

Contact: Pam Elliott Cain

SUPPLEMENTAL FY 2006 APPROPRIATIONS REQUEST

Action Requested: Consider approval of a FY 2006 supplemental appropriations request of \$130,000 for the University of Iowa Hygienic Laboratory.

Executive Summary: During the 2004 legislative session, the Iowa Department of Administrative Services (DAS) was established as an entrepreneurial state agency, thereby charging other governmental entities for services provided. The legislation required that the moneys appropriated to DAS be distributed to other governmental entities to pay for the DAS services provided.

The University of Iowa Hygienic Laboratory has occupied space in the Wallace Building within the State's Capitol Complex for many years. As required by the 2004 legislation, DAS distributed appropriated funding on a square foot basis and distributed \$46,941 of the appropriated moneys for the Hygienic Laboratory. This distribution was based on the Hygienic Lab occupying approximately 15,000 square feet in the Wallace Building. The space fees for FY 2006 at the new Ankeny Lab are \$177,510 annually based on a square footage of approximately 31,000. This appropriation request is a direct result of receiving funding based on a much smaller square footage than that used to calculate the FY06 DAS billing for space costs.

The Hygienic Lab has also indicated that DAS plans to bill them for utilities beginning in FY 2007. This will be an additional \$100,000 per year billing from DAS.

The Hygienic Lab's current FY 2006 operating budget is \$6.77 million. As described in §263.8 of the Code of Iowa, the laboratory may not charge fees for examinations or investigations performed for the Iowa Department of Public Health.

Additional information is available from the Board Office.