State Maintenance-of-Effort Submission

under the

Education Jobs Fund Program

U.S. Department of Education

Washington, D.C. 20202

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Paperwork Burden Statement

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Instructions for the State Maintenance-of-Effort Submission under the Education Jobs Fund Program

U.S. Department of Education
September 8, 2010

In its application for funding under the Education Jobs Fund (Ed Jobs) program, each State assured that it would comply with the maintenance-of-effort (MOE) requirements in section 101(10)(A) of Public Law 111-226. Each State also assured that, within 60 days of the date of the State's grant award, it would submit to the U.S. Department of Education (Department) the most current applicable MOE data available.

A State that receives Ed Jobs funds must maintain fiscal effort for education for fiscal year (FY) 2011 in one of four ways:

1. Maintain FY 2011 dollar levels of support at levels that are not less than FY 2009 levels;
2. Maintain FY 2011 percentages of support at percentages that are not less than FY 2010 percentages;
3. Maintain FY 2011 dollar levels of support at levels that are not less than FY 2006 levels; or
4. Maintain FY 2011 percentages of support at percentages that are not less than FY 2006 percentages.

Each method is described in detail in the attachments to these instructions. Using the applicable form in the attachments, each State must provide data only for the method by which the State intends to demonstrate that it will comply with the MOE requirements. A State must also provide source documentation substantiating the reported MOE data. Details on the source documentation are provided in the attachments.

Each State should submit its data and documentation to EducationJobsFund@ed.gov. The submission is due to the Department not later than 60 days after the date of the State's grant award under the Ed Jobs program. If you have any questions, please contact Jim Butler at 202-453-7500 or James.Butler@ed.gov.

State Maintenance-of-Effort (MOE) Submission under the Education Jobs Fund Program

STATE: _Iowa_____

MOE Method 2: Comparing Fiscal Year 2011 Percentages of Support with Fiscal Year 2010 Percentages

For State fiscal year (FY) 2011, the State will maintain State support for elementary and secondary education at a percentage of the total revenues available to the State that is equal to or greater than the percentage for State FY 2010; and

For State FY 2011, the State will maintain State support for public institutions of higher education (IHEs) (not including support for capital projects or for research and development or tuition and fees paid by students) at a percentage of the total revenues available to the State that is equal to or greater than the percentage for State FY 2010.

FY 2010 Baseline Data

$____2,146,457,965_____	The level of State support for elementary and secondary education *(in the aggregate)* for FY 2010.
$____633,852,556_____	The level of State support for public IHEs for FY 2010.
$____5,633,747,121_____	Total revenues available to the State for FY 2010.

FY 2010 Baseline Percentages

38.1_____% State support for elementary and secondary education for FY 2010 as a percentage of total FY 2010 State revenues.

11.3 _____% State support for public IHEs for FY 2010 as a percentage of total FY 2010 State revenues.

Projected FY 2011 Data

$____2,446,109,988_____ The projected level of State support for elementary and secondary education *(in the aggregate)* for FY 2011.

$____634,047,793_____ The projected level of State support for public IHEs for FY 2011.

$____5,436,300,000_____ Projected total revenues available to the State for FY 2011.

Projected FY 2011 Percentages

45.0_____% Projected State support for elementary and secondary education for FY 2011 as a percentage of projected total FY 2011 State revenues.

11.7_____% Projected State support for public IHEs for FY 2011 as a percentage of projected total FY 2011 State revenues.

Affirmation of MOE Data

To the best of my knowledge and belief, all of the data in this submission are true and correct and are substantiated by the accompanying documentation.

RICHARD C OSHLO JR.

Governor or Authorized Representative (Printed Name)

Richard C Oshlo Jr.

Signature of Governor or Authorized Representative

10-7-10

Date

MOE Method 2 Source Documentation

For the FY 2010 baseline data, a State must provide documentation substantiating –

- The State's final appropriations or expenditures for elementary and secondary education and for public IHEs. Such documentation may include tables or text from official State budget documents (*e.g.*, a State budget summary or table of expenditures from the State's accounting system); and

- Final total State revenues for the baseline year. These data would include both general and special revenues from sources such as personal income taxes, corporate income taxes, and sales and use taxes.

Some States have revenues that are dedicated to particular activities and are not available to the State to support elementary, secondary, or postsecondary education. A State may, if it chooses, exclude from its total revenues those dedicated revenues that are unavailable to support elementary, secondary, or postsecondary education provided that, subsequent to August 10, 2010 (the date of enactment of the Ed Jobs statute), the State has not increased the basis on which the dedicated revenues are derived. For example, if a State has revenues from gasoline taxes that are available only for transportation projects, the State may exclude all such revenues from total State revenues if the State that has not increased its gasoline taxes since August 10, 2010. If a State chooses to exclude dedicated revenues, it must do so for both FYs 2011 and 2010. Furthermore, as part of its application, the State must identify the source and amounts of any dedicated revenues excluded.

For the projected FY 2011 data, a State must provide –

- Enacted or estimated appropriations to establish levels of support for education. Such documentation may include a Governor's budget proposal or proposed or enacted legislative appropriations; and

- The most recent State revenue estimates.

Following the close of State FY 2011, the Department will be collecting final appropriations or expenditure data for that fiscal year to verify that the State met the statutory MOE requirement.

Community Colleges, Regents, and School Aid Funding History

General Fund Appropriations (except where noted)
Revised 10/06/10

	FY 2009 Actual	FY 2010 Estimated	FY 2011 Estimated
Community Colleges*	181,793,978	149,579,244	159,579,244
	181,793,978	149,579,244	159,579,244
Board of Regents**	577,511,735	484,273,312	465,723,860
Underground Storage Tank Fund			8,744,689
	577,511,735	484,273,312	474,468,549
Total Higher Education Funding	759,305,713	633,852,556	634,047,793
Net State General Fund (REC estimates)		5,633,747,121	5,436,300,000
Higher Ed % of Revenues available		11.3%	11.7%
State Foundation School Aid	2,155,814,794	2,146,457,965	2,661,200,000
General Fund Reduction	-	-	(215,090,012)
	2,155,814,794	2,146,457,965	2,446,109,988
Net State General Fund (REC estimates)		5,633,747,121	5,436,300,000
State Foundation School Aid % of Revenues available		38.1%	45.0%

*Includes Comm. College salaries
** Three General University appropriations

State of Iowa

Estimated Condition of the General Fund
Financial Summary
($ in Millions)

	Actual FY2009	Fiscal Year 2010 Estimate	Fiscal Year 2010 Preliminary Actual	Fiscal Year 2010 Variance	Fiscal Year 2011 Estimate
Estimated Funds Available:					
Total Gross Receipts	$ 6,921.5	$ 6,527.5	$ 6,711.4	$ 183.9	$ 6,622.4
Net Accruals	16.9	(14.2)	13.1	27.3	18.5
General Fund Transfers	139.7	153.6	140.9	(12.7)	78.5
Refunds	(803.9)	(901.0)	(859.1)	41.9	(916.0)
School Infrastructure Transfer from General Fund	(385.5)	(363.8)	(372.5)	(8.7)	(367.1)
Transfer from Economic Emergency Fund	45.3			-	
Revenue Adjustments		(0.1)		0.1	23.5
Total Funds Available	5,934.0	5,402.0	5,633.8	231.8	5,459.8
Estimated Appropriations:					
Executive Branch	5,771.8	5,574.7	5,574.7	-	5,098.8
Judicial Branch	152.8	160.2	160.2	-	150.3
Legislative Branch	36.2	33.4	33.4	-	30.1
Adjustment to Standings	(1.9)		2.4	2.4	
Statutory Repayment to Economic Emergency Fund		45.3	45.3	-	
10% Across the Board Reduction		(564.4)	(564.4)	-	
Supplemental Appropriations-SF 2366		67.3	67.3	-	
Deappropriations-SF2366		(14.7)	(14.7)	-	
Supplemental Appropriations-HF 2531		0.5	0.5	-	
Total Appropriations	5,958.9	5,302.3	5,304.7	2.4	5,279.2
Under (Over) Expenditure Limitation					
Reversions	(24.9)	(1.0)	(6.5)	(5.5)	(2.0)
Net Appropriations	5,934.0	5,301.3	5,298.2	(3.1)	5,277.2
Ending Balance	$ -	$ 100.7	$ 335.6	$ 234.9	$ 182.6
Distribution of Ending Balance					
Senior Living Trust Fund	-	48.2	48.2		
Reserve Funds	-	52.5	287.4		182.6
Total	$ -	$ 100.7	$ 335.6		$ 182.6

Source: Department of Management

State of Iowa

Estimated Condition of the Cash Reserve, GAAP, and Economic Emergency Funds

($ in Millions)

	Actual FY2009	Estimated FY2010	Fiscal Year 2011 Estimate	Fiscal Year 2011 Preliminary Actual
Cash Reserve Fund				
Balance Brought Forward	$ 444.3	$ 465.2	$ 319.9	$ 319.9
Estimated Revenues:				
Prior Fiscal Year Ending Balance	48.3	-	52.4	287.4
Total Funds Available	492.6	465.2	372.3	607.3
Transfer to General Fund		(65.0)		
Appropriation to Executive Council		(25.6)	(10.6)	(10.6)
Appropriation Contingencies			(5.0)	(5.0)
Property Tax Credit Appropriation		(54.7)	(54.7)	(54.7)
Appropriation to Medicaid			(187.8)	(187.8)
Flood Mitigation Projects			(6.6)	(6.6)
Preschool Program			(4.0)	(4.0)
Iowa Power Fund			(2.0)	(2.0)
Other Appropriations			(1.7)	(1.7)
Transfer to Economic Emergency Fund	(27.4)			
Ending Balance - Cash Reserve Fund	$ 465.2	$ 319.9	$ 99.9	$ 334.9
Cash Reserve Fund Goal (7.5%)	*465.2*	*439.0*	*407.9*	*407.9*
Economic Emergency Fund				
Balance Brought Forward	$ 148.1	$ 53.8	$ 99.1	$ 99.1
Estimated Revenues:				
Transfer From Cash Reserve Fund	27.4	-	-	-
Appropriation from General Fund		45.3		
Total Funds Available	175.5	99.1	99.1	99.1
Transfer to Senior Living Trust Fund	(20.4)			
Appropriations for Rebuild Iowa Programs	(56.0)			
Transfer to General Fund	(45.3)			
Total Transfers Out:	(121.7)	-	-	-
Ending Balance - Economic Emergency Fund	$ 53.8	$ 99.1	$ 99.1	$ 99.1
Economic Emergency Fund Goal (2.5%)	*155.1*	*146.3*	*136.0*	*136.0*
Total Reserve Funds	**$ 519.0**	**$ 419.0**	**$ 199.0**	**$ 434.0**

Office of the Governor
Governor Chet Culver & Lt. Governor Patty Judge

Press Releases

Thursday, September 30, 2010

Governor Culver: Iowa's Budget is Balanced, Goes Forward with a $754 Million Surplus

FY10 ends with a $335.6 million ending balance, second-highest in a decade

DES MOINES – Governor Chet Culver today announced that Iowa ended the last fiscal year with the second-highest surplus in the last decade. The state's general-fund ending balance on Fiscal Year 2010 came in at $335.6 million, and gives the state a $754 million budget surplus going into Fiscal Year 2011.

"For all those concerned about the state budget, today's announcement shows that Iowa's fiscal house is truly in order," Culver said. "At a time when a majority of states are struggling, Iowa is moving forward. When times got tough, we made the tough decisions. And with our economy improving, these numbers show that state government is on solid ground."

The general fund's ending balance was originally estimated to come in at $100.7 million. Revenues came in $234.9 million higher, bringing the total year-end balance to $335.6 million. The higher-than-expected balance is a direct result of an improving economy and Culver's fiscal management, which includes hiring controls, travel restrictions, and finding efficiencies.

This brings the state's overall budget surplus for FY 2010 to $754.6 million, which includes the state's rainy day funds balance of $419 million and the FY10 General Fund ending balance of $335.6 million.

This is the second-highest General Fund ending balance this past decade, eclipsed only by FY06 when the ending balance came in at $361.9 million.

"While this is certainly good news, we know that our work is far from over," Culver said. "Our economy is recovering, but we must keep on working to ensure that every Iowan who wants a job, has one. As governor, I will continue to do everything in my power to grow our economy, create good jobs, and build a brighter future for Iowa."

Media Availability

WHAT:
State Budget Director Dick Oshlo will be available to answer reporter questions on the FY10 budget.

WHERE:
Kennedy Conference Room

WHEN:
Thursday, Sept. 30, 11 a.m.

NOTE:

1. General fund ending balances over the past decade, below.
2. FY10 Fact Sheet

General Fund Ending Balances

FY 2001 $0.0 million
FY 2002 $89.0 million
FY 2003 $-45.3 million
FY 2004 $166.0 million
FY 2005 $166.2 million
FY 2006 $361.9 million
FY 2007 $261.6 million
FY 2008 $196.4 million
FY 2009 $0.0 million
FY 2010 $335.6 million

*Prepared by the Iowa Department of Management, 9/29/2010

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State of Iowa 2010

Office of the Governor & Lt. Governor
State Capitol | 1007 East Grand Ave. | Des Moines, Iowa 50319
Phone: 515.281.5211 | Contact Us

FY 2010 Budget: By the Numbers

General Fund Revenue

Net Receipts	$5.6338 billion

What caused these results?

Higher Gross Revenues	$183.9 million
Lower Tax Refunds	$41.9 million
Higher Reversions	$5.5 million

General Fund Ending Balance

Originally Estimated General Fund Ending Balance	$100.7 million
Actual General Fund Ending Balance	$335.6 million
	$234.9 million higher

Reserve Funds

Actual FY 10 Reserve Funds Ending Balance	$419.0 million

FY 2010 Total Budget Surplus

(Ending Balance of both the General Fund of $335.6 million and Reserve Funds of $419.0 million) **$754.6 million**

**Prepared by the Iowa Department of Management, 9/28/2010*