - RIIF	500,000	2,000,000	2,000,000	0
Commercial Aviation Infra Grants - RIIF	1,900,000	1,900,000	1,900,000	0
General Aviation Infra Grants - RIIF	1,000,000	1,000,000	1,000,000	0
Commercial Air Service Terminals - RIIF	10,000,000	0	0	0
Recreational Trails Grant Supplement - RIIF	0	1,000,000	0	-1,000,000
Total Transportation, Department of	\$ 435,439,719	\$ 451,891,093	\$ 458,066,956	\$ 6,175,863

Transportation, Infrastructure, and Capitals

Other Funds

	Actual FY 2024 (1)	Estimated FY 2025 (2)	Gov Rec FY 2026 (3)	Gov Rec vs Est FY 2025 (4)
<u>Transportation Capitals</u>				
Transportation Capital				
RUTF - Scale/MVD Facilities Maint.	\$ 400,000	\$ 400,000	\$ 400,000	\$ 0
RUTF - MVE Field Facilities Maintenance	400,000	0	0	0
PRF - Facility Major Maintenance & Enhancements	5,300,000	6,300,000	6,300,000	0
PRF - Facility Routine Maintenance & Preservation	4,700,000	5,200,000	8,050,000	2,850,000
RUTF - Electronic Records Management System	3,402,800	1,974,000	0	-1,974,000
PRF - Electronic Records Management System	217,200	126,000	0	-126,000
PRF - Davenport Facility	21,900,000	0	0	0
PRF - Albia Garage Renovation	0	7,291,067	0	-7,291,067
PRF - Jefferson Garage Renovation	0	6,999,292	0	-6,999,292
PRF - Waterloo Garage Renovation	0	0	18,897,387	18,897,387
RUTF - ARTS Modernization	0	0	20,000,000	20,000,000
Total Transportation Capitals	\$ 36,320,000	\$ 28,290,359	\$ 53,647,387	\$ 25,357,028
<u>Management, Department of</u>				
Management, Dept. of				
Justice Data Warehouse Transition	\$ 0	\$ 0	\$ 290,000	\$ 290,000
Total Management, Department of	\$ 0	\$ 0	\$ 290,000	\$ 290,000
<u>Treasurer of State, Office of</u>				
Treasurer of State				
Clearwater Software - TRF	\$ 0	\$ 192,000	\$ 192,000	\$ 0
Tyler Tech Software - TRF	0	228,000	228,000	0
County Fair Improvements - RIIF	1,060,000	1,060,000	1,060,000	0
Total Treasurer of State, Office of	\$ 1,060,000	\$ 1,480,000	\$ 1,480,000	\$ 0
<u>Veterans Affairs, Department of</u>				
Veterans Affairs, Dept. of				
Cemetery Equipment Replacement - RIIF	\$ 0	\$ 168,388	\$ 0	\$ -168,388
Total Veterans Affairs, Department of	\$ 0	\$ 168,388	\$ 0	\$ -168,388
Total Transportation, Infrastructure, and Capitals	\$ 669,144,797	\$ 689,523,392	\$ 736,176,584	\$ 46,653,192

Unassigned Standings

Other Funds

	Actual FY 2024 <u>(1)</u>	Estimated FY 2025 <u>(2)</u>	Gov Rec FY 2026 <u>(3)</u>	Gov Rec vs Est FY 2025 <u>(4)</u>
<u>Economic Development Authority</u>				
Economic Development Authority				
Endow Iowa Admin - County Endw Fund	\$ 41,311	\$ 70,000	\$ 70,000	\$ 0
Total Economic Development Authority	<u>\$ 41,311</u>	<u>\$ 70,000</u>	<u>\$ 70,000</u>	<u>\$ 0</u>
<u>Executive Council</u>				
Executive Council				
Performance of Duty - EEF	\$ 22,233,821	\$ 61,182,236	\$ 22,404,181	\$ -38,778,055
Total Executive Council	<u>\$ 22,233,821</u>	<u>\$ 61,182,236</u>	<u>\$ 22,404,181</u>	<u>\$ -38,778,055</u>
<u>Management, Department of</u>				
Management, Dept. of				
Environment First Fund - RIIF	\$ 42,000,000	\$ 42,000,000	\$ 42,000,000	\$ 0
Technology Reinvestment Fund - RIIF	18,390,290	21,131,873	18,269,217	-2,862,656
State Foundation School Aid GF Replace - EEF	21,881,303	0	0	0
Total Management, Department of	<u>\$ 82,271,593</u>	<u>\$ 63,131,873</u>	<u>\$ 60,269,217</u>	<u>\$ -2,862,656</u>
<u>Regents, Board of</u>				
Regents, Board of				
ISU - Midwest Grape & Wine Industry - WGTF	\$ 250,000	\$ 250,000	\$ 250,000	\$ 0
Total Regents, Board of	<u>\$ 250,000</u>	<u>\$ 250,000</u>	<u>\$ 250,000</u>	<u>\$ 0</u>
<u>Transportation, Department of</u>				
Transportation, Dept. of				
RUTF - County Treasurer Equipment	\$ 650,000	\$ 650,000	\$ 650,000	\$ 0
Total Transportation, Department of	<u>\$ 650,000</u>	<u>\$ 650,000</u>	<u>\$ 650,000</u>	<u>\$ 0</u>
<u>Workforce Development, Department of</u>				
Iowa Workforce Development				
Apprenticeship Training Program - WDF	\$ 3,000,000	\$ 3,000,000	\$ 3,000,000	\$ 0
Job Training - WDF	4,750,000	4,750,000	4,750,000	0
Total Workforce Development, Department of	<u>\$ 7,750,000</u>	<u>\$ 7,750,000</u>	<u>\$ 7,750,000</u>	<u>\$ 0</u>
Total Unassigned Standings	<u><u>\$ 113,196,725</u></u>	<u><u>\$ 133,034,109</u></u>	<u><u>\$ 91,393,398</u></u>	<u><u>\$ -41,640,711</u></u>



Appendix C – Interim Publications

Fiscal Staff: Austin Brinks
Xavier Leonard

Analysis of Governor’s Budget

Budget Unit Briefs. Informational publications related to State appropriations and special-purpose funds for all agencies of State government are available at: www.legis.iowa.gov/publications/fiscal/budgetunitinfo.

Factbook and Iowa Insights. Data, statistics, maps, and infographics on various aspects of Iowa are available at: www.legis.iowa.gov/publications/fiscal/factbookIndDoc.

Fiscal Update Articles. Brief summaries on meetings attended by analysts and other items of interest are available at: www.legis.iowa.gov/publications/fiscal/fiscalupdate.

Fiscal Research Briefs. In-depth, informational reports on programs or issues in State or local government are available at: www.legis.iowa.gov/publications/fiscal/fiscalresearchbriefs.

Fiscal Research Briefs Published in 2024	Date Published
FY 2023 FTE Positions and Personnel Costs	12/27/2024
Iowa Office of the State Medical Examiner	12/27/2024
Iowa Road Funding	12/27/2024
Iowa’s Winery and Distillery Industries	05/29/2024
Overview of Iowa Veterans Programs — 2024 Update	12/27/2024

Fiscal Topics. One or two page summaries reviewing a selected State government issue or topic are available at: www.legis.iowa.gov/publications/fiscal/fiscaltopics.



Appendix D – Other Fund Balance Sheets

Fiscal Staff: Adam Broich

Analysis of Governor's Budget

This Appendix contains balance sheets for the following funds:

- Environment First Fund (EFF)
- Rebuild Iowa Infrastructure Fund (RIIF)
- Technology Reinvestment Fund (TRF)
- Skilled Worker and Job Creation Fund (SWJCF)

Environment First Fund

	<u>Actual FY 2024</u>	<u>Estimated FY 2025</u>	<u>Gov Rec FY 2026</u>
Resources			
Balance Forward	\$ 90,466	\$ 90,466	\$ 90,466
RIIF Appropriation	42,000,000	42,000,000	42,000,000
Total Resources	<u>\$ 42,090,466</u>	<u>\$ 42,090,466</u>	<u>\$ 42,090,466</u>
Appropriations			
Department of Agriculture			
Soil Conservation Cost Share	\$ 8,325,000	\$ 8,325,000	\$ 8,325,000
Soil & Water Conservation Fund	3,800,000	3,800,000	3,800,000
Water Quality Initiative	2,375,000	2,375,000	2,375,000
Conservation Reserve Enhancement (CREP)	1,000,000	1,000,000	1,000,000
Conservation Reserve Program (CRP)	900,000	900,000	900,000
Watershed Protection Program	900,000	900,000	900,000
Total Department of Agriculture	<u>\$ 17,300,000</u>	<u>\$ 17,300,000</u>	<u>\$ 17,300,000</u>
Department of Natural Resources			
REAP Program	\$ 12,000,000	\$ 12,000,000	\$ 12,000,000
Park Operations and Maintenance	6,235,000	6,235,000	6,235,000
Water Quality Monitoring Stations	2,955,000	2,955,000	2,955,000
Animal Feeding Operations	1,320,000	1,320,000	1,320,000
Water Quality Protection	500,000	500,000	500,000
Air Quality Monitoring Program	425,000	425,000	425,000
Floodplain Management	375,000	375,000	375,000
GIS Information for Watersheds	195,000	195,000	195,000
Total Department of Natural Resources	<u>\$ 24,005,000</u>	<u>\$ 24,005,000</u>	<u>\$ 24,005,000</u>
Board of Regents			
Water Quantity Program	\$ 495,000	\$ 495,000	\$ 495,000
Geological and Water Survey	200,000	200,000	200,000
Total Board of Regents	<u>\$ 695,000</u>	<u>\$ 695,000</u>	<u>\$ 695,000</u>
Total Appropriations	<u>\$ 42,000,000</u>	<u>\$ 42,000,000</u>	<u>\$ 42,000,000</u>
Reversions	<u>0</u>	<u>0</u>	<u>0</u>
Ending Balance	<u>\$ 90,466</u>	<u>\$ 90,466</u>	<u>\$ 90,466</u>

Rebuild Iowa Infrastructure Fund

	Actual FY 2024	Estimated FY 2025	Gov Rec FY 2026
Resources			
Balance Forward	\$ 72,308,752	\$ 110,576,986	\$ 79,185,511
Adjustment to Balance Forward	2,695		
State Wagering Tax and Fee Revenues			
Wagering Tax and Fees	188,137,331	154,857,000	142,957,000
Revenue Bond Debt Service Fund Transfer	12,977,577	10,650,000	10,650,000
Federal Subsidy Holdback Fund Transfer	0	7,658,905	3,750,000
Total Wagering Tax Revenues	<u>201,114,908</u>	<u>173,165,905</u>	<u>157,357,000</u>
Interest	\$ 49,911,413	\$ 47,000,000	\$ 30,000,000
MSA Tobacco Payments	<u>42,857,773</u>	<u>9,684,560</u>	<u>8,819,730</u>
Total Resources	<u>\$ 366,195,541</u>	<u>\$ 340,427,451</u>	<u>\$ 275,362,241</u>
Appropriations			
Administrative Services			
Major Maintenance	\$ 20,000,000	\$ 22,000,000	\$ 22,000,000
Major Maintenance West Capitol Steps	0	2,000,000	0
Routine Maintenance (standing appropriation)	2,000,000	2,000,000	2,000,000
Capitol Complex Security Cameras	200,000	0	0
Elevator Upgrades/Replacements	0	5,364,500	0
Fleet Building Demolition	0	0	1,500,000
Historical Building Sustainable Storage	0	0	5,000,000
Agriculture and Land Stewardship			
Water Quality Initiative	8,200,000	8,200,000	8,200,000
Renewable Fuels Infrastructure Fund	10,000,000	10,000,000	10,000,000
Renewable Fuels Infrastructure Fund Supplement	5,000,000	2,000,000	0
Renewable Fuels Infrastructure Fund Corrective Awards	0	2,000,000	0
Fertilizer Management	1,000,000	1,000,000	1,000,000
Department for the Blind			
Building Repairs	232,000	225,600	559,000
Department of Corrections			
Mt. Pleasant CF Apprenticeship Building	1,200,000	0	0
IMCC Electrical Upgrade	2,800,000	0	0
Prison Safety Operations - Body Scanners	865,000	0	0
CBC District 4 Central Office	0	0	4,163,847
Economic Development			
Community Attraction and Tourism Grants	10,000,000	10,000,000	10,000,000
Destination Iowa Grants	6,500,000	10,000,000	10,000,000
Regional Sports Authorities	700,000	700,000	0
Strengthening Communities Grants - Rural YMCAs	250,000	250,000	250,000
USS Iowa Deck Renovation	0	750,000	750,000
Department of Education			
ISD - Girls Dorm Renovation	5,700,000	0	0
Health and Human Services			
Brain Injury Rehab - On With Life	750,000	0	0
Newborn Safe Haven Act	15,000	0	0
Woodward Tunnel Decentralization	5,572,736	14,500,000	14,275,000
Lucas Building Renovation	0	5,000,000	0
CCUSO - Patient Doors Conversion	0	50,000	0
CCUSO Renovation	0	7,000,000	0
Iowa Medical Examiner Office Expansion	0	5,000,000	28,000,000
Homeland Security and Emergency Management			
Levee Improvement Fund	0	10,000,000	0
Iowa Communications Network			
Lucas Building Switch Room HVAC	578,412	0	0
JFHQ Network Redundancy	0	0	2,000,000

Rebuild Iowa Infrastructure Fund

	Actual FY 2024	Estimated FY 2025	Gov Rec FY 2026
Iowa Ethics and Campaign Disclosure Board			
Office Space Renovations	66,000	0	0
Iowa Finance Authority			
State Housing Trust Fund (standing appropriation)	3,000,000	3,000,000	3,000,000
Iowa Law Enforcement Academy			
Driving Training Facility	0	0	15,000,000
Judicial Branch			
Woodbury County Project	100,000	0	0
Judicial Building Improvements	0	475,000	0
Dallas County Courthouse Renovation and Furniture	0	481,200	0
Johnson County Courthouse Renovation and Furniture	0	111,000	0
Linn County Courthouse Renovation and Furniture	0	0	229,000
Legislative Branch			
Capitol Building Maintenance (standing appropriation)	500,000	500,000	500,000
Management			
Environment First Fund (standing appropriation)	42,000,000	42,000,000	42,000,000
Technology Reinvestment Fund	18,390,290	21,131,873	18,269,217
Department of Natural Resources			
Lake Restoration and Water Quality	9,600,000	9,600,000	9,600,000
State Park Infrastructure	5,000,000	5,000,000	5,000,000
State Park Infrastructure - Disability Accessibility	0	1,000,000	0
Water Trails and Low Head Dam Grants	1,500,000	1,500,000	1,500,000
Community Forestry Grant Program	250,000	250,000	250,000
Iowa State Fair Building Renovation	500,000	0	0
Honey Creek Deferred Maintenance Contract	6,000,000	0	0
Derelict Buildings Program	0	0	800,000
Public Defense			
Facility/Armory Maintenance	2,100,000	2,100,000	2,100,000
Statewide Modernization - Readiness Centers	2,100,000	2,100,000	2,100,000
Camp Dodge Infrastructure Upgrades	550,000	550,000	550,000
WDM Armory	1,000,000	0	0
JFHQ - Iowa National Guard Chiller Replacement	2,442,000	0	0
Public Safety			
Statewide Communications System	6,754,358	6,424,379	6,486,177
DPS Equipment Fund	2,500,000	2,500,000	2,500,000
Regents			
Tuition Replacement	27,900,000	26,500,000	25,600,000
ISU - Veterinary Diagnostic Lab Phase 2	18,000,000	0	0
UNI - Industrial Technology Center	0	3,850,000	0
Iowa Lakeside Lab Infrastructure	0	3,000,000	3,000,000
UNI - Public Policy Center at Commons	0	0	4,720,000
State Fair			
Barn Restoration	6,000,000	0	0
Agriculture Facility	0	0	2,500,000
Transportation			
Recreational Trails	2,500,000	2,500,000	2,500,000
One-Time Recreational Trails	0	1,000,000	0
Public Transit Vertical Infrastructure Grants	1,000,000	1,500,000	1,500,000
Railroad Revolving Loan and Grant	500,000	2,000,000	2,000,000
Comm. Air Service Vertical Infrastructure Grants	1,900,000	1,900,000	1,900,000
General Aviation Vertical Infrastructure Grants	1,000,000	1,000,000	1,000,000
Commercial Air Service Terminals	10,000,000	0	0
Treasurer			
County Fair Infrastructure	1,060,000	1,060,000	1,060,000

Rebuild Iowa Infrastructure Fund

	Actual FY 2024	Estimated FY 2025	Gov Rec FY 2026
Veterans Affairs			
Cemetery Equipment Replacement	0	168,388	0
Net Appropriations	\$ 255,775,796	\$ 261,241,940	\$ 275,362,241
Reversions	-157,241	0	0
Ending Balance	\$ 110,576,986	\$ 79,185,511	\$ 0

Note: Bolded values are standing or already enacted appropriations.

Technology Reinvestment Fund

	Actual FY 2024	Estimated FY 2025	Gov Rec FY 2026
Resources			
Beginning Balance	\$ 519,424	\$ 121,924	\$ 121,924
RIF Appropriation	18,390,290	21,131,873	18,269,217
General Fund Appropriation	0	0	0
Total Available Resources	\$ 18,909,714	\$ 21,253,797	\$ 18,391,141
Appropriations			
Attorney General's Office			
Cybersecurity and IT Infrastructure	\$ 278,503	\$ 278,503	\$ 0
Auditor of State			
Server Move to LightEdge	292,500	0	0
Board of Parole			
Technology Programming	20,000	0	0
Department of Corrections			
Technology Projects	0	0	3,013,466
Body Cameras	325,000	0	0
Camera System Upgrades	1,879,936	2,464,779	0
IMCC Pharmacy Pill Counting Machines	0	200,000	0
IMCC Network Switch Replacement	0	100,000	0
ICIW Network Switch Replacement	0	500,000	0
ICIW and IMCC Server Replacement	0	200,000	0
CBC Technology Updates	0	139,500	0
Economic Development			
Enterprise Management System	0	0	5,375,000
Department of Education			
ICN Part III and Maintenance and Leases	2,727,000	2,727,000	2,727,000
Statewide Education Data Warehouse	600,000	600,000	600,000
Iowa PBS Digital Asset Management System	343,808	196,000	0
Department of Health and Human Services			
Medicaid Technology	1,578,280	1,335,178	0
State Poison Center	34,000	34,000	0
Criminal Justice Info System (CJIS) Integration	1,400,000	1,400,000	0
Justice Data Warehouse	282,664	282,664	0
MEME Maintenance and Operations	0	330,000	0
Homeland Security and Emergency Management			
EMS Mass Messaging System	400,000	400,000	400,000
Iowa Law Enforcement Academy			
Simulator Replacement	100,000	0	0
Judicial Branch			
Install/Repurpose Sound Systems	565,000	0	0
County Courthouse Technology	125,290	0	0
Department of Management			
Searchable Online Database	\$ 45,000	\$ 45,000	\$ 45,000
Grants Management System	50,000	70,000	70,000
Local Government Budget and Property Tax System	120,000	120,000	120,000
Socrata Software License	382,131	382,131	358,429
OCIO Phone Management Software	3,180,000	0	0
Local Gov. Property Tax Tech. Update	100,000	0	0
OCIO Security Office	0	2,947,658	2,947,658
Criminal Justice Info System (CJIS) Integration	0	0	1,400,000
Justice Data Warehouse	0	0	282,664
Justice Data Warehouse Transition	0	0	290,000

Technology Reinvestment Fund

	Actual FY 2024	Estimated FY 2025	Gov Rec FY 2026
Department of Natural Resources			
Law Enforcement Radios		1,565,000	0
Department of Public Defense			
Technology Projects	0	0	220,000
Department of Revenue			
Tax System Modernization	4,070,460	4,070,460	0
Secretary of State			
Cyber Technology	0	324,000	0
Treasurer of State			
Clearwater Software	0	192,000	192,000
Tyler Tech. Software	0	228,000	228,000
Total Appropriations	\$ 18,899,572	\$ 21,131,873	\$ 18,269,217
Reversions	-111,780	0	0
Ending Balance	\$ 121,924	\$ 121,924	\$ 121,924

Iowa Skilled Worker and Job Creation Fund

	Actual FY 2024	Estimated FY 2025	Gov Rec FY 2026
Resources			
Beginning Account Balance	\$ 45,553	\$ 62,673	\$ 62,673
Adjustment to Beginning Balance	16,920	0	0
Wagering Tax Receipts	63,750,000	63,750,000	63,750,000
Total Resources	\$ 63,812,473	\$ 63,812,673	\$ 63,812,673
Appropriations			
Department of Agriculture and Land Stewardship			
Butchery Innovation and Revitalization	\$ 0	\$ 0	\$ 249,695
Total Department of Agriculture and Land Stewardship	\$ 0	\$ 0	\$ 249,695
Economic Development Authority			
High Quality Jobs Program	\$ 11,700,000	\$ 11,700,000	\$ 11,700,000
Empower Rural Iowa Program	700,000	700,000	700,000
Butchery Innovation and Revitalization	366,675	0	0
Manufacturing 4.0	0	2,016,675	2,016,675
Total Economic Development Authority	\$ 12,766,675	\$ 14,416,675	\$ 14,416,675
Department of Education			
Workforce Training and Econ Dev Funds	\$ 15,100,000	\$ 15,100,000	\$ 15,100,000
ACE Infrastructure	6,000,000	6,000,000	6,000,000
PACE and Regional Sectors	5,000,000	5,000,000	4,800,000
Gap Tuition Assistance Fund	2,000,000	2,000,000	2,000,000
Workforce Prep Outcome Reporting System	200,000	200,000	75,000
Skilled Workforce Shortage Tuition Grant	5,000,000	5,000,000	5,000,000
STEM Best	700,000	700,000	700,000
Total Department of Education	\$ 34,000,000	\$ 34,000,000	\$ 33,675,000
Iowa Workforce Development			
AMOS - Mid-Iowa Organizing Strategy	\$ 100,000	\$ 100,000	\$ 0
Workforce Prep Outcome Rep	0	0	125,000
Future Ready Iowa Coordinator	150,000	0	0
Work-Based Learning Intermed Net	1,500,000	0	0
Adult Ed and Literacy for the Workforce	5,500,000	5,500,000	5,500,000
STEM Internships	633,325	633,325	633,325
Total Iowa Workforce Development	\$ 7,883,325	\$ 6,233,325	\$ 6,258,325
Board of Regents			
Regents Innovation Fund	\$ 3,000,000	\$ 3,000,000	\$ 0
UNI - Workforce Development	0	0	3,000,000
ISU - Economic Development	2,424,302	2,424,302	2,424,302
UI - Economic Development	209,279	209,279	209,279
UI - Entrepreneurship and Econ Growth	2,000,000	2,000,000	2,000,000
UNI - Economic Development	1,466,419	1,466,419	1,466,419
Total Board of Regents	\$ 9,100,000	\$ 9,100,000	\$ 9,100,000
Total Appropriations	\$ 63,750,000	\$ 63,750,000	\$ 63,699,695
Reversions	\$ -200	\$ 0	\$ 0
Ending Balance	\$ 62,673	\$ 62,673	\$ 112,978