

YEAR-END ROAD USE TAX FUND RECEIPTS

Receipts: Road Use Tax Fund receipts increased \$31.8 million (2.9%) for FY 2008 compared to FY 2007. In comparing actual versus projected receipts for FY 2008, actual receipts were \$14.9 million (1.3%) higher than the Department of Transportation's (DOT's) projection.

Increases: Significant increases to the Fund included increases in motor vehicle use tax receipts (\$13.4 million), miscellaneous items (\$12.3 million), and driver's license fees (\$7.3 million):

- The 6.1% increase in motor vehicle use tax receipts implies an increase in new vehicle sales or possibly new vehicle registrations. New vehicle registrations actually decreased 6.1%, however, and new vehicle sales data is unavailable. The contradiction in data is unknown. The increase in use tax receipts may be attributed to an increase in used vehicle sales or an increase in the purchase price of new vehicles compared to last year; however, this information is unknown.
- The net increase in miscellaneous or other items can be attributed to fewer adjustments in FY 2008 compared to FY 2007, in addition to the following:
 - A \$4.3 million increase in motor carrier fees resulting from implementation of a new Unified Carrier Registration System used to collect the fees. Most of the money collected was distributed to other states.
 - An increase of \$1.2 million from the surcharge fee on titles. Prior to FY 2008, 80.0% of the total fees collected from the \$5.00 surcharge fee was deposited in the Road Use Tax Fund. Beginning in FY 2008, 100.0% of the surcharge fees were deposited in the Road Use Tax Fund.
- The increase in driver's license fees can be attributed to legislation enacted in 2002. The legislation increased the number of years for license validity from two or four years to five years, depending on the type of license. As a result, the number of licenses issued in FY 2007 decreased significantly. The amount collected in FY 2008 is equivalent to the amount collected in years prior to FY 2007.

Comparison: The following table compares actual Road Use Tax Fund receipts by revenue type for FY 2007 and FY 2008.

Road Use Tax Fund Receipts FY 2008 vs. FY 2007 (Dollars in Millions)				
	Actual FY 2007	Actual FY 2008	FY 2008 vs. FY 2007	Percent Change
Motor Vehicle Use Tax	\$ 219.5	\$ 232.9	\$ 13.4	6.1%
Motor Vehicle Fuel Tax	433.4	433.6	0.2	0.0%
Registration/Title Fees & Misc.	403.4	399.1	-4.3	-1.1%
Underground Tank Fees	21.3	21.4	0.1	0.5%
Driver's License Fees	7.0	14.3	7.3	104.3%
Interest	11.4	14.2	2.8	24.6%
Other*	9.8	22.1	12.3	125.5%
Total Receipts	\$ 1,105.8	\$ 1,137.6	\$ 31.8	2.9%

* Includes motor carrier fees and fines, waste tire management fees, reciprocity fees, and other miscellaneous items.

FY 2008 STATE APPEAL BOARD SUMMARY

Appeal Board: The State Appeals Board is comprised of the Director of the Department of Management, the State Auditor, and the State Treasurer. Chapter 25, Code of Iowa, provides the State Appeals Board with the authority to approve claims against the State. A total of \$23.5 million from the General Fund was approved for FY 2008. The total is significantly larger than in recent years due to large settlements paid in eight different lawsuits brought against the State as a result of the elimination of the Iowa Lottery Authority's TouchPlay Program in 2005. The settlements ranged from \$144,000 to \$10.4 million. The following table shows the amount paid on behalf of State agencies for settlements and judgments during the last six fiscal years.

Department	FY 2004	FY 2005	FY 2006	FY 2007	FY 2008	TOTAL
Administrative Services (DAS)	\$ 359,273	\$ 187,670	\$ 0	\$ 88,000	\$ 0	\$ 634,943
General Services	2,500	0	0	0	0	2,500
Administrative Services Total	361,773	187,670	0	0	0	549,443
Agriculture	0	0	42,000	0	0	42,000
Attorney General's Office	0	0	0	12,000	0	12,000
Civil Rights	43,000	0	0	0	0	43,000
Commerce-Banking	15,000	0	0	0	0	15,000
Corrections						
Administration	1,555,574	1,287,641	406,946	577,317	38,615	3,866,094
Anamosa State Penitentiary	36,524	271,289	0	0	7,700	315,513
Clarinda Correctional Facility	0	2,000	0	0	9,900	11,900
Fort Dodge Correctional Facility	0	73,600	0	0	0	73,600
Institute for Women-Mitchellville	0	27,000	35,000	0	0	62,000
Iowa Medical Classification Center	0	23	0	228	30,000	30,251
Iowa State Penitentiary	5,815	15,652	643	6,115	10,730	38,954
Mt. Pleasant Correctional Facility	150	85,000	3,683	1,300	3,914	94,047
Newton Correctional Facility	2,250	0	0	0	90,000	92,250
Corrections Total	1,600,313	1,762,206	446,272	584,960	190,859	4,584,609
Economic Development	10,000	0	0	0	0	10,000
Education-Administration	0	0	200,684	10,000	0	210,684
Education-Voc Rehab	189,046	0	710	175,055	0	364,811
Education Total	0	0	0	185,055	0	185,055
Governor's Office/Secretary of State	0	0	0	0	11,000	11,000
Human Services						
Administration	1,790,354	506,627	58,000	180,000	27,691	2,562,672
Cherokee Mental Health Institute	0	0	19,000	0	0	19,000
Glenwood Resource Center	0	0	480,000	0	0	480,000
Woodward Resource Center	0	0	50,000	102,780	0	152,780
Human Services Total	1,790,354	506,627	607,000	282,780	27,691	3,214,452
Inspections & Appeals	40,540	0	65,000	0	5,000	110,540
Iowa Lottery Authority	534	0	0	1,671,371	15,827,022	17,498,926
Iowa State Fair Authority	0	16,200	9,000	27,200	0	52,400
Iowa Veterans Home					75,000	75,000
Judicial Department	0	0	107,691	3,500	0	111,191
Natural Resources	160,660	89,954	100,714	31,619	67,598	450,545
Public Defense	0	700,000	1,102,000	1,043,000	3,284,864	6,129,864
Public Defense/Military	0	0	32,500	1,300,000	0	1,332,500
Public Safety	328,402	814	4,000	0	205,200	538,416
Public Safety/DNR	0	3,073,893	0	0	0	3,073,893
Public Strategies Group	0	91,000	0	0	0	91,000
Regents						
Iowa State University	524,284	15,765	1,972,108	45,000	369,423	2,926,579
University of Iowa (SUI)	105,450	57,880	375,844	0	1,438,250	1,977,424
SUI Hospitals & Clinics	1,867,471	1,867,981	507,296	1,462,478	1,193,007	6,898,233
University of Northern Iowa	0	50,000	500,000	5,000	36,000	591,000
Regents Total	2,497,205	1,991,626	3,355,248	1,512,478	3,036,680	12,393,236
Workforce Development	1,215,885	106,325	148,155	0	800,000	2,270,365
TOTAL	\$ 8,252,713	\$ 8,526,314	\$ 6,221,012	\$ 6,741,962	\$ 23,530,913	\$ 52,795,007
Transportation (Primary Road Fund)	\$ 150,998	\$ 189,688	\$ 5,000	\$ 77,000	\$ 150,000	\$ 572,686

STAFF CONTACTS: Deborah Helsen (Ext. 16764) Sue Lerdal (Ext. 17794)

BOARD OF CORRECTIONS MEETINGS

The Board of Corrections met September 5 at the Newton Correctional Facility and September 19 at the Central Office in Des Moines. The Board approved a status quo budget request of \$372.7 million for FY 2010. The Board received testimony from the Department of Corrections staff for the following budget items:

- \$4.1 million for food, fuel, pharmacy, and contract cost increases.
- \$4.5 million to replace appropriations from the Healthy Iowans Tobacco Trust (HITT) to reflect elimination of HITT at the end of FY 2009.
- \$2.6 million for sex offender treatment and supervision as mandated by current law.
- \$2.5 million for one-stop re-entry centers in Polk and Black Hawk counties.
- \$1.0 million for increased costs from the Department of Administrative Services and workers compensation.
- \$741,000 to replace the federal Bureau of Prisons contract at the Fort Des Moines residential facility.
- \$1.2 million for the Corrections Education Program.
- \$2.6 million for additional staff in the Institutions and Community-Based Corrections (CBC).
- \$1.3 million for mental health needs of offenders under CBC supervision.
- \$1.2 million for additional health care staff in the Institutions.
- \$378,000 to address the specific needs of women offenders.
- \$537,000 to replace federal grants that have expired.
- \$2.7 million to fund operating costs of new residential facilities.

The Board also approved a capital request budget of \$87.6 million as follows:

- \$10.0 million for a project manager for the previously approved construction projects at the Iowa State Penitentiary at Fort Madison and the Iowa Correctional Institution for Women at Mitchellville.
- \$5.0 million for offender re-entry centers.
- \$7.5 million to add beds at the Ames residential facility.
- \$18.1 million to build a residential facility in Des Moines.
- \$2.1 million to supplement the construction budget to replace and add beds at a residential facility in Davenport.
- \$6.5 million to add beds at the Burlington residential facility.
- \$2.0 million for security needs.
- \$36.4 million for major maintenance needs across the corrections system.

The next Board meeting is scheduled for October 3 at the Central Office in Des Moines. Additional information is available on the DOC website at: <http://www.doc.state.ia.us/default.asp>.

STAFF CONTACT: Beth Lenstra (Ext. 16301)

MEETINGS MONITORED

Meeting	Date	Staff Contact
Mental Health Risk Pool Board	8/26/2008	Sue Lerdal (17794)
Iowa Statewide Interoperable Communications System Board	8/27/2008	Jen Acton (17846)
411 Municipal Fire and Police Retirement	8/28/2008	Jen Acton (17846)
Limited Jurisdiction Task Force	9/3/2008	Jen Acton (17846)
Iowa Choice Health Care Coverage Council	9/3/2008	Jess Benson (14611) Deborah Helsen (16764)
Regional Community Empowerment (Ames)	9/5/2008	Robin Madison (15270)
Board of Corrections	9/5/2008	Beth Lenstra (16301)
Crime Code Reorganization Interim Committee	9/8/2008	Jen Acton (17846)
Child Welfare Advisory Committee	9/8/2008	Sue Lerdal (17794)
Environmental Protection Commission	9/9/2008	Deb Kozel (16767)
Board of Health	9/10/2008	Sue Lerdal (17794)
Child Care Advisory Committee	9/11/2008	Sue Lerdal (17794)
State Board of Education	9/11/2008	Robin Madison (15270)
Watershed Improvement Board	9/12/2008	Deb Kozel (1-6767)
Iowa Empowerment Board	9/12/2008	Robin Madison (15270)
State Children's Health Insurance Program and Medicaid Summit	9/12/2008	Sue Lerdal (17794) Jess Benson (14611)
Child Welfare Stakeholder Panel	9/15/2008	Sue Lerdal (17794)
Department of Public Health – Plumbers Board	9/16/2008	Jen Acton (17846)
Institute for Tomorrow's Work Force	9/16/2008	Robin Madison (15270)
Council on Human Services (FY 2010 Budget)	9/16-17/2008	Sue Lerdal (17794) Jess Benson (14611)
Deer Study Advisory Board	9/16-17/2008	Deb Kozel (16767)
Community Empowerment Coordinators	9/17/2008	Robin Madison (15270)
Capitol Planning Commission	9/17/2008	Marcia Tannian (17942)
Board of Regents	9/17-18/2008	Dwayne Ferguson (16561)
IPERS Investment Board	9/17-18/2008	Jen Acton (17846)
Iowa Choice Health Care Coverage Council	9/17/2008	Jess Benson (14611) Deborah Helsen (16764)
MH/MR/DD/BI Commission	9/18/2008	Jess Benson (14611)
Healthy Kids – Nutrition Advisory Panel	9/18/2008	Robin Madison (15270)
Board of Corrections	9/19/2008	Beth Lenstra (16301)

This document can be found on the LSA website: <http://www.legis.state.ia.us/Fiscal/fiscupdt/>