

Sec. 4. Section 601E.6, subsection 1, Code 1985, is amended by adding the following new unnumbered paragraph:

NEW UNNUMBERED PARAGRAPH. A handicapped identification device or sticker shall only be issued if the applicant files with the department a statement from a physician licensed under chapter 148, 150, or 150A, written on the physician's stationery, stating the nature of the applicant's handicap and such additional information as required by rules adopted by the department under subsection 3. This paragraph does not apply to handicapped identification devices issued to nonhandicapped individuals, government agencies, or private organizations under subsection 3, paragraph "d".

Sec. 5. Section 601E.6, subsection 3, paragraph a, Code 1985, is amended to read as follows:

a. Establishing procedure for applying to the department for issuance of a permanent or temporary handicapped identification device and handicapped identification stickers under this section.

Sec. 6. Section 601E.6, subsection 3, paragraph b, Code 1985, is amended to read as follows:

b. Requiring persons who seek permanent handicapped identification devices or handicapped identification stickers to furnish evidence upon initial application that they are permanently handicapped; and requiring persons who seek temporary handicapped identification devices to furnish evidence upon initial application that they are physically handicapped and, in addition, to furnish evidence at ~~six-month~~ three-month intervals that they remain physically handicapped.

Sec. 7. Section 601E.6, subsection 3, paragraph c, Code 1985, is amended to read as follows:

c. Governing the manner in which handicapped identification devices and stickers are to be displayed in or on motor vehicles parked in spaces designated under subsection 2.

Sec. 8. Sections 2 and 3 take effect January 1, 1987. Section 6 takes effect July 1, 1986, and with regard to the interval for persons to furnish evidence of their physical handicap applies to temporary handicapped identification devices issued on or after July 1, 1986.

Approved May 27, 1986

CHAPTER 1226

EDUCATIONAL COST EFFICIENCIES

H.F. 2462

AN ACT relating to educational cost efficiencies including the creation of school district economy task forces and area education agency economy task forces, changing certain reorganization procedures, providing for multimember director districts of school districts, providing for attendance of pupils in classes in other school districts, reducing the levy for bonded indebtedness, the additional levy, and the uniform levy in certain reorganized school districts, providing for supplementary weighting for shared administrators, providing a time limitation on supplementary weighting, continuing supplementary weighting for reorganized school districts, and making appropriations.

Be It Enacted by the General Assembly of the State of Iowa:

Section 1. Section 275.12, subsection 2, paragraphs b and d, Code 1985, are amended to read as follows:

b. Division of the entire school district into designated geographical single director or multi-director subdistricts on the basis of population for each director, to be known as director

districts, each of which director districts shall be represented on the school board by one director or more directors who shall be a resident residents of such the director district but who shall be elected by the vote of the electors of the entire school district. The school district shall be divided into the same number of director districts as the number of school directors the district is authorized by law. The boundaries of such the director districts and the area and population included within each district shall be such as justice, equity, and the interests of the people may require. Changes in the boundaries of director districts shall not be made during a period commencing sixty days prior to the date of the annual school election. Insofar as may be practicable, the boundaries of such the districts shall follow established political or natural geographical divisions.

d. Division of the entire school district into designated geographical single director or multi-director subdistricts on the basis of population for each director, to be known as director districts, each of which director districts shall be represented on the school board by one director or more directors who shall be a resident residents of such the director district and who shall be elected by the voters of said the director district. Place of voting in such the director districts shall be designated by the commissioner of elections. Changes in the boundaries of director districts shall not be made during a period commencing sixty days prior to the date of the annual school election.

Sec. 2. Section 275.15, unnumbered paragraph 2, Code Supplement 1985, is amended to read as follows:

The area education agency board, when entering the order fixing the boundaries, shall consider all requests timely filed for boundary line changes. Each objection filed by a property owner shall be considered separately and an individual ruling made.

Sec. 3. Section 275.31, Code Supplement 1985, is amended to read as follows:

275.31 TAXES AND APPROPRIATION TO EFFECT EQUALIZATION.

If necessary to equalize the division and distribution, the board or boards may provide for the levy of additional taxes, which shall be sufficient to satisfy the mandatory levy required in section 76.2 or other liabilities of the districts, upon the property of a corporation or part of a corporation and for the distribution of the tax revenues so as to effect equalization. When the board or boards are considering the equalization levy, the division and distribution shall not impair the security for outstanding obligations of each affected corporation. Any owner of bonds of an affected corporation may bring suit in equity for adjustment of the division and distribution in compliance with this section. If the property tax levy for the amount estimated and certified to apply on principal and interest on lawful bonded indebtedness for a newly formed community school district is greater than the property tax levy for the amount estimated and certified to apply on principal and interest in the year preceding the reorganization or dissolution for a school district that is a party to the reorganization or dissolution and that had a certified enrollment of less than six hundred for the year prior to the reorganization or dissolution, the board of the newly formed district shall inform the state comptroller. The state comptroller shall pay debt service aid to the newly formed district in an amount that will reduce the rate of the property tax levy for lawful bonded indebtedness in the portion of the newly formed district where the new rate is higher, to the rate that was levied in that portion of the district during the year preceding the reorganization or dissolution.

For the school year beginning July 1, 1987 and succeeding school years, there is appropriated from the general fund of the state to the state comptroller an amount sufficient to pay the debt service aid under this section. Debt service aid shall be paid in the manner provided in section 442.26.

Not later than May 1 of each year, the state comptroller shall inform the board of the newly formed school district the amount of debt service aid that the district will receive and the rate of the property tax levy for the amount estimated and certified to apply on principal and interest on lawful bonded indebtedness in the portion of the newly formed district where the

new rate would have been higher, and for the remainder of the newly formed district. The state comptroller shall notify the county auditor of each applicable county of the amount, in dollars and cents per thousand dollars of assessed valuation, of the property tax levy in each portion of each applicable newly formed school district in the county for the amount estimated and certified to apply on principal and interest on lawful bonded indebtedness, and the boundaries of the portions within the newly formed district for which the levies shall be made. The county auditor shall spread the applicable property tax levy for each portion of a school district over all taxable property in that portion of the district.

Sec. 4. Section 279.29, Code 1985, is amended by adding the following new unnumbered paragraph:

NEW UNNUMBERED PARAGRAPH. Pending audit and allowance of claims under this section, the board shall invest moneys of the corporation to the extent practicable, and the board may provide for the joint investment of moneys with one or more school corporations pursuant to a joint investment agreement.

Sec. 5. **NEW SECTION. 279.50 ADMINISTRATIVE EXPENDITURES.**

For the budget year beginning July 1, 1989 and each of the following three budget years, the board of directors of a school district in which the administrative expenditures as a percent of the school district's operating fund for a base year exceed five percent, shall reduce its administrative expenditures so that they are one-half percent less as a percent of the school district's operating fund than they were for the base year. However, a school district is not required to reduce its administrative expenditures below eight percent of its operating fund. Thereafter, a school district shall not increase the percent of its administrative expenditures compared to its operating fund. Annually, the board of directors shall certify to the department of public instruction the amounts of the school district's administrative expenditures and its operating fund. Base year and budget year mean base year and budget year as defined in section 442.6. For the purposes of this section, "administrative expenditures" means expenditures for executive administration.

Sec. 6. Section 442.2, subsection 1, Code 1985, is amended by adding the following new unnumbered paragraphs:

NEW UNNUMBERED PARAGRAPH. However, commencing with the budget year beginning July 1, 1987, a reorganized school district shall cause a foundation property tax of four dollars and forty cents per thousand dollars of assessed valuation to be levied on all taxable property which, in the year preceding the reorganization, was within a school district affected by the reorganization as defined in section 275.1 and which had a certified enrollment of less than six hundred. In succeeding school years, the foundation property tax levy on that portion shall be increased twenty cents per year until it reaches the rate of five dollars and forty cents per thousand dollars of assessed valuation.

NEW UNNUMBERED PARAGRAPH. For purposes of this section, a reorganized school district is one in which reorganization was approved in an election pursuant to sections 275.18 and 275.20 and will take effect on or after July 1, 1986.

Sec. 7. **NEW SECTION. 442.9A SUPPLEMENTAL AID.**

Notwithstanding section 442.9, commencing with the budget year beginning July 1, 1987, if the rate of the additional property tax levy determined under section 442.9 for a budget year for a reorganized school district is higher than the rate of additional property tax levy determined under section 442.9 for the year previous to the reorganization for a school district that had a certified enrollment of less than six hundred and that was within the school districts affected by the reorganization as defined in section 275.1, the state comptroller shall reduce the rate of the additional property tax levy in the portion of the reorganized district where the new rate is higher, to the rate that was levied in that portion of the district during the year preceding the reorganization, for the five-year period provided in this section. The state

comptroller shall pay to each reorganized school district during each of the first five years of existence of the reorganized district as supplemental aid, moneys equal to the difference in revenues that would have been collected under the additional property tax levy calculated under section 442.9 and the rate determined under this section.

For the school year beginning July 1, 1987 and succeeding school years, there is appropriated from the general fund of the state to the state comptroller an amount sufficient to pay the supplemental aid to school districts under this section. Supplemental aid shall be paid in the manner provided in section 442.26.

For the purpose of the state comptroller's determination of the portion of a school district's budget that was property tax and the portion that was state aid, supplemental aid shall be considered property tax.

For purposes of this section, a reorganized school district is one in which reorganization was approved in an election pursuant to sections 275.18 and 275.20 and will take effect on or after July 1, 1986.

Sec. 8. Section 442.39, unnumbered paragraph 1, and subsection 1, Code Supplement 1985, are amended to read as follows:

In order to provide additional funds for school districts which send their resident pupils to another school district or to an area school for classes, which jointly employ and share the services of teachers under section 280.15, or which use the services of a teacher employed by another school district, or which jointly employ and share the services of school administrators under section 280.15, a supplementary weighting plan for determining enrollment is adopted as follows:

1. Pupils in a regular curriculum attending all their classes in the district in which they reside and taught by teachers employed by that district, and having administrators employed by that district, are assigned a weighting of one.

Sec. 9. Section 442.39, subsection 2, Code Supplement 1985, is amended to read as follows:

2. Pupils attending classes in another school district or an area school, attending classes taught by a teacher who is employed jointly under section 280.15, or attending classes taught by a teacher who is employed by another school district, are assigned a weighting of one plus ~~five tenths~~ five-tenths times the percent of the pupil's school day during which the pupil attends classes in another district or area school, attends classes taught by a teacher who is jointly employed under section 280.15, or attends classes taught by a teacher who is employed by another school district if the school budget review committee certifies to the state comptroller that the shared classes or teachers would otherwise not be implemented without the assignment of additional weighting. However, in lieu of the additional weighting of ~~five tenths~~ five-tenths, the school budget review committee shall assign an additional weighting of ~~one tenth~~ one-tenth times the percent of the pupil's school day in which a pupil attends classes in another district or an area school, attends classes taught by a teacher who is employed jointly under section 280.15, or attends classes taught by a teacher who is employed by another district, in districts that have a substantial number of students in any of grades seven through twelve sharing more than one class or teacher. Effective July 1, 1986, the additional weighting of one-tenth may be assigned by the school budget review committee for a maximum of five years, and thereafter, the additional weighting shall not be assigned under this section, but may be assigned under section 442.39A.

Sec. 10. Section 442.39, Code Supplement 1985, is amended by adding the following new subsection:

NEW SUBSECTION. 3A. Pupils enrolled in a school district in which one or more administrators are employed jointly under section 280.15 are assigned a weighting of one plus five-hundredths for each administrator who is jointly employed times the percent of the administrator's time in which the administrator is employed in the school district. However, the

total additional weighting assigned under this subsection for a budget year for a school district is fifteen.

For the purposes of this section, "administrators" includes the following:

a. Executive administrators, which includes the superintendent and such assistants as deputy, associate, and assistant superintendents who perform activities in the general direction and management of the affairs of the local school districts.

b. School administrators, which includes assistant principals, and other assistants in general supervision of the operations of the school. School administrators does not include principals.

c. Business administrators, which includes personnel associated with activities concerned with purchasing, paying for, transporting, exchanging, and maintaining goods and services for the school district.

Sec. 11. NEW SECTION. 442.39A SUPPLEMENTARY WEIGHTING AND SCHOOL REORGANIZATION.

For the school year beginning July 1, 1986 and succeeding school years, in determining weighted enrollment under section 442.4, a reorganized school district shall include, for a period of five years following the effective date of the reorganization, additional pupils added by the application of the supplementary weighting plan, as determined under section 442.39, equal to the pupils added by the application of the supplementary weighting plan in the year preceding the reorganization. However, the weighting shall be reduced by the supplementary weighting added for a pupil whose residency is not within the reorganized district. For purposes of this section, a reorganized district is one in which the reorganization was approved in an election pursuant to sections 275.18 and 275.20 and takes effect on or after July 1, 1986.

Sec. 12. ECONOMY TASK FORCES. The advisory committee appointed by the board of directors of a school district under section 280.12, subsection 2, shall serve as members of a school economy task force. In addition to the members of the advisory committee, the school economy task force shall include the following as members if the advisory committee does not include members meeting the listed criteria:

1. One member of the county board of supervisors of the county in which the school district is located or an individual designated by the county board of supervisors.

2. One member who is a member of a city council of a city located within the school district or an individual designated by such a city council.

3. One member who is a board member of a regional transit agency selected by the board of directors of the school district or a designee named by that regional transit board.

4. One member selected by the board of directors of the school district who is a certified public accountant or has an accounting background.

The superintendent and other administrative personnel appointed by the board of directors shall serve as advisers to the task force and shall prepare and distribute information requested by the task force.

The secretary of the board of directors shall serve as secretary to the task force and shall take minutes of the meetings and prepare a report of the proceedings and recommendations of the task force.

The chairperson of the advisory committee shall serve as chairperson of the task force.

Members shall serve without compensation or reimbursement for expenses.

Sec. 13. AREA EDUCATION AGENCY TASK FORCE. The board of directors of each area education agency shall appoint an area education agency school economy task force. The members shall include members of boards of directors of school districts, a member of a regional library board, a member of a county board of supervisors from a county in the area or an individual designated by a county board of supervisors, a member of a city council of a city located in the area or an individual designated by a city council, a member of a regional transit board or a designee of a regional transit board, school administrators, teachers, parents, students, and other representatives residing in the area education agency.

The area education agency economy task force shall select a chairperson from its membership.

Members of area education agency task forces shall be paid mileage for attending meetings of the task force from funds appropriated to the department of public instruction for that purpose.

The secretary of the area education agency board shall serve as secretary to the task force and shall take minutes and prepare a report of the proceedings and recommendations of the task force.

Sec. 14. SCHEDULE. Each school district and area education agency task force shall hold its organizational meeting not later than June 1, 1986. A task force shall meet as often as deemed necessary to complete its report by November 1, 1986. A task force may meet jointly with one or more task forces appointed by boards of directors of contiguous school districts or contiguous area education agencies.

Sec. 15. DUTIES. The department of public instruction shall prepare district-by-district and area-by-area comparisons of the various kinds of expenditures and activities of school districts and area education agencies and transmit the applicable information to each task force prior to the organizational meetings.

A school district task force may consider but is not limited to discussion and recommendations for implementing efficiencies in the school district relating to the following:

1. School administration.
2. Teacher utilization.
3. Building utilization.
4. Extracurricular activities.
5. Use of regional transportation systems.
6. Energy management and costs.
7. School maintenance.
8. Centralized purchasing.
9. Availability of textbooks, instructional materials, and library materials.
10. Staff development.
11. Shared programs and services.
12. Possible merger of programs and services.

An area education agency task force shall discuss recommendations for implementing efficiencies in programs and services of the area education agency.

A report of the proceedings and recommendations of each task force shall be made to the board of directors of the school district or area education agency. In addition, the report and recommendations of the task force shall be sent to the department of public instruction. The report shall also include recommendations for changes in the statutes or rules of the department of public instruction that will improve efficiency in the school district or area education agency.

Sec. 16. DEPARTMENT OF PUBLIC INSTRUCTION DUTIES. The department of public instruction shall review the reports of the school district and area education agency task forces and compile recommendations for school districts and area education agencies and for statutory and rule changes to be submitted to the general assembly. A preliminary report shall be completed by December 1, 1986 with a final draft completed by January 15, 1987. Copies of the applicable report shall also be sent to each school district and area education agency in the state.

Sec. 17. APPROPRIATION. There is appropriated from the general fund of the state for the fiscal year beginning July 1, 1986 and ending June 30, 1987, to the department of public instruction the sum of ten thousand (10,000) dollars, or as much thereof as may be necessary, to pay mileage expenses of members of area education agency school economy task forces and for reproduction and postage costs for the department of public instruction.

Sec. 18. The legislative council may appoint a joint committee consisting of five members from each house and representing both political parties to review the report of the department of public instruction relating to the recommendations of the school district and area education agency economy task forces and make recommendations to the legislative council and the general assembly meeting in 1987. The joint committee shall meet during December 1986.

Sec. 19. **NEW SECTION. 273.13 ADMINISTRATIVE EXPENDITURES.**

During the budget year beginning July 1, 1989 and the three succeeding budget years, the board of directors of an area education agency in which the administrative expenditures as a percent of the area education agency's operating fund for a base year exceed eight percent shall reduce its administrative expenditures to five percent of the area education agency's operating fund. During each of the four years, the board of directors shall reduce administrative expenditures of twenty-five percent of the reduction in administrative expenditure required by this section. Thereafter, the administrative expenditures shall not exceed eight percent of the operating fund. Annually, the board of directors shall certify to the department of public instruction the amounts of the area education agency's expenditures and its operating fund. Base year and budget year mean base year and budget year as defined in section 442.6. For the purposes of this section, "administrative expenditures" means expenditures for executive administration.

Sec. 20. Sections 12 through 15 of this Act, being deemed of immediate importance, take effect from and after publication of the Act in The New Hampton Tribune, a newspaper published in New Hampton, Iowa, and in The Cedar Rapids Gazette, a newspaper published in Cedar Rapids, Iowa.

Approved May 27, 1986

I hereby certify that the foregoing Act, House File 2462, was published in The Cedar Rapids Gazette, Cedar Rapids, Iowa, on June 3, 1986, and in The New Hampton Tribune, New Hampton, Iowa, on June 5, 1986.

MARY JANE ODELL, *Secretary of State*

CHAPTER 1227
OPERATION OF MOTORBOATS
H.F. 665

AN ACT relating to the operation of motorboats.

Be It Enacted by the General Assembly of the State of Iowa:

Section 1. Section 106.31, subsection 1, paragraph b, Code 1985, is amended by striking the paragraph and inserting in lieu thereof the following:

b. A motorboat equipped with any power unit mounted or carried aboard the vessel may be operated at a no-wake speed on all artificial lakes of more than one hundred acres in size under the custody of the commission. However, on Big Creek lake and lake Macbride, a motorboat with a power unit exceeding ten horsepower may be operated only when permitted by rule and the rule shall not authorize such use during the period beginning on the Friday before Memorial Day and ending on Labor Day inclusively. This paragraph does not limit motorboat horsepower on natural lakes under the custody of the commission or limit the commission's authority to establish special speed zoning regulations.

Approved May 28, 1986