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W. D. 5/25

SENATE FILE 511

By COMMITTEE ON WAYS AND MEANS

Passed Senate, Date _____ Passed House, Date _____

Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____

Approved _____

A BILL FOR

1 An Act relating to state aid for public school districts, school
2 district property taxes, and providing for the imposition
3 of a school district income tax to be administered by the
4 state department of revenue, with adoption of applicable
5 statutes, including penalties.
6 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
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1 Section 1. FOUNDATION PROPERTY TAX. Each school district
2 shall cause to be levied each year beginning in 1972 for the
3 school general fund a foundation property tax of twenty mills
4 per dollar of assessed valuation on all taxable property in
5 the district. However, a school district which can meet its
6 general fund budget by a levy of less than twenty mills per
7 dollar of assessed valuation on all taxable property in the
8 district, shall levy only the lesser amount needed. Each
9 county auditor shall certify to each school district within
10 the county and to the state comptroller not later than June
11 first each year the assessed valuation of taxable property
12 in each school district within the county.
13 Sec. 2. FOUNDATION FORMULA. The foundation formula is
14 a method of determining the amount of per pupil state aid
15 to be paid to public school districts in the state, based
16 upon the relative wealth of each school district. The formula
17 consists of multiplying a school district's relative wealth
18 factor by the average per pupil state aid factor.
19 A school district's relative wealth factor is determined
20 for each school year by dividing the state average per pupil
21 wealth by the school district's per pupil wealth. The state
22 average per pupil wealth is determined by adding together
23 the total assessed valuation of taxable property in the state
24 and the total adjusted gross income in the state, and dividing
25 the sum by the total per pupil enrollment in the state. The
26 school district's per pupil wealth is determined by adding
27 together the total assessed valuation of taxable property
28 in the school district and the total adjusted gross income
29 in the district, and dividing the sum by the total per pupil
30 enrollment in the district.
31 The average per pupil state aid factor is determined for
32 each school year by dividing the total amount of money appro-
33 priated for state aid by the total per pupil enrollment in
34 the state.
35 Each public school district in the state which cannot meet

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1 its general fund budget by the levy of the foundation property
2 tax is entitled to state aid equal to the amount of its per
3 pupil state aid as determined by the foundation formula
4 multiplied by its per pupil enrollment. However, no dis-
5 trict shall receive during a school year an amount of state
6 aid per pupil which, added to the amount receivable per pupil
7 from the foundation property tax, exceeds eighty-five percent
8 of the district's general fund budget per pupil, or eighty-
9 five percent of the state average general fund budget per
10 pupil, whichever is smaller.
11 Prior to July fifteenth each year, the state comptroller
12 shall determine an accurate approximation of the amount of
13 state aid to be paid to each school district in the state
14 under this section, and shall certify the estimated amount
15 to each school district for use in preparing budgets.
16 As soon as possible each year, the state comptroller shall
17 compute the actual amount due each school district in the
18 state under the provisions of this section, and shall pay
19 the amount due to each school district in three installments
20 to be paid on approximately the first days of November,
21 February, and May of each school year. The installments shall
22 be as nearly equal as possible as determined by the state
23 comptroller, taking into consideration the relative budget
24 and cash position of the state resources.
25 Sec. 3. GENERAL FUND BUDGET. Subject to limitations
26 imposed by the school budget review committee or by state
27 law, the general fund budget of a school district shall be
28 determined as follows:
29 1. Determine estimated general fund expenditures exclusive
30 of gifts, and federal grants and aids, except federal aids
31 paid in anticipation of or reimbursement for expenses caused
32 by a federal activity in or near a school district which would
33 otherwise need to be paid from local sources, by adding
34 together the estimated amounts to be expended for the school
35 year, for administration, instruction, attendance services,

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1 health services, pupil transportation services, fixed charges,
2 operation and maintenance, community services, capital outlay,
3 debt service, and tuition paid other districts. The cost
4 of food services and student body activities shall not be
5 included in general fund costs.
6 2. From the total of the sums determined under subsection
7 one (1) of this section deduct the following:
8 a. Estimated receipts from state appropriations for handi-
9 capped children aid, vocational aid, driver education aid,
10 and junior college aid.
11 b. Estimated general fund receipts from the following:
12 Tuition paid by individuals or by the state; transportation;
13 services; rents; income on investment securities; other gen-
14 eral fund revenue receipts; general fund nonrevenue receipts;
15 and transfers to the general fund other than those resulting
16 from clearing accounts, reorganization, and the return of
17 principal of invested securities.
18 c. An estimate of the total amount determined on the per
19 pupil cost basis for children transported who live within
20 statutory walking distance from school.
21 Sec. 4. DETERMINATION OF PER PUPIL ENROLLMENT. The total
22 amount of state aid allocated to public schools shall be paid
23 to each school district, on a per pupil basis, based on the
24 number of students in each school district. The number of
25 students in each school district including special education
26 students shall be determined by a count of actual enrollment
27 on the second Friday in September. Shared-time students shall
28 be counted in the enrollment on the basis of number of hours
29 of instruction in a public school, proportionate to a full-
30 time student enrolled in the district. A school district
31 may appear before the school budget review committee to apply
32 for additional state aid providing it can substantiate that
33 the second semester increased enrollment, based upon a recount
34 of actual enrollment on the second Friday in February, shows
35 an increase over active enrollment on the second Friday in

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1 September of more than five percent, and that the increased
2 enrollment has caused increased costs over the initial program
3 presented in the proposed budget for the year. The school
4 budget review committee may distribute additional state aid
5 per pupil allocated for this purpose equally to those schools
6 qualifying. However, the amount per pupil distributed shall
7 not exceed one half of the amount distributed per pupil in
8 fall enrollment.
9 Sec. 5. PERCENTAGE GROWTH FACTOR.
10 1. It is the intent of the legislature that the total
11 amount of state aid appropriated for use in determining the
12 amount to be paid to each school district under the school
13 foundation formula provided in section two (2) of this Act,
14 will be increased annually by the amount of the percentage
15 growth factor for the state, which will be computed by the
16 state comptroller each year as follows:
17 a. Determine the percent of increase or decrease in state
18 revenue from taxes other than any school district income
19 surtax, adjusted for changes in rates or basis, for each year
20 of the last three calendar years for which accurate figures
21 are available, and divide the total by three.
22 b. The total state aid for the last preceding school year
23 multiplied by the percentage growth factor gives the addi-
24 tional amount of state aid which should be added to the
25 appropriation for the current school year.
26 Sec. 6. ADDITIONAL SCHOOL PROPERTY TAX AND BUDGET LIMI-
27 TATION. The remainder of a school district's general fund
28 budget for the 1972-1973 school year, after allowance for
29 expected receipts from the foundation property tax and from
30 state aid based upon the foundation formula as determined
31 under sections one (1) and two (2) of this Act, shall be
32 provided by a tax which the school board shall cause to be
33 levied on all taxable property within the district. However,
34 a district's general fund budget for the 1972-1973 school
35 year may not exceed one hundred three percent of its general

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1 fund budget for the 1971-1972 school year.
2 Sec. 7. MAXIMUM MILLAGE. The total tax caused to be
3 levied by a school district in 1972 for the foundation property
4 tax and the additional school property tax shall be the maximum
5 millage which the school board may cause to be levied for
6 school general fund purposes in subsequent years. If a school
7 district cannot meet its general fund budget by a combination
8 of state aid based upon the foundation formula, and the maximum
9 property tax millage permitted under this section, the school
10 board may apply to the school budget review committee for
11 an allotment of any special funds appropriated for this
12 purpose, or may hold a special election on the question of
13 whether to adopt a school district income surtax.
14 Sec. 8. SCHOOL BUDGET REVIEW COMMITTEE. A school budget
15 review committee is established, which consists of the super-
16 intendent of public instruction, the state comptroller, and
17 three members appointed by the governor to represent the
18 public and to serve three-year staggered terms. Those serving
19 as public members on the effective date of this Act shall
20 continue to serve out their unexpired terms. The superin-
21 tendent of public instruction and the state comptroller may
22 each appoint a member of his staff to serve as his permanent
23 representative on the committee. The school budget review
24 committee shall meet and hold hearings each year in Des Moines
25 in May, and shall continue in session until it has reviewed
26 budgets of school districts, as provided in section nine (9)
27 of this Act. It may call in school board members and employ-
28 ees as necessary for the hearings. Legislators shall be
29 notified of hearings concerning school districts in their
30 constituencies.
31 The committee shall adopt its own rules of procedure.
32 The superintendent of public instruction or his representative
33 shall serve as chairman, and the state comptroller or his
34 representative shall serve as secretary. The committee members
35 representing the public are entitled to receive a per diem

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1 equal to the per diem of members of the board of public
2 instruction, and their necessary travel and other expenses
3 while engaged in their official duties. Expense payments
4 shall be made from appropriations to the department of public
5 instruction.
6 Not later than December first for the following school
7 year, the board of directors of each school district shall
8 set a tentative limitation in dollars of the amount the dis-
9 trict may spend on each program in the system as defined by
10 the school budget review committee and in the form which the
11 committee prescribes. This prospectus of program and allotted
12 dollars as approved by the board of directors shall guide
13 the superintendent when preparing the proposed budget for
14 the following school year. These limitations submitted by
15 the board of directors to the superintendent of schools for
16 the district shall be promptly forwarded to the school budget
17 review committee.
18 Sec. 9. DUTIES OF COMMITTEE. The school budget review
19 committee may recommend to the state board of public instruc-
20 tion the revision of any rules, regulations, directives, or
21 forms relating to school district budgeting and accounting,
22 confer with local school boards or their representatives and
23 make recommendations relating to any budgeting or accounting
24 matters, and may direct the superintendent of public instruc-
25 tion or the state comptroller to make studies and investiga-
26 tions of school costs in any school district whose budget
27 has been submitted to the committee. The committee shall
28 report to each session of the general assembly, which report
29 shall include any recommended changes in laws relating to
30 school districts, and shall set out the number of hearings
31 held pursuant to this Act, the reasons for any authorized
32 increases in school costs, and other information as the
33 committee deems advisable.
34 If a school board applies to the school budget review com-
35 mittee for an allotment of special funds the committee may

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1 make an allotment from any funds appropriated specifically
2 for this purpose, making allowance for prorating the
3 appropriated funds among the districts who apply, in proportion
4 to their needs. The committee, in determining whether to
5 grant special funds, shall consider unique and unusual
6 circumstances including, but not limited to, unusual increases
7 or decreases in enrollments, natural disasters, unusual
8 transportation problems, and initial staffing problems, and
9 shall grant permission for the election only if unique and
10 unusual circumstances exist in the district.
11 The school budget review committee may call in any county
12 board of education or joint county board of education for
13 the purpose of reviewing its budget as it relates to the
14 individual districts within the county.
15 Sec. 10. SPECIAL ELECTION. A school board may submit
16 the question of whether to adopt a school district income
17 surtax at a special election as provided in chapter two hundred
18 seventy-seven (277) of the Code.
19 The question submitted to the voters shall state the spe-
20 cific rate of school district income surtax which will be
21 imposed upon individuals residing in the school district on
22 December thirty-first of that year, or on the last day of
23 a tax year falling within that calendar year, in order to
24 meet the school district's general fund budget as proposed.
25 The surtax rate is determined by dividing the additional
26 amount needed to meet the district's general fund budget by
27 the amount of state individual income tax paid by individuals
28 residing in the school district on December thirty-first of
29 the last preceding year for which accurate figures are avail-
30 able, or on the last day of a taxpayer's tax year ending
31 within that calendar year.
32 If a majority of those voting favors adoption of the pro-
33 posed budget and the specified school district income surtax,
34 the tax shall be imposed as provided in section eleven (11)
35 of this Act.

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1 If a majority of those voting does not favor adoption of
2 the proposed budget and the specified school district income
3 surtax, the school board shall reduce its general fund budget
4 to the amount which can be met by its maximum property tax
5 millage and its state aid.
6 The school board shall certify the result of an election
7 required under this section to the school budget review
8 committee, to the county auditor, to the director of revenue,
9 and to the state comptroller, within ten days following the
10 election.
11 Sec. 11. SCHOOL DISTRICT INCOME TAX. If the voters of
12 a school district approve the imposition of a school dis-
13 trict income surtax of a specified rate, the school board
14 shall impose the tax by resolution, as a surtax on the state
15 individual income tax paid on incomes received during the
16 current calendar year by taxpayers residing in the school
17 district on December thirty-first of the current year, or
18 on the last day of a taxpayer's tax year ending during the
19 current calendar year.
20 A local school district income surtax imposed after approval
21 by the voters shall continue to be in effect in that school
22 district until altered by another election. If a school board
23 increases its general fund budget so that it cannot be met
24 by the combination of its maximum property tax, state aid
25 based on the foundation formula, and the approved school
26 district income surtax, the school board may hold another
27 election as provided in section ten (10) of this Act, to
28 submit the question of whether to increase the surtax rate
29 for the district.
30 At least once every five years, the school board shall
31 submit to the voters of the school district, at the regular
32 school election or at a special election, the question of
33 whether to continue imposition of the established school
34 district income surtax. If a majority of those voting does
35 not approve continuation of the school district income surtax,

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1 the school board may reduce its general fund budget to the
2 amount which can be met by its maximum property tax millage
3 and state aid, or may reduce the budget and submit to the
4 voters the question of imposition of a lesser rate of school
5 district income surtax, as provided in section ten (10) of
6 this Act. If the voters refuse to approve any school district
7 income surtax, the school board shall reduce its budget
8 accordingly.
9 Sec. 12. STATUTES APPLICABLE. The director of revenue
10 shall administer any school district income tax imposed under
11 section eleven (11) of this Act, and all the provisions of
12 sections four hundred twenty-two point twenty-two (422.22)
13 through four hundred twenty-two point thirty-one (422.31),
14 inclusive, and four hundred twenty-two point seventy-three
15 (422.73) of the Code, shall apply in respect to administration
16 of the school district income tax.
17 Sec. 13. FORM AND TIME OF RETURN. The school district
18 income tax return shall be made a part of the Iowa individual
19 income tax return subject to the conditions and restrictions
20 set forth in section four hundred twenty-two point twenty-
21 one (422.21) of the Code.
22 Sec. 14. DEPOSIT OF SCHOOL DISTRICT INCOME TAX. The
23 director of revenue shall deposit all moneys received as
24 school district income tax to the credit of each district
25 from which the moneys are received, in a "school district
26 income tax fund" which is established in the office of the
27 treasurer of state.
28 Sec. 15. SCHOOL DISTRICT INCOME TAX CERTIFICATION. On
29 or before October twentieth each year, the director of revenue
30 shall make an accounting of the school district income tax
31 collected under this Act applicable to tax returns for the
32 last preceding calendar year or a taxpayer's tax year ending
33 within that calendar year, from taxpayers in each of the
34 various school districts in the state and certify to the state
35 comptroller and the state department of public instruction

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1 the amount of total school district income tax credited from
2 the taxpayers of each school district. Additional returns
3 in process, if any, at the time of certification shall be
4 completed and the additional amount of school district income
5 tax reported to the state comptroller for distribution back
6 to the school district with the first installment of the
7 following school year.
8 Sec. 16. SCHOOL DISTRICT INCOME TAX DISTRIBUTION. The
9 state comptroller shall draw warrants in payment of the amount
10 of tax payable to each of the school districts in two
11 installments to be paid on approximately the first day of
12 December and the first day of February, and cause the same
13 to be delivered to the respective school districts.
14 Sec. 17. DEPOSIT IN GENERAL FUND. All amounts received
15 by a school district under the provisions of sections two
16 (2), four (4), nine (9), and sixteen (16) of this Act shall
17 be deposited in the school general fund, and may be used for
18 any school general fund purpose.
19 Sec. 18. Section two hundred ninety-eight point one
20 (298.1), Code 1971, is amended as follows:
21 298.1 SCHOOL TAXES. The board of each school corporation
22 shall estimate the amount of the proposed expenditures and
23 proposed receipts for the general school purposes at a time
24 and in a manner to effectuate the provisions of ~~chapter-442~~
25 sections 1 through 17, inclusive, of this Act. Compliance
26 with chapter 24 shall be observed.
27 ~~Prior-to-compliance-with-section-24.9,-the-superintendent~~
28 ~~of-the-county-school-systems-shall-call-a-joint-meeting-of~~
29 ~~school-superintendents-and-school-board-members-for-all-of~~
30 ~~the-local-districts-within-the-county-basic-school-tax-unit.~~
31 ~~The-time-and-place-for-such-joint-meetings-shall-be-set-by~~
32 ~~the-superintendent-of-the-county-school-systems.~~
33 ~~The-purpose-of-the-joint-meeting-shall-be-for-a-review~~
34 ~~of-the-budgets-of-the-several-school-districts-within-the~~
35 ~~county-basic-school-tax-units,-and-for-the-discussion-of~~

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1 ~~common-problems-within-the-county-basic-unit.~~
2 Sec. 19. Section four hundred twenty-two point sixty-five
3 (422.65), Code 1971, is amended as follows:
4 422.65 ALLOCATION OF REVENUE. ~~Ten~~ Fifty-five percent
5 of the total moneys received from the franchise tax shall
6 be deposited in the state general fund. The remaining moneys
7 received from the franchise tax shall be deposited in a
8 franchise tax fund hereby established in the office of the
9 treasurer of state, and shall be paid quarterly on warrants
10 by the state comptroller, after certification by the direc-
11 tor of revenue, as follows:
12 ~~1.--Fifty-percent-to-the-basic-school-tax-equalization~~
13 ~~fund-of-the-basic-school-tax-unit-from-which-the-tax-is~~
14 ~~collected,-to-be-distributed-in-the-same-manner-as-other-funds~~
15 ~~in-the-basic-school-tax-equalization-fund.~~
16 ~~2.--Thirty~~ 1. Sixty percent to the general fund of the
17 city or town from which the tax is collected.
18 ~~3.--Twenty~~ 2. Forty percent to the general fund of the
19 county from which the tax is collected.
20 If the financial institution maintains one or more offices
21 for the transaction of business, other than its principal
22 office, a portion of its franchise tax shall be allocated
23 to each office, based upon a reasonable measure of the business
24 activity of each office. The director of revenue shall
25 prescribe, for each type of financial institution, a method
26 of measuring the business activity of each office. Financial
27 institutions shall furnish all necessary information for this
28 purpose at the request of the director.
29 Quarterly, the director of revenue shall certify to the
30 treasurer of state the amounts to be paid to each ~~basic-school~~
31 ~~tax-unit,~~ city, town, and county from the franchise tax fund.
32 All moneys received from the franchise tax are hereby
33 appropriated according to the provisions of this section.
34 Sec. 20. Section four hundred twenty-two point sixty-nine
35 (422.69), Code 1971, is amended by striking subsection two

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(2) and renumbering the remaining subsections.

Sec. 21. Section four hundred thirty A point three (430A.3), Code 1971, is amended as follows:

430A.3 LEVY. There is hereby imposed upon capital employed in the business of making loans or investments within the state of Iowa, as determined under the provisions of this chapter, a tax of five mills on each dollar of such capital; such tax to be considered a tax upon moneys and credits of such corporations which shall be levied by the board of supervisors, and placed upon the tax list and collected by the county treasurer. The amount collected in each taxing district in cities and towns shall be apportioned twenty percent to the county general fund, thirty percent to the city or town general fund, and fifty percent to the ~~basic school-tax-equalization-fund~~ general fund of the school district where collected, and the amount collected in each taxing district outside of cities and towns shall be apportioned fifty percent to the county general fund and fifty percent to the ~~basic-school-tax-equalization-fund~~ general fund of the school district where collected. The term "loans" as used herein shall mean the lending of money to members of the general public upon other than real estate security. The term "investments" as used herein shall mean the discounting, purchasing, or otherwise acquiring notes, mortgages, sales contracts, debentures, or any other evidences of indebtedness, based upon other than real estate security when such investments are made in connection with loans made to members of the general public in the state of Iowa or in the courts of any operations having as their effect the financing of business transactions within the state of Iowa resulting in the incurring of any indebtedness based upon security other than real estate security.

Sec. 22. Section four hundred twenty-two point seventy-eight (422.78) and chapter four hundred forty-two (442), Code 1971, are repealed.

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S.F. 511

EXPLANATION

This bill establishes a new state school aid plan and repeals chapter 442. The plan begins with a foundation property tax of 20 mills in each school district. The foundation formula is a method for computing the state aid, based on the relative wealth of each school district. The balance of a district's general fund budget is levied as additional school district property tax.

School budgets for 1972-1973 may not exceed 103% of the 1971-1972 budgets, and after implementation of the plan for the 1972 school year, property tax rates for school general fund purposes are frozen at the 1972 rates. If a school district cannot meet its general fund budget in subsequent years by its maximum millage and state aid, it may apply to the school budget review committee for special state aid, or may hold a referendum on the imposition of a specified rate of school district income surtax. A rate of school district income surtax approved by the voters will continue for five years, at which time the question must be resubmitted. If a school district needs to raise the school district income surtax, it may again submit the question to the voters. The school district income tax is to be administered by the department of revenue and paid along with the regular individual state income tax.

This bill removes the provision which allocates part of the bank franchise tax to cities and towns, and repeals the moneys and credits tax replacement fund. A portion of the moneys and credits tax on loan companies will still go to schools.

LSB 301
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SENATE FILE 511

1 Amend Senate File 511 as follows:
2 1. Page 2, line 5, by adding after the period the following:
3 "For the purpose of this Act a school district is defined as a
4 school corporation organized under chapter two hundred seventy-
5 four (274), of the Iowa Code."
6 2. Page 2, line 10, by striking the word "June" and inserting the
7 word "February".
8 3. Page 2, line 11, by inserting after the word "property" the
9 words "for the preceding year".
10 4. Page 2, line 23, by inserting after the word "valuation" the
11 words "for the preceding year".
12 5. Page 2, line 24, by striking the words "adjusted gross income"
13 and inserting the words "net income as defined in section four
14 hundred twenty-two point seven (422.7), of the Code, for the most
15 recently completed year".
16 6. Page 2, line 27, by inserting after the word "property" the
17 words "for the preceding year".
18 7. Page 2, line 28, by striking the words "adjusted gross income"
19 and inserting the words "net income for the most recently com-
pleted
20 year".
21 8. Page 3, by striking all of line 8, and in line 9 the words
"five
22 percent".
23 9. Page 3, line 10, by striking the words ", whichever is
smaller."
24 10. Page 3, line 11, by striking the word "July" and inserting
the
25 word "April".

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1 11. Page 3, line 12, by striking the word "accurate".
2 12. Page 3, line 12, by inserting after the word "approximation"
3 the words "based on the previous year's fall enrollment".
4 13. Page 3, line 27, by striking the words "of a school district"
5 and inserting the words "for the purpose set forth in section two
6 (2) of this Act".
7 14. Page 5, line 14, by inserting after the word "increased" the
8 words "or decreased".
9 15. Page 5, line 17, by inserting after the word "state", the
words
10 "general fund".
11 16. Page 5, line 24, by inserting after the word "added" the
words
12 "or subtracted".
13 17. Page 5, line 34, by inserting after the word "budget", the
14 words "per pupil".
15 18. Page 5, line 35, by striking the word "three" and inserting
16 the word "five".

17 19. Page 6, line 1, by inserting after the word "budget" the words
18 "per pupil".
19 20. Page 6, by adding after the period in line 1, the following:
20 "However, the general fund budget of a school district for 1972-1973
21 shall not increase by more than forty-six (46) dollars per pupil.".
22 21. Page 6, line 4, by inserting after the second word "tax" the
23 words "as provided in section six (6) of this Act".
24 22. Page 6, line 12, by striking the word "or" and inserting the
25 words "and if its application is refused,".

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1 23. Page 6, line 20, by striking the words "the superin-" and all
2 of lines 21 and 22 and the words "representative on the committee"
3 in line 23.
4 24. Page 6, by striking in line 24 the words "each year in Des
5 Moines".
6 25. Page 6, by striking line 25 and in line 26 the words "budgets
7 of school districts, as provided in" and inserting the words "to
8 carry out the provisions of".
9 26. Page 6, line 32, by striking the words "or his representative".
10 27. Page 6, by striking in lines 33 and 34, the words "or his
11 representative".
12 28. Page 7, by striking in lines 10 and 11 the words "which the
13 committee prescribes" and inserting the words "so prescribed".
14 29. Page 7, line 20, by inserting after the letters "tion" the
15 words "and the state comptroller".
16 30. Page 8, line 8, by striking the second word ", and" and all of
17 lines 9 and 10, and inserting in lieu thereof a period.
18 31. Page 8, by striking in lines 22 and 23 the words "or on the
19 last day of a tax year falling within that calendar year" and inserting
20 the words "or for fiscal year taxpayers, on the last day of their
21 tax year falling after the adoption of the income surtax".
22 32. Page 8, line 30, by striking everything after the word able,"
23 and all of line 31 and inserting in lieu thereof "or for fiscal year
24 taxpayers on the last day of their tax year falling after the adoption
25 of the income surtax. For purposes of this Act the words 'state individual

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1 tax paid' shall mean the tax computed under section four hundred
2 twenty-two point five (422.5), Code of Iowa, less the deductions
3 allowed in section four hundred twenty-two point twelve (422.12),
4 Code of Iowa."
5 33. Page 9, line 10, by adding after the period the following:
6 "The school board shall publish in an official newspaper the income
7 surtax rate."
8 34. Page 9, by striking lines 18 and 19, and inserting in lieu
9 thereof "for fiscal year taxpayers, on the last day of their tax
10 year falling after the adoption of the income surtax."
11 35. Page 9, line 20, by inserting after the word "surtax" the words
12 "or as much thereof as may be necessary,".
13 36. Page 9, line 22, by inserting after the word "until" the words
14 "the school board finds that the surtax or a part thereof is unnec-
15 essary, or until the amount of the surtax is".
16 37. Page 9, line 28, by striking the word "increase" and insert-
17 ing the word "alter".
18 38. Page 9, line 30, by inserting after the word "years," the words
19 "if a school district income surtax is found to be necessary,".
20 39. Page 10, line 10, by striking the word "tax" and inserting
21 the word "surtax".
22 40. Page 10, line 16, by striking the word "tax" and inserting the
23 word "surtax".
24 41. Page 10, line 18, by striking the words "tax return" and insert-
25 ing the word "surtax".

PAGE 5

1 42. Page 10, line 22, by striking the word "TAX" and inserting the
2 word "SURTAX".
3 43. Page 10, line 24, by striking the word "tax" and inserting the
4 word "surtax".
5 44. Page 10, line 26, by striking the word "tax" and inserting the
6 word "surtax".
7 45. Page 10, line 28, by striking the word "TAX" and inserting the
8 word "SURTAX".
9 46. Page 10, line 30, by striking the word "tax" and inserting the

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10 word "surtax".
11 47. Page 10, by striking in lines 32 and 33 the words "a taxpayer's
12 tax year ending within that calendar year" and inserting in lieu
13 thereof the words "for fiscal year taxpayers, on the last day of
14 their tax year falling after the adoption of the income surtax".
15 48. Page 11, line 1, by striking the word "tax" and inserting the
16 word "surtax".
17 49. Page 11, line 5, by striking the word "tax" and inserting the
18 word "surtax".
19 50. Page 11, line 8, by striking the word "TAX" and inserting the
20 word "SURTAX".

Filed
May 7, 1971

By COMMITTEE ON SCHOOLS

SENATE FILE 511

1 Amend Senate File 511 by inserting in page 3, line
2 4, after the word "enrollment" the words ", and the total
3 prorated by the state comptroller so that the total to be
4 paid to all school districts equals but does not exceed
5 the total amount of money appropriated for state aid
6 under this section".

Filed
May 7, 1971

By SHAFF

SENATE FILE 511

1 Amend Senate File 511, page 2, line 30, by
2 inserting after the period the following:
3 "For the purpose of determining a school district's
4 relative wealth only, per pupil enrollment includes the
5 number of students residing in the district or the state
6 and attending nonpublic schools, as well as the students
7 attending public schools, and shared-time students shall
8 not be separately counted."

Filed
May 7, 1971

By NEU
RILEY
WALSH
SHAWVER
BROWNLEE
KENNEDY
GROSS
SCHABEN
DE KOSTER
DAVIS
TAPSCOTT