

Kim Reynolds governor

OFFICE OF THE GOVERNOR

Adam Gregg lt governor

March 8, 2021

The Honorable Paul Pate Secretary of State of Iowa State Capitol Des Moines, Iowa 50319

Dear Mr. Secretary,

I hereby transmit:

House File 386, an Act striking certain reporting requirements related to nonprofit school organizations established by school districts.

The above House File is hereby approved on this date.

Sincgrely,

Governor of Iowa

cc: Secretary of the Senate Clerk of the House.



House File 386

AN ACT

STRIKING CERTAIN REPORTING REQUIREMENTS RELATED TO NONPROFIT SCHOOL ORGANIZATIONS ESTABLISHED BY SCHOOL DISTRICTS.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

Section 1. Section 279.62, Code 2021, is amended to read as follows:

279.62 Nonprofit school organizations.

The board of directors of a school district may take action to adopt a resolution to establish, and authorize expenditures for the operational support of, an entity or organization for the sole benefit of the school district and its students that is exempt from federal income taxation under section 501(c)(3) of the Internal Revenue Code. The entity or organization shall reimburse the school district for expenditures made by the school district on behalf of the entity or organization. Prior to establishing such an entity or organization, the board of directors shall hold a public hearing on the proposal to establish such an entity or organization. Such an entity or organization shall maintain its records in accordance with chapter 22, except that the entity or organization shall provide for the anonymity of a donor at the written request of the donor. The board of directors of a school district shall annually report to the department of education and to the local community the administrative expenditures, revenues, and activities of the entity or organization established by the school district pursuant to this section. The department

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shall include in its annual condition of education report a statewide summary of the expenditures and revenues submitted in accordance with this section.

PAT GRASSLEY Speaker of the House

JAKE CHAPMAN President of the Senate

I hereby certify that this bill originated in the House and is known as House File 386, Eighty-ninth General Assembly.

MEGHAN NELSON Chief Clerk of the House

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Approved March 8th, 2021

KIM REYNOLDS Governor