

Rahberg  
McLaren  
Horn

SSB-1202

Appropriations  
No. 100 d By

(S. IHF 464)

SENATE FILE \_\_\_\_\_

BY (PROPOSED COMMITTEE ON  
APPROPRIATIONS BILL BY  
CHAIRPERSON McLAREN)

Passed Senate, Date \_\_\_\_\_ Passed House, Date \_\_\_\_\_

Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_

Approved \_\_\_\_\_

A BILL FOR

1 An Act relating to the funding of, operation of, and  
2 appropriation of moneys to the college student aid commission,  
3 the department of cultural affairs, the department of  
4 education, and the state board of regents, providing related  
5 statutory changes, and providing an effective date.

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

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1 \_\_\_\_\_ COLLEGE STUDENT AID COMMISSION

2 Section 1. There is appropriated from the general fund of  
3 the state to the college student aid commission for the fiscal  
4 year beginning July 1, 1999, and ending June 30, 2000, the  
5 following amounts, or so much thereof as may be necessary, to  
6 be used for the purposes designated:

7 1. GENERAL ADMINISTRATION

8 For salaries, support, maintenance, miscellaneous purposes,  
9 and for not more than the following full-time equivalent  
10 positions:

11 ..... \$ 331,727  
12 ..... FTEs 5.40

13 2. UNIVERSITY OF OSTEOPATHIC MEDICINE AND HEALTH SCIENCES

14 a. For forgivable loans to Iowa students attending the  
15 university of osteopathic medicine and health sciences under  
16 the forgivable loan program pursuant to section 261.19:

17 ..... \$ 379,260

18 b. For the university of osteopathic medicine and health  
19 sciences for an initiative in primary health care to direct  
20 primary care physicians to shortage areas in the state:

21 ..... \$ 395,000

22 3. STUDENT AID PROGRAMS

23 For payments to students for the Iowa grant program:

24 ..... \$ 1,161,850

25 4. NATIONAL GUARD TUITION AID PROGRAM

26 For purposes of providing national guard tuition aid under  
27 the program established in section 261.21:

28 ..... \$ 833,900

29 5. CHIROPRACTIC GRADUATE STUDENT FORGIVABLE LOAN PROGRAM

30 For purposes of providing forgivable loans under the  
31 program established in section 261.71:

32 ..... \$ 71,400

33 Sec. 2. There is appropriated from the loan reserve  
34 account to the college student aid commission for the fiscal  
35 year beginning July 1, 1999, and ending June 30, 2000, the

1 following amount, or so much thereof as may be necessary, to  
2 be used for the purposes designated:

3 For operating costs of the Stafford loan program including  
4 salaries, support, maintenance, miscellaneous purposes, and  
5 for not more than the following full-time equivalent  
6 positions:

7 .....	\$	5,151,983
8 .....	FTEs	34.60

9 Sec. 3. The department of revenue and finance shall  
10 deposit interest earned on the Pub. L. No. 105-33 recall  
11 account within the office of the treasurer of state during the  
12 fiscal year ending June 30, 1999, in the fund 61 default  
13 reduction account. Moneys in the fund 61 default reduction  
14 account are appropriated to the college student aid commission  
15 for the fiscal year beginning July 1, 1999, and ending June  
16 30, 2000, for purposes of issuing emergency loans to assist  
17 needy students in avoiding default on a guaranteed or parental  
18 loan made under chapter 261.

19 DEPARTMENT OF CULTURAL AFFAIRS

20 Sec. 4. There is appropriated from the general fund of the  
21 state to the department of cultural affairs for the fiscal  
22 year beginning July 1, 1999, and ending June 30, 2000, the  
23 following amounts, or so much thereof as is necessary, to be  
24 used for the purposes designated:

25 1. ARTS DIVISION

26 For salaries, support, maintenance, miscellaneous purposes,  
27 including funds to match federal grants and for not more than  
28 the following full-time equivalent positions:

29 .....	\$	1,344,795
30 .....	FTEs	10.00

31 2. HISTORICAL DIVISION

32 For salaries, support, maintenance, miscellaneous purposes,  
33 and for not more than the following full-time equivalent  
34 positions:

35 .....	\$	3,163,307
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1 ..... FTEs 65.70

2 3. HISTORIC SITES

3 For salaries, support, maintenance, miscellaneous purposes,  
4 and for not more than the following full-time equivalent  
5 positions:

6 ..... \$ 596,001

7 ..... FTEs 8.00

8 4. ADMINISTRATION

9 For salaries, support, maintenance, miscellaneous purposes,  
10 and for not more than the following full-time equivalent  
11 positions:

12 ..... \$ 236,562

13 ..... FTEs 4.30

14 The department of cultural affairs shall coordinate  
15 activities with the tourism division of the department of  
16 economic development to promote attendance at the state  
17 historical building and at this state's historic sites.

18 5. LOCAL ARTS COMPREHENSIVE EDUCATIONAL STRATEGIES PROGRAM  
19 (LACES)

20 For contracting with the Iowa alliance for arts education  
21 to execute their local arts comprehensive educational  
22 strategies:

23 ..... \$ 25,000

24 6. COMMUNITY CULTURAL GRANTS

25 For planning and programming for the community cultural  
26 grants program established under section 303.3, and for not  
27 more than the following full-time equivalent position:

28 ..... \$ 713,557

29 ..... FTE 0.70

30 DEPARTMENT OF EDUCATION

31 Sec. 5. There is appropriated from the general fund of the  
32 state to the department of education for the fiscal year  
33 beginning July 1, 1999, and ending June 30, 2000, the  
34 following amounts, or so much thereof as may be necessary, to  
35 be used for the purposes designated:

1 1. GENERAL ADMINISTRATION

2 For salaries, support, maintenance, miscellaneous purposes,  
3 and for not more than the following full-time equivalent  
4 positions:

5 .....	\$	5,690,946
6 .....	FTEs	98.45

7 2. VOCATIONAL EDUCATION ADMINISTRATION

8 For salaries, support, maintenance, miscellaneous purposes,  
9 and for not more than the following full-time equivalent  
10 positions:

11 .....	\$	554,481
12 .....	FTEs	15.60

13 3. BOARD OF EDUCATIONAL EXAMINERS

14 For salaries, support, maintenance, miscellaneous purposes,  
15 and for not more than the following full-time equivalent  
16 positions:

17 .....	\$	205,396
18 .....	FTEs	2.00

19 4. VOCATIONAL REHABILITATION SERVICES DIVISION

20 a. For salaries, support, maintenance, miscellaneous  
21 purposes, and for not more than the following full-time  
22 equivalent positions:

23 .....	\$	4,531,873
24 .....	FTEs	302.25

25 From the funds appropriated in this lettered paragraph, up  
26 to \$2,000,000 shall be used to provide services to persons  
27 without regard to an order of selection. The division shall  
28 seek additional local matching funds in an amount sufficient  
29 to avoid any loss of federal funds.

30 The division of vocational rehabilitation services shall  
31 seek a waiver from the federal government to accept  
32 assessments of clients performed by area education agencies or  
33 any other governmental subdivision. The division shall also  
34 seek additional federal waivers to improve and increase the  
35 availability of supported employment services to Iowans.

1 The division of vocational rehabilitation services shall  
2 seek funds other than federal funds, which may include but are  
3 not limited to local funds from local provider entities,  
4 community colleges, area education agencies, and local  
5 education agencies, for purposes of matching federal  
6 vocational rehabilitation funds. The funds collected by the  
7 division may exceed the amount needed to match available  
8 federal vocational rehabilitation funds in an effort to  
9 qualify for additional federal funds when such funds become  
10 available.

11 Except where prohibited under federal law, the division of  
12 vocational rehabilitation services of the department of  
13 education shall accept client assessments, or assessments of  
14 potential clients, performed by other agencies in order to  
15 reduce duplication of effort.

16 Notwithstanding the full-time equivalent position limit  
17 established in this lettered paragraph, for the fiscal year  
18 ending June 30, 2000, if federal funding is received to pay  
19 the costs of additional employees for the vocational  
20 rehabilitation services division who would have duties  
21 relating to vocational rehabilitation services paid for  
22 through federal funding, authorization to hire not more than  
23 4.00 additional full-time equivalent employees shall be  
24 provided, the full-time equivalent position limit shall be  
25 exceeded, and the additional employees shall be hired by the  
26 division.

27 The division of vocational rehabilitation services shall  
28 enter into a chapter 28E agreement with the creative  
29 employment options program at the state university of Iowa, or  
30 take whatever other action is necessary, to enable the  
31 division to count as a local match the state funds  
32 appropriated to the university for purposes of the creative  
33 employment options program.

34 b. For matching funds for programs to enable persons with  
35 severe physical or mental disabilities to function more

1 independently, including salaries and support, and for not  
2 more than the following full-time equivalent positions:

3 .....	\$	76,067
4 .....	FTEs	1.50

5 The highest priority use for the moneys appropriated under  
6 this lettered paragraph shall be for programs that emphasize  
7 employment and assist persons with severe physical or mental  
8 disabilities to find and maintain employment to enable them to  
9 function more independently.

10 5. STATE LIBRARY

11 For salaries, support, maintenance, miscellaneous purposes,  
12 and for not more than the following full-time equivalent  
13 positions:

14 .....	\$	3,093,168
15 .....	FTEs	21.00

16 Reimbursement of the institutions of higher learning under  
17 the state board of regents for participation in the access  
18 plus program during the fiscal year beginning July 1, 1999,  
19 and ending June 30, 2000, shall not exceed the total amount of  
20 reimbursement paid to the regents institutions of higher  
21 learning for participation in the access plus program during  
22 the fiscal year beginning July 1, 1998, and ending June 30,  
23 1999.

24 6. REGIONAL LIBRARY

25 For state aid:

26 .....	\$	1,637,000
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27 7. PUBLIC BROADCASTING DIVISION

28 For salaries, support, maintenance, capital expenditures,  
29 miscellaneous purposes, and for not more than the following  
30 full-time equivalent positions:

31 .....	\$	7,510,062
32 .....	FTEs	105.80

33 8. VOCATIONAL EDUCATION TO SECONDARY SCHOOLS

34 For reimbursement for vocational education expenditures  
35 made by secondary schools:

1 ..... \$ 3,308,850

2 Funds appropriated in this subsection shall be used for  
3 expenditures made by school districts to meet the standards  
4 set in sections 256.11, 258.4, and 260C.14 as a result of the  
5 enactment of 1989 Iowa Acts, chapter 278. Funds shall be used  
6 as reimbursement for vocational education expenditures made by  
7 secondary schools in the manner provided by the department of  
8 education for implementation of the standards set in 1989 Iowa  
9 Acts, chapter 278.

10 9. SCHOOL FOOD SERVICE

11 For use as state matching funds for federal programs that  
12 shall be disbursed according to federal regulations, including  
13 salaries, support, maintenance, miscellaneous purposes, and  
14 for not more than the following full-time equivalent  
15 positions:

16 ..... \$ 2,716,859

17 ..... FTEs 14.00

18 10. TEXTBOOKS OF NONPUBLIC SCHOOL PUPILS

19 To provide funds for costs of providing textbooks to each  
20 resident pupil who attends a nonpublic school as authorized by  
21 section 301.1. The funding is limited to \$20 per pupil and  
22 shall not exceed the comparable services offered to resident  
23 public school pupils:

24 ..... \$ 700,000

25 11. VOCATIONAL AGRICULTURE YOUTH ORGANIZATION

26 To assist a vocational agriculture youth organization  
27 sponsored by the schools to support the foundation established  
28 by that vocational agriculture youth organization and for  
29 other youth activities:

30 ..... \$ 107,900

31 12. COMMUNITY COLLEGES

32 For general state financial aid, including general  
33 financial aid to merged areas in lieu of personal property tax  
34 replacement payments, to merged areas as defined in section  
35 260C.2, for vocational education programs in accordance with

1 chapters 258 and 260C:

2 ..... \$135,366,156

3 The funds appropriated in this subsection shall be  
4 allocated as follows:

- 5 a. Merged Area I ..... \$ 6,480,559
- 6 b. Merged Area II ..... \$ 7,622,742
- 7 c. Merged Area III ..... \$ 7,169,222
- 8 d. Merged Area IV ..... \$ 3,494,817
- 9 e. Merged Area V ..... \$ 7,303,720
- 10 f. Merged Area VI ..... \$ 6,784,474
- 11 g. Merged Area VII ..... \$ 9,696,919
- 12 h. Merged Area IX ..... \$ 11,891,522
- 13 i. Merged Area X ..... \$ 18,518,801
- 14 j. Merged Area XI ..... \$ 19,759,493
- 15 k. Merged Area XII ..... \$ 7,821,349
- 16 l. Merged Area XIII ..... \$ 8,011,904
- 17 m. Merged Area XIV ..... \$ 3,542,758
- 18 n. Merged Area XV ..... \$ 11,070,562
- 19 o. Merged Area XVI ..... \$ 6,197,314

20 Sec. 6. DISTRIBUTION OF FUNDS APPROPRIATED. For the  
 21 fiscal year beginning July 1, 1999, and ending June 30, 2000,  
 22 moneys appropriated by the general assembly from the general  
 23 fund to the department of education for community colleges for  
 24 a fiscal year shall be allocated to each community college by  
 25 the department of education in the following manner:

26 1. BASE FUNDING. The base funding for a fiscal year shall  
 27 be equal to the amount each community college received as an  
 28 allocation from appropriations made from the general fund of  
 29 the state in the most recent fiscal year.

30 2. DISTRIBUTION FOR INFLATION. First priority shall be to  
 31 give each college an increase based upon inflation. The  
 32 inflation increase shall be not less than 2 percent. However,  
 33 the inflation increase shall be equal to the national  
 34 inflation rate, if it exceeds 2 percent, if the amount of  
 35 state aid appropriated is equal to or greater than the

1 national inflation rate.

2 3. DISTRIBUTION BASED ON PROPORTIONAL SHARE OF ENROLLMENT.

3 The balance of the growth in state aid appropriations, once  
4 the inflation increase has been satisfied, shall be  
5 distributed based on each college's proportional share of  
6 enrollment. However, a minimum of one percent of the total  
7 growth shall be distributed in this manner.

8 4. If the total appropriation made by the general assembly  
9 is less than 2 percent growth, the entire increase shall be  
10 distributed as inflation.

11 Sec. 7. BOARD OF EDUCATIONAL EXAMINERS LICENSING FEES.

12 Notwithstanding section 272.10, up to 85 percent of any funds  
13 received annually resulting from an increase in fees approved  
14 and implemented for licensing by the state board of  
15 educational examiners after July 1, 1997, shall be available  
16 for the fiscal year beginning July 1, 1999, to the state board  
17 for purposes related to the state board's duties, including,  
18 but not limited to, additional full-time equivalent positions.  
19 The director of revenue and finance shall draw warrants upon  
20 the treasurer of state from the funds appropriated as provided  
21 in this section and shall make the funds resulting from the  
22 increase in fees available during the fiscal year to the state  
23 board on a monthly basis.

24 STATE BOARD OF REGENTS

25 Sec. 8. There is appropriated from the general fund of the  
26 state to the state board of regents for the fiscal year  
27 beginning July 1, 1999, and ending June 30, 2000, the  
28 following amounts, or so much thereof as may be necessary, to  
29 be used for the purposes designated:

30 1. OFFICE OF STATE BOARD OF REGENTS

31 a. For salaries, support, maintenance, miscellaneous  
32 purposes, and for not more than the following full-time  
33 equivalent positions:

34	.....	\$	1,235,518
35	.....	FTEs	15.63

1 The state board of regents, the department of management,  
2 and the legislative fiscal bureau shall cooperate to determine  
3 and agree upon, by November 15, 1999, the amount that needs to  
4 be appropriated for tuition replacement for the fiscal year  
5 beginning July 1, 2000.

6 The state board of regents shall submit a monthly financial  
7 report in a format agreed upon by the state board of regents  
8 office and the legislative fiscal bureau.

9 b. For allocation by the state board of regents to the  
10 state university of Iowa, the Iowa state university of science  
11 and technology, and the university of northern Iowa to  
12 reimburse the institutions for deficiencies in their operating  
13 funds resulting from the pledging of tuitions, student fees  
14 and charges, and institutional income to finance the cost of  
15 providing academic and administrative buildings and facilities  
16 and utility services at the institutions:

17 ..... \$ 27,868,702

18 c. For funds to be allocated to the southwest Iowa  
19 graduate studies center:

20 ..... \$ 111,113

21 d. For funds to be allocated to the siouxland interstate  
22 metropolitan planning council for the tristate graduate center  
23 under section 262.9, subsection 21:

24 ..... \$ 81,716

25 e. For funds to be allocated to the quad-cities graduate  
26 studies center:

27 ..... \$ 167,086

28 2. STATE UNIVERSITY OF IOWA

29 a. General university, including lakeside laboratory

30 For salaries, support, maintenance, equipment,  
31 miscellaneous purposes, and for not more than the following  
32 full-time equivalent positions:

33 ..... \$235,994,141

34 ..... FTEs 4,039.17

35 b. University hospitals

1 For salaries, support, maintenance, equipment, and  
2 miscellaneous purposes and for medical and surgical treatment  
3 of indigent patients as provided in chapter 255, for medical  
4 education, and for not more than the following full-time  
5 equivalent positions:

6 ..... \$ 31,812,568  
7 ..... FTEs 5,505.98

8 The university of Iowa hospitals and clinics shall submit  
9 quarterly a report regarding the portion of the appropriation  
10 in this lettered paragraph expended on medical education. The  
11 report shall be submitted in a format jointly developed by the  
12 university of Iowa hospitals and clinics, the legislative  
13 fiscal bureau, and the department of management, and shall  
14 delineate the expenditures and purposes of the funds.

15 Funds appropriated in this lettered paragraph shall not be  
16 used to perform abortions except medically necessary  
17 abortions, and shall not be used to operate the early  
18 termination of pregnancy clinic except for the performance of  
19 medically necessary abortions. For the purpose of this  
20 lettered paragraph, an abortion is the purposeful interruption  
21 of pregnancy with the intention other than to produce a live-  
22 born infant or to remove a dead fetus, and a medically  
23 necessary abortion is one performed under one of the following  
24 conditions:

25 (1) The attending physician certifies that continuing the  
26 pregnancy would endanger the life of the pregnant woman.

27 (2) The attending physician certifies that the fetus is  
28 physically deformed, mentally deficient, or afflicted with a  
29 congenital illness.

30 (3) The pregnancy is the result of a rape which is  
31 reported within 45 days of the incident to a law enforcement  
32 agency or public or private health agency which may include a  
33 family physician.

34 (4) The pregnancy is the result of incest which is  
35 reported within 150 days of the incident to a law enforcement

1 agency or public or private health agency which may include a  
2 family physician.

3 (5) The abortion is a spontaneous abortion, commonly known  
4 as a miscarriage, wherein not all of the products of  
5 conception are expelled.

6 The total quota allocated to the counties for indigent  
7 patients for the fiscal year beginning July 1, 1999, shall not  
8 be lower than the total quota allocated to the counties for  
9 the fiscal year commencing July 1, 1998. The total quota  
10 shall be allocated among the counties on the basis of the 1990  
11 census pursuant to section 255.16.

12 c. Psychiatric hospital

13 For salaries, support, maintenance, equipment,  
14 miscellaneous purposes, for the care, treatment, and  
15 maintenance of committed and voluntary public patients, and  
16 for not more than the following full-time equivalent

17 positions:

18 .....	\$ 7,968,070
19 .....	FTEs 291.55

20 d. Hospital-school

21 For salaries, support, maintenance, miscellaneous purposes,  
22 and for not more than the following full-time equivalent

23 positions:

24 .....	\$ 6,791,199
25 .....	FTEs 163.58

26 e. Oakdale campus

27 For salaries, support, maintenance, miscellaneous purposes,  
28 and for not more than the following full-time equivalent

29 positions:

30 .....	\$ 3,100,866
31 .....	FTEs 63.58

32 f. State hygienic laboratory

33 For salaries, support, maintenance, miscellaneous purposes,  
34 and for not more than the following full-time equivalent

35 positions:

1 ..... \$ 3,870,920  
 2 ..... FTEs

3 g. Family practice program  
 4 For allocation by the dean of the college of medicine, with  
 5 approval of the advisory board, to qualified participants, to  
 6 carry out chapter 148D for the family practice program,  
 7 including salaries and support, and for not more than the  
 8 following full-time equivalent positions:

9 ..... \$ 2,312,290  
 10 ..... FTEs 180.74

11 h. Child health care services  
 12 For specialized child health care services, including  
 13 childhood cancer diagnostic and treatment network programs,  
 14 rural comprehensive care for hemophilia patients, and the Iowa  
 15 high-risk infant follow-up program, including salaries and  
 16 support, and for not more than the following full-time  
 17 equivalent positions:

18 ..... \$ 551,434  
 19 ..... FTEs 10.18

20 i. Agricultural health and safety programs  
 21 For agricultural health and safety programs, and for not  
 22 more than the following full-time equivalent positions:

23 ..... \$ 272,634  
 24 ..... FTEs 3.48

25 j. Statewide cancer registry  
 26 For the statewide cancer registry, and for not more than  
 27 the following full-time equivalent positions:

28 ..... \$ 209,730  
 29 ..... FTEs 3.07

30 k. Substance abuse consortium  
 31 For funds to be allocated to the Iowa consortium for  
 32 substance abuse research and evaluation, and for not more than  
 33 the following full-time equivalent positions:

34 ..... \$ 72,028  
 35 ..... FTEs 1.15

1 1. Center for biocatalysis

2 For the center for biocatalysis, and for not more than the  
3 following full-time equivalent positions:

4 ..... \$ 1,058,058  
5 ..... FTEs 10.40

6 m. National advanced driving simulator

7 For the national advanced driving simulator, and for not  
8 more than the following full-time equivalent positions:

9 ..... \$ 284,951  
10 ..... FTEs 3.58

11 n. For the primary health care initiative in the college  
12 of medicine and for not more than the following full-time  
13 equivalent positions:

14 ..... \$ 865,623  
15 ..... FTEs 11.00

16 From the funds appropriated in this lettered paragraph,  
17 \$330,000 shall be allocated to the department of family  
18 practice at the state university of Iowa college of medicine  
19 for family practice faculty and support staff.

20 o. Birth defects registry

21 For the birth defects registry:

22 ..... \$ 50,000

23 p. Creative employment options

24 For creative employment options:

25 ..... \$ 200,000

26 3. IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY

27 a. General university

28 For salaries, support, maintenance, equipment,  
29 miscellaneous purposes, and for not more than the following  
30 full-time equivalent positions:

31 ..... \$185,648,896  
32 ..... FTEs 3,598.44

33 From the funds appropriated in this lettered paragraph,  
34 \$40,000 shall be allocated for purposes of the institute for  
35 public leadership.

1 b. Agricultural experiment station

2 For salaries, support, maintenance, miscellaneous purposes,  
3 and for not more than the following full-time equivalent  
4 positions:

5 ..... \$ 34,982,675  
6 ..... FTEs 546.98

7 c. Cooperative extension service in agriculture and home  
8 economics

9 For salaries, support, maintenance, miscellaneous purposes,  
10 including salaries and support for the fire service institute,  
11 and for not more than the following full-time equivalent  
12 positions:

13 ..... \$ 22,406,446  
14 ..... FTEs 443.91

15 From the funds appropriated in this lettered paragraph,  
16 \$150,000 shall be used for the food, fiber, and environmental  
17 science program, and \$766,000 shall be used for the value-  
18 added agricultural projects as part of the extension 21  
19 program.

20 d. Leopold center

21 For agricultural research grants at Iowa state university  
22 under section 266.39B, and for not more than the following  
23 full-time equivalent positions:

24 ..... \$ 574,983  
25 ..... FTEs 11.25

26 e. World food prize

27 ..... \$ 250,000

28 f. Livestock disease research

29 For deposit in and the use of the livestock disease  
30 research fund under section 267.8, and for not more than the  
31 following full-time equivalent positions:

32 ..... \$ 277,573  
33 ..... FTEs 3.17

34 g. Bioinformatics

35 For salaries, support, maintenance, equipment,

1 miscellaneous purposes, and for not more than the following  
2 full-time equivalent position:

3 ..... \$ 200,000  
4 ..... FTE 1.00

5 4. UNIVERSITY OF NORTHERN IOWA

6 a. General university

7 For salaries, support, maintenance, equipment,

8 miscellaneous purposes, and for not more than the following  
9 full-time equivalent positions:

10 ..... \$ 82,872,982  
11 ..... FTEs 1,370.98

12 b. Recycling and reuse center

13 For purposes of the recycling and reuse center, and for not  
14 more than the following full-time equivalent position:

15 ..... \$ 244,025  
16 ..... FTE 1.00

17 5. STATE SCHOOL FOR THE DEAF

18 For salaries, support, maintenance, miscellaneous purposes,  
19 and for not more than the following full-time equivalent  
20 positions:

21 ..... \$ 7,467,952  
22 ..... FTEs 124.14

23 6. IOWA BRAILLE AND SIGHT SAVING SCHOOL

24 For salaries, support, maintenance, miscellaneous purposes,  
25 and for not more than the following full-time equivalent  
26 positions:

27 ..... \$ 4,155,415  
28 ..... FTEs 91.36

29 7. TUITION AND TRANSPORTATION COSTS

30 For payment to local school boards for the tuition and  
31 transportation costs of students residing in the Iowa braille  
32 and sight saving school and the state school for the deaf  
33 pursuant to section 262.43 and for payment of certain clothing  
34 and transportation costs for students at these schools  
35 pursuant to section 270.5:

1 ..... \$ 16,941

2 Sec. 9. MEDICAL ASSISTANCE -- SUPPLEMENTAL AMOUNTS. For  
3 the fiscal year beginning July 1, 1999, and ending June 30,  
4 2000, the department of human services shall continue the  
5 supplemental disproportionate share and a supplemental  
6 indirect medical education adjustment applicable to state-  
7 owned acute care hospitals with more than 500 beds and shall  
8 reimburse qualifying hospitals pursuant to that adjustment  
9 with a supplemental amount for services provided medical  
10 assistance recipients. The adjustment shall generate  
11 supplemental payments intended to equal the state  
12 appropriation made to a qualifying hospital for treatment of  
13 indigent patients as provided in chapter 255. To the extent  
14 of the supplemental payments, a qualifying hospital shall,  
15 after receipt of the funds, transfer to the department of  
16 human services an amount equal to the actual supplemental  
17 payments that were made in that month. The aggregate amounts  
18 for the fiscal year shall not exceed the state appropriation  
19 made to the qualifying hospital for treatment of indigent  
20 patients as provided in chapter 255. The department of human  
21 services shall deposit the portion of these funds equal to the  
22 state share in the department's medical assistance account and  
23 the balance shall be credited to the general fund of the  
24 state. To the extent that state funds appropriated to a  
25 qualifying hospital for the treatment of indigent patients as  
26 provided in chapter 255 have been transferred to the  
27 department of human services as a result of these supplemental  
28 payments made to the qualifying hospital, the department shall  
29 not, directly or indirectly, recoup the supplemental payments  
30 made to a qualifying hospital for any reason, unless an  
31 equivalent amount of the funds transferred to the department  
32 of human services by a qualifying hospital pursuant to this  
33 provision is transferred to the qualifying hospital by the  
34 department.

35 If the state supplemental amount allotted to the state of

1 Iowa for the federal fiscal year beginning October 1, 1999,  
2 and ending September 30, 2000, pursuant to section 1923(f)(3)  
3 of the federal Social Security Act, as amended, or pursuant to  
4 federal payments for indirect medical education is greater  
5 than the amount necessary to fund the federal share of the  
6 supplemental payments specified in the preceding paragraph,  
7 the department of human services shall increase the  
8 supplemental disproportionate share or supplemental indirect  
9 medical education adjustment by the lesser of the amount  
10 necessary to utilize fully the state supplemental amount or  
11 the amount of state funds appropriated to the state university  
12 of Iowa general education fund and allocated to the university  
13 for the college of medicine. The state university of Iowa  
14 shall transfer from the allocation for the college of medicine  
15 to the department of human services, on a monthly basis, an  
16 amount equal to the additional supplemental payments made  
17 during the previous month pursuant to this paragraph. A  
18 qualifying hospital receiving supplemental payments pursuant  
19 to this paragraph that are greater than the state  
20 appropriation made to the qualifying hospital for treatment of  
21 indigent patients as provided in chapter 255 shall be  
22 obligated as a condition of its participation in the medical  
23 assistance program to transfer to the state university of Iowa  
24 general education fund on a monthly basis an amount equal to  
25 the funds transferred by the state university of Iowa to the  
26 department of human services. To the extent that state funds  
27 appropriated to the state university of Iowa and allocated to  
28 the college of medicine have been transferred to the  
29 department of human services as a result of these supplemental  
30 payments made to the qualifying hospital, the department shall  
31 not, directly or indirectly, recoup these supplemental  
32 payments made to a qualifying hospital for any reason, unless  
33 an equivalent amount of the funds transferred to the  
34 department of human services by the state university of Iowa  
35 pursuant to this paragraph is transferred to the qualifying

1 hospital by the department.

2 Continuation of the supplemental disproportionate share and  
3 supplemental indirect medical education adjustment shall  
4 preserve the funds available to the university hospital for  
5 medical and surgical treatment of indigent patients as  
6 provided in chapter 255 and to the state university of Iowa  
7 for educational purposes at the same level as provided by the  
8 state funds initially appropriated for that purpose.

9 The department of human services shall, in any compilation  
10 of data or other report distributed to the public concerning  
11 payments to providers under the medical assistance program,  
12 set forth reimbursements to a qualifying hospital through the  
13 supplemental disproportionate share and supplemental indirect  
14 medical education adjustment as a separate item and shall not  
15 include such payments in the amounts otherwise reported as the  
16 reimbursement to a qualifying hospital for services to medical  
17 assistance recipients.

18 For purposes of this section, "supplemental payment" means  
19 a supplemental payment amount paid for medical assistance to a  
20 hospital qualifying for that payment under this section.

21 Sec. 10. STATE UNIVERSITY OF IOWA -- DEPARTMENT OF HUMAN  
22 SERVICES. The department of human services shall transfer to  
23 the state university of Iowa for the purposes of the creative  
24 employment options program the same amount of moneys in the  
25 fiscal year beginning July 1, 1999, and ending June 30, 2000,  
26 as was transferred in the fiscal year beginning July 1, 1997,  
27 and ending June 30, 1998.

28 Sec. 11. For the fiscal year beginning July 1, 1999, and  
29 ending June 30, 2000, the state board of regents may use  
30 notes, bonds, or other evidences of indebtedness issued under  
31 section 262.48 to finance projects that will result in energy  
32 cost savings in an amount that will cause the state board to  
33 recover the cost of the projects within an average of six  
34 years.

35 Sec. 12. Notwithstanding section 270.7, the department of

1 revenue and finance shall pay the state school for the deaf  
2 and the Iowa braille and sight saving school the moneys  
3 collected from the counties during the fiscal year beginning  
4 July 1, 1999, for expenses relating to prescription drug costs  
5 for students attending the state school for the deaf and the  
6 Iowa braille and sight saving school.

7 Sec. 13. Section 256.16, unnumbered paragraph 1, Code  
8 1999, is amended to read as follows:

9 Pursuant to section 256.7, subsection 5, the state board  
10 shall adopt rules requiring all higher education institutions  
11 providing practitioner preparation to include in the  
12 professional education program, preparation that contributes  
13 to education of students with disabilities and students who  
14 are gifted and talented, along with preparation in reading  
15 recovery and other reading programs, which must be  
16 successfully completed before graduation from the practitioner  
17 preparation program.

18 Sec. 14. Section 261.2, Code 1999, is amended by adding  
19 the following new subsection:

20 NEW SUBSECTION. 15. Be prohibited from expending interest  
21 moneys earned on accounts of the commission located within the  
22 office of the treasurer of state unless the general assembly  
23 specifically appropriates the interest moneys for use by the  
24 commission. If the general assembly appropriates interest  
25 moneys transferred from the Pub. L. No. 105-33 recall account  
26 within the office of the treasurer of state to the fund 61  
27 default reduction account, the commission shall adopt rules  
28 for the expenditure of the interest moneys for purposes of  
29 issuing emergency loans to assist needy students in avoiding  
30 default on a guaranteed or parental loan made under this  
31 chapter.

32 Sec. 15. Section 294A.25, subsection 12, Code 1999, is  
33 amended to read as follows:

34 12. For the fiscal year beginning July 1, ~~1998~~ 1999, to  
35 the department of education from phase III moneys the amount

1 of one hundred fifty thousand dollars to the Iowa public  
2 broadcasting division for overnight transmitter feeds.

3 Sec. 16. EFFECTIVE DATE. Section 8 of this Act, relating  
4 to the state board of educational examiners licensing fees,  
5 being deemed of immediate importance, takes effect upon  
6 enactment.

7 EXPLANATION

8 This bill appropriates moneys from the general fund of the  
9 state to the college student aid commission, the department of  
10 cultural affairs, the department of education, and the state  
11 board of regents and its institutions. The bill does the  
12 following:

13 COLLEGE STUDENT AID COMMISSION. Includes appropriations  
14 for general administrative purposes, forgivable loans to Iowa  
15 students attending the university of osteopathic medicine and  
16 health sciences, an initiative directing primary care  
17 physicians to areas of the state experiencing physician  
18 shortages, student aid programs, the national guard tuition  
19 aid program, the chiropractic graduate student forgivable loan  
20 program, and the federal Stafford loan program, and increases  
21 moneys for Iowa and vocational-technical tuition grants.

22 The bill also directs the department of revenue and finance  
23 to deposit interest earned on the Pub. L. No. 105-33 recall  
24 account into the fund 61 default reduction account and  
25 appropriates the moneys deposited to the commission for  
26 purposes of issuing emergency loans to assist needy students  
27 in avoiding default on a guaranteed student or parental loan.  
28 The bill includes statutory language prohibiting the  
29 commission from expending interest moneys earned on commission  
30 accounts unless the general assembly specifically appropriates  
31 the interest moneys for use by the commission.

32 DEPARTMENT OF CULTURAL AFFAIRS. The bill funds the arts,  
33 historical, and administration divisions of the department of  
34 cultural affairs, historic sites, the local arts comprehensive  
35 educational strategies (LACES) program, and community cultural

1 grants.

2 The department is directed to coordinate activities with  
3 the tourism division of the department of economic development  
4 to promote attendance at the state historical building and at  
5 this state's historic sites.

6 The bill also requires the department to include the amount  
7 appropriated for the LACES program when calculating the amount  
8 of state financial assistance for the arts in national ranking  
9 surveys.

10 DEPARTMENT OF EDUCATION. The bill appropriates moneys for  
11 purposes of the department of education's general  
12 administration, vocational education administration, the board  
13 of educational examiners, the division of vocational  
14 rehabilitation services, independent living, the state  
15 library, the regional library system, the public broadcasting  
16 division, vocational education to secondary schools, school  
17 food service, textbooks of nonpublic school pupils, the  
18 vocational agriculture youth organization and other youth  
19 activities, family resource centers, an area education agency  
20 audit, and community colleges.

21 From the funds appropriated to the vocational  
22 rehabilitation services division, up to \$2 million is to be  
23 used to provide services to persons without regard to an order  
24 of selection. The division is directed to seek federal  
25 waivers in order to accept assessments of clients performed by  
26 area education agencies or any other governmental subdivision,  
27 and to improve and increase the availability of supported  
28 employment services to Iowans.

29 The bill provides that if the division receives federal  
30 funding to pay the costs of additional employees who would  
31 have duties relating to vocational rehabilitation services,  
32 the bill authorizes the division to exceed the full-time  
33 equivalent position limit established in the bill and fill not  
34 more than four additional full-time equivalent positions. The  
35 bill directs the division to seek funds with which it may

1 match federal funds, and to enter into a chapter 28E agreement  
2 with the creative employment options program at the university  
3 of Iowa to enable the division to count as a local match the  
4 state funds appropriated to the university for purposes of the  
5 creative employment options program. The bill permits the  
6 division to collect more than the amount needed to match  
7 federal funds in an effort to qualify for additional federal  
8 funds when such funds become available. The bill also directs  
9 the division to accept client assessments performed by other  
10 agencies in order to reduce duplication of effort.

11 The bill directs the state library to cap reimbursement of  
12 the regents universities for participation in the access plus  
13 program during FY 2000 at the total amount of reimbursement  
14 paid for their participation during FY 1999.

15 The bill permits the board of educational examiners to use  
16 for its own purposes during FY 2000 up to 85 percent of any  
17 funds received resulting from any increase in licensing fees  
18 it approves and implements after July 1, 1997. This provision  
19 takes effect upon enactment.

20 The bill includes an appropriation of \$150,000 of Phase III  
21 moneys for FY 1999-2000, and for each succeeding fiscal year,  
22 to the department for allocation to the Iowa public  
23 broadcasting division for overnight transmitter feeds.

24 BOARD OF REGENTS. The bill appropriates moneys to the  
25 state board of regents for board operations, tuition  
26 replacement, the southwest Iowa graduate studies center, the  
27 tristate graduate center, the quad-cities graduate studies  
28 center, the state university of Iowa, Iowa state university of  
29 science and technology, the university of northern Iowa, the  
30 state school for the deaf, the Iowa braille and sight saving  
31 school, and the tuition and transportation costs for students  
32 residing in the Iowa braille and sight saving school and the  
33 school for the deaf.

34 The bill directs the department of human services to  
35 transfer to the state university of Iowa, for the purposes of

1206

S.F. \_\_\_\_\_ H.F. \_\_\_\_\_

1 the creative employment options program, the same amount of  
2 moneys in FY 2000 as was transferred in FY 1998.

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REPRINTED

3/31/99 Approp. Calendar  
3 4/1/99 moved to unfinished Business Calendar

FILED MAR 31 1999

4/6/99 Motions to R/C Vote Horn, McLernon, Leberg  
4/8/99 Motion to R/C 464  
SENATE FILE

BY *Hoet* COMMITTEE ON APPROPRIATIONS

(SUCCESSOR TO SSB 1206)

(P. 960) Passed Senate, Date 4/6/99 Passed House, Date 4/21/99  
Vote: Ayes 49 Nays 0 Vote: Ayes 96 Nays 3  
Approved 5/25/99

*Step  
retire*

A BILL FOR

1 An Act relating to the funding of, operation of, and  
2 appropriation of moneys to the college student aid commission,  
3 the department of cultural affairs, the department of  
4 education, and the state board of regents, providing related  
5 statutory changes, and providing effective dates.

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

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SF 464

2000-2001

1 COLLEGE STUDENT AID COMMISSION

2 Section 1. There is appropriated from the general fund of  
3 the state to the college student aid commission for the fiscal  
4 year beginning July 1, 1999, and ending June 30, 2000, the  
5 following amounts, or so much thereof as may be necessary, to  
6 be used for the purposes designated:

7 1. GENERAL ADMINISTRATION

8 For salaries, support, maintenance, miscellaneous purposes,  
9 and for not more than the following full-time equivalent  
10 positions:

11 ..... \$ 331,727  
12 ..... FTEs 5.40

13 2. UNIVERSITY OF OSTEOPATHIC MEDICINE AND HEALTH SCIENCES

14 a. For forgivable loans to Iowa students attending the  
15 university of osteopathic medicine and health sciences under  
16 the forgivable loan program pursuant to section 261.19:

17 ..... \$ 379,260

18 b. For the university of osteopathic medicine and health  
19 sciences for an initiative in primary health care to direct  
20 primary care physicians to shortage areas in the state:

21 ..... \$ 395,000

22 3. STUDENT AID PROGRAMS

23 For payments to students for the Iowa grant program:

24 ..... \$ 1,161,850

25 4. NATIONAL GUARD TUITION AID PROGRAM

26 For purposes of providing national guard tuition aid under  
27 the program established in section 261.21:

28 ..... \$ 833,900

29 5. CHIROPRACTIC GRADUATE STUDENT FORGIVABLE LOAN PROGRAM

30 For purposes of providing forgivable loans under the  
31 program established in section 261.71:

32 ..... \$ 71,400

33 6. TEACHER SHORTAGE FORGIVABLE LOAN PROGRAM

34 For the teacher shortage forgivable loan program  
35 established in section 261.111:

1 ..... \$ 250,000

2 Sec. 2. There is appropriated from the loan reserve  
3 account to the college student aid commission for the fiscal  
4 year beginning July 1, 1999, and ending June 30, 2000, the  
5 following amount, or so much thereof as may be necessary, to  
6 be used for the purposes designated:

7 For operating costs of the Stafford loan program including  
8 salaries, support, maintenance, miscellaneous purposes, and  
9 for not more than the following full-time equivalent  
10 positions:

11 ..... \$ 5,226,983  
12 ..... FTEs 33.61

13 Sec. 3. The department of revenue and finance shall  
14 deposit interest earned on the Pub. L. No. 105-33 recall  
15 account within the office of the treasurer of state during the  
16 fiscal year ending June 30, 1999, in the fund 61 default  
17 reduction account. Moneys in the fund 61 default reduction  
18 account are appropriated to the college student aid commission  
19 for the fiscal year beginning July 1, 1999, and ending June  
20 30, 2000, for purposes of issuing emergency loans to assist  
21 needy students in avoiding default on a guaranteed or parental  
22 loan made under chapter 261.

23 Sec. 4. REMAINING NATIONAL GUARD TUITION AID PROGRAM  
24 BALANCE. Notwithstanding section 8.33, the unencumbered or  
25 unobligated moneys remaining at the end of the fiscal year  
26 ending June 30, 1999, from the appropriations made in 1998  
27 Iowa Acts, chapter 1215, section 1, subsection 4, shall not  
28 revert but shall be available for expenditure during the  
29 subsequent fiscal year for the purposes of the national guard  
30 tuition aid program.

31 Sec. 5. REMAINING INDUSTRIAL TECHNOLOGY FORGIVABLE LOAN  
32 PROGRAM BALANCE. Notwithstanding section 8.33 or section  
33 261.25, subsection 4, Code 1999, or any other provision to the  
34 contrary, unencumbered or unobligated funds remaining on June  
35 30, 1999, for purposes of the industrial technology forgivable

1 loan program established in section 261.111, shall be  
2 available to the college student aid commission for  
3 expenditure for the fiscal year beginning July 1, 1999, and  
4 for succeeding fiscal years for the purposes of the teacher  
5 shortage forgivable loan program established in section  
6 261.111.

7 DEPARTMENT OF CULTURAL AFFAIRS

8 Sec. 6. There is appropriated from the general fund of the  
9 state to the department of cultural affairs for the fiscal  
10 year beginning July 1, 1999, and ending June 30, 2000, the  
11 following amounts, or so much thereof as is necessary, to be  
12 used for the purposes designated:

13 1. ARTS DIVISION

14 For salaries, support, maintenance, miscellaneous purposes,  
15 including funds to match federal grants and for not more than  
16 the following full-time equivalent positions:

17 .....	\$	1,444,795
18 .....	FTEs	10.00

19 2. HISTORICAL DIVISION

20 For salaries, support, maintenance, miscellaneous purposes,  
21 and for not more than the following full-time equivalent  
22 positions:

23 .....	\$	3,188,307
24 .....	FTEs	65.70

25 3. HISTORIC SITES

26 For salaries, support, maintenance, miscellaneous purposes,  
27 and for not more than the following full-time equivalent  
28 positions:

29 .....	\$	596,001
30 .....	FTEs	8.00

31 4. ADMINISTRATION

32 For salaries, support, maintenance, miscellaneous purposes,  
33 and for not more than the following full-time equivalent  
34 positions:

35 .....	\$	236,562
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1 ..... FTEs 4.30

2 The department of cultural affairs shall coordinate  
3 activities with the tourism division of the department of  
4 economic development to promote attendance at the state  
5 historical building and at this state's historic sites.

6 5. LOCAL ARTS COMPREHENSIVE EDUCATIONAL STRATEGIES PROGRAM  
7 (LACES)

8 For contracting with the Iowa alliance for arts education  
9 to execute their local arts comprehensive educational  
10 strategies:

11 ..... \$ 75,000

12 6. COMMUNITY CULTURAL GRANTS

13 For planning and programming for the community cultural  
14 grants program established under section 303.3, and for not  
15 more than the following full-time equivalent position:

16 ..... \$ 713,557

17 ..... FTE 0.70

18 DEPARTMENT OF EDUCATION

19 Sec. 7. There is appropriated from the general fund of the  
20 state to the department of education for the fiscal year  
21 beginning July 1, 1999, and ending June 30, 2000, the  
22 following amounts, or so much thereof as may be necessary, to  
23 be used for the purposes designated:

24 1. GENERAL ADMINISTRATION

25 For salaries, support, maintenance, miscellaneous purposes,  
26 and for not more than the following full-time equivalent  
27 positions:

28 ..... \$ 5,719,322

29 ..... FTEs 98.45

30 2. VOCATIONAL EDUCATION ADMINISTRATION

31 For salaries, support, maintenance, miscellaneous purposes,  
32 and for not more than the following full-time equivalent  
33 positions:

34 ..... \$ 554,481

35 ..... FTEs 15.60

1 3. BOARD OF EDUCATIONAL EXAMINERS

2 a. For salaries, support, maintenance, miscellaneous  
3 purposes, and for not more than the following full-time  
4 equivalent positions:

5 ..... \$ 205,396  
6 ..... FTEs 2.00

7 b. For purposes of implementing a multilevel voluntary  
8 para-educator licensing system in accordance with section  
9 272.12:

10 ..... \$ 75,000

11 4. VOCATIONAL REHABILITATION SERVICES DIVISION

12 a. For salaries, support, maintenance, miscellaneous  
13 purposes, and for not more than the following full-time  
14 equivalent positions:

15 ..... \$ 4,631,873  
16 ..... FTEs 302.25

17 From the funds appropriated in this lettered paragraph, up  
18 to \$2,000,000 shall be used to provide services to persons  
19 without regard to an order of selection. The division shall  
20 seek additional local matching funds in an amount sufficient  
21 to avoid any loss of federal funds.

22 The division of vocational rehabilitation services shall  
23 seek a waiver from the federal government to accept  
24 assessments of clients performed by area education agencies or  
25 any other governmental subdivision. The division shall also  
26 seek additional federal waivers to improve and increase the  
27 availability of supported employment services to Iowans.

28 The division of vocational rehabilitation services shall  
29 seek funds other than federal funds, which may include but are  
30 not limited to local funds from local provider entities,  
31 community colleges, area education agencies, and local  
32 education agencies, for purposes of matching federal  
33 vocational rehabilitation funds. The funds collected by the  
34 division may exceed the amount needed to match available  
35 federal vocational rehabilitation funds in an effort to

1 qualify for additional federal funds when such funds become  
2 available.

3 Except where prohibited under federal law, the division of  
4 vocational rehabilitation services of the department of  
5 education shall accept client assessments, or assessments of  
6 potential clients, performed by other agencies in order to  
7 reduce duplication of effort.

8 Notwithstanding the full-time equivalent position limit  
9 established in this lettered paragraph, for the fiscal year  
10 ending June 30, 2000, if federal funding is received to pay  
11 the costs of additional employees for the vocational  
12 rehabilitation services division who would have duties  
13 relating to vocational rehabilitation services paid for  
14 through federal funding, authorization to hire not more than  
15 4.00 additional full-time equivalent employees shall be  
16 provided, the full-time equivalent position limit shall be  
17 exceeded, and the additional employees shall be hired by the  
18 division.

19 The division of vocational rehabilitation services shall  
20 enter into a chapter 28E agreement with the creative  
21 employment options program at the state university of Iowa, or  
22 take whatever other action is necessary, to enable the  
23 division to count as a local match the state funds  
24 appropriated to the university for purposes of the creative  
25 employment options program.

26 b. For matching funds for programs to enable persons with  
27 severe physical or mental disabilities to function more  
28 independently, including salaries and support, and for not  
29 more than the following full-time equivalent positions:

30 .....	\$	76,067
31 .....	FTEs	1.50

32 The highest priority use for the moneys appropriated under  
33 this lettered paragraph shall be for programs that emphasize  
34 employment and assist persons with severe physical or mental  
35 disabilities to find and maintain employment to enable them to

1 function more independently.

2 5. STATE LIBRARY

3 a. For salaries, support, maintenance, miscellaneous  
4 purposes, and for not more than the following full-time  
5 equivalent positions:

6 ..... \$ 3,153,168

7 ..... FTEs 21.00

8 Reimbursement of the institutions of higher learning under  
9 the state board of regents for participation in the access  
10 plus program during the fiscal year beginning July 1, 1999,  
11 and ending June 30, 2000, shall not exceed the total amount of  
12 reimbursement paid to the regents institutions of higher  
13 learning for participation in the access plus program during  
14 the fiscal year beginning July 1, 1998, and ending June 30,  
15 1999.

16 b. For a one-year enrich Iowa pilot program:

17 ..... \$ 800,000

18 (1) Funds allocated for purposes of the enrich Iowa pilot  
19 program as provided in this lettered paragraph shall be  
20 distributed by the division to eligible public libraries that  
21 are in compliance with performance measures adopted by rule by  
22 the commission. The amount distributed to each eligible  
23 public library shall be based upon the following:

24 (a) The level of compliance by the eligible public library  
25 with the performance measures adopted by the commission as  
26 provided in this subsection.

27 (b) The number of people residing within an eligible  
28 library's geographic service area for whom the library  
29 provides services.

30 (c) The amount of other funding the eligible public  
31 library received in the previous fiscal year for providing  
32 services to rural residents and to contracting communities.

33 (2) Moneys received by a public library under this  
34 lettered paragraph shall supplement, not supplant, any other  
35 funding received by the library.

1 (3) For purposes of this section, "eligible public  
2 library" means a public library that meets at least all of the  
3 following requirements:

4 (a) Submits to the division all of the following:

5 (i) The report provided for under section 256.51,  
6 subsection 1, paragraph "h".

7 (ii) An application and accreditation report, in a format  
8 approved by the commission, that provides evidence of the  
9 library's compliance with at least one level of the standards  
10 established in accordance with section 256.51, subsection 1,  
11 paragraph "k".

12 (iii) Any other application or report the division deems  
13 necessary for the implementation of the enrich Iowa program.

14 (b) Participates in the library resource and information  
15 sharing programs established by the state library.

16 (c) Is a public library established by city ordinance or a  
17 county library as provided in chapter 336.

18 (4) Each eligible public library shall maintain a separate  
19 listing within its budget for payments received and  
20 expenditures made pursuant to this section, and shall annually  
21 submit this listing to the division.

22 (5) By January 15, 2000, the division shall submit a  
23 program evaluation report to the general assembly and the  
24 governor detailing the uses and the impacts of funds allocated  
25 under this lettered paragraph. It is the intent of the  
26 general assembly to address the continuation of the enrich  
27 Iowa pilot program during the 2000 legislative session.

28 6. REGIONAL LIBRARY

29 For state aid:

30 ..... \$ 1,737,000

31 It is the intent of the general assembly to fund future  
32 regional library salary increase requests in an amount  
33 equivalent to sixty percent of the amount of the requested  
34 increase, with the remainder of the requested increase to be  
35 paid from local financial support in accordance with section

1 256.69.

2 7. PUBLIC BROADCASTING DIVISION

3 For salaries, support, maintenance, capital expenditures,  
4 miscellaneous purposes, and for not more than the following  
5 full-time equivalent positions:

6 ..... \$ 7,707,311

7 ..... FTEs 107.40

8 8. VOCATIONAL EDUCATION TO SECONDARY SCHOOLS

9 For reimbursement for vocational education expenditures  
10 made by secondary schools:

11 ..... \$ 3,308,850

12 Funds appropriated in this subsection shall be used for  
13 expenditures made by school districts to meet the standards  
14 set in sections 256.11, 258.4, and 260C.14 as a result of the  
15 enactment of 1989 Iowa Acts, chapter 278. Funds shall be used  
16 as reimbursement for vocational education expenditures made by  
17 secondary schools in the manner provided by the department of  
18 education for implementation of the standards set in 1989 Iowa  
19 Acts, chapter 278.

20 9. SCHOOL FOOD SERVICE

21 For use as state matching funds for federal programs that  
22 shall be disbursed according to federal regulations, including  
23 salaries, support, maintenance, miscellaneous purposes, and  
24 for not more than the following full-time equivalent  
25 positions:

26 ..... \$ 2,716,859

27 ..... FTEs 14.00

28 10. IOWA EMPOWERMENT FUND

29 For deposit in the Iowa empowerment fund created in section  
30 7I.8:

31 ..... \$ 10,400,000

32 11. VOCATIONAL AGRICULTURE YOUTH ORGANIZATION

33 To assist a vocational agriculture youth organization  
34 sponsored by the schools to support the foundation established  
35 by that vocational agriculture youth organization and for

1 other youth activities:  
2 ..... \$ 107,900

3 12. COMMUNITY COLLEGES

4 For general state financial aid, including general  
5 financial aid to merged areas in lieu of personal property tax  
6 replacement payments, to merged areas as defined in section  
7 260C.2, for vocational education programs in accordance with  
8 chapters 258 and 260C:

9 ..... \$141,577,403

10 The funds appropriated in this subsection shall be  
11 allocated as follows:

- 12 a. Merged Area I ..... \$ 6,788,405
- 13 b. Merged Area II ..... \$ 7,981,873
- 14 c. Merged Area III ..... \$ 7,452,448
- 15 d. Merged Area IV ..... \$ 3,638,156
- 16 e. Merged Area V ..... \$ 7,598,634
- 17 f. Merged Area VI ..... \$ 7,059,555
- 18 g. Merged Area VII ..... \$ 10,138,631
- 19 h. Merged Area IX ..... \$ 12,444,971
- 20 i. Merged Area X ..... \$ 19,480,613
- 21 j. Merged Area XI ..... \$ 20,720,212
- 22 k. Merged Area XII ..... \$ 8,173,625
- 23 l. Merged Area XIII ..... \$ 8,395,697
- 24 m. Merged Area XIV ..... \$ 3,684,420
- 25 n. Merged Area XV ..... \$ 11,561,901
- 26 o. Merged Area XVI ..... \$ 6,458,262

27 Sec. 8. DISTRIBUTION OF FUNDS APPROPRIATED. For the  
28 fiscal year beginning July 1, 1999, and ending June 30, 2000,  
29 moneys appropriated by the general assembly from the general  
30 fund to the department of education for community colleges for  
31 a fiscal year shall be allocated to each community college by  
32 the department of education in the following manner:

33 1. BASE FUNDING. The base funding for a fiscal year shall  
34 be equal to the amount each community college received as an  
35 allocation from appropriations made from the general fund of

1 the state in the most recent fiscal year.

2 2. DISTRIBUTION FOR INFLATION. First priority shall be to  
3 give each college an increase based upon inflation. The  
4 inflation increase shall be not less than 2 percent. However,  
5 the inflation increase shall be equal to the national  
6 inflation rate, if it exceeds 2 percent, if the amount of  
7 state aid appropriated is equal to or greater than the  
8 national inflation rate.

9 3. DISTRIBUTION BASED ON PROPORTIONAL SHARE OF ENROLLMENT.  
10 The balance of the growth in state aid appropriations, once  
11 the inflation increase has been satisfied, shall be  
12 distributed based on each college's proportional share of  
13 enrollment. However, a minimum of one percent of the total  
14 growth shall be distributed in this manner.

15 4. If the total appropriation made by the general assembly  
16 is less than 2 percent growth, the entire increase shall be  
17 distributed as inflation.

18 Sec. 9. BOARD OF EDUCATIONAL EXAMINERS LICENSING FEES.  
19 Notwithstanding section 272.10, up to 85 percent of any funds  
20 received annually resulting from an increase in fees approved  
21 and implemented for licensing by the state board of  
22 educational examiners after July 1, 1997, shall be available  
23 for the fiscal year beginning July 1, 1999, to the state board  
24 for purposes related to the state board's duties, including,  
25 but not limited to, additional full-time equivalent positions.  
26 The director of revenue and finance shall draw warrants upon  
27 the treasurer of state from the funds appropriated as provided  
28 in this section and shall make the funds resulting from the  
29 increase in fees available during the fiscal year to the state  
30 board on a monthly basis.

31 Sec. 10. FISCAL YEAR 1999-2000 EXTENDED SCHOOL YEAR GRANT  
32 MONEYS -- DISTRIBUTION.

33 1. Notwithstanding section 8.33 and section 256.22,  
34 subsection 4, from the funds appropriated in 1998 Iowa Acts,  
35 chapter 1216, section 1, subsection 1, to the department of

1 education for extended school year grants, which remain  
2 unencumbered or unobligated on June 30, 1999, the sum of  
3 \$350,000 shall not revert to the general fund of the state and  
4 shall not be available for expenditure for the following  
5 fiscal year for purposes of extended school year grants, but  
6 shall be reallocated by the department as follows:

7 a. The sum of \$200,000 to the board of educational  
8 examiners for a one-year pilot program study to assess the  
9 performance of teacher education graduates. The department of  
10 education, the board of educational examiners, and the college  
11 student aid commission shall determine the number of students  
12 that will be tested at each postsecondary institution that  
13 provides an approved practitioner preparation program in a  
14 manner that will result in a reliable statistical sampling.  
15 It is the intent of the general assembly that if the board  
16 recommends statewide implementation of the assessment prior to  
17 initial licensure, the costs of an assessment shall be paid by  
18 the teacher education graduate applying for initial licensure.

19 b. The sum of \$100,000 to the division of libraries and  
20 information services for promotion of the next decennial  
21 federal census.

22 c. The sum of \$50,000 to the department of education for  
23 distribution to the reading recovery center.

24 Sec. 11. COMMUNITY COLLEGE GOVERNANCE TASK FORCE. The  
25 legislative council is requested to establish an interim task  
26 force consisting of members of both political parties from  
27 both houses of the general assembly, the office of the  
28 governor, the boards of directors of the community colleges,  
29 the Iowa association of community college presidents, and the  
30 division of community colleges and workforce preparation of  
31 the department of education, to identify and study options for  
32 restructuring the community college governance system. The  
33 goal of the task force shall be to determine a plan for a  
34 community college governance structure that causes community  
35 colleges to operate more cooperatively, effectively, and

1 efficiently as a state system, while recognizing the strong  
2 local character of community colleges. The task force shall  
3 review the current community college governance system;  
4 ongoing collaborative efforts among the community colleges;  
5 the relationships between the community colleges and local  
6 school districts, accredited nonpublic schools, other  
7 accredited postsecondary institutions in Iowa, and the  
8 department of education; and changes necessary to enhance the  
9 accountability of community colleges. The task force shall  
10 submit its findings and recommendations for a plan for a  
11 restructuring of the community college governance system that  
12 achieves the goals set forth in this section in a report to  
13 the chairpersons and ranking members of the senate and house  
14 standing committees on education and the joint appropriations  
15 subcommittee on education by December 1, 1999.

16 STATE BOARD OF REGENTS

17 Sec. 12. There is appropriated from the general fund of  
18 the state to the state board of regents for the fiscal year  
19 beginning July 1, 1999, and ending June 30, 2000, the  
20 following amounts, or so much thereof as may be necessary, to  
21 be used for the purposes designated:

22 1. OFFICE OF STATE BOARD OF REGENTS

23 a. For salaries, support, maintenance, miscellaneous  
24 purposes, and for not more than the following full-time  
25 equivalent positions:

26 .....	\$	1,210,518
27 .....	FTEs	15.63

28 The state board of regents, the department of management,  
29 and the legislative fiscal bureau shall cooperate to determine  
30 and agree upon, by November 15, 1999, the amount that needs to  
31 be appropriated for tuition replacement for the fiscal year  
32 beginning July 1, 2000.

33 The state board of regents shall submit a monthly financial  
34 report in a format agreed upon by the state board of regents  
35 office and the legislative fiscal bureau.

1 b. For allocation by the state board of regents to the  
2 state university of Iowa, the Iowa state university of science  
3 and technology, and the university of northern Iowa to  
4 reimburse the institutions for deficiencies in their operating  
5 funds resulting from the pledging of tuitions, student fees  
6 and charges, and institutional income to finance the cost of  
7 providing academic and administrative buildings and facilities  
8 and utility services at the institutions:

9 ..... \$ 27,927,851

10 c. For funds to be allocated to the southwest Iowa  
11 graduate studies center:

12 ..... \$ 111,113

13 d. For funds to be allocated to the siouxland interstate  
14 metropolitan planning council for the tristate graduate center  
15 under section 262.9, subsection 21:

16 ..... \$ 81,716

17 e. For funds to be allocated to the quad-cities graduate  
18 studies center:

19 ..... \$ 167,086

20 2. STATE UNIVERSITY OF IOWA

21 a. General university, including lakeside laboratory  
22 For salaries, support, maintenance, equipment,

23 miscellaneous purposes, and for not more than the following  
24 full-time equivalent positions:

25 ..... \$237,594,141

26 ..... FTEs 4,048.62

27 b. University hospitals

28 For salaries, support, maintenance, equipment, and  
29 miscellaneous purposes and for medical and surgical treatment  
30 of indigent patients as provided in chapter 255, for medical  
31 education, and for not more than the following full-time  
32 equivalent positions:

33 ..... \$ 31,812,568

34 ..... FTEs 5,511.67

35 The university of Iowa hospitals and clinics shall submit

1 quarterly a report regarding the portion of the appropriation  
2 in this lettered paragraph expended on medical education. The  
3 report shall be submitted in a format jointly developed by the  
4 university of Iowa hospitals and clinics, the legislative  
5 fiscal bureau, and the department of management, and shall  
6 delineate the expenditures and purposes of the funds.

7 Funds appropriated in this lettered paragraph shall not be  
8 used to perform abortions except medically necessary  
9 abortions, and shall not be used to operate the early  
10 termination of pregnancy clinic except for the performance of  
11 medically necessary abortions. For the purpose of this  
12 lettered paragraph, an abortion is the purposeful interruption  
13 of pregnancy with the intention other than to produce a live-  
14 born infant or to remove a dead fetus, and a medically  
15 necessary abortion is one performed under one of the following  
16 conditions:

17 (1) The attending physician certifies that continuing the  
18 pregnancy would endanger the life of the pregnant woman.

19 (2) The attending physician certifies that the fetus is  
20 physically deformed, mentally deficient, or afflicted with a  
21 congenital illness.

22 (3) The pregnancy is the result of a rape which is  
23 reported within 45 days of the incident to a law enforcement  
24 agency or public or private health agency which may include a  
25 family physician.

26 (4) The pregnancy is the result of incest which is  
27 reported within 150 days of the incident to a law enforcement  
28 agency or public or private health agency which may include a  
29 family physician.

30 (5) The abortion is a spontaneous abortion, commonly known  
31 as a miscarriage, wherein not all of the products of  
32 conception are expelled.

33 The total quota allocated to the counties for indigent  
34 patients for the fiscal year beginning July 1, 1999, shall not  
35 be lower than the total quota allocated to the counties for

1 the fiscal year commencing July 1, 1998. The total quota  
2 shall be allocated among the counties on the basis of the 1990  
3 census pursuant to section 255.16.

4 c. Psychiatric hospital

5 For salaries, support, maintenance, equipment,  
6 miscellaneous purposes, for the care, treatment, and  
7 maintenance of committed and voluntary public patients, and  
8 for not more than the following full-time equivalent  
9 positions:

10 .....	\$	7,968,070
11 .....	FTEs	292.18

12 d. Hospital-school

13 For salaries, support, maintenance, miscellaneous purposes,  
14 and for not more than the following full-time equivalent  
15 positions:

16 .....	\$	6,991,199
17 .....	FTEs	161.56

18 From the funds appropriated in this lettered paragraph,  
19 \$200,000 shall be allocated for purposes of the creative  
20 employment options program.

21 e. Oakdale campus

22 For salaries, support, maintenance, miscellaneous purposes,  
23 and for not more than the following full-time equivalent  
24 positions:

25 .....	\$	3,100,866
26 .....	FTEs	60.58

27 f. State hygienic laboratory

28 For salaries, support, maintenance, miscellaneous purposes,  
29 and for not more than the following full-time equivalent  
30 positions:

31 .....	\$	3,870,920
32 .....	FTEs	102.49

33 g. Family practice program

34 For allocation by the dean of the college of medicine, with  
35 approval of the advisory board, to qualified participants, to

1 carry out chapter 148D for the family practice program,  
 2 including salaries and support, and for not more than the  
 3 following full-time equivalent positions:  
 4 ..... \$ 2,312,290  
 5 ..... FTEs 192.40

6 h. Child health care services  
 7 For specialized child health care services, including  
 8 childhood cancer diagnostic and treatment network programs,  
 9 rural comprehensive care for hemophilia patients, and the Iowa  
 10 high-risk infant follow-up program, including salaries and  
 11 support, and for not more than the following full-time  
 12 equivalent positions:  
 13 ..... \$ 601,434  
 14 ..... FTEs 9.36

15 i. Agricultural health and safety programs  
 16 For agricultural health and safety programs, and for not  
 17 more than the following full-time equivalent positions:  
 18 ..... \$ 272,634  
 19 ..... FTEs 3.48

20 j. Statewide cancer registry  
 21 For the statewide cancer registry, and for not more than  
 22 the following full-time equivalent positions:  
 23 ..... \$ 209,730  
 24 ..... FTEs 3.07

25 k. Substance abuse consortium  
 26 For funds to be allocated to the Iowa consortium for  
 27 substance abuse research and evaluation, and for not more than  
 28 the following full-time equivalent positions:  
 29 ..... \$ 72,028  
 30 ..... FTEs 1.15

31 l. Center for biocatalysis  
 32 For the center for biocatalysis, and for not more than the  
 33 following full-time equivalent positions:  
 34 ..... \$ 1,058,058  
 35 ..... FTEs 10.40

1 m. National advanced driving simulator

2 For the national advanced driving simulator, and for not  
3 more than the following full-time equivalent positions:

4 .....	\$	284,951
5 .....	FTEs	3.58

6 n. Primary health care initiative

7 For the primary health care initiative in the college of  
8 medicine and for not more than the following full-time  
9 equivalent positions:

10 .....	\$	865,623
11 .....	FTEs	11.00

12 From the funds appropriated in this lettered paragraph,  
13 \$330,000 shall be allocated to the department of family  
14 practice at the state university of Iowa college of medicine  
15 for family practice faculty and support staff.

16 o. Birth defects registry

17 For the birth defects registry and for not more than the  
18 following full-time equivalent position:

19 .....	\$	50,000
20 .....	FTEs	0.90

21 p. School of public health and public health initiative

22 For purposes of establishing an accredited school of public  
23 health and to fund an initiative for the health and  
24 independence of elderly Iowans, and for not more than the  
25 following full-time equivalent positions:

26 .....	\$	1,050,000
27 .....	FTEs	16.00

28 3. IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY

29 a. General university

30 For salaries, support, maintenance, equipment,  
31 miscellaneous purposes, and for not more than the following  
32 full-time equivalent positions:

33 .....	\$	186,198,896
34 .....	FTEs	3,598.44

35 From the funds appropriated in this lettered paragraph,

1 \$40,000 shall be allocated for purposes of the institute for  
2 public leadership.

3 b. Agricultural experiment station

4 For salaries, support, maintenance, miscellaneous purposes,  
5 and for not more than the following full-time equivalent  
6 positions:

7 ..... \$ 34,982,675

8 ..... FTEs 546.98

9 c. Cooperative extension service in agriculture and home  
10 economics

11 For salaries, support, maintenance, miscellaneous purposes,  
12 including salaries and support for the fire service institute,  
13 and for not more than the following full-time equivalent  
14 positions:

15 ..... \$ 22,706,446

16 ..... FTEs 445.80

17 From the funds appropriated in this lettered paragraph,  
18 \$150,000 shall be used for the food, fiber, and environmental  
19 science program, and \$1,066,000 shall be used for the value-  
20 added agricultural projects as part of the extension 21  
21 program.

22 d. Leopold center

23 For agricultural research grants at Iowa state university  
24 under section 266.39B, and for not more than the following  
25 full-time equivalent positions:

26 ..... \$ 574,983

27 ..... FTEs 11.25

28 e. Livestock disease research

29 For deposit in and the use of the livestock disease  
30 research fund under section 267.8, and for not more than the  
31 following full-time equivalent positions:

32 ..... \$ 277,573

33 ..... FTEs 3.17

34 f. Center for excellence in fundamental plant science

35 For salaries, support, maintenance, equipment,

1 miscellaneous purposes, and for not more than the following  
2 full-time equivalent positions:  
3 ..... \$ 2,200,000  
4 ..... FTEs 17.96  
5 4. UNIVERSITY OF NORTHERN IOWA  
6 a. General university  
7 For salaries, support, maintenance, equipment,  
8 miscellaneous purposes, and for not more than the following  
9 full-time equivalent positions:  
10 ..... \$ 83,422,982  
11 ..... FTEs 1,402.86  
12 b. Recycling and reuse center  
13 For purposes of the recycling and reuse center, and for not  
14 more than the following full-time equivalent positions:  
15 ..... \$ 244,025  
16 ..... FTEs 1.50  
17 c. Masters in social work  
18 For implementation of a masters in social work program and  
19 for not more than the following full-time equivalent  
20 positions:  
21 ..... \$ 300,000  
22 ..... FTEs 4.00  
23 5. STATE SCHOOL FOR THE DEAF  
24 For salaries, support, maintenance, miscellaneous purposes,  
25 and for not more than the following full-time equivalent  
26 positions:  
27 ..... \$ 7,737,161  
28 ..... FTEs 126.60  
29 6. IOWA BRAILLE AND SIGHT SAVING SCHOOL  
30 For salaries, support, maintenance, miscellaneous purposes,  
31 and for not more than the following full-time equivalent  
32 positions:  
33 ..... \$ 4,303,242  
34 ..... FTEs 91.05  
35 7. TUITION AND TRANSPORTATION COSTS

1 For payment to local school boards for the tuition and  
2 transportation costs of students residing in the Iowa braille  
3 and sight saving school and the state school for the deaf  
4 pursuant to section 262.43 and for payment of certain clothing  
5 and transportation costs for students at these schools  
6 pursuant to section 270.5:

7 ..... \$ 16,941

8 Sec. 13. MEDICAL ASSISTANCE -- SUPPLEMENTAL AMOUNTS. For  
9 the fiscal year beginning July 1, 1999, and ending June 30,  
10 2000, the department of human services shall continue the  
11 supplemental disproportionate share and a supplemental  
12 indirect medical education adjustment applicable to state-  
13 owned acute care hospitals with more than 500 beds and shall  
14 reimburse qualifying hospitals pursuant to that adjustment  
15 with a supplemental amount for services provided medical  
16 assistance recipients. The adjustment shall generate  
17 supplemental payments intended to equal the state  
18 appropriation made to a qualifying hospital for treatment of  
19 indigent patients as provided in chapter 255. To the extent  
20 of the supplemental payments, a qualifying hospital shall,  
21 after receipt of the funds, transfer to the department of  
22 human services an amount equal to the actual supplemental  
23 payments that were made in that month. The aggregate amounts  
24 for the fiscal year shall not exceed the state appropriation  
25 made to the qualifying hospital for treatment of indigent  
26 patients as provided in chapter 255. The department of human  
27 services shall deposit the portion of these funds equal to the  
28 state share in the department's medical assistance account and  
29 the balance shall be credited to the general fund of the  
30 state. To the extent that state funds appropriated to a  
31 qualifying hospital for the treatment of indigent patients as  
32 provided in chapter 255 have been transferred to the  
33 department of human services as a result of these supplemental  
34 payments made to the qualifying hospital, the department shall  
35 not, directly or indirectly, recoup the supplemental payments

1 made to a qualifying hospital for any reason, unless an  
2 equivalent amount of the funds transferred to the department  
3 of human services by a qualifying hospital pursuant to this  
4 provision is transferred to the qualifying hospital by the  
5 department.

6 If the state supplemental amount allotted to the state of  
7 Iowa for the federal fiscal year beginning October 1, 1999,  
8 and ending September 30, 2000, pursuant to section 1923(f)(3)  
9 of the federal Social Security Act, as amended, or pursuant to  
10 federal payments for indirect medical education is greater  
11 than the amount necessary to fund the federal share of the  
12 supplemental payments specified in the preceding paragraph,  
13 the department of human services shall increase the  
14 supplemental disproportionate share or supplemental indirect  
15 medical education adjustment by the lesser of the amount  
16 necessary to utilize fully the state supplemental amount or  
17 the amount of state funds appropriated to the state university  
18 of Iowa general education fund and allocated to the university  
19 for the college of medicine. The state university of Iowa  
20 shall transfer from the allocation for the college of medicine  
21 to the department of human services, on a monthly basis, an  
22 amount equal to the additional supplemental payments made  
23 during the previous month pursuant to this paragraph. A  
24 qualifying hospital receiving supplemental payments pursuant  
25 to this paragraph that are greater than the state  
26 appropriation made to the qualifying hospital for treatment of  
27 indigent patients as provided in chapter 255 shall be  
28 obligated as a condition of its participation in the medical  
29 assistance program to transfer to the state university of Iowa  
30 general education fund on a monthly basis an amount equal to  
31 the funds transferred by the state university of Iowa to the  
32 department of human services. To the extent that state funds  
33 appropriated to the state university of Iowa and allocated to  
34 the college of medicine have been transferred to the  
35 department of human services as a result of these supplemental

1 payments made to the qualifying hospital, the department shall  
2 not, directly or indirectly, recoup these supplemental  
3 payments made to a qualifying hospital for any reason, unless  
4 an equivalent amount of the funds transferred to the  
5 department of human services by the state university of Iowa  
6 pursuant to this paragraph is transferred to the qualifying  
7 hospital by the department.

8 Continuation of the supplemental disproportionate share and  
9 supplemental indirect medical education adjustment shall  
10 preserve the funds available to the university hospital for  
11 medical and surgical treatment of indigent patients as  
12 provided in chapter 255 and to the state university of Iowa  
13 for educational purposes at the same level as provided by the  
14 state funds initially appropriated for that purpose.

15 The department of human services shall, in any compilation  
16 of data or other report distributed to the public concerning  
17 payments to providers under the medical assistance program,  
18 set forth reimbursements to a qualifying hospital through the  
19 supplemental disproportionate share and supplemental indirect  
20 medical education adjustment as a separate item and shall not  
21 include such payments in the amounts otherwise reported as the  
22 reimbursement to a qualifying hospital for services to medical  
23 assistance recipients.

24 For purposes of this section, "supplemental payment" means  
25 a supplemental payment amount paid for medical assistance to a  
26 hospital qualifying for that payment under this section.

27 Sec. 14. STATE UNIVERSITY OF IOWA -- DEPARTMENT OF HUMAN  
28 SERVICES. The department of human services shall transfer to  
29 the state university of Iowa for the purposes of the creative  
30 employment options program the same amount of moneys in the  
31 fiscal year beginning July 1, 1999, and ending June 30, 2000,  
32 as was transferred in the fiscal year beginning July 1, 1997,  
33 and ending June 30, 1998.

34 Sec. 15. For the fiscal year beginning July 1, 1999, and  
35 ending June 30, 2000, the state board of regents may use

1 notes, bonds, or other evidences of indebtedness issued under  
2 section 262.48 to finance projects that will result in energy  
3 cost savings in an amount that will cause the state board to  
4 recover the cost of the projects within an average of six  
5 years.

6 Sec. 16. Notwithstanding section 270.7, the department of  
7 revenue and finance shall pay the state school for the deaf  
8 and the Iowa braille and sight saving school the moneys  
9 collected from the counties during the fiscal year beginning  
10 July 1, 1999, for expenses relating to prescription drug costs  
11 for students attending the state school for the deaf and the  
12 Iowa braille and sight saving school.

13 Sec. 17. Section 256.16, unnumbered paragraph 1, Code  
14 1999, is amended to read as follows:

15 Pursuant to section 256.7, subsection 5, the state board  
16 shall adopt rules requiring all higher education institutions  
17 providing practitioner preparation to include in the  
18 professional education program, preparation that contributes  
19 to education of students with disabilities and students who  
20 are gifted and talented, along with preparation in reading  
21 recovery and other reading programs, which must be  
22 successfully completed before graduation from the practitioner  
23 preparation program.

24 Sec. 18. Section 261.2, Code 1999, is amended by adding  
25 the following new subsection:

26 NEW SUBSECTION. 15. Be prohibited from expending interest  
27 moneys earned on accounts of the commission located within the  
28 office of the treasurer of state unless the general assembly  
29 specifically appropriates the interest moneys for use by the  
30 commission. If the general assembly appropriates interest  
31 moneys transferred from the Pub. L. No. 105-33 recall account  
32 within the office of the treasurer of state to the fund 61  
33 default reduction account, the commission shall adopt rules  
34 for the expenditure of the interest moneys for purposes of  
35 issuing emergency loans to assist needy students in avoiding

1 default on a guaranteed or parental loan made under this  
2 chapter.

3 Sec. 19. Section 261.12, subsection 1, paragraph b, Code  
4 1999, is amended to read as follows:

5 b. For the fiscal year beginning July 1, ~~1998~~ 1999, and  
6 for each following fiscal year, three thousand ~~six~~ nine  
7 hundred ~~fifty~~ dollars.

8 Sec. 20. Section 261.17, subsection 4, Code 1999, is  
9 amended to read as follows:

10 4. The amount of a vocational-technical tuition grant  
11 shall not exceed the lesser of six hundred fifty dollars per  
12 year or the amount of the student's established financial  
13 need.

14 Sec. 21. Section 261.25, subsections 1 through 3, Code  
15 1999, are amended to read as follows:

16 1. There is appropriated from the general fund of the  
17 state to the commission for each fiscal year the sum of ~~forty-~~  
18 ~~four~~ forty-seven million six hundred sixty-four thousand seven  
19 hundred fifty dollars for tuition grants.

20 2. There is appropriated from the general fund of the  
21 state to the commission for each fiscal year the sum of four  
22 hundred ~~seventy-four~~ ninety-eight thousand ~~eight~~ five hundred  
23 forty dollars for scholarships.

24 3. There is appropriated from the general fund of the  
25 state to the commission for each fiscal year the sum of two  
26 million ~~two~~ four hundred ~~forty-four~~ eighty-two thousand ~~one~~  
27 four hundred ~~ninety-seven~~ dollars for vocational-technical  
28 tuition grants.

29 Sec. 22. Section 261.25, subsection 4, Code 1999, is  
30 amended by striking the subsection.

31 Sec. 23. Section 261.71, subsection 1, paragraph c, is  
32 amended to read as follows:

33 c. The student practices in an area underserved by  
34 licensed chiropractors in the state of Iowa.

35 Sec. 24. Section 261.71, subsection 3, Code 1999, is

1 amended to read as follows:

2 3. For purposes of this section "graduate student" means a  
3 student who has completed at least ninety semester hours, or  
4 the trimester or quarter equivalent, of postsecondary course  
5 work at a public higher education institution or at an  
6 accredited private institution, as defined under section  
7 261.9. The college-student-aid commission shall, in  
8 consultation with the department of public health, the Iowa  
9 chiropractic society, and the board of chiropractic examiners,  
10 annually determine the areas which are underserved by  
11 chiropractors licensed in accordance with section 147.2. The  
12 commission shall adopt rules, consistent with rules used for  
13 students enrolled in higher education institutions under the  
14 control of the state board of regents, for purposes of  
15 determining Iowa residency status of graduate students under  
16 this section. The commission shall also adopt rules which  
17 provide standards, guidelines, and procedures for the receipt,  
18 processing, and administration of student applications and  
19 loans under this section.

20 Sec. 25. Section 261.111, Code 1999, is amended by  
21 striking the section and inserting in lieu thereof the  
22 following:

23 261.111 TEACHER SHORTAGE FORGIVABLE LOAN PROGRAM.

24 1. A teacher shortage forgivable loan program is  
25 established to be administered by the college student aid  
26 commission. An individual is eligible for the forgivable loan  
27 program if the individual is a resident of this state who is  
28 enrolled as a sophomore, junior, senior, or graduate student  
29 in an approved practitioner preparation program in a  
30 designated area in which teacher shortages are anticipated, at  
31 an institution of higher learning under the control of the  
32 state board of regents or an accredited private institution as  
33 defined in section 261.9.

34 2. The director of the department of education shall  
35 annually designate the areas in which teacher shortages are

1 anticipated. The director shall periodically conduct a survey  
2 of school districts, accredited nonpublic schools, and  
3 approved practitioner preparation programs to determine  
4 current shortage areas and predict future shortage areas.

5 3. Each applicant shall, in accordance with the rules of  
6 the commission, do the following:

7 a. Complete and file an application for a teacher shortage  
8 forgivable loan. The individual shall be responsible for the  
9 prompt submission of any information required by the  
10 commission.

11 b. File a new application and submit information as  
12 required by the commission annually on the basis of which the  
13 applicant's eligibility for the renewed forgivable loan will  
14 be evaluated and determined.

15 4. Forgivable loans to eligible students shall not become  
16 due until after the student graduates or leaves school. The  
17 individual's total loan amount, including principal and  
18 interest, shall be reduced by twenty percent for each year in  
19 which the individual remains an Iowa resident and is employed  
20 in Iowa by a school district or an accredited nonpublic school  
21 as a practitioner in the teacher shortage area for which the  
22 loan was approved. If the commission determines that the  
23 person does not meet the criteria for forgiveness of the  
24 principal and interest payments, the commission shall  
25 establish a plan for repayment of the principal and interest  
26 over a ten-year period. If a person required to make the  
27 repayment does not make the required payments, the commission  
28 shall provide for payment collection.

29 5. The amount of a teacher shortage forgivable loan shall  
30 not exceed three thousand dollars annually, or the amount of  
31 the student's established financial need, whichever is less.

32 6. The commission shall prescribe by rule the interest  
33 rate for the forgivable loan.

34 7. A teacher shortage forgivable loan repayment fund is  
35 created for deposit of payments made by forgivable loan

1 recipients who do not fulfill the conditions of the forgivable  
2 loan program and any other moneys appropriated to or received  
3 by the commission for deposit in the fund. Notwithstanding  
4 section 8.33, moneys deposited in the fund shall not revert to  
5 the general fund of the state at the close of any fiscal year  
6 but shall remain in the forgivable loan repayment fund and be  
7 continuously available to make additional loans under the  
8 program. Notwithstanding section 12C.7, subsection 2,  
9 interest or earnings on moneys deposited in the fund shall be  
10 credited to the fund.

11 8. For purposes of this section, unless the context  
12 otherwise requires, "teacher" means the same as defined in  
13 section 272.1.

14 Sec. 26. Section 294A.25, subsections 6, 11, and 12, Code  
15 1999, are amended to read as follows:

16 6. For the fiscal year beginning July 1, ~~1997~~ 1999, and  
17 ending June 30, ~~1998~~ 2000, from phase III moneys the amount of  
18 fifty thousand dollars to the department of education for the  
19 geography alliance.

20 11. For the fiscal year beginning July 1, ~~1998~~ 1999, and  
21 ending June 30, ~~1999~~ 2000, to the department of education from  
22 phase III moneys the amount of one million two hundred fifty  
23 thousand dollars for support for the operations of the new  
24 Iowa schools development corporation and for school  
25 transformation design and implementation projects administered  
26 by the corporation. Of the amount provided in this  
27 subsection, one hundred fifty thousand dollars shall be used  
28 for the school and community planning initiative.

29 12. For the fiscal year beginning July 1, ~~1998~~ 1999, and  
30 ending June 30, 2000, to the department of education from  
31 phase III moneys the amount of one hundred fifty thousand  
32 dollars to the Iowa public broadcasting division for overnight  
33 transmitter feeds.

34 Sec. 27. Section 294A.25, Code 1999, is amended by adding  
35 the following new subsections:

1 NEW SUBSECTION. 13. For the fiscal year beginning July 1,  
2 1999, and ending June 30, 2000, to the department of education  
3 from phase III moneys the amount of one million dollars for  
4 the issuance of national board certification awards in  
5 accordance with section 256.44.

6 NEW SUBSECTION. 14. For the fiscal year beginning July 1,  
7 1999, and ending June 30, 2000, to the department of education  
8 from phase III moneys the amount of fifty thousand dollars for  
9 participation in the national assessment of education  
10 progress.

11 NEW SUBSECTION. 15. For the fiscal year beginning July 1,  
12 1999, and ending June 30, 2000, to the department of education  
13 from phase III moneys the amount of fifty thousand dollars for  
14 the Iowa mathematics and science coalition.

15 Sec. 28. Section 301.30, Code 1999, is amended to read as  
16 follows:

17 301.30 ~~PAYMENT-OF-CLAIMS-FOR~~ NONPUBLIC SCHOOL PUPIL  
18 TEXTBOOK SERVICES -- PAYMENT OF CLAIMS -- APPROPRIATION.

19 1. Boards of directors of school districts shall be  
20 required to provide textbook services to nonpublic school  
21 pupils as provided in section 301.1 only during school years  
22 when the general assembly has appropriated funds to the  
23 department of education for the payment of claims for textbook  
24 costs submitted by the school district.

25 2. a. There is appropriated from the general fund of the  
26 state to the department of education for each fiscal year the  
27 sum of six hundred fifty thousand dollars to pay claims  
28 submitted by the school districts providing textbook services  
29 to nonpublic school pupils in accordance with section 301.1  
30 and this section.

31 b. If the funds appropriated by the general assembly are  
32 not sufficient to pay claims submitted by the school  
33 districts, the amount paid to each school district by the  
34 department shall be prorated on the basis of funds so  
35 appropriated. The difference between the amount of the claim

1 of a school district and the amount of payment received from  
2 the department of education shall be paid by the parent or  
3 guardian of the nonpublic school pupil served.

4 3. The costs of providing textbook services to nonpublic  
5 school pupils as provided in section 301.1 shall not be  
6 included in the computation of district cost under chapter  
7 257, but shall be shown in the budget as an expense from  
8 miscellaneous income. Any textbook reimbursements received by  
9 a local school district for serving nonpublic school pupils  
10 shall not affect district cost limitations of chapter 257.  
11 The reimbursements provided in this section are miscellaneous  
12 income as defined in section 257.2.

13 4. Claims for reimbursement shall be made to the  
14 department of education by July 15 by the public school  
15 district providing textbook services during a school year on a  
16 form prescribed by the department, and the claim shall state  
17 the actual costs incurred in, and the actual number of  
18 nonpublic students requesting, the provision of textbook  
19 services. Claims shall be accompanied by an affidavit of an  
20 officer of the public school district affirming the accuracy  
21 of the claim. The department shall certify to the director of  
22 revenue and finance the amounts of approved claims to be paid,  
23 and the director of revenue and finance shall draw warrants  
24 payable to school districts which have established claims.  
25 The public school district of attendance shall furnish the  
26 services and shall receive reimbursement from the state.  
27 However, the services must be comparable to the services of  
28 the district of attendance and cannot exceed the per pupil  
29 cost of the program of the district of attendance.

30 Sec. 29. EMERGENCY RULES. The commission of libraries  
31 shall adopt emergency rules under section 17A.4, subsection 2,  
32 and section 17A.5, subsection 2, paragraph "b", adopting the  
33 performance measures referred to in 286 IAC 3.6 and implement  
34 the provisions of section 7, subsection 5, paragraph "b", of  
35 this Act, and the rules shall be effective immediately upon

1 filing unless a later date is specified in the rules. Any  
2 rules adopted in accordance with this section shall also be  
3 published as a notice of intended action as provided in  
4 section 17A.4.

5 Sec. 30. Section 261.112, Code 1999, is repealed.

6 Sec. 31. EFFECTIVE DATES.

7 1. Section 4 of this Act, relating to the remaining  
8 national guard tuition aid balance, being deemed of immediate  
9 importance, takes effect upon enactment.

10 2. Section 5 of this Act, relating to the remaining  
11 industrial technology forgivable loan program balance, being  
12 deemed of immediate importance, takes effect upon enactment.

13 3. Section 9 of this Act, relating to board of educational  
14 examiners licensing fees, being deemed of immediate  
15 importance, takes effect upon enactment.

16 4. Section 10 of this Act, relating to the distribution of  
17 FY 1999-2000 extended school year grant moneys, being deemed  
18 of immediate importance, takes effect upon enactment.

19 5. Section 29 of this Act, relating to emergency rules,  
20 being deemed of immediate importance, takes effect upon  
21 enactment.

22 EXPLANATION

23 This bill appropriates moneys from the general fund of the  
24 state to the college student aid commission, the department of  
25 cultural affairs, the department of education, and the state  
26 board of regents and its institutions. The bill does the  
27 following:

28 COLLEGE STUDENT AID COMMISSION. Includes appropriations  
29 for general administrative purposes, forgivable loans to Iowa  
30 students attending the university of osteopathic medicine and  
31 health sciences, an initiative directing primary care  
32 physicians to areas of the state experiencing physician  
33 shortages, student aid programs, the national guard tuition  
34 aid program, the chiropractic graduate student forgivable loan  
35 program, a teacher shortage forgivable loan program and the

1 federal Stafford loan program, and increases the standing  
2 appropriations and maximum grant amounts for the Iowa and  
3 vocational-technical tuition grants.

4 The bill also directs the department of revenue and finance  
5 to deposit interest earned on the Pub. L. No. 105-33 recall  
6 account into the fund 61 default reduction account and  
7 appropriates the moneys deposited to the commission for  
8 purposes of issuing emergency loans to assist needy students  
9 in avoiding default on a guaranteed student or parental loan.  
10 The bill includes statutory language prohibiting the  
11 commission from expending interest moneys earned on commission  
12 accounts unless the general assembly specifically appropriates  
13 the interest moneys for use by the commission.

14 The bill also strikes statutory language creating the  
15 industrial technology forgivable loan program, and replaces it  
16 with a teacher shortage forgivable loan program. Moneys  
17 appropriated for the industrial technology forgivable loan  
18 program for FY 1998-1999 that remain at the end of that fiscal  
19 year shall be available for purposes of the teacher shortage  
20 forgivable loan program. The bill also includes a provision  
21 to allow moneys allocated for the national guard tuition aid  
22 program in FY 1998-1999 to carry over to FY 1999-2000. The  
23 provisions related to the carryover of program funds take  
24 effect upon enactment.

25 The bill adds statutory language to require that  
26 chiropractic forgivable loan recipients must practice in an  
27 area underserved by licensed chiropractors in Iowa, and  
28 directs the commission to annually determine the areas  
29 underserved by chiropractors.

30 DEPARTMENT OF CULTURAL AFFAIRS. The bill funds the arts,  
31 historical, and administration divisions of the department of  
32 cultural affairs, historic sites, the local arts comprehensive  
33 educational strategies (LACES) program, and community cultural  
34 grants.

35 The department is directed to coordinate activities with

1 the tourism division of the department of economic development  
2 to promote attendance at the state historical building and at  
3 this state's historic sites.

4 DEPARTMENT OF EDUCATION. The bill appropriates moneys for  
5 purposes of the department of education's general  
6 administration, vocational education administration, the board  
7 of educational examiners for administrative purposes and for  
8 implementation of a multi-level voluntary para-educator  
9 licensing system, the division of vocational rehabilitation  
10 services, independent living, the state library, the regional  
11 library system, the public broadcasting division, vocational  
12 education to secondary schools, school food service, the Iowa  
13 empowerment fund, the vocational agriculture youth  
14 organization and other youth activities, and community  
15 colleges.

16 From the funds appropriated to the vocational  
17 rehabilitation services division, up to \$2 million is to be  
18 used to provide services to persons without regard to an order  
19 of selection. The division is directed to seek federal  
20 waivers in order to accept assessments of clients performed by  
21 area education agencies or any other governmental subdivision,  
22 and to improve and increase the availability of supported  
23 employment services to Iowans.

24 The bill provides that if the division receives federal  
25 funding to pay the costs of additional employees who would  
26 have duties relating to vocational rehabilitation services,  
27 the bill authorizes the division to exceed the full-time  
28 equivalent position limit established in the bill and fill not  
29 more than four additional full-time equivalent positions. The  
30 bill directs the division to seek funds with which it may  
31 match federal funds, and to enter into a chapter 28E agreement  
32 with the creative employment options program at the university  
33 of Iowa to enable the division to count as a local match the  
34 state funds appropriated to the university for purposes of the  
35 creative employment options program. The bill permits the

1 division to collect more than the amount needed to match  
2 federal funds in an effort to qualify for additional federal  
3 funds when such funds become available. The bill also directs  
4 the division to accept client assessments performed by other  
5 agencies in order to reduce duplication of effort.

6 The bill directs the state library to cap reimbursement of  
7 the regents universities for participation in the access plus  
8 program during FY 1999-2000 at the total amount of  
9 reimbursement paid for their participation during FY 1998-  
10 1999. The bill also directs the division of libraries and  
11 information services to distribute moneys allocated to the  
12 state library for a one-year enrich Iowa pilot program to  
13 public libraries in the state that are in compliance with  
14 performance measures adopted by rule by the commission.

15 Effective upon the enactment of this bill, the commission of  
16 libraries is directed to adopt emergency rules to adopt the  
17 performance measures currently only referred to in rule.

18 The bill includes statutory language directing the state  
19 board of education to require institutions providing  
20 practitioner preparation programs to include preparation in  
21 reading recovery and other reading programs.

22 The bill permits the board of educational examiners to use  
23 for its own purposes during FY 1999-2000 up to 85 percent of  
24 any funds received resulting from any increase in licensing  
25 fees it approves and implements after July 1, 1997. This  
26 provision takes effect upon enactment.

27 From moneys remaining at the end of this fiscal year from  
28 the FY 1998-1999 appropriation to the department for extended  
29 school year grants, the bill allocates \$200,000 to the board  
30 of educational examiners for a one-year pilot program study to  
31 assess the performance of teacher education graduates,  
32 \$100,000 to the division of libraries and information services  
33 for promotion of the next decennial federal census, and  
34 \$50,000 to the department for the reading recovery center.  
35 This provision takes effect upon enactment.

1 The bill also requests that the legislative council  
2 establish an interim task force to identify and study options  
3 for restructuring the community college governance system.

4 The bill includes an appropriation of \$150,000 of Phase III  
5 moneys for FY 1999-2000, to the department for allocation to  
6 the Iowa public broadcasting division for overnight  
7 transmitter feeds.

8 The bill also allocates to the department, from Phase III  
9 funds for FY 1999-2000, moneys for the geography alliance, the  
10 new Iowa schools development corporation, national board  
11 certification awards, for participation in the national  
12 assessment of education progress, and for the mathematics and  
13 science coalition. The bill includes a standing limited  
14 appropriation for the payment of claims for nonpublic school  
15 pupil textbook services.

16 BOARD OF REGENTS. The bill appropriates moneys to the  
17 state board of regents for board operations, tuition  
18 replacement, the southwest Iowa graduate studies center, the  
19 tristate graduate center, the quad-cities graduate studies  
20 center, the state university of Iowa, the university hospitals  
21 and related clinics, Iowa state university of science and  
22 technology, the university of northern Iowa, the state school  
23 for the deaf, the Iowa braille and sight saving school, and  
24 the tuition and transportation costs for students residing in  
25 the Iowa braille and sight saving school and the school for  
26 the deaf.

27 The bill directs the department of human services to  
28 transfer to the state university of Iowa, for the purposes of  
29 the creative employment options program, the same amount of  
30 moneys in FY 1999-2000 as was transferred in FY 1997-1998.

31 New programs funded under the bill include the school of  
32 public health and public health initiative at the state  
33 university of Iowa, the center for excellence in fundamental  
34 plant science at Iowa state university, and the masters in  
35 social work at the university of northern Iowa.

## SENATE FILE 464

S-3221

1 Amend Senate File 464 as follows:

2 1. Page 12, by inserting after line 23 the  
3 following:

4 "Sec. \_\_\_\_\_. FISCAL YEAR 1999-2000 EMPLOYABILITY  
5 SKILLS ASSESSMENT REQUIREMENTS. Notwithstanding  
6 section 256.39A, for the fiscal year beginning July 1,  
7 1999, and ending June 30, 2000, the department of  
8 education shall reimburse only the claims submitted  
9 for reimbursement of a school district's costs of  
10 acquiring, using, and making available to accredited  
11 nonpublic schools employability skills assessment  
12 tools for students enrolled in grade twelve. If  
13 moneys appropriated for purposes of claims  
14 reimbursement for fiscal year 1999-2000 are  
15 insufficient to pay the claims received in full, the  
16 provisions of section 256.39A, subsection 6, shall  
17 apply."

18 2. Page 24, by inserting after line 23 the  
19 following:

20 "Sec. \_\_\_\_\_. Section 256.39, Code 1999, is amended  
21 by striking the section and inserting in lieu thereof  
22 the following:

23 256.39 CAREER PATHWAYS PROGRAM -- GRANT --  
24 ACTIVITIES -- REPORTING.

25 1. The department shall develop and establish a  
26 career pathways grant program, criteria for the  
27 formation of ongoing career pathways consortia in each  
28 merged area, and guidelines and a process to be used  
29 in selecting career pathways consortium grant  
30 recipients, including a requirement that grant  
31 recipients provide matching funds or match grant funds  
32 with in-kind resources on a dollar-for-dollar basis.  
33 The grant program developed and established by the  
34 department shall also include the following  
35 components:

36 a. An existing partnership or organization,  
37 including a regional school-to-work partnership, that  
38 meets the established criteria, may be considered a  
39 consortium for grant application purposes. One or  
40 more school districts may be considered a consortium  
41 for grant application purposes, provided a district  
42 can demonstrate the manner in which a community  
43 college, area education agency, representatives from  
44 business and labor organizations, and others as  
45 determined within the region will be involved.  
46 Existing school-to-work partnerships are encouraged to  
47 assist the local consortia in developing a plan and  
48 budget. The department shall provide assistance to  
49 consortia in planning and implementing career pathways  
50 program efforts in assessment, and career guidance and

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1 exploration for students.  
2 b. A career pathways program may include, but is  
3 not limited to, the following:  
4 (1) Career guidance and exploration for students.  
5 (2) Involvement and recognition of business,  
6 labor, and community organizations as partners in the  
7 career pathways program.  
8 (3) Provision for program accountability.  
9 (4) Encouragement of team teaching within the  
10 school or in partnership with postsecondary schools,  
11 and business, labor, community, and nonprofit  
12 organizations.  
13 (5) Service learning opportunities for students.  
14 c. Business, labor, and community organizations  
15 are encouraged to market the career pathways program  
16 established in accordance with this subsection to the  
17 local community and provide students with mentors,  
18 shadow professionals, speakers, field trip sites,  
19 summer jobs, internships, and job offers for students  
20 who graduate with high performance records. Students  
21 are encouraged to volunteer their time to community  
22 organizations in exchange for workplace learning  
23 opportunities that do not displace current employees.  
24 d. In developing career pathways program efforts,  
25 each consortium shall make every effort to cooperate  
26 with the juvenile courts, the department of economic  
27 development, the department of workforce development,  
28 the department of human services, and the new Iowa  
29 schools development corporation.  
30 e. The department shall direct and monitor the  
31 progress of each career pathways consortium in  
32 developing career pathways programs established in  
33 accordance with this subsection.  
34 f. A career pathways program is a comprehensive  
35 school transformation program under section 294A.14.  
36 2. The department shall provide technical and  
37 professional advice upon request to school districts  
38 and accredited nonpublic schools that wish to  
39 implement career pathways activities and measures to  
40 improve the employability skills of their students.  
41 The activities and measures shall include, but are not  
42 limited to, the following:  
43 a. Measurement of the employability skills of  
44 students in grades nine or ten and twelve.  
45 Employability skills shall include, but are not  
46 limited to, reading for information, applied  
47 mathematics, listening, and writing. Employability  
48 skills assessments shall be considered an assessment  
49 measure for purposes of section 256.7, subsection 21,  
50 paragraph "c".

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1 b. Curricula designed to integrate academic and  
2 work-based learning to achieve high employability  
3 skills by all students related to career pathways.  
4 The curricula shall be designed through the  
5 cooperative efforts of secondary and postsecondary  
6 education professionals, business professionals, and  
7 community services professionals.

8 c. Staff development to implement a high-standard  
9 curriculum. These efforts may include team teaching  
10 techniques that utilize expertise from partnership  
11 businesses and postsecondary institutions.

12 3. A school district or accredited nonpublic  
13 school that adopts and administers employability  
14 skills assessment tools as provided in this section or  
15 section 256.39A, shall develop and integrate specific  
16 career pathways goals and activities into the  
17 comprehensive school improvement plan required under  
18 section 256.7, subsection 21, paragraph "a".

19 4. Biennially, on or about January 15, the  
20 department shall submit to the general assembly a  
21 summary of the activities and results of the  
22 implementation of career pathways efforts, especially  
23 school district and accredited nonpublic school  
24 progress on the use of employability skills  
25 assessments.

26 Sec. \_\_\_\_ . NEW SECTION. 256.39A CAREER PATHWAYS  
27 EMPLOYABILITY SKILLS ASSESSMENTS -- PAYMENT OF SCHOOL  
28 DISTRICT CLAIMS -- APPROPRIATIONS.

29 1. The director of the department of education  
30 shall identify appropriate employability skills  
31 assessment tools that school districts shall use to  
32 meet the requirements of section 256.39, subsection 3,  
33 and the claim reimbursement requirements of this  
34 section.

35 2. A school district may submit a claim on forms  
36 provided by the department for reimbursement. A claim  
37 submitted to the department shall state the actual  
38 costs incurred and shall be accompanied by an  
39 affidavit of an officer of the public school district  
40 affirming the accuracy of the claim.

41 3. Employability skills assessment tools adopted  
42 and purchased by a school district may, and shall to  
43 the extent funds are appropriated to the department by  
44 the general assembly for the payment of claims under  
45 this section, be made available to students attending  
46 accredited nonpublic schools upon request of the  
47 student or the student's parent under comparable terms  
48 available to students attending public schools.  
49 However, the assessment tools must be comparable to  
50 the assessment tools of the district of attendance and

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1 cannot exceed the per pupil cost of the assessment  
2 tools of the district of attendance. A claim  
3 submitted under this section that includes costs for  
4 providing accredited nonpublic school pupils with  
5 employability skills assessment tools shall state the  
6 actual number of nonpublic students requesting the  
7 provision of employability skills assessment tools.

8 4. For each year in which an appropriation is made  
9 for the purposes described in this section, the  
10 department of education shall certify to the  
11 department of revenue and finance, by February 1 and  
12 on or about June 15, the amounts of approved claims to  
13 be paid, and the department of revenue and finance  
14 shall draw warrants payable to school districts with  
15 approved claims, taking into consideration the  
16 relative budget and cash position of the state  
17 resources.

18 5. Moneys received under this section shall not be  
19 commingled with state aid payments made under section  
20 257.16 to a school district and shall be accounted for  
21 by the school district separately from state aid  
22 payments. Payments made to a school district under  
23 this section are miscellaneous income for purposes of  
24 chapter 257.

25 6. There is appropriated from the general fund of  
26 the state to the department of education, for purposes  
27 of reimbursing school districts for the costs of  
28 acquiring, using, and making available to nonpublic  
29 schools employability skills assessment tools in  
30 accordance with this section, the following amounts  
31 for the following fiscal years:

32 a. For the fiscal year beginning July 1, 1999, and  
33 ending June 30, 2000, the amount of seven hundred  
34 fifty thousand dollars.

35 b. For the fiscal year beginning July 1, 2000, and  
36 ending June 30, 2001, the amount of one million six  
37 hundred thousand dollars.

38 7. If the director of the department of education  
39 determines that the moneys appropriated by the general  
40 assembly for payment of claims to reimburse school  
41 districts for the costs of acquiring and administering  
42 employability skills assessment tools in grades nine  
43 or ten and twelve are insufficient to pay in full all  
44 claims submitted and approved in accordance with this  
45 section, the amounts of approved claims to be paid  
46 shall be prorated among all school districts with  
47 approved claims. If a school district is providing  
48 employability skills assessments to accredited  
49 nonpublic school pupils as provided in subsection 2,  
50 any difference between the amount of the claim of a

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1 school district for the cost of providing  
 2 employability skills assessments to accredited  
 3 nonpublic school pupils and the amount of payment  
 4 received from the department of education, shall be  
 5 paid by the parent or guardian of the nonpublic school  
 6 pupil served.

7 8. A school district and, an accredited nonpublic  
 8 school if its pupils are provided with employability  
 9 skills assessment tools under the provisions of this  
 10 section, shall meet the requirements in section  
 11 256.39, subsection 2."

By PATRICK J. DELUHERY  
 MATT MCCOY  
 TOM FLYNN

BETTY A. SOUKUP  
 ROBERT E. DVORSKY  
 WALLY E. HORN

S-3221 FILED APRIL 6, 1999

LOST

(P. 949)

SENATE FILE 464

S-3222

1 Amend Senate File 464 as follows:

2 1. Page 13, by striking line 26 and inserting the  
 3 following:

4 "..... \$ 1,235,518"

By ROBERT E. DVORSKY  
 JOE BOLKCOM  
 WALLY E. HORN

S-3222 FILED APRIL 6, 1999

LOST

(P. 950)

SENATE FILE 464

S-3223

1 Amend Senate File 464 as follows:

2 1. Page 10, by inserting after line 2 the  
 3 following:

4 "\_\_\_\_. BEGINNING TEACHER INDUCTION PROGRAM

5 For purposes of the beginning teacher induction  
 6 program as provided in section 256E.2, if enacted:

7 ..... \$ 250,000

8 Funds appropriated in this subsection are in  
 9 addition to funds appropriated in section 1 of 1999  
 10 Iowa Acts, Senate File 232, if enacted."

11 2. By renumbering, relettering, and redesignating  
 12 as necessary.

By BILL FINK  
 BETTY A. SOUKUP

ROBERT E. DVORSKY  
 WALLY E. HORN

S-3223 FILED APRIL 6, 1999

LOST

(P. 938)

SENATE FILE 464

S-3224

1 Amend Senate File 464 as follows:

2 1. Page 24, by inserting after line 12 the  
3 following:

4 "DEPARTMENT OF HUMAN SERVICES

5 Sec. \_\_\_\_\_. There is appropriated from the general  
6 fund of the state to the department of human services  
7 for the fiscal year beginning July 1, 1999, and ending  
8 June 30, 2000, the following amount, or so much  
9 thereof as is necessary, to be used for the purpose  
10 designated:

11 For child and family services:

12 ..... \$ 630,000

13 Funds appropriated in this section shall be  
14 allocated to provide school-based supervision of  
15 children adjudicated under chapter 232, and are in  
16 addition to funds appropriated for this purpose by a  
17 provision in any Act of the Seventy-eighth General  
18 Assembly, 1999 Session."

19 2. By renumbering, relettering, and redesignating  
20 as necessary.

By JOHNIE HAMMOND  
ROBERT E. DVORSKY

MARK SHEARER  
WALLY E. HORN

S-3224 FILED APRIL 6, 1999  
RULED OUT OF ORDER

(p.953)

SENATE FILE 464

S-3229

1 Amend Senate File 464 as follows:

2 1. Page 24, by inserting after line 12 the  
3 following:

4 "Sec. \_\_\_\_\_. Section 256.7, subsection 21, paragraph  
5 a, Code 1999, is amended to read as follows:

6 a. Requirements that all school districts and  
7 accredited nonpublic schools develop, implement, and  
8 file with the department a comprehensive school  
9 improvement plan that includes, but is not limited to,  
10 demonstrated school, parental, and community  
11 involvement in assessing educational needs,  
12 establishing local education standards and student  
13 achievement levels, and, as applicable, the  
14 consolidation of federal and state planning, goal-  
15 setting, and reporting requirements. The state board  
16 shall also require that school districts and  
17 accredited nonpublic schools implement a policy which  
18 requires a student to be able to satisfactorily  
19 demonstrate that the student is able to adequately  
20 read, write, and perform basic mathematical  
21 computation skills prior to graduation."

By STEVEN D. HANSEN  
WALLY E. HORN

S-3229 FILED APRIL 6, 1999  
LOST

(p.953)

SENATE FILE 464

S-3233

1 Amend Senate File 464 as follows:

2 1. Page 7, by striking line 6 and inserting the  
3 following:

4 "..... \$ 3,303,168"

5 2. Page 7, by striking line 17 and inserting the  
6 following:

7 "..... \$ 1,000,000"

By MIKE CONNOLLY

MARK SHEARER

PATRICK J. DELUHERY

BETTY A. SOUKUP

TOM FLYNN

BILL FINK

JOHN JUDGE

WALLY E. HORN

JOE BOLKCOM

S-3233 FILED APRIL 6, 1999

LOST (P.937)

SENATE FILE 464

S-3234

1 Amend Senate File 464 as follows:

2 1. Page 5, by striking line 5 and inserting the  
3 following:

4 "..... \$ 805,396"

5 2. Page 7, by striking line 6 and inserting the  
6 following:

7 "..... \$ 3,303,168"

8 3. By striking page 11, line 31, through page 12,  
9 line 23.

10 4. Page 31, by striking lines 16 through 18.

11 5. By renumbering, relettering, and redesignating  
12 as necessary.

By JOHN P. KIBBIE

ROBERT E. DVORSKY

PATRICK J. DELUHERY

WALLY E. HORN

JOE BOLKCOM

S-3234 FILED APRIL 6, 1999

LOST (P.935)

SENATE FILE 464

S-3235

1 Amend Senate File 464 as follows:

2 1. By striking page 12, line 24, through page 13,  
3 line 15.

4 2. By renumbering as necessary.

By JOHN P. KIBBIE

PATRICK J. DELUHERY

DENNIS H. BLACK

JOE BOLKCOM

JOHNIE HAMMOND

ROBERT E. DVORSKY

WALLY E. HORN

S-3235 FILED APRIL 6, 1999

LOST, MOTION TO RECONSIDER FILED, MTR FAILED

(P.960)

(P.950)

SENATE FILE 464

S-3230

1 Amend Senate File 464 as follows:

2 1. Page 1, by striking line 28 and inserting the  
3 following:

4 "..... \$ 1,000,000"

5 2. Page 1, by striking line 32 and inserting the  
6 following:

7 "..... \$ 100,000"

By JOHN P. KIBBIE BILL FINK  
STEVEN D. HANSEN PATRICK J. DELUHERY  
DENNIS H. BLACK WALLY E. HORN

S-3230 FILED APRIL 6, 1999

LOST (p.937)

SENATE FILE 464

S-3231

1 Amend Senate File 464 as follows:

2 1. Page 5, by striking line 15 and inserting the  
3 following:

4 "..... \$ 6,631,873"

By ELAINE SZYMONIAK  
ROBERT E. DVORSKY

S-3231 FILED APRIL 6, 1999

LOST (p.935)

SENATE FILE 464

S-3232

1 Amend Senate File 464 as follows:

2 1. Page 20, by striking lines 10 and 11 and  
3 inserting the following:

4 "..... \$ 83,572,982

5 ..... FTEs 1,406.86"

6 2. By renumbering as necessary.

By PATRICIA HARPER ROBERT E. DVORSKY  
BETTY A. SOUKUP WALLY E. HORN

S-3232 FILED APRIL 6, 1999

LOST (p.952)

SENATE FILE 464

S-3236

1 Amend Senate File 464 as follows:

2 1. Page 25, line 18, by striking the words "six  
3 hundred sixty-four" and inserting the following: "six  
4 nine hundred sixty-four fourteen".

By MIKE CONNOLLY MARK SHEARER  
MATT McCOY BETTY A. SOUKUP  
PATRICK J. DELUHERY ROBERT E. DVORSKY  
TOM FLYNN WALLY E. HORN  
JOHN JUDGE

S-3236 FILED APRIL 6, 1999

LOST (p.955)

## SENATE FILE 464

S-3240

1 Amend Senate File 464 as follows:

2 1. Page 24, by inserting after line 12 the  
3 following:

4 "Section \_\_\_\_ . NEW SECTION. 16.110 IOWA SCHOOL  
5 DISTRICT REVOLVING LOAN FUND PROGRAM -- DEFINITIONS.

6 1. The Iowa school district revolving loan fund  
7 program is established for the purpose of making loans  
8 available to school districts to finance all or part  
9 of the costs of a project. The purpose of the program  
10 is to provide a means for Iowa schools to reduce their  
11 long-term borrowing costs and thus reduce costs to  
12 taxpayers.

13 2. The authority shall process, review, and  
14 approve loan applications which satisfy the rules  
15 adopted by the authority in implementing the Iowa  
16 school district revolving loan fund program. The  
17 school districts to which loans are to be made, the  
18 purposes of the loan, the amount of each loan, the  
19 interest rate of the loan, and the repayment terms of  
20 the loan shall be determined by the authority in  
21 accordance with its rules.

22 3. For purposes of this section and sections  
23 16.111 through 16.114, "project" means any undertaking  
24 by a school district for which financing is authorized  
25 under chapter 296 or 298 to the extent the project  
26 replaces, alters, or repairs a school building to  
27 provide reasonable safety from fire and other hazards,  
28 including all costs and expenses associated with  
29 authorization for, and commencement of, a project.  
30 "School district" means a public school district as  
31 governed by chapter 274.

32 Sec. \_\_\_\_ . NEW SECTION. 16.111 REVOLVING LOAN  
33 FUND ESTABLISHED.

34 1. The Iowa school district revolving loan fund is  
35 established in the state treasury under the control of  
36 the authority. The revolving loan fund shall include  
37 sums appropriated to the fund by the general assembly  
38 and all receipts from loans made to school districts  
39 by the authority, and any other sums designated for  
40 deposit in the revolving loan fund from any public or  
41 private source. All moneys appropriated to and  
42 deposited in the revolving loan fund are appropriated  
43 and shall be used for the sole purpose of making loans  
44 to school districts to finance all or part of the cost  
45 of projects. Moneys in the fund may also be used to  
46 pay the costs and expenses associated with  
47 administration of the Iowa school district revolving  
48 loan fund program. A loan made to a school district  
49 from the revolving loan fund is an indebtedness of the  
50 school district within the meaning of any

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1 constitutional or statutory school district debt  
2 limitation in effect at the time the loan agreement is  
3 made.

4 2. The moneys in the revolving loan fund are not  
5 considered part of the general fund of the state, are  
6 not subject to appropriation for any other purpose by  
7 the general assembly, and in determining a general  
8 fund balance shall not be included in the general fund  
9 of the state but shall remain in the revolving loan  
10 fund to be used for its respective purposes. The Iowa  
11 school district revolving loan fund is a separate  
12 dedicated fund under the administration and control of  
13 the authority and subject to section 16.31. Moneys on  
14 deposit in the fund shall be invested by the treasurer  
15 of state in cooperation with the authority, and the  
16 income from the investments shall be credited to and  
17 deposited in the fund.

18 3. The authority may establish and maintain other  
19 funds or accounts determined to be necessary to carry  
20 out the purposes of sections 16.110 through 16.114 and  
21 shall provide for the funding, administration,  
22 investment, restrictions, and disposition of the funds  
23 and accounts.

24 Sec. \_\_\_\_ . NEW SECTION. 16.112 BONDS AND NOTES  
25 ISSUED BY AUTHORITY.

26 1. The authority may issue its bonds and notes for  
27 the purpose of funding the revolving loan fund  
28 established in section 16.111. The authority may  
29 enter into one or more lending agreements or purchase  
30 agreements with one or more bondholders or noteholders  
31 containing the terms and conditions of the repayment  
32 of and the security for the bonds or notes. The  
33 authority and the bondholders or noteholders or a  
34 trustee agent designated by the authority may enter  
35 into agreements to provide for any of the following:

36 a. That the proceeds of the bonds and notes and  
37 the investments of the proceeds may be received, held,  
38 and disbursed by the authority or by a trustee or  
39 agent designated by the authority.

40 b. That the bondholders or noteholders or a  
41 trustee or agent designated by the authority may  
42 collect, invest, and apply the amount payable under  
43 the loan agreements or any other instruments securing  
44 the debt obligations under the loan agreements.

45 c. That the bondholders or noteholders may enforce  
46 the remedies provided in the loan agreements or other  
47 instruments on their own behalf without the  
48 appointment or designation of a trustee. If there is  
49 a default in the principal of or interest on the bonds  
50 or notes or in the performance of any agreement

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1 contained in the loan agreements or other instruments,  
2 the payment or performance may be enforced in  
3 accordance with the loan agreement or other  
4 instrument.

5 d. Other terms and conditions as deemed necessary  
6 or appropriate by the authority.

7 2. The powers granted the authority under this  
8 section are in addition to other powers contained in  
9 this chapter. All other provisions of this chapter,  
10 except section 16.28, subsection 4, apply to bonds or  
11 notes issued and powers granted to the authority under  
12 this section except to the extent they are  
13 inconsistent with this section.

14 3. All bonds or notes issued by the authority in  
15 connection with the program are exempt from taxation  
16 by this state and the interest on the bonds or notes  
17 is exempt from state income tax.

18 Sec. \_\_\_\_ . NEW SECTION. 16.113 SECURITY --  
19 RESERVE FUNDS -- PLEDGES -- NONLIABILITY --  
20 IRREVOCABLE CONTRACTS.

21 1. The authority may provide in the resolution,  
22 trust agreement, or other instrument authorizing the  
23 issuance of its bonds or notes pursuant to section  
24 16.112 that the principal of, premium, and interest on  
25 the bonds or notes are payable from any of the  
26 following and may pledge the same to its bonds and  
27 notes:

28 a. The income and receipts or other moneys derived  
29 from the projects financed with the proceeds of the  
30 bonds or notes.

31 b. The income and receipts or other moneys derived  
32 from designated projects whether or not the projects  
33 are financed in whole or in part with the proceeds of  
34 the bonds or notes.

35 c. The authority's income and receipts or other  
36 assets generally, or a designated part or parts of  
37 them.

38 2. The authority may establish reserve funds to  
39 secure one or more issues of its bonds or notes. The  
40 authority may deposit in a reserve fund established  
41 under this subsection the proceeds of the sale of its  
42 bonds or notes and other moneys which are made  
43 available from any other source.

44 3. It is the intention of the general assembly  
45 that a pledge made in respect of bonds or notes shall  
46 be valid and binding from the time the pledge is made,  
47 that the moneys or property so pledged and received  
48 after the pledge by the authority shall immediately be  
49 subject to the lien of the pledge without physical  
50 delivery or further act, and that the lien of the

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1 pledge shall be valid and binding as against all  
2 parties having claims of any kind in tort, contract,  
3 or otherwise against the authority whether or not the  
4 parties have notice of the lien. The resolution,  
5 trust agreement, or any other instrument by which a  
6 pledge is created does not need to be recorded or  
7 filed under the Iowa uniform commercial code to be  
8 valid, binding, or effective against the parties.

9 4. The members of the authority or persons  
10 executing the bonds or notes are not personally liable  
11 on the bonds or notes and are not subject to personal  
12 liability or accountability by reason of the issuance  
13 of the bonds or notes.

14 5. The bonds or notes issued by the authority are  
15 not an indebtedness or other liability of the state or  
16 of a political subdivision of the state within the  
17 meaning of any constitutional or statutory debt  
18 limitations but are special obligations of the  
19 authority, and are payable solely from the income and  
20 receipts or other funds or property of the authority,  
21 and the amounts on deposit in the revolving loan fund,  
22 and the amounts payable to the authority under its  
23 loan agreements with a school district to the extent  
24 that the amounts are designated in the resolution,  
25 trust agreement, or other instrument of the authority  
26 authorizing the issuance of the bonds or notes as  
27 being available as security for such bonds or notes.  
28 The authority shall not pledge the faith or credit of  
29 the state or of a political subdivision of the state  
30 to the payment of any bonds or notes. The issuance of  
31 any bonds or notes by the authority does not directly,  
32 indirectly, or contingently obligate the state or a  
33 political subdivision of the state to apply moneys  
34 from, or levy or pledge any form of taxation whatever  
35 to, the payment of the bonds or notes.

36 6. The state pledges to and agrees with the  
37 holders of bonds or notes issued under section 16.112  
38 that the state will not limit or alter the rights and  
39 powers vested in the authority to fulfill the terms of  
40 a contract made by the authority with respect to the  
41 bonds or notes, or in any way impair the rights and  
42 remedies of the holders until the bonds or notes,  
43 together with the interest on them, including interest  
44 on unpaid installments of interest, and all costs and  
45 expenses in connection with an action or proceeding by  
46 or on behalf of the holders, are fully met and  
47 discharged. The authority is authorized to include  
48 this pledge and agreement of the state, as it refers  
49 to holders of bonds or notes of the authority, in a  
50 contract with the holders.

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1 Sec. \_\_\_\_ . NEW SECTION. 16.114 ADOPTION OF RULES.  
 2 The authority shall adopt rules pursuant to chapter  
 3 17A to implement sections 16.110 through 16.113."  
 4 2. Title page, line 4, by inserting after the  
 5 word "regents," the following: "creating an Iowa  
 6 school district revolving loan fund program and an  
 7 exemption from state taxation,".

By MICHAEL E. GRONSTAL  
 MATT McCOY  
 JOHN JUDGE  
 PATRICIA HARPER

JOE BOLKCOM  
 ROBERT E. DVORSKY  
 BILL FINK  
 WALLY E. HORN

S-3240 FILED APRIL 6, 1999  
 WITHDRAWN (P. 954)

SENATE FILE 464

S-3239

1 Amend Senate File 464 as follows:  
 2 1. Page 10, by inserting after line 2 the  
 3 following:  
 4 " \_\_\_\_ . NATIONAL BOARD CERTIFICATION AWARDS  
 5 For the issuance of national board certification  
 6 awards in accordance with section 256.44:  
 7 ..... \$ 1,000,000"  
 8 2. Page 29, by striking lines 1 through 5.  
 9 3. By renumbering, relettering, and redesignating as  
 10 necessary.

By PATRICIA HARPER  
 PATRICK J. DELUHERY  
 ROBERT E. DVORSKY

BILL FINK  
 WALLY E. HORN

S-3239 FILED APRIL 6, 1999  
 LOST

(P. 939)

SENATE FILE 464

S-3237

1 Amend Senate File 464 as follows:

2 1. Page 2, by inserting after line 1 the  
3 following:

4 "\_\_\_\_. IOWA WORKER RETRAINING FORGIVABLE LOAN  
5 PROGRAM

6 For the Iowa worker retraining forgivable loan  
7 program, as established in section 261.114:

8 ..... \$ 1,750,000"

9 2. Page 3, by inserting after line 6 the  
10 following:

11 "Sec. \_\_\_\_ . FISCAL YEAR 1999-2000 OCCUPATIONAL  
12 SHORTAGE AREAS. Notwithstanding section 261.114,  
13 subsection 2, for the fiscal year beginning July 1,  
14 1999, and ending June 30, 2000, the Iowa workforce  
15 development board, in consultation with the  
16 departments of education and economic development and  
17 the college student aid commission, shall designate  
18 skill shortage areas for purposes of the Iowa worker  
19 retraining forgivable loan program."

20 3. Page 28, by inserting after line 13 the  
21 following:

22 "Sec. \_\_\_\_ . NEW SECTION. 261.114 IOWA WORKER  
23 RETRAINING FORGIVABLE LOAN PROGRAM.

24 1. An Iowa worker retraining forgivable loan  
25 program is established to be administered by the  
26 college student aid commission. An individual is  
27 eligible for the forgivable loan program if the  
28 individual is a resident of this state who is enrolled  
29 at a community college as established under chapter  
30 260C, an institution of higher learning under the  
31 control of the state board of regents, or an  
32 accredited private institution as defined in section  
33 261.9, in a designated skill area in which  
34 occupational shortages are anticipated as determined  
35 pursuant to subsection 2.

36 2. The governor's skills forecasting council shall  
37 annually designate the skill areas in which  
38 occupational shortages are anticipated. In  
39 designating skills areas in which occupational  
40 shortages are anticipated, the council shall consider  
41 the quality of the jobs in the occupational shortage  
42 area. In rating the quality of the jobs, the council  
43 shall place greater emphasis on those jobs that have a  
44 higher wage scale, have a lower turnover rate, are  
45 full-time or career-type positions, provide  
46 comprehensive health benefits, or have factors  
47 associated with them that are indicative of jobs  
48 higher in quality than jobs in other occupational  
49 shortage areas.

50 3. Each applicant shall, in accordance with the

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1 rules of the commission, do the following:

2 a. Complete and file an application, on forms  
3 provided by the commission, for an Iowa worker  
4 retraining forgivable loan. The individual shall be  
5 responsible for the submission of the financial  
6 information required for evaluation of the applicant's  
7 need for a forgivable loan, on forms determined by the  
8 commission.

9 b. File a new application and financial  
10 information annually on the basis of which the  
11 applicant's eligibility for a renewed forgivable loan  
12 will be evaluated and determined.

13 4. Forgivable loans to eligible students shall not  
14 become due until after the student graduates or leaves  
15 school. The individual's total loan amount, including  
16 principal and interest, shall be reduced by twenty-  
17 five percent for each year in which the individual  
18 remains an Iowa resident and is employed in Iowa in  
19 the skill shortage area for which the loan was  
20 approved. If the commission determines that the  
21 person does not meet the criteria for forgiveness of  
22 the principal and interest payments, the commission  
23 shall establish a plan for repayment of the principal  
24 and interest over a five-year period. If a person  
25 required to make the repayment does not make the  
26 required payments, the commission shall provide for  
27 payment collection.

28 5. The amount of an Iowa worker retraining  
29 forgivable loan shall not exceed one thousand five  
30 hundred dollars annually, or the amount of the  
31 student's established financial need, whichever is  
32 less. However, if the loan amount approved by the  
33 commission exceeds the student's expenses for tuition,  
34 room and board, and mandatory fees, the balance shall  
35 be distributed to the student for whom the loan was  
36 made. However, the commission may exceed the maximum  
37 loan amount based upon the demand for loans or an  
38 extraordinary demand for trained workers in a skill  
39 shortage area.

40 6. The commission shall prescribe by rule the  
41 interest rate for the forgivable loan.

42 7. An Iowa worker retraining forgivable loan fund  
43 is created for deposit of payments made by forgivable  
44 loan recipients who do not fulfill the conditions of  
45 the forgivable loan program, or by businesses who wish  
46 to contribute financial assistance on behalf of  
47 current or former employees. Notwithstanding section  
48 8.33, moneys deposited in the fund shall not revert to  
49 the general fund of the state at the end of any fiscal  
50 year but shall remain in the forgivable loan fund and

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1 be continuously available to make additional loans  
2 under the program. Notwithstanding section 12C.7,  
3 subsection 2, interest or earnings on moneys deposited  
4 in the Iowa worker retraining forgivable loan fund  
5 shall be credited to the fund.

6 8. The commission shall adopt rules for  
7 determining financial need, defining tuition and  
8 mandatory fees, defining residence for the purposes of  
9 this section, processing and approving applications  
10 for loan forgiveness, and determining priority of loan  
11 forgiveness. The commission shall give priority to  
12 students who have the greatest demonstrated financial  
13 need, who wish to upgrade their skills, and who are  
14 earning not more than two dollars over the minimum  
15 wage as established in section 91D.1. The commission  
16 shall also give priority to a person whose present or  
17 former employer contributes financial assistance as  
18 provided in subsection 7 on behalf of the person, and  
19 the level of priority shall be based upon the amount  
20 of the present or former employer's contribution."

21 4. By renumbering, relettering, and redesignating  
22 as necessary.

By MICHAEL E. GRONSTAL  
JOHN P. KIBBIE  
DENNIS H. BLACK  
DICK L. DEARDEN

WALLY E. HORN  
MARK SHEARER  
ROBERT E. DVORSKY

S-3237 FILED APRIL 6, 1999

LOST (P. 934)

SENATE FILE 464

S-3238

1 Amend Senate File 464 as follows:

2 1. Page 10, by inserting after line 2 the  
3 following:

4 "\_\_\_\_. NATIONAL ASSESSMENT FOR EDUCATION PROGRESS

5 For participation in the national assessment for  
6 education progress:

7 ..... \$ 50,000

8 \_\_\_\_\_. IMPROVING TEACHER STANDARDS

9 For participation in a state collaborative  
10 assessment and in the interstate new teacher  
11 assessment and support consortium (INTASC):

12 ..... \$ 125,000"

13 2. Page 29, by striking lines 6 through 10.

14 3. By renumbering, relettering, and redesignating  
15 as necessary.

By PATRICIA HARPER  
PATRICK J. DELUHERY  
WALLY E. HORN

S-3238 FILED APRIL 6, 1999

LOST (P. 939)

## SENATE FILE 464

S-3241

1 Amend Senate File 464 as follows:

2 1. Page 28, by inserting after line 13 the  
3 following:

4 "Section \_\_\_\_ . NEW SECTION. 261.130 DEFINITIONS.

5 As used in this division, unless the context  
6 otherwise requires:

7 1. "Commission" means the college student aid  
8 commission.

9 2. "Education tax credit" means the federal hope  
10 scholarship credit or lifetime learning credit under  
11 section 25A of the Internal Revenue Code.

12 3. "Eligible borrower" means a taxpayer who is  
13 reasonably expected to qualify for receiving the  
14 federal hope scholarship credit or lifetime learning  
15 credit under section 25A of the Internal Revenue Code.

16 4. "Eligible institution" means any postsecondary  
17 educational institution described in section 418 of  
18 the Higher Education Act of 1965 which is entitled to  
19 participate in a program under Title IV of that Act.

20 5. "Higher Education Act of 1965" means the  
21 federal Higher Education Act of 1965, as amended and  
22 codified in 20 U.S.C. § 1071 et seq.

23 6. "Internal Revenue Code" means the same as  
24 defined in section 422.3.

25 7. "Qualified tuition and related expenses" means  
26 the same as defined in section 25A(f) of the Internal  
27 Revenue Code.

28 Sec. \_\_\_\_ . NEW SECTION. 261.131 STUDENT BRIDGE  
29 LOAN PROGRAM.

30 1. A student bridge loan program shall be  
31 established by the commission to provide loans to an  
32 eligible borrower to bridge the gap between the time  
33 qualified tuition and related expenses for enrollment  
34 or attendance at an eligible institution are incurred  
35 and the time when the eligible borrower will receive  
36 the benefit of an education tax credit.

37 2. An eligible borrower seeking a loan under the  
38 student bridge loan program shall file an application  
39 with the commission and demonstrate a need for a  
40 short-term loan to pay for all or part of the  
41 qualified tuition and related expenses for enrollment  
42 or attendance at the eligible institution. The  
43 demonstrated need for the loan shall be for not longer  
44 than one school year.

45 3. The amount of the loan shall not exceed the  
46 approximate amount of an educational tax credit which  
47 will be claimed by the eligible borrower for the tax  
48 year in which the qualified tuition and related  
49 expenses will be paid.

50 4. A student bridge loan made under this program

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1 shall be used solely for payment of qualified tuition  
2 and related expenses. The loan shall be repayable by  
3 June 30 of the year following the tax year for which  
4 the educational tax credit is claimed. Interest shall  
5 not be charged on the loan until after the due date.  
6 After the due date, interest shall be charged at a  
7 rate equal to the rate being collected by an eligible  
8 lender under the guaranteed loan payment program  
9 established under section 261.44.

10 5. An eligible borrower is eligible to receive  
11 student bridge loans under this program for more than  
12 one school year or portion of a school year.

13 Sec. \_\_\_\_ . NEW SECTION. 261.132 APPROPRIATION --  
14 REVOLVING FUND.

15 There is appropriated to the student bridge loan  
16 program revolving fund created in the state treasury  
17 and under the control of the commission the sum of  
18 five million dollars for the fiscal year beginning  
19 July 1, 1999.

20 Moneys appropriated to the revolving fund shall be  
21 used by the commission for purposes of making student  
22 bridge loans to eligible borrowers under the student  
23 bridge loan program. Interest earned on moneys in the  
24 revolving fund shall be credited to the revolving  
25 fund, notwithstanding section 12C.7. All repayment of  
26 loans made under the program shall be credited to the  
27 revolving fund.

28 Notwithstanding section 8.33, all unencumbered or  
29 unobligated moneys remaining at the close of any  
30 fiscal year in the revolving fund shall not revert but  
31 shall remain available to the commission for use of  
32 the revolving fund."

33 2. Title page, line 4, by inserting after the  
34 word "regents," the following: "providing for a  
35 student bridge loan program,".

By JOHNIE HAMMOND  
EUGENE S. FRAISE  
ELAINE SZYMONIAK

PATRICIA HARPER  
ROBERT E. DVORSKY  
WALLY E. HORN

S-3241 FILED APRIL 6, 1999  
LOST

(P. 956)

## SENATE FILE 464

S-3242

1 Amend Senate File 464 as follows:

2 1. Page 24, by inserting after line 23 the  
3 following:

4 "Sec. \_\_\_\_\_. Section 257.8, Code 1999, is amended by  
5 adding the following new subsection:

6 NEW SUBSECTION. 2A. Notwithstanding the  
7 calculation in subsection 2, the department of  
8 management shall calculate the regular program  
9 allowable growth for the budget year beginning July 1,  
10 1999, by multiplying the state percent of growth for  
11 the budget year by the regular program state cost per  
12 pupil for the base year plus thirty-eight dollars.

13 Sec. \_\_\_\_\_. Section 257.10, subsection 5, Code 1999,  
14 is amended to read as follows:

15 5. COMBINED DISTRICT COST PER PUPIL. The combined  
16 district cost per pupil for a school district is the  
17 sum of the regular program district cost per pupil and  
18 the special education support services district cost  
19 per pupil. Combined district cost per pupil does not  
20 include additional allowable growth added for school  
21 districts that have a negative balance of funds raised  
22 for special education instruction programs, additional  
23 allowable growth granted by the school budget review  
24 committee for a single school year, or additional  
25 allowable growth added for programs for dropout  
26 prevention ~~and-for-programs-for-gifted-and-talented~~  
27 children.

28 Sec. \_\_\_\_\_. Section 257.42, unnumbered paragraphs 1,  
29 4, and 5, Code 1999, are amended to read as follows:

30 Boards of school districts, individually or jointly  
31 with the boards of other school districts, ~~requesting~~  
32 ~~to-use-additional-allowable-growth-for-gifted-and~~  
33 ~~talented-children-programs,~~ may shall annually submit  
34 program plans for gifted and talented children  
35 programs and budget costs, ~~including-requests-for~~  
36 ~~additional-allowable-growth-for-funding-the-programs,~~  
37 to the department of education and to the applicable  
38 gifted and talented children advisory council, if an  
39 advisory council has been established, as provided in  
40 this chapter.

41 The department of education shall adopt rules under  
42 chapter 17A relating to the administration of sections  
43 257.42 through 257.49. The rules shall prescribe the  
44 format of program plans submitted under section 257.43  
45 and shall require that programs fulfill specified  
46 objectives. The department shall encourage and assist  
47 school districts to provide programs for gifted and  
48 talented children ~~whether-or-not-additional-allowable~~  
49 ~~growth-is-requested-under-this-chapter.~~

50 The department may request that the staff of the

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1 auditor of state conduct an independent program audit  
2 to verify that the gifted and talented programs ~~funded~~  
3 ~~by-additional-allowable-growth~~ conform to a district's  
4 program plans.

5 Sec. \_\_\_\_\_. Section 257.43, Code 1999, is amended to  
6 read as follows:

7 257.43 PROGRAM PLANS.

8 The program plans submitted by school districts  
9 shall be part of the school improvement plan submitted  
10 pursuant to section 256.7, subsection 21, paragraph  
11 "a", and shall include all of the following:

- 12 1. Program goals, objectives, and activities to  
13 meet the needs of gifted and talented children.
- 14 2. Student identification criteria and procedures.
- 15 3. Staff in-service education design.
- 16 4. Staff utilization plans.
- 17 5. Evaluation criteria and procedures and  
18 performance measures.
- 19 6. Program budget.
- 20 7. Qualifications required of personnel  
21 administering the program.
- 22 8. Other factors the department requires.

23 Sec. \_\_\_\_\_. Section 257.45, subsection 1, Code 1999,  
24 is amended to read as follows:

25 1. The board of directors of a school district  
26 ~~requesting-to-use-additional-allowable-growth-for~~  
27 ~~gifted-and-talented-children-programs~~ shall submit  
28 applications for approval for the programs to the  
29 department not later than November 1 preceding the  
30 fiscal year during which the program will be offered.  
31 The board shall also submit a copy of the program  
32 plans to the gifted and talented children advisory  
33 council, if an advisory council has been established.  
34 The department shall review the program plans and  
35 shall prior to January 15 either grant approval for  
36 the program or return the request for approval with  
37 comments of the department included. Any unapproved  
38 request for a program may be resubmitted with  
39 modifications to the department not later than a date  
40 established by the department. Not later than  
41 February 15 the department shall notify the department  
42 of management and the school budget review committee  
43 of the names of the school districts for which gifted  
44 and talented children programs ~~using-additional~~  
45 ~~allowable-growth-for-funding~~ have been approved and  
46 the approved budget of each program listed separately  
47 for each school district having an approved program.

48 Sec. \_\_\_\_\_. Section 257.46, Code 1999, is amended to  
49 read as follows:

50 257.46 FUNDING.

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1 The budget of an approved gifted and talented  
 2 children program for a school district, after  
 3 subtracting funds received from other sources for that  
 4 purpose, shall be funded annually on a basis of one-  
 5 fourth or more from the district cost of the school  
 6 district ~~and up to three-fourths by an increase in~~  
 7 ~~allowable growth as defined in section 257-8. The~~  
 8 ~~approved budget for a gifted and talented children~~  
 9 ~~program shall not exceed an amount equal to one and~~  
 10 ~~twenty-four hundredths percent of the district cost~~  
 11 ~~per pupil of the district for the base year multiplied~~  
 12 ~~by the budget enrollment of the district for the~~  
 13 ~~budget year. -- Annually, the department of management~~  
 14 ~~shall establish a modified allowable growth for each~~  
 15 ~~such district equal to the difference between the~~  
 16 ~~approved budget for the gifted and talented children~~  
 17 ~~program for that district and the sum of the amount~~  
 18 ~~funded from the district cost of the school district~~  
 19 ~~plus funds received from other sources.~~

20 If any portion of the gifted and talented program  
 21 budget remains unexpended at the end of the budget  
 22 year, ~~the part of the remainder equal to the~~  
 23 ~~proportion of the original budget which was funded by~~  
 24 ~~an increase in allowable growth, as defined in section~~  
 25 ~~257-8, shall be carried over to the subsequent budget~~  
 26 ~~year and added to the gifted and talented program~~  
 27 ~~budget for that year."~~

28 2. By renumbering as necessary.

By ELAINE SZYMONIAK  
 ROBERT E. DVORSKY  
 BETTY A. SOUKUP

MARK SHEARER  
 WALLY E. HORN

S-3242 FILED APRIL 6, 1999  
 RULED OUT OF ORDER (P. 954)

## SENATE FILE 464

S-3243

1 Amend Senate File 464 as follows:

2 1. Page 26, line 9, by inserting after the word  
 3 "society," the following: "Palmer college of  
 4 chiropractic,".

By MAGGIE TINSMAN  
 PATRICK J. DELUHERY

S-3243 FILED APRIL 6, 1999  
 ADOPTED

(P. 956)

## SENATE FILE 464

S-3245

1 Amend Senate File 464 as follows:

2 1. Page 28, by inserting after line 13 the  
3 following:

4 "Sec. 201. NEW SECTION. 285.7 TRANSPORTATION  
5 ASSISTANCE FUND.

6 1. A transportation assistance fund is established  
7 in the office of the treasurer of state under the  
8 authority of the department of education to provide  
9 additional transportation funding assistance to school  
10 districts incurring transportation costs which exceed  
11 one hundred fifty percent of the statewide average  
12 transportation cost as provided in subsection 2.

13 2. To be eligible for additional transportation  
14 funding assistance pursuant to this section, a school  
15 district's average transportation cost per pupil shall  
16 exceed one hundred fifty percent of the state average  
17 transportation cost per pupil. A school district  
18 shall annually determine and certify the district's  
19 average transportation cost per pupil to the school  
20 budget review committee as provided in section 257.31,  
21 subsection 17, paragraphs "b" and "c". The school  
22 budget review committee shall certify to the  
23 department of management a list of all school  
24 districts exceeding one hundred fifty percent of the  
25 state average transportation cost per pupil, as  
26 determined by the school budget review committee  
27 pursuant to section 257.31, subsection 17, paragraph  
28 "c", and the amount by which each school district  
29 exceeds one hundred fifty percent of the state average  
30 transportation cost amount.

31 3. a. (1) There is appropriated for the fiscal  
32 year beginning July 1, 1999, and ending June 30, 2000,  
33 from the general fund of the state to the department  
34 of education, two million five hundred thousand  
35 dollars to be deposited in the transportation  
36 assistance fund for distribution as additional  
37 transportation funding assistance pursuant to this  
38 section.

39 (2) There is appropriated annually for the fiscal  
40 year beginning July 1, 2000, and succeeding fiscal  
41 years, from the general fund of the state to the  
42 department of education, an amount not exceeding four  
43 million dollars, less the amounts in paragraph "b", to  
44 be deposited in the transportation assistance fund for  
45 distribution as additional transportation funding  
46 assistance pursuant to this section.

47 b. Notwithstanding section 8.33, funds  
48 appropriated in paragraph "a" for the prior fiscal  
49 year which remain unexpended or unobligated on June 30  
50 of the fiscal year for which the funds were

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1 appropriated shall not revert but shall remain  
 2 available for expenditure for the purposes of this  
 3 section in subsequent fiscal years. The amount  
 4 appropriated for a fiscal year in paragraph "a" shall  
 5 be reduced by that amount which, after taking into  
 6 account funds transferred to the school budget review  
 7 committee in accordance with section 321.34,  
 8 subsection 22, and any remaining balance of unexpended  
 9 funds appropriated under this subsection for the prior  
 10 fiscal year which did not revert.

11 4. Additional transportation funding assistance  
 12 shall be distributed, in an amount determined by the  
 13 department of management, to eligible school districts  
 14 in an amount up to, but not exceeding, a maximum of  
 15 fifty cents of transportation assistance for each  
 16 dollar by which a school district's average  
 17 transportation cost per pupil exceeds one hundred  
 18 fifty percent of the state average transportation cost  
 19 per pupil amount, as determined in subsection 2. If  
 20 the amount appropriated under this section is  
 21 insufficient to pay the amount of transportation  
 22 assistance to which all eligible school districts are  
 23 otherwise entitled, the department shall prorate the  
 24 amount of additional transportation funding assistance  
 25 provided to each eligible school district. A school  
 26 district receiving additional transportation funding  
 27 assistance pursuant to this section may apply to the  
 28 school budget review committee for transportation  
 29 assistance aid pursuant to section 257.31, subsection  
 30 17. The school budget review committee shall take  
 31 into account amounts received pursuant to this section  
 32 in determining whether, or by what amount, to grant a  
 33 request."

34 2. Page 31, by inserting after line 18 the  
 35 following:

36 "\_\_\_\_. Section 201 of this Act, relating to  
 37 transportation assistance, being deemed of immediate  
 38 importance, takes effect upon enactment for the  
 39 computation of state school aid for budget years  
 40 beginning on or after July 1, 1999."

By TOM FLYNN

JOHN P. KIBBIE

JOHN JUDGE

BETTY A. SOUKUP

MARK SHEARER

WALLY E. HORN

BILL FINK

EUGENE S. FRAISE

S-3245 FILED APRIL 6, 1999  
 RULED OUT OF ORDER

(p.957)

## SENATE FILE 464

S-3246

1 Amend Senate File 464 as follows:

2 1. Page 24, by inserting after line 12 the  
3 following:

4 "Sec. \_\_\_\_ . NEW SECTION. 16.110 IOWA SCHOOL  
5 DISTRICT REVOLVING LOAN FUND PROGRAM -- DEFINITIONS.

6 1. The Iowa school district revolving loan fund  
7 program is established for the purpose of making loans  
8 available to school districts to finance all or part  
9 of the costs of a project. The purpose of the program  
10 is to provide a means for Iowa schools to reduce their  
11 long-term borrowing costs and thus reduce costs to  
12 taxpayers.

13 2. The authority shall process, review, and  
14 approve loan applications which satisfy the rules  
15 adopted by the authority in implementing the Iowa  
16 school district revolving loan fund program. The  
17 school districts to which loans are to be made, the  
18 purposes of the loan, the amount of each loan, the  
19 interest rate of the loan, and the repayment terms of  
20 the loan shall be determined by the authority in  
21 accordance with its rules.

22 3. For purposes of this section and sections  
23 16.111 through 16.114, "project" means any undertaking  
24 by a school district for which financing is authorized  
25 under chapter 296 or 298, including all costs and  
26 expenses associated with authorization for, and  
27 commencement of, a project. "School district" means a  
28 public school district as governed by chapter 274.

29 Sec. \_\_\_\_ . NEW SECTION. 16.111 REVOLVING LOAN  
30 FUND ESTABLISHED.

31 1. The Iowa school district revolving loan fund is  
32 established in the state treasury under the control of  
33 the authority. The revolving loan fund shall include  
34 sums appropriated to the fund by the general assembly  
35 and all receipts from loans made to school districts  
36 by the authority, and any other sums designated for  
37 deposit in the revolving loan fund from any public or  
38 private source. All moneys appropriated to and  
39 deposited in the revolving loan fund are appropriated  
40 and shall be used for the sole purpose of making loans  
41 to school districts to finance all or part of the cost  
42 of projects. Moneys in the fund may also be used to  
43 pay the costs and expenses associated with  
44 administration of the Iowa school district revolving  
45 loan fund program. A loan made to a school district  
46 from the revolving loan fund is an indebtedness of the  
47 school district within the meaning of any  
48 constitutional or statutory school district debt  
49 limitation in effect at the time the loan agreement is  
50 made.

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1 2. The moneys in the revolving loan fund are not  
2 considered part of the general fund of the state, are  
3 not subject to appropriation for any other purpose by  
4 the general assembly, and in determining a general  
5 fund balance shall not be included in the general fund  
6 of the state but shall remain in the revolving loan  
7 fund to be used for its respective purposes. The Iowa  
8 school district revolving loan fund is a separate  
9 dedicated fund under the administration and control of  
10 the authority and subject to section 16.31. Moneys on  
11 deposit in the fund shall be invested by the treasurer  
12 of state in cooperation with the authority, and the  
13 income from the investments shall be credited to and  
14 deposited in the fund.

15 3. The authority may establish and maintain other  
16 funds or accounts determined to be necessary to carry  
17 out the purposes of sections 16.110 through 16.114 and  
18 shall provide for the funding, administration,  
19 investment, restrictions, and disposition of the funds  
20 and accounts.

21 Sec. \_\_\_\_ . NEW SECTION. 16.112 BONDS AND NOTES  
22 ISSUED BY AUTHORITY.

23 1. The authority may issue its bonds and notes for  
24 the purpose of funding the revolving loan fund  
25 established in section 16.111. The authority may  
26 enter into one or more lending agreements or purchase  
27 agreements with one or more bondholders or noteholders  
28 containing the terms and conditions of the repayment  
29 of and the security for the bonds or notes. The  
30 authority and the bondholders or noteholders or a  
31 trustee agent designated by the authority may enter  
32 into agreements to provide for any of the following:

33 a. That the proceeds of the bonds and notes and  
34 the investments of the proceeds may be received, held,  
35 and disbursed by the authority or by a trustee or  
36 agent designated by the authority.

37 b. That the bondholders or noteholders or a  
38 trustee or agent designated by the authority may  
39 collect, invest, and apply the amount payable under  
40 the loan agreements or any other instruments securing  
41 the debt obligations under the loan agreements.

42 c. That the bondholders or noteholders may enforce  
43 the remedies provided in the loan agreements or other  
44 instruments on their own behalf without the  
45 appointment or designation of a trustee. If there is  
46 a default in the principal of or interest on the bonds  
47 or notes or in the performance of any agreement  
48 contained in the loan agreements or other instruments,  
49 the payment or performance may be enforced in  
50 accordance with the loan agreement or other

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1 instrument.

2 d. Other terms and conditions as deemed necessary  
3 or appropriate by the authority.

4 2. The powers granted the authority under this  
5 section are in addition to other powers contained in  
6 this chapter. All other provisions of this chapter,  
7 except section 16.28, subsection 4, apply to bonds or  
8 notes issued and powers granted to the authority under  
9 this section except to the extent they are  
10 inconsistent with this section.

11 3. All bonds or notes issued by the authority in  
12 connection with the program are exempt from taxation  
13 by this state and the interest on the bonds or notes  
14 is exempt from state income tax.

15 Sec. \_\_\_\_ . NEW SECTION. 16.113 SECURITY --  
16 RESERVE FUNDS -- PLEDGES -- NONLIABILITY --  
17 IRREVOCABLE CONTRACTS.

18 1. The authority may provide in the resolution,  
19 trust agreement, or other instrument authorizing the  
20 issuance of its bonds or notes pursuant to section  
21 16.112 that the principal of, premium, and interest on  
22 the bonds or notes are payable from any of the  
23 following and may pledge the same to its bonds and  
24 notes:

25 a. The income and receipts or other moneys derived  
26 from the projects financed with the proceeds of the  
27 bonds or notes.

28 b. The income and receipts or other moneys derived  
29 from designated projects whether or not the projects  
30 are financed in whole or in part with the proceeds of  
31 the bonds or notes.

32 c. The authority's income and receipts or other  
33 assets generally, or a designated part or parts of  
34 them.

35 2. The authority may establish reserve funds to  
36 secure one or more issues of its bonds or notes. The  
37 authority may deposit in a reserve fund established  
38 under this subsection the proceeds of the sale of its  
39 bonds or notes and other moneys which are made  
40 available from any other source.

41 3. It is the intention of the general assembly  
42 that a pledge made in respect of bonds or notes shall  
43 be valid and binding from the time the pledge is made,  
44 that the moneys or property so pledged and received  
45 after the pledge by the authority shall immediately be  
46 subject to the lien of the pledge without physical  
47 delivery or further act, and that the lien of the  
48 pledge shall be valid and binding as against all  
49 parties having claims of any kind in tort, contract,  
50 or otherwise against the authority whether or not the

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1 parties have notice of the lien. The resolution,  
2 trust agreement, or any other instrument by which a  
3 pledge is created does not need to be recorded or  
4 filed under the Iowa uniform commercial code to be  
5 valid, binding, or effective against the parties.

6 4. The members of the authority or persons  
7 executing the bonds or notes are not personally liable  
8 on the bonds or notes and are not subject to personal  
9 liability or accountability by reason of the issuance  
10 of the bonds or notes.

11 5. The bonds or notes issued by the authority are  
12 not an indebtedness or other liability of the state or  
13 of a political subdivision of the state within the  
14 meaning of any constitutional or statutory debt  
15 limitations but are special obligations of the  
16 authority, and are payable solely from the income and  
17 receipts or other funds or property of the authority,  
18 and the amounts on deposit in the revolving loan fund,  
19 and the amounts payable to the authority under its  
20 loan agreements with a school district to the extent  
21 that the amounts are designated in the resolution,  
22 trust agreement, or other instrument of the authority  
23 authorizing the issuance of the bonds or notes as  
24 being available as security for such bonds or notes.  
25 The authority shall not pledge the faith or credit of  
26 the state or of a political subdivision of the state  
27 to the payment of any bonds or notes. The issuance of  
28 any bonds or notes by the authority does not directly,  
29 indirectly, or contingently obligate the state or a  
30 political subdivision of the state to apply moneys  
31 from, or levy or pledge any form of taxation whatever  
32 to, the payment of the bonds or notes.

33 6. The state pledges to and agrees with the  
34 holders of bonds or notes issued under section 16.112  
35 that the state will not limit or alter the rights and  
36 powers vested in the authority to fulfill the terms of  
37 a contract made by the authority with respect to the  
38 bonds or notes, or in any way impair the rights and  
39 remedies of the holders until the bonds or notes,  
40 together with the interest on them, including interest  
41 on unpaid installments of interest, and all costs and  
42 expenses in connection with an action or proceeding by  
43 or on behalf of the holders, are fully met and  
44 discharged. The authority is authorized to include  
45 this pledge and agreement of the state, as it refers  
46 to holders of bonds or notes of the authority, in a  
47 contract with the holders.

48 Sec. \_\_\_\_ . NEW SECTION. 16.114 ADOPTION OF RULES.  
49 The authority shall adopt rules pursuant to chapter  
50 17A to implement sections 16.110 through 16.113."

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1 2. Title page, line 4, by inserting after the  
2 word "regents," the following: "creating an Iowa  
3 school district revolving loan fund program and an  
4 exemption from state taxation,".

By JOHN JUDGE  
BETTY A. SOUKUP  
MATT McCOY  
MICHAEL E. GRONSTAL  
JOE BOLKCOM

PATRICIA HARPER  
ROBERT E. DVORSKY  
BILL FINK  
WALLY E. HORN

S-3246 FILED APRIL 6, 1999  
WITHDRAWN

(p.954)

SENATE FILE 464

S-3244

1 Amend Senate File 464 as follows:

2 1. Page 9, by striking line 6 and inserting the  
3 following:

4 "..... \$ 7,885,410"

5 2. Page 28, line 14, by striking the figures and  
6 word "6, 11, and 12" and inserting the following: "6  
7 and 11".

8 3. Page 28, by striking lines 29 through 33.

9 4. By renumbering as necessary.

By DENNIS H. BLACK  
PATRICK J. DELUHERY  
BILL FINK  
ROBERT E. DVORSKY

BETTY A. SOUKUP  
JOE BOLKCOM  
WALLY E. HORN

S-3244 FILED APRIL 6, 1999  
LOST

(p.937)

## SENATE FILE 464

S-3247

1 Amend Senate File 464 as follows:

2 1. Page 24, by inserting after line 12 the  
3 following:

4 "Sec. \_\_\_\_ . NEW SECTION. 16.110 IOWA SCHOOL  
5 DISTRICT REVOLVING LOAN FUND PROGRAM -- DEFINITIONS.

6 1. The Iowa school district revolving loan fund  
7 program is established for the purpose of making loans  
8 available to school districts to finance all or part  
9 of the costs of a project. The purpose of the program  
10 is to provide a means for Iowa schools to reduce their  
11 long-term borrowing costs and thus reduce costs to  
12 taxpayers.

13 2. The authority shall process, review, and  
14 approve loan applications which satisfy the rules  
15 adopted by the authority in implementing the Iowa  
16 school district revolving loan fund program. The  
17 school districts to which loans are to be made, the  
18 purposes of the loan, the amount of each loan, the  
19 interest rate of the loan, and the repayment terms of  
20 the loan shall be determined by the authority in  
21 accordance with its rules.

22 3. For purposes of this section and sections  
23 16.111 through 16.114, "project" means any undertaking  
24 by a school district for which financing is authorized  
25 under chapter 296 or 298 to the extent the project  
26 replaces or repairs a school building that is a danger  
27 to public health or safety, or is otherwise dangerous  
28 to human life, including all costs and expenses  
29 associated with authorization for, and commencement  
30 of, a project. However, "school district" means a  
31 public school district as governed by chapter 274.

32 Sec. \_\_\_\_ . NEW SECTION. 16.111 REVOLVING LOAN  
33 FUND ESTABLISHED.

34 1. The Iowa school district revolving loan fund is  
35 established in the state treasury under the control of  
36 the authority. The revolving loan fund shall include  
37 sums appropriated to the fund by the general assembly  
38 and all receipts from loans made to school districts  
39 by the authority, and any other sums designated for  
40 deposit in the revolving loan fund from any public or  
41 private source. All moneys appropriated to and  
42 deposited in the revolving loan fund are appropriated  
43 and shall be used for the sole purpose of making loans  
44 to school districts to finance all or part of the cost  
45 of projects. Moneys in the fund may also be used to  
46 pay the costs and expenses associated with  
47 administration of the Iowa school district revolving  
48 loan fund program. A loan made to a school district  
49 from the revolving loan fund is an indebtedness of the  
50 school district within the meaning of any

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1 constitutional or statutory school district debt  
2 limitation in effect at the time the loan agreement is  
3 made.

4 2. The moneys in the revolving loan fund are not  
5 considered part of the general fund of the state, are  
6 not subject to appropriation for any other purpose by  
7 the general assembly, and in determining a general  
8 fund balance shall not be included in the general fund  
9 of the state but shall remain in the revolving loan  
10 fund to be used for its respective purposes. The Iowa  
11 school district revolving loan fund is a separate  
12 dedicated fund under the administration and control of  
13 the authority and subject to section 16.31. Moneys on  
14 deposit in the fund shall be invested by the treasurer  
15 of state in cooperation with the authority, and the  
16 income from the investments shall be credited to and  
17 deposited in the fund.

18 3. The authority may establish and maintain other  
19 funds or accounts determined to be necessary to carry  
20 out the purposes of sections 16.110 through 16.114 and  
21 shall provide for the funding, administration,  
22 investment, restrictions, and disposition of the funds  
23 and accounts.

24 Sec. \_\_\_\_ . NEW SECTION. 16.112 BONDS AND NOTES  
25 ISSUED BY AUTHORITY.

26 1. The authority may issue its bonds and notes for  
27 the purpose of funding the revolving loan fund  
28 established in section 16.111. The authority may  
29 enter into one or more lending agreements or purchase  
30 agreements with one or more bondholders or noteholders  
31 containing the terms and conditions of the repayment  
32 of and the security for the bonds or notes. The  
33 authority and the bondholders or noteholders or a  
34 trustee agent designated by the authority may enter  
35 into agreements to provide for any of the following:

36 a. That the proceeds of the bonds and notes and  
37 the investments of the proceeds may be received, held,  
38 and disbursed by the authority or by a trustee or  
39 agent designated by the authority.

40 b. That the bondholders or noteholders or a  
41 trustee or agent designated by the authority may  
42 collect, invest, and apply the amount payable under  
43 the loan agreements or any other instruments securing  
44 the debt obligations under the loan agreements.

45 c. That the bondholders or noteholders may enforce  
46 the remedies provided in the loan agreements or other  
47 instruments on their own behalf without the  
48 appointment or designation of a trustee. If there is  
49 a default in the principal of or interest on the bonds  
50 or notes or in the performance of any agreement

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1 contained in the loan agreements or other instruments,  
2 the payment or performance may be enforced in  
3 accordance with the loan agreement or other  
4 instrument.

5 d. Other terms and conditions as deemed necessary  
6 or appropriate by the authority.

7 2. The powers granted the authority under this  
8 section are in addition to other powers contained in  
9 this chapter. All other provisions of this chapter,  
10 except section 16.28, subsection 4, apply to bonds or  
11 notes issued and powers granted to the authority under  
12 this section except to the extent they are  
13 inconsistent with this section.

14 3. All bonds or notes issued by the authority in  
15 connection with the program are exempt from taxation  
16 by this state and the interest on the bonds or notes  
17 is exempt from state income tax.

18 Sec. \_\_\_\_ . NEW SECTION. 16.113 SECURITY --  
19 RESERVE FUNDS -- PLEDGES -- NONLIABILITY --  
20 IRREVOCABLE CONTRACTS.

21 1. The authority may provide in the resolution,  
22 trust agreement, or other instrument authorizing the  
23 issuance of its bonds or notes pursuant to section  
24 16.112 that the principal of, premium, and interest on  
25 the bonds or notes are payable from any of the  
26 following and may pledge the same to its bonds and  
27 notes:

28 a. The income and receipts or other moneys derived  
29 from the projects financed with the proceeds of the  
30 bonds or notes.

31 b. The income and receipts or other moneys derived  
32 from designated projects whether or not the projects  
33 are financed in whole or in part with the proceeds of  
34 the bonds or notes.

35 c. The authority's income and receipts or other  
36 assets generally, or a designated part or parts of  
37 them.

38 2. The authority may establish reserve funds to  
39 secure one or more issues of its bonds or notes. The  
40 authority may deposit in a reserve fund established  
41 under this subsection the proceeds of the sale of its  
42 bonds or notes and other moneys which are made  
43 available from any other source.

44 3. It is the intention of the general assembly  
45 that a pledge made in respect of bonds or notes shall  
46 be valid and binding from the time the pledge is made,  
47 that the moneys or property so pledged and received  
48 after the pledge by the authority shall immediately be  
49 subject to the lien of the pledge without physical  
50 delivery or further act, and that the lien of the

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1 pledge shall be valid and binding as against all  
2 parties having claims of any kind in tort, contract,  
3 or otherwise against the authority whether or not the  
4 parties have notice of the lien. The resolution,  
5 trust agreement, or any other instrument by which a  
6 pledge is created does not need to be recorded or  
7 filed under the Iowa uniform commercial code to be  
8 valid, binding, or effective against the parties.

9 4. The members of the authority or persons  
10 executing the bonds or notes are not personally liable  
11 on the bonds or notes and are not subject to personal  
12 liability or accountability by reason of the issuance  
13 of the bonds or notes.

14 5. The bonds or notes issued by the authority are  
15 not an indebtedness or other liability of the state or  
16 of a political subdivision of the state within the  
17 meaning of any constitutional or statutory debt  
18 limitations but are special obligations of the  
19 authority, and are payable solely from the income and  
20 receipts or other funds or property of the authority,  
21 and the amounts on deposit in the revolving loan fund,  
22 and the amounts payable to the authority under its  
23 loan agreements with a school district to the extent  
24 that the amounts are designated in the resolution,  
25 trust agreement, or other instrument of the authority  
26 authorizing the issuance of the bonds or notes as  
27 being available as security for such bonds or notes.  
28 The authority shall not pledge the faith or credit of  
29 the state or of a political subdivision of the state  
30 to the payment of any bonds or notes. The issuance of  
31 any bonds or notes by the authority does not directly,  
32 indirectly, or contingently obligate the state or a  
33 political subdivision of the state to apply moneys  
34 from, or levy or pledge any form of taxation whatever  
35 to, the payment of the bonds or notes.

36 6. The state pledges to and agrees with the  
37 holders of bonds or notes issued under section 16.112  
38 that the state will not limit or alter the rights and  
39 powers vested in the authority to fulfill the terms of  
40 a contract made by the authority with respect to the  
41 bonds or notes, or in any way impair the rights and  
42 remedies of the holders until the bonds or notes,  
43 together with the interest on them, including interest  
44 on unpaid installments of interest, and all costs and  
45 expenses in connection with an action or proceeding by  
46 or on behalf of the holders, are fully met and  
47 discharged. The authority is authorized to include  
48 this pledge and agreement of the state, as it refers  
49 to holders of bonds or notes of the authority, in a  
50 contract with the holders.

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1 Sec. \_\_\_\_ . NEW SECTION. 16.114 ADOPTION OF RULES.  
 2 The authority shall adopt rules pursuant to chapter  
 3 17A to implement sections 16.110 through 16.113."  
 4 2. Title page, line 4, by inserting after the  
 5 word "regents," the following: "creating an Iowa  
 6 school district revolving loan fund program and an  
 7 exemption from state taxation,".

By MICHAEL E. GRONSTAL  
 MATT McCOY  
 JOHN JUDGE  
 PATRICIA HARPER

JOE BOLKCOM  
 ROBERT E. DVORSKY  
 WALLY E. HORN

S-3247 FILED APRIL 6, 1999  
 WITHDRAWN (P.954)

SENATE FILE 464

S-3248

1 Amend Senate File 464 as follows:  
 2 1. Page 7, line 20, by inserting after the word  
 3 "division" the following: "of libraries and  
 4 information services".  
 5 2. By striking page 8, line 34 through page 9,  
 6 line 1 and inserting the following: "increase. The  
 7 division of libraries and information services shall  
 8 submit a list of current regional library employees  
 9 and their salaries to the department of management by  
 10 August 1, 1999. The list shall be used by the  
 11 department for purposes of calculating the annual  
 12 salary increase need, based on the salary increases  
 13 negotiated by the American federation of state,  
 14 county, and municipal employees. The amount  
 15 calculated by the department for salary need shall be  
 16 included in the regional library budget request  
 17 submitted to the governor for the fiscal year  
 18 beginning July 1, 2000, and ending June 30, 2001."  
 19 3. Page 12, line 9, by inserting after the word  
 20 "graduates" the following: "at no charge to the  
 21 graduates".  
 22 4. Page 24, by inserting after line 23 the  
 23 following:  
 24 "Sec. \_\_\_\_ . NEW SECTION. 256.67A INSURANCE  
 25 ELIGIBILITY.  
 26 Personnel employed by a regional library shall be  
 27 considered state employees for purposes of eligibility  
 28 for receiving employee health and dental insurance as  
 29 provided to state employees by the department of  
 30 personnel."  
 31 5. By renumbering as necessary.

By KITTY REHBERG

S-3248 FILED APRIL 6, 1999  
 WITHDRAWN

(P.937)

SENATE FILE 464

S-3250

- 1 Amend Senate File 464 as follows:
- 2 1. Page 24, by inserting after line 23 the
- 3 following:
- 4 "Sec. \_\_\_\_ . Section 257.20, subsection 2,
- 5 paragraphs a and b, Code 1999, are amended by striking
- 6 the paragraphs."
- 7 2. By renumbering as necessary.

By ROBERT E. DVORSKY  
JOE BOLKCOM

S-3250 FILED APRIL 6, 1999  
RULED OUT OF ORDER (p.954)

SENATE FILE 464

S-3251

- 1 Amend Senate File 464 as follows:
- 2 1. Page 14, by striking lines 1 through 9.
- 3 2. By renumbering as necessary.

By MIKE CONNOLLY ROBERT E. DVORSKY  
WALLY E. HORN MARK SHEARER

S-3251 FILED APRIL 6, 1999  
LOST (p.951)

SENATE FILE 464

S-3252

- 1 Amend Senate File 464 as follows:

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- DIV 2 1. Page 18, by striking lines 33 and 34 and
- A 3 inserting the following:
- 4 "..... \$188,548,896
- 5 ..... FTEs 3,618.84"

---

- DIV 6 2. By striking page 19, line 34, through page 20,
- B 7 line 4, and inserting the following:
- 8 "f. World food prize
- 9 ..... \$ 250,000"

---

- 10 3. By renumbering, relettering, and redesignating
- 11 as necessary.

By JOHNIE HAMMOND WALLY E. HORN  
BILL FINK ROBERT E. DVORSKY

S-3252 FILED APRIL 6, 1999  
DIV A - LOST, DIV B - WITHDRAWN  
(p.952) (p.951)

SENATE FILE 464

S-3253

- 1 Amend Senate File 464 as follows:
- 2 1. Page 14, by striking lines 25 and 26 and
- 3 inserting the following:
- 4 "..... \$238,144,144
- 5 ..... FTEs 4,049.62"

By ROBERT E. DVORSKY JOE BOLKCOM  
WALLY E. HORN MIKE CONNOLLY  
MARK SHEARER

S-3253 FILED APRIL 6, 1999  
LOST (p.951)

## SENATE FILE 464

S-3261

1 Amend Senate File 464 as follows:

2 1. Page 24, by inserting after line 23 the  
3 following:

4 "Sec. \_\_\_\_ . NEW SECTION. 256.29 PHYSICAL PLANT  
5 AND EQUIPMENT LEVY STATE AID PROGRAM -- APPROPRIATION.

6 1. There is appropriated from the general fund of  
7 the state to the department of education the following  
8 amounts for the following fiscal years for allocation  
9 to school districts under the physical plant and  
10 equipment levy state aid program:

11 a. For the fiscal year beginning July 1, 1999, and  
12 ending June 30, 2000, the sum of ten million dollars.

13 b. For the fiscal year beginning July 1, 2000, and  
14 ending June 30, 2001, the sum of twenty million  
15 dollars.

16 c. For the fiscal year beginning July 1, 2001, and  
17 ending June 30, 2002, the sum of thirty million  
18 dollars.

19 d. For the fiscal year beginning July 1, 2002, and  
20 ending June 30, 2003, the sum of forty million  
21 dollars.

22 e. For the fiscal year beginning July 1, 2003, and  
23 for each succeeding fiscal year, the sum of fifty  
24 million dollars.

25 2. The purpose of the physical plant and equipment  
26 levy state aid program is to provide a means for Iowa  
27 schools to reduce their long-term borrowing costs and  
28 thus reduce costs to taxpayers. A school district  
29 shall expend funds received pursuant to this section  
30 for a project as defined in subsection 3.

31 3. For purposes of this section, "project" means  
32 any undertaking by a school district for which  
33 financing is authorized under chapter 296 or 298,  
34 including all costs and expenses associated with  
35 authorization for, and commencement of, a project.  
36 "School district" means a public school corporation  
37 organized under chapter 274.

38 4. The department shall determine the physical  
39 plant and equipment levy state aid per pupil by  
40 multiplying the state cost per pupil by five percent  
41 minus the district assessed valuation per pupil  
42 multiplied by thirty-three cents. The total physical  
43 plant and equipment levy state aid shall be determined  
44 by multiplying the district's budget enrollment for  
45 the budget year by the district's physical plant and  
46 equipment levy state aid per pupil. However, if the  
47 amount appropriated in subsection 1 for a given year  
48 is insufficient to provide the full amount of physical  
49 plant and equipment levy state aid, the amount of  
50 physical plant and equipment levy state aid allocated

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1 to each district from the appropriation made in  
2 subsection 1 shall be equal to the percentage that the  
3 physical plant and equipment levy state aid for the  
4 district bears to the total amount of physical plant  
5 and equipment levy state aid of all districts in the  
6 state.

7 5. For each year in which an appropriation is made  
8 to the physical plant and equipment levy state aid  
9 program, the allocation to each school district shall  
10 be made in one payment on or about October 15 of the  
11 fiscal year for which the appropriation is made,  
12 taking into consideration the relative budget and cash  
13 position of the state resources. Moneys received  
14 under this section shall not be commingled with state  
15 aid payments made under section 257.16 to a school  
16 district and shall be accounted for by the local  
17 school district separately from state aid payments.  
18 Payments made to school districts under this section  
19 are miscellaneous income for purposes of chapter 257."

20 2. By renumbering, relettering, and redesignating  
21 as necessary.

By MICHAEL E. GRONSTAL

S-3261 FILED APRIL 6, 1999  
RULED OUT OF ORDER

(p. 958)

## SENATE FILE 464

S-3269

1 Amend Senate File 464 as follows:

2 1. Page 24, by inserting after line 12 the  
3 following:

4 "Sec. \_\_\_\_ . NEW SECTION. 16.110 IOWA SCHOOL  
5 DISTRICT REVOLVING LOAN FUND PROGRAM -- DEFINITIONS.

6 1. The Iowa school district revolving loan fund  
7 program is established for the purpose of making loans  
8 available to school districts to finance all or part  
9 of the costs of a project. The purpose of the program  
10 is to provide a means for Iowa schools to reduce their  
11 long-term borrowing costs and thus reduce costs to  
12 taxpayers.

13 2. The authority shall process, review, and  
14 approve loan applications which satisfy the rules  
15 adopted by the authority in implementing the Iowa  
16 school district revolving loan fund program. The  
17 school districts to which loans are to be made, the  
18 purposes of the loan, the amount of each loan, the  
19 interest rate of the loan, and the repayment terms of  
20 the loan shall be determined by the authority in  
21 accordance with its rules.

22 3. For purposes of this section and sections  
23 16.111 through 16.115, "project" means any undertaking  
24 by a school district for which financing is authorized  
25 under chapter 296 or 298, including all costs and  
26 expenses associated with authorization for, and  
27 commencement of, a project. "School district" means a  
28 public school district as governed by chapter 274.

29 Sec. \_\_\_\_ . NEW SECTION. 16.111 REVOLVING LOAN  
30 FUND ESTABLISHED.

31 1. The Iowa school district revolving loan fund is  
32 established in the state treasury under the control of  
33 the authority. The revolving loan fund shall include  
34 sums appropriated to the fund by the general assembly  
35 and all receipts from loans made to school districts  
36 by the authority, and any other sums designated for  
37 deposit in the revolving loan fund from any public or  
38 private source. All moneys appropriated to and  
39 deposited in the revolving loan fund are appropriated  
40 and shall be used for the sole purpose of making loans  
41 to school districts to finance all or part of the cost  
42 of projects. Moneys in the fund may also be used to  
43 pay the costs and expenses associated with  
44 administration of the Iowa school district revolving  
45 loan fund program. A loan made to a school district  
46 from the revolving loan fund is an indebtedness of the  
47 school district within the meaning of any  
48 constitutional or statutory school district debt  
49 limitation in effect at the time the loan agreement is  
50 made.

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1 2. The moneys in the revolving loan fund are not  
2 considered part of the general fund of the state, are  
3 not subject to appropriation for any other purpose by  
4 the general assembly, and in determining a general  
5 fund balance shall not be included in the general fund  
6 of the state but shall remain in the revolving loan  
7 fund to be used for its respective purposes. The Iowa  
8 school district revolving loan fund is a separate  
9 dedicated fund under the administration and control of  
10 the authority and subject to section 16.31. Moneys on  
11 deposit in the fund shall be invested by the treasurer  
12 of state in cooperation with the authority, and the  
13 income from the investments shall be credited to and  
14 deposited in the fund.

15 3. The authority may establish and maintain other  
16 funds or accounts determined to be necessary to carry  
17 out the purposes of sections 16.110 through 16.115 and  
18 shall provide for the funding, administration,  
19 investment, restrictions, and disposition of the funds  
20 and accounts.

21 Sec.     . NEW SECTION. 16.112 BONDS AND NOTES  
22 ISSUED BY AUTHORITY.

23 1. The authority may issue its bonds and notes for  
24 the purpose of funding the revolving loan fund  
25 established in section 16.111. The authority may  
26 enter into one or more lending agreements or purchase  
27 agreements with one or more bondholders or noteholders  
28 containing the terms and conditions of the repayment  
29 of and the security for the bonds or notes. The  
30 authority and the bondholders or noteholders or a  
31 trustee agent designated by the authority may enter  
32 into agreements to provide for any of the following:

33 a. That the proceeds of the bonds and notes and  
34 the investments of the proceeds may be received, held,  
35 and disbursed by the authority or by a trustee or  
36 agent designated by the authority.

37 b. That the bondholders or noteholders or a  
38 trustee or agent designated by the authority may  
39 collect, invest, and apply the amount payable under  
40 the loan agreements or any other instruments securing  
41 the debt obligations under the loan agreements.

42 c. That the bondholders or noteholders may enforce  
43 the remedies provided in the loan agreements or other  
44 instruments on their own behalf without the  
45 appointment or designation of a trustee. If there is  
46 a default in the principal of or interest on the bonds  
47 or notes or in the performance of any agreement  
48 contained in the loan agreements or other instruments,  
49 the payment or performance may be enforced in  
50 accordance with the loan agreement or other

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1 instrument.

2 d. Other terms and conditions as deemed necessary  
3 or appropriate by the authority.

4 2. The powers granted the authority under this  
5 section are in addition to other powers contained in  
6 this chapter. All other provisions of this chapter,  
7 except section 16.28, subsection 4, apply to bonds or  
8 notes issued and powers granted to the authority under  
9 this section except to the extent they are  
10 inconsistent with this section.

11 3. All bonds or notes issued by the authority in  
12 connection with the program are exempt from taxation  
13 by this state and the interest on the bonds or notes  
14 is exempt from state income tax.

15 Sec. \_\_\_\_ . NEW SECTION. 16.113 SECURITY --  
16 RESERVE FUNDS -- PLEDGES -- NONLIABILITY --  
17 IRREVOCABLE CONTRACTS.

18 1. The authority may provide in the resolution,  
19 trust agreement, or other instrument authorizing the  
20 issuance of its bonds or notes pursuant to section  
21 16.112 that the principal of, premium, and interest on  
22 the bonds or notes are payable from any of the  
23 following and may pledge the same to its bonds and  
24 notes:

25 a. The income and receipts or other moneys derived  
26 from the projects financed with the proceeds of the  
27 bonds or notes.

28 b. The income and receipts or other moneys derived  
29 from designated projects whether or not the projects  
30 are financed in whole or in part with the proceeds of  
31 the bonds or notes.

32 c. The authority's income and receipts or other  
33 assets generally, or a designated part or parts of  
34 them.

35 2. The authority may establish reserve funds to  
36 secure one or more issues of its bonds or notes. The  
37 authority may deposit in a reserve fund established  
38 under this subsection the proceeds of the sale of its  
39 bonds or notes and other moneys which are made  
40 available from any other source.

41 3. It is the intention of the general assembly  
42 that a pledge made in respect of bonds or notes shall  
43 be valid and binding from the time the pledge is made,  
44 that the moneys or property so pledged and received  
45 after the pledge by the authority shall immediately be  
46 subject to the lien of the pledge without physical  
47 delivery or further act, and that the lien of the  
48 pledge shall be valid and binding as against all  
49 parties having claims of any kind in tort, contract,  
50 or otherwise against the authority whether or not the

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1 parties have notice of the lien. The resolution,  
2 trust agreement, or any other instrument by which a  
3 pledge is created does not need to be recorded or  
4 filed under the Iowa uniform commercial code to be  
5 valid, binding, or effective against the parties.

6 4. The members of the authority or persons  
7 executing the bonds or notes are not personally liable  
8 on the bonds or notes and are not subject to personal  
9 liability or accountability by reason of the issuance  
10 of the bonds or notes.

11 5. The bonds or notes issued by the authority are  
12 not an indebtedness or other liability of the state or  
13 of a political subdivision of the state within the  
14 meaning of any constitutional or statutory debt  
15 limitations but are special obligations of the  
16 authority, and are payable solely from the income and  
17 receipts or other funds or property of the authority,  
18 and the amounts on deposit in the revolving loan fund,  
19 and the amounts payable to the authority under its  
20 loan agreements with a school district to the extent  
21 that the amounts are designated in the resolution,  
22 trust agreement, or other instrument of the authority  
23 authorizing the issuance of the bonds or notes as  
24 being available as security for such bonds or notes.  
25 The authority shall not pledge the faith or credit of  
26 the state or of a political subdivision of the state  
27 to the payment of any bonds or notes. The issuance of  
28 any bonds or notes by the authority does not directly,  
29 indirectly, or contingently obligate the state or a  
30 political subdivision of the state to apply moneys  
31 from, or levy or pledge any form of taxation whatever  
32 to, the payment of the bonds or notes.

33 6. The state pledges to and agrees with the  
34 holders of bonds or notes issued under section 16.112  
35 that the state will not limit or alter the rights and  
36 powers vested in the authority to fulfill the terms of  
37 a contract made by the authority with respect to the  
38 bonds or notes, or in any way impair the rights and  
39 remedies of the holders until the bonds or notes,  
40 together with the interest on them, including interest  
41 on unpaid installments of interest, and all costs and  
42 expenses in connection with an action or proceeding by  
43 or on behalf of the holders, are fully met and  
44 discharged. The authority is authorized to include  
45 this pledge and agreement of the state, as it refers  
46 to holders of bonds or notes of the authority, in a  
47 contract with the holders.

48 Sec. \_\_\_\_ . NEW SECTION. 16.114 APPROPRIATION.

49 1. There is appropriated from the rebuild Iowa  
50 infrastructure fund to the department of education for

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1 each fiscal year the sum of ten million dollars for  
2 deposit in the revolving loan fund established in  
3 section 16.111.

4 2. It is the intent of the general assembly to  
5 increase by ten million dollars annually the amount  
6 appropriated in subsection 1 until the total amount  
7 appropriated annually for purposes of the Iowa school  
8 district revolving loan fund program reaches fifty  
9 million dollars.

10 Sec. \_\_\_\_ . NEW SECTION. 16.115 ADOPTION OF RULES.

11 The authority shall adopt rules pursuant to chapter  
12 17A to implement sections 16.110 through 16.114."

13 2. Title page, line 4, by inserting after the  
14 word "regents," the following: "creating an Iowa  
15 school district revolving loan fund program and an  
16 exemption from state taxation,".

By JOHN JUDGE

WALLY E. HORN

BETTY A. SOUKUP

ROBERT E. DVORSKY

MATT McCOY

PATRICIA HARPER

MICHAEL E. GRONSTAL

BILL FINK

JOE BOLKCOM

S-3269 FILED APRIL 6, 1999

RULED OUT OF ORDER

(P. 958)

SENATE FILE 464

S-3271

1 Amend Senate File 464 as follows:

2 1. Page 9, by inserting after line 27 the  
3 following:

4 "\_\_\_\_. FAMILY RESOURCE CENTERS

5 For support of the family resource center  
6 demonstration program established under chapter 256C:  
7 ..... \$ 120,000"

8 2. Page 24, by inserting after line 23 the  
9 following:

10 "Sec. \_\_\_\_ Section 256C.2, unnumbered paragraphs 1  
11 and 2, Code 1999, are amended to read as follows:

12 The child development coordinating council shall  
13 develop a four-year grant program and the criteria and  
14 process to be used in selecting school district grant  
15 recipients. Criteria for the selection shall include  
16 the service requirements contained in section 256C.3  
17 and a method for prioritizing grant applications based  
18 on illustrated efforts to meet the critical social  
19 welfare needs of the children and families in the  
20 surrounding community. Criteria for the selection  
21 shall also include a requirement that the program  
22 administrator, whose primary responsibility is to  
23 administer the family resource center, have at least  
24 two years of experience in early childhood education  
25 or development, demonstrated skills in community  
26 development, and a master's degree in a related field  
27 such as community service, health, human services,  
28 child development, parent support, or home economics,  
29 or at least five years of experience as an  
30 administrator of a licensed early childhood education  
31 or development program. Critical social welfare needs  
32 that may entitle a grant application to priority, if  
33 the application includes methods of amelioration of an  
34 identified community problem, shall include, but are  
35 not limited to, a significant infant mortality rate in  
36 the community, a significant rate of incidence of  
37 teenage pregnancy in the community, a significant  
38 number of single-parent families in the community that  
39 are living below the federal poverty guidelines, a  
40 lack of available affordable child care within the  
41 community, a significant number of children qualifying  
42 for free or reduced price lunches within the district,  
43 and a significant illiteracy rate within the  
44 community. The department shall assist the council in  
45 creating a grant application process and shall provide  
46 technical assistance to districts chosen to establish  
47 a family resource center.

48 A district applying for a grant under this section  
49 shall agree, for each dollar of grant funds, to  
50 provide twenty cents in matching cash or in-kind

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1 resources. ~~Grants may be awarded for four years,~~  
2 ~~beginning July 1, 1994, and ending June 30, 1998.~~ Up  
3 to ten percent of the moneys appropriated for the  
4 grant program may be used by the council for staffing,  
5 technical assistance, and external evaluation  
6 development. Notwithstanding section 8.33,  
7 unencumbered or unobligated funds remaining on June 30  
8 of the fiscal year for which the funds were  
9 appropriated shall not revert but shall be available  
10 for expenditure for the following fiscal year for the  
11 purposes of this section."  
12 3. By renumbering, relettering, and redesignating  
13 as necessary.

By ELAINE SZYMONIAK  
MIKE CONNOLLY

S-3271 FILED APRIL 6, 1999  
LOST

(p. 457)

## SENATE FILE 464

S-3272

1 Amend Senate File 464 as follows:

2 1. Page 24, by inserting after line 12 the  
3 following:

4 "Section \_\_\_\_ . NEW SECTION. 16.110 IOWA SCHOOL  
5 DISTRICT REVOLVING LOAN FUND PROGRAM -- DEFINITIONS.

6 1. The Iowa school district revolving loan fund  
7 program is established for the purpose of making loans  
8 available to school districts to finance all or part  
9 of the costs of a project. The purpose of the program  
10 is to provide a means for Iowa schools to reduce their  
11 long-term borrowing costs and thus reduce costs to  
12 taxpayers.

13 2. The authority shall process, review, and  
14 approve loan applications which satisfy the rules  
15 adopted by the authority in implementing the Iowa  
16 school district revolving loan fund program. The  
17 school districts to which loans are to be made, the  
18 purposes of the loan, the amount of each loan, the  
19 interest rate of the loan, and the repayment terms of  
20 the loan shall be determined by the authority in  
21 accordance with its rules.

22 3. For purposes of this section and sections  
23 16.111 through 16.115, "project" means any undertaking  
24 by a school district for which financing is authorized  
25 under chapter 296 or 298 to the extent the project  
26 replaces, alters, or repairs a school building to  
27 provide reasonable safety from fire and other hazards,  
28 including all costs and expenses associated with  
29 authorization for, and commencement of, a project.  
30 "School district" means a public school district as  
31 governed by chapter 274.

32 Sec. \_\_\_\_ . NEW SECTION. 16.111 REVOLVING LOAN  
33 FUND ESTABLISHED.

34 1. The Iowa school district revolving loan fund is  
35 established in the state treasury under the control of  
36 the authority. The revolving loan fund shall include  
37 sums appropriated to the fund by the general assembly  
38 and all receipts from loans made to school districts  
39 by the authority, and any other sums designated for  
40 deposit in the revolving loan fund from any public or  
41 private source. All moneys appropriated to and  
42 deposited in the revolving loan fund are appropriated  
43 and shall be used for the sole purpose of making loans  
44 to school districts to finance all or part of the cost  
45 of projects. Moneys in the fund may also be used to  
46 pay the costs and expenses associated with  
47 administration of the Iowa school district revolving  
48 loan fund program. A loan made to a school district  
49 from the revolving loan fund is an indebtedness of the  
50 school district within the meaning of any

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1 constitutional or statutory school district debt  
2 limitation in effect at the time the loan agreement is  
3 made.

4 2. The moneys in the revolving loan fund are not  
5 considered part of the general fund of the state, are  
6 not subject to appropriation for any other purpose by  
7 the general assembly, and in determining a general  
8 fund balance shall not be included in the general fund  
9 of the state but shall remain in the revolving loan  
10 fund to be used for its respective purposes. The Iowa  
11 school district revolving loan fund is a separate  
12 dedicated fund under the administration and control of  
13 the authority and subject to section 16.31. Moneys on  
14 deposit in the fund shall be invested by the treasurer  
15 of state in cooperation with the authority, and the  
16 income from the investments shall be credited to and  
17 deposited in the fund.

18 3. The authority may establish and maintain other  
19 funds or accounts determined to be necessary to carry  
20 out the purposes of sections 16.110 through 16.115 and  
21 shall provide for the funding, administration,  
22 investment, restrictions, and disposition of the funds  
23 and accounts.

24 Sec.         . NEW SECTION. 16.112 BONDS AND NOTES  
25 ISSUED BY AUTHORITY.

26 1. The authority may issue its bonds and notes for  
27 the purpose of funding the revolving loan fund  
28 established in section 16.111. The authority may  
29 enter into one or more lending agreements or purchase  
30 agreements with one or more bondholders or noteholders  
31 containing the terms and conditions of the repayment  
32 of and the security for the bonds or notes. The  
33 authority and the bondholders or noteholders or a  
34 trustee agent designated by the authority may enter  
35 into agreements to provide for any of the following:

36 a. That the proceeds of the bonds and notes and  
37 the investments of the proceeds may be received, held,  
38 and disbursed by the authority or by a trustee or  
39 agent designated by the authority.

40 b. That the bondholders or noteholders or a  
41 trustee or agent designated by the authority may  
42 collect, invest, and apply the amount payable under  
43 the loan agreements or any other instruments securing  
44 the debt obligations under the loan agreements.

45 c. That the bondholders or noteholders may enforce  
46 the remedies provided in the loan agreements or other  
47 instruments on their own behalf without the  
48 appointment or designation of a trustee. If there is  
49 a default in the principal of or interest on the bonds  
50 or notes or in the performance of any agreement

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1 contained in the loan agreements or other instruments,  
2 the payment or performance may be enforced in  
3 accordance with the loan agreement or other  
4 instrument.

5 d. Other terms and conditions as deemed necessary  
6 or appropriate by the authority.

7 2. The powers granted the authority under this  
8 section are in addition to other powers contained in  
9 this chapter. All other provisions of this chapter,  
10 except section 16.28, subsection 4, apply to bonds or  
11 notes issued and powers granted to the authority under  
12 this section except to the extent they are  
13 inconsistent with this section.

14 3. All bonds or notes issued by the authority in  
15 connection with the program are exempt from taxation  
16 by this state and the interest on the bonds or notes  
17 is exempt from state income tax.

18 Sec. \_\_\_\_ . NEW SECTION. 16.113 SECURITY --  
19 RESERVE FUNDS -- PLEDGES -- NONLIABILITY --  
20 IRREVOCABLE CONTRACTS.

21 1. The authority may provide in the resolution,  
22 trust agreement, or other instrument authorizing the  
23 issuance of its bonds or notes pursuant to section  
24 16.112 that the principal of, premium, and interest on  
25 the bonds or notes are payable from any of the  
26 following and may pledge the same to its bonds and  
27 notes:

28 a. The income and receipts or other moneys derived  
29 from the projects financed with the proceeds of the  
30 bonds or notes.

31 b. The income and receipts or other moneys derived  
32 from designated projects whether or not the projects  
33 are financed in whole or in part with the proceeds of  
34 the bonds or notes.

35 c. The authority's income and receipts or other  
36 assets generally, or a designated part or parts of  
37 them.

38 2. The authority may establish reserve funds to  
39 secure one or more issues of its bonds or notes. The  
40 authority may deposit in a reserve fund established  
41 under this subsection the proceeds of the sale of its  
42 bonds or notes and other moneys which are made  
43 available from any other source.

44 3. It is the intention of the general assembly  
45 that a pledge made in respect of bonds or notes shall  
46 be valid and binding from the time the pledge is made,  
47 that the moneys or property so pledged and received  
48 after the pledge by the authority shall immediately be  
49 subject to the lien of the pledge without physical  
50 delivery or further act, and that the lien of the

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1 pledge shall be valid and binding as against all  
2 parties having claims of any kind in tort, contract,  
3 or otherwise against the authority whether or not the  
4 parties have notice of the lien. The resolution,  
5 trust agreement, or any other instrument by which a  
6 pledge is created does not need to be recorded or  
7 filed under the Iowa uniform commercial code to be  
8 valid, binding, or effective against the parties.

9 4. The members of the authority or persons  
10 executing the bonds or notes are not personally liable  
11 on the bonds or notes and are not subject to personal  
12 liability or accountability by reason of the issuance  
13 of the bonds or notes.

14 5. The bonds or notes issued by the authority are  
15 not an indebtedness or other liability of the state or  
16 of a political subdivision of the state within the  
17 meaning of any constitutional or statutory debt  
18 limitations but are special obligations of the  
19 authority, and are payable solely from the income and  
20 receipts or other funds or property of the authority,  
21 and the amounts on deposit in the revolving loan fund,  
22 and the amounts payable to the authority under its  
23 loan agreements with a school district to the extent  
24 that the amounts are designated in the resolution,  
25 trust agreement, or other instrument of the authority  
26 authorizing the issuance of the bonds or notes as  
27 being available as security for such bonds or notes.  
28 The authority shall not pledge the faith or credit of  
29 the state or of a political subdivision of the state  
30 to the payment of any bonds or notes. The issuance of  
31 any bonds or notes by the authority does not directly,  
32 indirectly, or contingently obligate the state or a  
33 political subdivision of the state to apply moneys  
34 from, or levy or pledge any form of taxation whatever  
35 to, the payment of the bonds or notes.

36 6. The state pledges to and agrees with the  
37 holders of bonds or notes issued under section 16.112  
38 that the state will not limit or alter the rights and  
39 powers vested in the authority to fulfill the terms of  
40 a contract made by the authority with respect to the  
41 bonds or notes, or in any way impair the rights and  
42 remedies of the holders until the bonds or notes,  
43 together with the interest on them, including interest  
44 on unpaid installments of interest, and all costs and  
45 expenses in connection with an action or proceeding by  
46 or on behalf of the holders, are fully met and  
47 discharged. The authority is authorized to include  
48 this pledge and agreement of the state, as it refers  
49 to holders of bonds or notes of the authority, in a  
50 contract with the holders.

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1 Sec. \_\_\_\_ . NEW SECTION. 16.114 APPROPRIATION.  
2 1. There is appropriated from the rebuild Iowa  
3 infrastructure fund to the department of education for  
4 each fiscal year the sum of ten million dollars for  
5 deposit in the revolving loan fund established in  
6 section 16.111.

7 2. It is the intent of the general assembly to  
8 increase by ten million dollars annually the amount  
9 appropriated in subsection 1 until the total amount  
10 appropriated annually for purposes of the Iowa school  
11 district revolving loan fund program reaches fifty  
12 million dollars.

13 Sec. \_\_\_\_ . NEW SECTION. 16.115 ADOPTION OF RULES.  
14 The authority shall adopt rules pursuant to chapter  
15 17A to implement sections 16.110 through 16.114."

16 2. Title page, line 4, by inserting after the  
17 word "regents," the following: "creating an Iowa  
18 school district revolving loan fund program and an  
19 exemption from state taxation,".

By MICHAEL E. GRONSTAL  
BILL FINK  
ROBERT E. DVORSKY  
MATT McCOY

JOHN JUDGE  
PATRICIA HARPER  
WALLY E. HORN  
JOE BOLKCOM

S-3272 FILED APRIL 6, 1999  
RULED OUT OF ORDER

(P. 958)

## SENATE FILE 464

-3273

Amend Senate File 464 as follows:

1. Page 24, by inserting after line 12 the following:

"Sec. \_\_\_\_ . NEW SECTION. 16.110 IOWA SCHOOL DISTRICT REVOLVING LOAN FUND PROGRAM -- DEFINITIONS.

1. The Iowa school district revolving loan fund program is established for the purpose of making loans available to school districts to finance all or part of the costs of a project. The purpose of the program is to provide a means for Iowa schools to reduce their long-term borrowing costs and thus reduce costs to taxpayers.

2. The authority shall process, review, and approve loan applications which satisfy the rules adopted by the authority in implementing the Iowa school district revolving loan fund program. The school districts to which loans are to be made, the purposes of the loan, the amount of each loan, the interest rate of the loan, and the repayment terms of the loan shall be determined by the authority in accordance with its rules.

3. For purposes of this section and sections 16.111 through 16.115, "project" means any undertaking by a school district for which financing is authorized under chapter 296 or 298 to the extent the project replaces or repairs a school building that is a danger to public health or safety, or is otherwise dangerous to human life, including all costs and expenses associated with authorization for, and commencement of, a project. However, "school district" means a public school district as governed by chapter 274.

Sec. \_\_\_\_ . NEW SECTION. 16.111 REVOLVING LOAN FUND ESTABLISHED.

1. The Iowa school district revolving loan fund is established in the state treasury under the control of the authority. The revolving loan fund shall include sums appropriated to the fund by the general assembly and all receipts from loans made to school districts by the authority, and any other sums designated for deposit in the revolving loan fund from any public or private source. All moneys appropriated to and deposited in the revolving loan fund are appropriated and shall be used for the sole purpose of making loans to school districts to finance all or part of the cost of projects. Moneys in the fund may also be used to pay the costs and expenses associated with administration of the Iowa school district revolving loan fund program. A loan made to a school district from the revolving loan fund is an indebtedness of the school district within the meaning of any

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1 constitutional or statutory school district debt  
2 limitation in effect at the time the loan agreement is  
3 made.

4 2. The moneys in the revolving loan fund are not  
5 considered part of the general fund of the state, are  
6 not subject to appropriation for any other purpose by  
7 the general assembly, and in determining a general  
8 fund balance shall not be included in the general fund  
9 of the state but shall remain in the revolving loan  
10 fund to be used for its respective purposes. The Iowa  
11 school district revolving loan fund is a separate  
12 dedicated fund under the administration and control of  
13 the authority and subject to section 16.31. Moneys on  
14 deposit in the fund shall be invested by the treasurer  
15 of state in cooperation with the authority, and the  
16 income from the investments shall be credited to and  
17 deposited in the fund.

18 3. The authority may establish and maintain other  
19 funds or accounts determined to be necessary to carry  
20 out the purposes of sections 16.110 through 16.115 and  
21 shall provide for the funding, administration,  
22 investment, restrictions, and disposition of the funds  
23 and accounts.

24 Sec. \_\_\_\_ . NEW SECTION. 16.112 BONDS AND NOTES  
25 ISSUED BY AUTHORITY.

26 1. The authority may issue its bonds and notes for  
27 the purpose of funding the revolving loan fund  
28 established in section 16.111. The authority may  
29 enter into one or more lending agreements or purchase  
30 agreements with one or more bondholders or noteholders  
31 containing the terms and conditions of the repayment  
32 of and the security for the bonds or notes. The  
33 authority and the bondholders or noteholders or a  
34 trustee agent designated by the authority may enter  
35 into agreements to provide for any of the following:

36 a. That the proceeds of the bonds and notes and  
37 the investments of the proceeds may be received, held,  
38 and disbursed by the authority or by a trustee or  
39 agent designated by the authority.

40 b. That the bondholders or noteholders or a  
41 trustee or agent designated by the authority may  
42 collect, invest, and apply the amount payable under  
43 the loan agreements or any other instruments securing  
44 the debt obligations under the loan agreements.

45 c. That the bondholders or noteholders may enforce  
46 the remedies provided in the loan agreements or other  
47 instruments on their own behalf without the  
48 appointment or designation of a trustee. If there is  
49 a default in the principal of or interest on the bonds  
50 or notes or in the performance of any agreement

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1 contained in the loan agreements or other instruments,  
2 the payment or performance may be enforced in  
3 accordance with the loan agreement or other  
4 instrument.

5 d. Other terms and conditions as deemed necessary  
6 or appropriate by the authority.

7 2. The powers granted the authority under this  
8 section are in addition to other powers contained in  
9 this chapter. All other provisions of this chapter,  
10 except section 16.28, subsection 4, apply to bonds or  
11 notes issued and powers granted to the authority under  
12 this section except to the extent they are  
13 inconsistent with this section.

14 3. All bonds or notes issued by the authority in  
15 connection with the program are exempt from taxation  
16 by this state and the interest on the bonds or notes  
17 is exempt from state income tax.

18 Sec. \_\_\_\_ . NEW SECTION. 16.113 SECURITY --  
19 RESERVE FUNDS -- PLEDGES -- NONLIABILITY --  
20 IRREVOCABLE CONTRACTS.

21 1. The authority may provide in the resolution,  
22 trust agreement, or other instrument authorizing the  
23 issuance of its bonds or notes pursuant to section  
24 16.112 that the principal of, premium, and interest on  
25 the bonds or notes are payable from any of the  
26 following and may pledge the same to its bonds and  
27 notes:

28 a. The income and receipts or other moneys derived  
29 from the projects financed with the proceeds of the  
30 bonds or notes.

31 b. The income and receipts or other moneys derived  
32 from designated projects whether or not the projects  
33 are financed in whole or in part with the proceeds of  
34 the bonds or notes.

35 c. The authority's income and receipts or other  
36 assets generally, or a designated part or parts of  
37 them.

38 2. The authority may establish reserve funds to  
39 secure one or more issues of its bonds or notes. The  
40 authority may deposit in a reserve fund established  
41 under this subsection the proceeds of the sale of its  
42 bonds or notes and other moneys which are made  
43 available from any other source.

44 3. It is the intention of the general assembly  
45 that a pledge made in respect of bonds or notes shall  
46 be valid and binding from the time the pledge is made,  
47 that the moneys or property so pledged and received  
48 after the pledge by the authority shall immediately be  
49 subject to the lien of the pledge without physical  
50 delivery or further act, and that the lien of the

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1 pledge shall be valid and binding as against all  
2 parties having claims of any kind in tort, contract,  
3 or otherwise against the authority whether or not the  
4 parties have notice of the lien. The resolution,  
5 trust agreement, or any other instrument by which a  
6 pledge is created does not need to be recorded or  
7 filed under the Iowa uniform commercial code to be  
8 valid, binding, or effective against the parties.

9 4. The members of the authority or persons  
10 executing the bonds or notes are not personally liable  
11 on the bonds or notes and are not subject to personal  
12 liability or accountability by reason of the issuance  
13 of the bonds or notes.

14 5. The bonds or notes issued by the authority are  
15 not an indebtedness or other liability of the state or  
16 of a political subdivision of the state within the  
17 meaning of any constitutional or statutory debt  
18 limitations but are special obligations of the  
19 authority, and are payable solely from the income and  
20 receipts or other funds or property of the authority,  
21 and the amounts on deposit in the revolving loan fund,  
22 and the amounts payable to the authority under its  
23 loan agreements with a school district to the extent  
24 that the amounts are designated in the resolution,  
25 trust agreement, or other instrument of the authority  
26 authorizing the issuance of the bonds or notes as  
27 being available as security for such bonds or notes.  
28 The authority shall not pledge the faith or credit of  
29 the state or of a political subdivision of the state  
30 to the payment of any bonds or notes. The issuance of  
31 any bonds or notes by the authority does not directly,  
32 indirectly, or contingently obligate the state or a  
33 political subdivision of the state to apply moneys  
34 from, or levy or pledge any form of taxation whatever  
35 to, the payment of the bonds or notes.

36 6. The state pledges to and agrees with the  
37 holders of bonds or notes issued under section 16.112  
38 that the state will not limit or alter the rights and  
39 powers vested in the authority to fulfill the terms of  
40 a contract made by the authority with respect to the  
41 bonds or notes, or in any way impair the rights and  
42 remedies of the holders until the bonds or notes,  
43 together with the interest on them, including interest  
44 on unpaid installments of interest, and all costs and  
45 expenses in connection with an action or proceeding by  
46 or on behalf of the holders, are fully met and  
47 discharged. The authority is authorized to include  
48 this pledge and agreement of the state, as it refers  
49 to holders of bonds or notes of the authority, in a  
50 contract with the holders.

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1 Sec. \_\_\_\_ . NEW SECTION. 16.114 APPROPRIATION.

2 1. There is appropriated from the rebuild Iowa  
3 infrastructure fund to the department of education for  
4 each fiscal year the sum of ten million dollars for  
5 deposit in the revolving loan fund established in  
6 section 16.111.

7 2. It is the intent of the general assembly to  
8 increase by ten million dollars annually the amount  
9 appropriated in subsection 1 until the total amount  
10 appropriated annually for purposes of the Iowa school  
11 district revolving loan fund program reaches fifty  
12 million dollars.

13 Sec. \_\_\_\_ . NEW SECTION. 16.115 ADOPTION OF RULES.

14 The authority shall adopt rules pursuant to chapter  
15 17A to implement sections 16.110 through 16.114."

16 2. Title page, line 4, by inserting after the  
17 word "regents," the following: "creating an Iowa  
18 school district revolving loan fund program and an  
19 exemption from state taxation,".

By MICHAEL E. GRONSTAL  
BILL FINK  
ROBERT E. DVORSKY  
MATT McCOY

JOHN JUDGE  
PATRICIA HARPER  
WALLY E. HORN  
JOE BOLKCOM

S-3273 FILED APRIL 6, 1999

FILED OUT OF ORDER

(P. 958)

## SENATE FILE 464

S-3289

1 Amend Senate File 464 as follows:

2 1. Page 11, by inserting after line 17 the  
3 following:

4 "Sec. 501. ENROLLMENT ADJUSTMENT. For the school  
5 budget year beginning July 1, 1999, a school district  
6 participating in an alternative high school program  
7 offered by a community college, which undercounted its  
8 weighted enrollment attributable to participation in  
9 the alternative high school program by 55 or more  
10 students when determining enrollment pursuant to  
11 section 257.6 on September 18, 1998, shall be  
12 authorized to adjust the enrollment count to reflect  
13 the revised weighted enrollment count in a report  
14 which shall be submitted to the department within 30  
15 days after the effective date of this section. The  
16 department shall forward the report to the department  
17 of management, which shall adjust the budget  
18 enrollment for the school district accordingly."

19 2. Page 31, by inserting after line 12 the  
20 following:

21 " . Section 501 of this Act, relating to  
22 enrollment adjustment, being deemed of immediate  
23 importance, takes effect upon enactment."

24 3. By renumbering, relettering, and redesignating  
25 as necessary.

By BILL FINK

S-3289 FILED APRIL 6, 1999

ADOPTED

(P. 958)

## SENATE FILE 464

S-3274

1 Amend Senate File 464 as follows:

2 1. Page 24, by inserting after line 23 the  
3 following:

4 "Sec. 301. Section 257.11, Code 1999, is amended  
5 by striking the section and inserting in lieu thereof  
6 the following:

7 257.11 SUPPLEMENTARY WEIGHTING.

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

13 2. DISTRICT TO DISTRICT SHARING.

14 a. In order to provide additional funds for school  
15 districts which send their resident pupils to another  
16 school district, which jointly employ and share the  
17 services of teachers under section 280.15, or which  
18 use the services of a teacher employed by another  
19 school district, a supplementary weighting plan for  
20 determining enrollment is adopted.

21 b. If the school budget review committee certifies  
22 to the department of management that the shared  
23 classes or teachers would otherwise not be implemented  
24 without the assignment of additional weighting, pupils  
25 attending classes in another school district,  
26 attending classes taught by a teacher who is employed  
27 jointly under section 280.15, or attending classes  
28 taught by a teacher who is employed by another school  
29 district, are assigned a weighting, in addition to the  
30 weighting assigned in subsection 1, of forty-eight  
31 hundredths of the percentage of the pupil's school day  
32 during which the pupil attends classes in another  
33 district, attends classes taught by a teacher who is  
34 jointly employed under section 280.15, or attends  
35 classes taught by a teacher who is employed by another  
36 school district.

37 3. DISTRICT TO COMMUNITY COLLEGE SHARING.

38 a. In order to provide additional funds for school  
39 districts which send their resident pupils to a  
40 community college for classes, a supplementary  
41 weighting plan for determining enrollment is adopted.

42 b. If the school budget review committee certifies  
43 to the department of management that the class would  
44 not otherwise be implemented without the assignment of  
45 additional weighting, pupils attending a community  
46 college-offered class or attending a class taught by a  
47 community college-employed teacher are assigned a  
48 weighting, in addition to the weighting assigned in  
49 subsection 1, of forty-eight hundredths of the  
50 percentage of the pupil's school day during which the

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1 pupil attends class in the community college or  
2 attends a class taught by a community college-employed  
3 teacher. The following requirements shall be met for  
4 the purposes of assigning an additional weighting for  
5 classes offered through a sharing agreement between a  
6 school district and community college. The class must  
7 be:

8 (1) Supplementing high school classes and not  
9 supplanting a class that was offered in the preceding  
10 year or the second preceding year.

11 (2) Included in the community college catalog or  
12 other official college literature describing class  
13 offerings.

14 (3) Open to all registered community college  
15 students, not just high school students.

16 (4) For college credit and the credit must apply  
17 toward an associate of arts or associate of science  
18 degree, or toward an associate of applied arts or  
19 associate of applied science degree, or toward  
20 completion of a diploma program.

21 (5) Taught by a teacher meeting requirements for  
22 providing instruction at the community college level.

23 (6) Taught utilizing the class syllabus approved  
24 by the community college.

25 (7) Of the same quality as a class offered on a  
26 community college campus.

27 4. ALTERNATIVE HIGH SCHOOL PROGRAM. Pupils  
28 attending a shared alternative high school program in  
29 another school district, or attending an alternative  
30 high school program offered by a community college,  
31 are assigned a weighting, in addition to the weighting  
32 assigned in subsection 1, of forty-eight hundredths of  
33 the percentage of the pupil's school day during which  
34 the pupil is attending the alternative high school  
35 program.

36 5. SHARED CLASSES DELIVERED OVER THE IOWA  
37 COMMUNICATIONS NETWORK. A pupil attending a class in  
38 which students from one or more other school districts  
39 are enrolled and which is taught via the Iowa  
40 communications network is not deemed to be attending a  
41 class in another school district or in a community  
42 college for the purposes of this section and the  
43 school district is not eligible for supplementary  
44 weighting for that class under this section.

45 6. PUPILS INELIGIBLE. A pupil eligible for the  
46 weighting plan provided in section 256B.9 is not  
47 eligible for supplementary weighting pursuant to this  
48 section."

49 2. Page 31, by inserting after line 4 the  
50 following:

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1 "Sec. 302. Section 257.12, Code 1999, is  
 2 repealed."  
 3 3. Page 31, by inserting after line 18 the  
 4 following:  
 5 "\_\_\_\_. Sections 301 and 302 of this Act, relating  
 6 to supplementary weighting, being deemed of immediate  
 7 importance, take effect upon enactment."

By ROBERT E. DVORSKY  
 BILL FINK

(p. 959)

S-3274 FILED APRIL 6, 1999  
 RULED OUT OF ORDER

SENATE FILE 464

S-3275

1 Amend Senate File 464 as follows:  
 2 1. Page 7, line 20, by inserting after the word  
 3 "division" the following: "of libraries and  
 4 information services".  
 5 2. By striking page 8, line 31 through page 9,  
 6 line 1 and inserting the following:  
 7 "The division of libraries and information services  
 8 shall submit a list of current regional library  
 9 employees and their salaries to the department of  
 10 management by August 1, 1999. The list shall be used  
 11 by the department for purposes of calculating the  
 12 annual salary increase need, based on the salary  
 13 increases negotiated by the American federation of  
 14 state, county, and municipal employees. The amount  
 15 calculated by the department for salary need shall be  
 16 included in the regional library budget request  
 17 submitted to the governor for the fiscal year  
 18 beginning July 1, 2000, and ending June 30, 2001."  
 19 3. Page 12, line 9, by inserting after the word  
 20 "graduates" the following: "at no charge to the  
 21 graduates".  
 22 4. Page 24, by inserting after line 23 the  
 23 following:  
 24 "Sec. \_\_\_\_ . NEW SECTION. 256.67A INSURANCE  
 25 ELIGIBILITY.  
 26 Personnel employed by a regional library shall be  
 27 considered state employees for purposes of eligibility  
 28 for receiving employee health and dental insurance as  
 29 provided to state employees by the department of  
 30 personnel. If a regional library elects to  
 31 participate in a state employee health and dental  
 32 insurance program, the regional library shall continue  
 33 to pay the costs of employee participation in a  
 34 program from funds appropriated for purposes of the  
 35 regional libraries by the general assembly."  
 36 5. By renumbering as necessary.

By KITTY REHBERG

S-3275 FILED APRIL 6, 1999  
 ADOPTED

(p. 957)



1 COLLEGE STUDENT AID COMMISSION

2 Section 1. There is appropriated from the general fund of  
3 the state to the college student aid commission for the fiscal  
4 year beginning July 1, 1999, and ending June 30, 2000, the  
5 following amounts, or so much thereof as may be necessary, to  
6 be used for the purposes designated:

7 1. GENERAL ADMINISTRATION

8 For salaries, support, maintenance, miscellaneous purposes,  
9 and for not more than the following full-time equivalent  
10 positions:

11 ..... \$ 331,727  
12 ..... FTEs 5.40

13 2. UNIVERSITY OF OSTEOPATHIC MEDICINE AND HEALTH SCIENCES

14 a. For forgivable loans to Iowa students attending the  
15 university of osteopathic medicine and health sciences under  
16 the forgivable loan program pursuant to section 261.19:

17 ..... \$ 379,260

18 b. For the university of osteopathic medicine and health  
19 sciences for an initiative in primary health care to direct  
20 primary care physicians to shortage areas in the state:

21 ..... \$ 395,000

22 3. STUDENT AID PROGRAMS

23 For payments to students for the Iowa grant program:

24 ..... \$ 1,161,850

25 4. NATIONAL GUARD TUITION AID PROGRAM

26 For purposes of providing national guard tuition aid under  
27 the program established in section 261.21:

28 ..... \$ 833,900

29 5. CHIROPRACTIC GRADUATE STUDENT FORGIVABLE LOAN PROGRAM

30 For purposes of providing forgivable loans under the  
31 program established in section 261.71:

32 ..... \$ 71,400

33 6. TEACHER SHORTAGE FORGIVABLE LOAN PROGRAM

34 For the teacher shortage forgivable loan program  
35 established in section 261.111:

1 ..... \$ 250,000

2 Sec. 2. There is appropriated from the loan reserve  
3 account to the college student aid commission for the fiscal  
4 year beginning July 1, 1999, and ending June 30, 2000, the  
5 following amount, or so much thereof as may be necessary, to  
6 be used for the purposes designated:

7 For operating costs of the Stafford loan program including  
8 salaries, support, maintenance, miscellaneous purposes, and  
9 for not more than the following full-time equivalent  
10 positions:

11 ..... \$ 5,226,983  
12 ..... FTES 33.61

13 Sec. 3. The department of revenue and finance shall  
14 deposit interest earned on the Pub. L. No. 105-33 recall  
15 account within the office of the treasurer of state during the  
16 fiscal year ending June 30, 1999, in the fund 61 default  
17 reduction account. Moneys in the fund 61 default reduction  
18 account are appropriated to the college student aid commission  
19 for the fiscal year beginning July 1, 1999, and ending June  
20 30, 2000, for purposes of issuing emergency loans to assist  
21 needy students in avoiding default on a guaranteed or parental  
22 loan made under chapter 261.

23 Sec. 4. REMAINING NATIONAL GUARD TUITION AID PROGRAM  
24 BALANCE. Notwithstanding section 8.33, the unencumbered or  
25 unobligated moneys remaining at the end of the fiscal year  
26 ending June 30, 1999, from the appropriations made in 1998  
27 Iowa Acts, chapter 1215, section 1, subsection 4, shall not  
28 revert but shall be available for expenditure during the  
29 subsequent fiscal year for the purposes of the national guard  
30 tuition aid program.

31 Sec. 5. REMAINING INDUSTRIAL TECHNOLOGY FORGIVABLE LOAN  
32 PROGRAM BALANCE. Notwithstanding section 8.33 or section  
33 261.25, subsection 4, Code 1999, or any other provision to the  
34 contrary, unencumbered or unobligated funds remaining on June  
35 30, 1999, for purposes of the industrial technology forgivable

1 loan program established in section 261.111, shall be  
2 available to the college student aid commission for  
3 expenditure for the fiscal year beginning July 1, 1999, and  
4 for succeeding fiscal years for the purposes of the teacher  
5 shortage forgivable loan program established in section  
6 261.111.

7 DEPARTMENT OF CULTURAL AFFAIRS

8 Sec. 6. There is appropriated from the general fund of the  
9 state to the department of cultural affairs for the fiscal  
10 year beginning July 1, 1999, and ending June 30, 2000, the  
11 following amounts, or so much thereof as is necessary, to be  
12 used for the purposes designated:

13 1. ARTS DIVISION

14 For salaries, support, maintenance, miscellaneous purposes,  
15 including funds to match federal grants and for not more than  
16 the following full-time equivalent positions:

17 ..... \$ 1,444,795  
18 ..... FTES 10.00

19 2. HISTORICAL DIVISION

20 For salaries, support, maintenance, miscellaneous purposes,  
21 and for not more than the following full-time equivalent  
22 positions:

23 ..... \$ 3,188,307  
24 ..... FTES 65.70

25 3. HISTORIC SITES

26 For salaries, support, maintenance, miscellaneous purposes,  
27 and for not more than the following full-time equivalent  
28 positions:

29 ..... \$ 596,001  
30 ..... FTES 8.00

31 4. ADMINISTRATION

32 For salaries, support, maintenance, miscellaneous purposes,  
33 and for not more than the following full-time equivalent  
34 positions:

35 ..... \$ 236,562

1 ..... FTEs 4.30

2 The department of cultural affairs shall coordinate  
3 activities with the tourism division of the department of  
4 economic development to promote attendance at the state  
5 historical building and at this state's historic sites.

6 5. LOCAL ARTS COMPREHENSIVE EDUCATIONAL STRATEGIES PROGRAM  
7 (LACES)

8 For contracting with the Iowa alliance for arts education  
9 to execute their local arts comprehensive educational  
10 strategies:

11 ..... \$ 75,000

12 6. COMMUNITY CULTURAL GRANTS

13 For planning and programming for the community cultural  
14 grants program established under section 303.3, and for not  
15 more than the following full-time equivalent position:

16 ..... \$ 713,557

17 ..... FTE 0.70

18 DEPARTMENT OF EDUCATION

19 Sec. 7. There is appropriated from the general fund of the  
20 state to the department of education for the fiscal year  
21 beginning July 1, 1999, and ending June 30, 2000, the  
22 following amounts, or so much thereof as may be necessary, to  
23 be used for the purposes designated:

24 1. GENERAL ADMINISTRATION

25 For salaries, support, maintenance, miscellaneous purposes,  
26 and for not more than the following full-time equivalent  
27 positions:

28 ..... \$ 5,719,322

29 ..... FTEs 98.45

30 2. VOCATIONAL EDUCATION ADMINISTRATION

31 For salaries, support, maintenance, miscellaneous purposes,  
32 and for not more than the following full-time equivalent  
33 positions:

34 ..... \$ 554,481

35 ..... FTEs 15.60

1 3. BOARD OF EDUCATIONAL EXAMINERS

2 a. For salaries, support, maintenance, miscellaneous  
3 purposes, and for not more than the following full-time  
4 equivalent positions:

5 .....	\$	205,396
6 .....	FTEs	2.00

7 b. For purposes of implementing a multilevel voluntary  
8 para-educator licensing system in accordance with section  
9 272.12:

10 .....	\$	75,000
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11 4. VOCATIONAL REHABILITATION SERVICES DIVISION

12 a. For salaries, support, maintenance, miscellaneous  
13 purposes, and for not more than the following full-time  
14 equivalent positions:

15 .....	\$	4,631,873
16 .....	FTEs	302.25

17 From the funds appropriated in this lettered paragraph, up  
18 to \$2,000,000 shall be used to provide services to persons  
19 without regard to an order of selection. The division shall  
20 seek additional local matching funds in an amount sufficient  
21 to avoid any loss of federal funds.

22 The division of vocational rehabilitation services shall  
23 seek a waiver from the federal government to accept  
24 assessments of clients performed by area education agencies or  
25 any other governmental subdivision. The division shall also  
26 seek additional federal waivers to improve and increase the  
27 availability of supported employment services to Iowans.

28 The division of vocational rehabilitation services shall  
29 seek funds other than federal funds, which may include but are  
30 not limited to local funds from local provider entities,  
31 community colleges, area education agencies, and local  
32 education agencies, for purposes of matching federal  
33 vocational rehabilitation funds. The funds collected by the  
34 division may exceed the amount needed to match available  
35 federal vocational rehabilitation funds in an effort to

1 qualify for additional federal funds when such funds become  
2 available.

3 Except where prohibited under federal law, the division of  
4 vocational rehabilitation services of the department of  
5 education shall accept client assessments, or assessments of  
6 potential clients, performed by other agencies in order to  
7 reduce duplication of effort.

8 Notwithstanding the full-time equivalent position limit  
9 established in this lettered paragraph, for the fiscal year  
10 ending June 30, 2000, if federal funding is received to pay  
11 the costs of additional employees for the vocational  
12 rehabilitation services division who would have duties  
13 relating to vocational rehabilitation services paid for  
14 through federal funding, authorization to hire not more than  
15 4.00 additional full-time equivalent employees shall be  
16 provided, the full-time equivalent position limit shall be  
17 exceeded, and the additional employees shall be hired by the  
18 division.

19 The division of vocational rehabilitation services shall  
20 enter into a chapter 28E agreement with the creative  
21 employment options program at the state university of Iowa, or  
22 take whatever other action is necessary, to enable the  
23 division to count as a local match the state funds  
24 appropriated to the university for purposes of the creative  
25 employment options program.

26 b. For matching funds for programs to enable persons with  
27 severe physical or mental disabilities to function more  
28 independently, including salaries and support, and for not  
29 more than the following full-time equivalent positions:

30 .....	\$	76,067
31 .....	FTEs	1.50

32 The highest priority use for the moneys appropriated under  
33 this lettered paragraph shall be for programs that emphasize  
34 employment and assist persons with severe physical or mental  
35 disabilities to find and maintain employment to enable them to

1 function more independently.

2 5. STATE LIBRARY

3 a. For salaries, support, maintenance, miscellaneous  
4 purposes, and for not more than the following full-time  
5 equivalent positions:

6 ..... \$ 3,153,168  
7 ..... FTEs 21.00

8 Reimbursement of the institutions of higher learning under  
9 the state board of regents for participation in the access  
10 plus program during the fiscal year beginning July 1, 1999,  
11 and ending June 30, 2000, shall not exceed the total amount of  
12 reimbursement paid to the regents institutions of higher  
13 learning for participation in the access plus program during  
14 the fiscal year beginning July 1, 1998, and ending June 30,  
15 1999.

16 b. For a one-year enrich Iowa pilot program:

17 ..... \$ 800,000

18 (1) Funds allocated for purposes of the enrich Iowa pilot  
19 program as provided in this lettered paragraph shall be  
20 distributed by the division of libraries and information  
21 services to eligible public libraries that are in compliance  
22 with performance measures adopted by rule by the commission.  
23 The amount distributed to each eligible public library shall  
24 be based upon the following:

25 (a) The level of compliance by the eligible public library  
26 with the performance measures adopted by the commission as  
27 provided in this subsection.

28 (b) The number of people residing within an eligible  
29 library's geographic service area for whom the library  
30 provides services.

31 (c) The amount of other funding the eligible public  
32 library received in the previous fiscal year for providing  
33 services to rural residents and to contracting communities.

34 (2) Moneys received by a public library under this  
35 lettered paragraph shall supplement, not supplant, any other

1 funding received by the library.

2 (3) For purposes of this section, "eligible public  
3 library" means a public library that meets at least all of the  
4 following requirements:

5 (a) Submits to the division all of the following:

6 (i) The report provided for under section 256.51,  
7 subsection 1, paragraph "h".

8 (ii) An application and accreditation report, in a format  
9 approved by the commission, that provides evidence of the  
10 library's compliance with at least one level of the standards  
11 established in accordance with section 256.51, subsection 1,  
12 paragraph "k".

13 (iii) Any other application or report the division deems  
14 necessary for the implementation of the enrich Iowa program.

15 (b) Participates in the library resource and information  
16 sharing programs established by the state library.

17 (c) Is a public library established by city ordinance or a  
18 county library as provided in chapter 336.

19 (4) Each eligible public library shall maintain a separate  
20 listing within its budget for payments received and  
21 expenditures made pursuant to this section, and shall annually  
22 submit this listing to the division.

23 (5) By January 15, 2000, the division shall submit a  
24 program evaluation report to the general assembly and the  
25 governor detailing the uses and the impacts of funds allocated  
26 under this lettered paragraph. It is the intent of the  
27 general assembly to address the continuation of the enrich  
28 Iowa pilot program during the 2000 legislative session.

29 6. REGIONAL LIBRARY

30 For state aid:

31 ..... \$ 1,737,000

32 The division of libraries and information services shall  
33 submit a list of current regional library employees and their  
34 salaries to the department of management by August 1, 1999.

35 The list shall be used by the department for purposes of

1 calculating the annual salary increase need, based on the  
2 salary increases negotiated by the American federation of  
3 state, county, and municipal employees. The amount calculated  
4 by the department for salary need shall be included in the  
5 regional library budget request submitted to the governor for  
6 the fiscal year beginning July 1, 2000, and ending June 30,  
7 2001.

8 7. PUBLIC BROADCASTING DIVISION

9 For salaries, support, maintenance, capital expenditures,  
10 miscellaneous purposes, and for not more than the following  
11 full-time equivalent positions:

12 ..... \$ 7,707,311  
13 ..... FTES 107.40

14 8. VOCATIONAL EDUCATION TO SECONDARY SCHOOLS

15 For reimbursement for vocational education expenditures  
16 made by secondary schools:

17 ..... \$ 3,308,850

18 Funds appropriated in this subsection shall be used for  
19 expenditures made by school districts to meet the standards  
20 set in sections 256.11, 258.4, and 260C.14 as a result of the  
21 enactment of 1989 Iowa Acts, chapter 278. Funds shall be used  
22 as reimbursement for vocational education expenditures made by  
23 secondary schools in the manner provided by the department of  
24 education for implementation of the standards set in 1989 Iowa  
25 Acts, chapter 278.

26 9. SCHOOL FOOD SERVICE

27 For use as state matching funds for federal programs that  
28 shall be disbursed according to federal regulations, including  
29 salaries, support, maintenance, miscellaneous purposes, and  
30 for not more than the following full-time equivalent  
31 positions:

32 ..... \$ 2,716,859  
33 ..... FTES 14.00

34 10. IOWA EMPOWERMENT FUND

35 For deposit in the Iowa empowerment fund created in section

1 7I.8:

2 ..... \$ 10,400,000

3 11. VOCATIONAL AGRICULTURE YOUTH ORGANIZATION

4 To assist a vocational agriculture youth organization  
5 sponsored by the schools to support the foundation established  
6 by that vocational agriculture youth organization and for  
7 other youth activities:

8 ..... \$ 107,900

9 12. COMMUNITY COLLEGES

10 For general state financial aid, including general  
11 financial aid to merged areas in lieu of personal property tax  
12 replacement payments, to merged areas as defined in section  
13 260C.2, for vocational education programs in accordance with  
14 chapters 258 and 260C:

15 ..... \$141,577,403

16 The funds appropriated in this subsection shall be  
17 allocated as follows:

- 18 a. Merged Area I ..... \$ 6,788,405
- 19 b. Merged Area II ..... \$ 7,981,873
- 20 c. Merged Area III ..... \$ 7,452,448
- 21 d. Merged Area IV ..... \$ 3,638,156
- 22 e. Merged Area V ..... \$ 7,598,634
- 23 f. Merged Area VI ..... \$ 7,059,555
- 24 g. Merged Area VII ..... \$ 10,138,631
- 25 h. Merged Area IX ..... \$ 12,444,971
- 26 i. Merged Area X ..... \$ 19,480,613
- 27 j. Merged Area XI ..... \$ 20,720,212
- 28 k. Merged Area XII ..... \$ 8,173,625
- 29 l. Merged Area XIII ..... \$ 8,395,697
- 30 m. Merged Area XIV ..... \$ 3,684,420
- 31 n. Merged Area XV ..... \$ 11,561,901
- 32 o. Merged Area XVI ..... \$ 6,458,262

33 Sec. 8. DISTRIBUTION OF FUNDS APPROPRIATED. For the  
34 fiscal year beginning July 1, 1999, and ending June 30, 2000,  
35 moneys appropriated by the general assembly from the general

1 fund to the department of education for community colleges for  
2 a fiscal year shall be allocated to each community college by  
3 the department of education in the following manner:

4 1. BASE FUNDING. The base funding for a fiscal year shall  
5 be equal to the amount each community college received as an  
6 allocation from appropriations made from the general fund of  
7 the state in the most recent fiscal year.

8 2. DISTRIBUTION FOR INFLATION. First priority shall be to  
9 give each college an increase based upon inflation. The  
10 inflation increase shall be not less than 2 percent. However,  
11 the inflation increase shall be equal to the national  
12 inflation rate, if it exceeds 2 percent, if the amount of  
13 state aid appropriated is equal to or greater than the  
14 national inflation rate.

15 3. DISTRIBUTION BASED ON PROPORTIONAL SHARE OF ENROLLMENT.  
16 The balance of the growth in state aid appropriations, once  
17 the inflation increase has been satisfied, shall be  
18 distributed based on each college's proportional share of  
19 enrollment. However, a minimum of one percent of the total  
20 growth shall be distributed in this manner.

21 4. If the total appropriation made by the general assembly  
22 is less than 2 percent growth, the entire increase shall be  
23 distributed as inflation.

24 Sec. 9. ENROLLMENT ADJUSTMENT. For the school budget year  
25 beginning July 1, 1999, a school district participating in an  
26 alternative high school program offered by a community  
27 college, which undercounted its weighted enrollment  
28 attributable to participation in the alternative high school  
29 program by 55 or more students when determining enrollment  
30 pursuant to section 257.6 on September 18, 1998, shall be  
31 authorized to adjust the enrollment count to reflect the  
32 revised weighted enrollment count in a report which shall be  
33 submitted to the department within 30 days after the effective  
34 date of this section. The department shall forward the report  
35 to the department of management, which shall adjust the budget

1 enrollment for the school district accordingly.

2 Sec. 10. BOARD OF EDUCATIONAL EXAMINERS LICENSING FEES.

3 Notwithstanding section 272.10, up to 85 percent of any funds  
4 received annually resulting from an increase in fees approved  
5 and implemented for licensing by the state board of  
6 educational examiners after July 1, 1997, shall be available  
7 for the fiscal year beginning July 1, 1999, to the state board  
8 for purposes related to the state board's duties, including,  
9 but not limited to, additional full-time equivalent positions.  
10 The director of revenue and finance shall draw warrants upon  
11 the treasurer of state from the funds appropriated as provided  
12 in this section and shall make the funds resulting from the  
13 increase in fees available during the fiscal year to the state  
14 board on a monthly basis.

15 Sec. 11. FISCAL YEAR 1999-2000 EXTENDED SCHOOL YEAR GRANT  
16 MONEYS -- DISTRIBUTION.

17 1. Notwithstanding section 8.33 and section 256.22,  
18 subsection 4, from the funds appropriated in 1998 Iowa Acts,  
19 chapter 1216, section 1, subsection 1, to the department of  
20 education for extended school year grants, which remain  
21 unencumbered or unobligated on June 30, 1999, the sum of  
22 \$350,000 shall not revert to the general fund of the state and  
23 shall not be available for expenditure for the following  
24 fiscal year for purposes of extended school year grants, but  
25 shall be reallocated by the department as follows:

26 a. The sum of \$200,000 to the board of educational  
27 examiners for a one-year pilot program study to assess the  
28 performance of teacher education graduates at no charge to the  
29 graduates. The department of education, the board of  
30 educational examiners, and the college student aid commission  
31 shall determine the number of students that will be tested at  
32 each postsecondary institution that provides an approved  
33 practitioner preparation program in a manner that will result  
34 in a reliable statistical sampling. It is the intent of the  
35 general assembly that if the board recommends statewide

1 implementation of the assessment prior to initial licensure,  
2 the costs of an assessment shall be paid by the teacher  
3 education graduate applying for initial licensure.

4 b. The sum of \$100,000 to the division of libraries and  
5 information services for promotion of the next decennial  
6 federal census.

7 c. The sum of \$50,000 to the department of education for  
8 distribution to the reading recovery center.

9 Sec. 12. COMMUNITY COLLEGE GOVERNANCE TASK FORCE. The  
10 legislative council is requested to establish an interim task  
11 force consisting of members of both political parties from  
12 both houses of the general assembly, the office of the  
13 governor, the boards of directors of the community colleges,  
14 the Iowa association of community college presidents, and the  
15 division of community colleges and workforce preparation of  
16 the department of education, to identify and study options for  
17 restructuring the community college governance system. The  
18 goal of the task force shall be to determine a plan for a  
19 community college governance structure that causes community  
20 colleges to operate more cooperatively, effectively, and  
21 efficiently as a state system, while recognizing the strong  
22 local character of community colleges. The task force shall  
23 review the current community college governance system;  
24 ongoing collaborative efforts among the community colleges;  
25 the relationships between the community colleges and local  
26 school districts, accredited nonpublic schools, other  
27 accredited postsecondary institutions in Iowa, and the  
28 department of education; and changes necessary to enhance the  
29 accountability of community colleges. The task force shall  
30 submit its findings and recommendations for a plan for a  
31 restructuring of the community college governance system that  
32 achieves the goals set forth in this section in a report to  
33 the chairpersons and ranking members of the senate and house  
34 standing committees on education and the joint appropriations  
35 subcommittee on education by December 1, 1999.

1 STATE BOARD OF REGENTS

2 Sec. 13. There is appropriated from the general fund of  
3 the state to the state board of regents for the fiscal year  
4 beginning July 1, 1999, and ending June 30, 2000, the  
5 following amounts, or so much thereof as may be necessary, to  
6 be used for the purposes designated:

7 1. OFFICE OF STATE BOARD OF REGENTS

8 a. For salaries, support, maintenance, miscellaneous  
9 purposes, and for not more than the following full-time  
10 equivalent positions:

11 .....	\$	1,210,518
12 .....	FTEs	15.63

13 The state board of regents, the department of management,  
14 and the legislative fiscal bureau shall cooperate to determine  
15 and agree upon, by November 15, 1999, the amount that needs to  
16 be appropriated for tuition replacement for the fiscal year  
17 beginning July 1, 2000.

18 The state board of regents shall submit a monthly financial  
19 report in a format agreed upon by the state board of regents  
20 office and the legislative fiscal bureau.

21 b. For allocation by the state board of regents to the  
22 state university of Iowa, the Iowa state university of science  
23 and technology, and the university of northern Iowa to  
24 reimburse the institutions for deficiencies in their operating  
25 funds resulting from the pledging of tuitions, student fees  
26 and charges, and institutional income to finance the cost of  
27 providing academic and administrative buildings and facilities  
28 and utility services at the institutions:

29 .....	\$	27,927,851
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30 c. For funds to be allocated to the southwest Iowa  
31 graduate studies center:

32 .....	\$	111,113
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33 d. For funds to be allocated to the siouxland interstate  
34 metropolitan planning council for the tristate graduate center  
35 under section 262.9, subsection 21:

1 ..... \$ 81,716

2 e. For funds to be allocated to the quad-cities graduate  
3 studies center:

4 ..... \$ 167,086

5 2. STATE UNIVERSITY OF IOWA

6 a. General university, including lakeside laboratory

7 For salaries, support, maintenance, equipment,  
8 miscellaneous purposes, and for not more than the following  
9 full-time equivalent positions:

10 ..... \$237,594,141

11 ..... FTEs 4,048.62

12 b. University hospitals

13 For salaries, support, maintenance, equipment, and  
14 miscellaneous purposes and for medical and surgical treatment  
15 of indigent patients as provided in chapter 255, for medical  
16 education, and for not more than the following full-time  
17 equivalent positions:

18 ..... \$ 31,812,568

19 ..... FTEs 5,511.67

20 The university of Iowa hospitals and clinics shall submit  
21 quarterly a report regarding the portion of the appropriation  
22 in this lettered paragraph expended on medical education. The  
23 report shall be submitted in a format jointly developed by the  
24 university of Iowa hospitals and clinics, the legislative  
25 fiscal bureau, and the department of management, and shall  
26 delineate the expenditures and purposes of the funds.

27 Funds appropriated in this lettered paragraph shall not be  
28 used to perform abortions except medically necessary  
29 abortions, and shall not be used to operate the early  
30 termination of pregnancy clinic except for the performance of  
31 medically necessary abortions. For the purpose of this  
32 lettered paragraph, an abortion is the purposeful interruption  
33 of pregnancy with the intention other than to produce a live-  
34 born infant or to remove a dead fetus, and a medically  
35 necessary abortion is one performed under one of the following

1 conditions:

2 (1) The attending physician certifies that continuing the  
3 pregnancy would endanger the life of the pregnant woman.

4 (2) The attending physician certifies that the fetus is  
5 physically deformed, mentally deficient, or afflicted with a  
6 congenital illness.

7 (3) The pregnancy is the result of a rape which is  
8 reported within 45 days of the incident to a law enforcement  
9 agency or public or private health agency which may include a  
10 family physician.

11 (4) The pregnancy is the result of incest which is  
12 reported within 150 days of the incident to a law enforcement  
13 agency or public or private health agency which may include a  
14 family physician.

15 (5) The abortion is a spontaneous abortion, commonly known  
16 as a miscarriage, wherein not all of the products of  
17 conception are expelled.

18 The total quota allocated to the counties for indigent  
19 patients for the fiscal year beginning July 1, 1999, shall not  
20 be lower than the total quota allocated to the counties for  
21 the fiscal year commencing July 1, 1998. The total quota  
22 shall be allocated among the counties on the basis of the 1990  
23 census pursuant to section 255.16.

24 c. Psychiatric hospital

25 For salaries, support, maintenance, equipment,  
26 miscellaneous purposes, for the care, treatment, and  
27 maintenance of committed and voluntary public patients, and  
28 for not more than the following full-time equivalent  
29 positions:

30 .....	\$	7,968,070
31 .....	FTEs	292.18

32 d. Hospital-school

33 For salaries, support, maintenance, miscellaneous purposes,  
34 and for not more than the following full-time equivalent  
35 positions:

1 ..... \$ 6,991,199  
2 ..... FTEs 161.56

3 From the funds appropriated in this lettered paragraph,  
4 \$200,000 shall be allocated for purposes of the creative  
5 employment options program.

6 e. Oakdale campus

7 For salaries, support, maintenance, miscellaneous purposes,  
8 and for not more than the following full-time equivalent  
9 positions:

10 ..... \$ 3,100,866  
11 ..... FTEs 60.58

12 f. State hygienic laboratory

13 For salaries, support, maintenance, miscellaneous purposes,  
14 and for not more than the following full-time equivalent  
15 positions:

16 ..... \$ 3,870,920  
17 ..... FTEs 102.49

18 g. Family practice program

19 For allocation by the dean of the college of medicine, with  
20 approval of the advisory board, to qualified participants, to  
21 carry out chapter 148D for the family practice program,  
22 including salaries and support, and for not more than the  
23 following full-time equivalent positions:

24 ..... \$ 2,312,290  
25 ..... FTEs 192.40

26 h. Child health care services

27 For specialized child health care services, including  
28 childhood cancer diagnostic and treatment network programs,  
29 rural comprehensive care for hemophilia patients, and the Iowa  
30 high-risk infant follow-up program, including salaries and  
31 support, and for not more than the following full-time  
32 equivalent positions:

33 ..... \$ 601,434  
34 ..... FTEs 9.36

35 i. Agricultural health and safety programs

1 For agricultural health and safety programs, and for not  
2 more than the following full-time equivalent positions:

3 ..... \$ 272,634  
4 ..... FTEs 3.48

5 j. Statewide cancer registry

6 For the statewide cancer registry, and for not more than  
7 the following full-time equivalent positions:

8 ..... \$ 209,730  
9 ..... FTEs 3.07

10 k. Substance abuse consortium

11 For funds to be allocated to the Iowa consortium for  
12 substance abuse research and evaluation, and for not more than  
13 the following full-time equivalent positions:

14 ..... \$ 72,028  
15 ..... FTEs 1.15

16 l. Center for biocatalysis

17 For the center for biocatalysis, and for not more than the  
18 following full-time equivalent positions:

19 ..... \$ 1,058,058  
20 ..... FTEs 10.40

21 m. National advanced driving simulator

22 For the national advanced driving simulator, and for not  
23 more than the following full-time equivalent positions:

24 ..... \$ 284,951  
25 ..... FTEs 3.58

26 n. Primary health care initiative

27 For the primary health care initiative in the college of  
28 medicine and for not more than the following full-time  
29 equivalent positions:

30 ..... \$ 865,623  
31 ..... FTEs 11.00

32 From the funds appropriated in this lettered paragraph,  
33 \$330,000 shall be allocated to the department of family  
34 practice at the state university of Iowa college of medicine  
35 for family practice faculty and support staff.

1 o. Birth defects registry

2 For the birth defects registry and for not more than the  
3 following full-time equivalent position:

4 ..... \$ 50,000  
5 ..... FTEs 0.90

6 p. School of public health and public health initiative

7 For purposes of establishing an accredited school of public  
8 health and to fund an initiative for the health and  
9 independence of elderly Iowans, and for not more than the  
10 following full-time equivalent positions:

11 ..... \$ 1,050,000  
12 ..... FTEs 16.00

13 3. IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY

14 a. General university

15 For salaries, support, maintenance, equipment,  
16 miscellaneous purposes, and for not more than the following  
17 full-time equivalent positions:

18 ..... \$186,198,896  
19 ..... FTEs 3,598.44

20 From the funds appropriated in this lettered paragraph,  
21 \$40,000 shall be allocated for purposes of the institute for  
22 public leadership.

23 b. Agricultural experiment station

24 For salaries, support, maintenance, miscellaneous purposes,  
25 and for not more than the following full-time equivalent  
26 positions:

27 ..... \$ 34,982,675  
28 ..... FTEs 546.98

29 c. Cooperative extension service in agriculture and home  
30 economics

31 For salaries, support, maintenance, miscellaneous purposes,  
32 including salaries and support for the fire service institute,  
33 and for not more than the following full-time equivalent  
34 positions:

35 ..... \$ 22,706,446

1 ..... FTEs 445.80

2 From the funds appropriated in this lettered paragraph,  
 3 \$150,000 shall be used for the food, fiber, and environmental  
 4 science program, and \$1,066,000 shall be used for the value-  
 5 added agricultural projects as part of the extension 21  
 6 program.

7 d. Leopold center

8 For agricultural research grants at Iowa state university  
 9 under section 266.39B, and for not more than the following  
 10 full-time equivalent positions:

11 ..... \$ 574,983  
 12 ..... FTEs 11.25

13 e. Livestock disease research

14 For deposit in and the use of the livestock disease  
 15 research fund under section 267.8, and for not more than the  
 16 following full-time equivalent positions:

17 ..... \$ 277,573  
 18 ..... FTEs 3.17

19 f. Center for excellence in fundamental plant science

20 For salaries, support, maintenance, equipment,  
 21 miscellaneous purposes, and for not more than the following  
 22 full-time equivalent positions:

23 ..... \$ 2,200,000  
 24 ..... FTEs 17.96

25 4. UNIVERSITY OF NORTHERN IOWA

26 a. General university

27 For salaries, support, maintenance, equipment,  
 28 miscellaneous purposes, and for not more than the following  
 29 full-time equivalent positions:

30 ..... \$ 83,422,982  
 31 ..... FTEs 1,402.86

32 b. Recycling and reuse center

33 For purposes of the recycling and reuse center, and for not  
 34 more than the following full-time equivalent positions:

35 ..... \$ 244,025

1 ..... FTEs 1.50  
2 c. Masters in social work  
3 For implementation of a masters in social work program and  
4 for not more than the following full-time equivalent  
5 positions:  
6 ..... \$ 300,000  
7 ..... FTEs 4.00  
8 5. STATE SCHOOL FOR THE DEAF  
9 For salaries, support, maintenance, miscellaneous purposes,  
10 and for not more than the following full-time equivalent  
11 positions:  
12 ..... \$ 7,737,161  
13 ..... FTEs 126.60  
14 6. IOWA BRAILLE AND SIGHT SAVING SCHOOL  
15 For salaries, support, maintenance, miscellaneous purposes,  
16 and for not more than the following full-time equivalent  
17 positions:  
18 ..... \$ 4,303,242  
19 ..... FTEs 91.05  
20 7. TUITION AND TRANSPORTATION COSTS  
21 For payment to local school boards for the tuition and  
22 transportation costs of students residing in the Iowa braille  
23 and sight saving school and the state school for the deaf  
24 pursuant to section 262.43 and for payment of certain clothing  
25 and transportation costs for students at these schools  
26 pursuant to section 270.5:  
27 ..... \$ 16,941  
28 Sec. 14. MEDICAL ASSISTANCE -- SUPPLEMENTAL AMOUNTS. For  
29 the fiscal year beginning July 1, 1999, and ending June 30,  
30 2000, the department of human services shall continue the  
31 supplemental disproportionate share and a supplemental  
32 indirect medical education adjustment applicable to state-  
33 owned acute care hospitals with more than 500 beds and shall  
34 reimburse qualifying hospitals pursuant to that adjustment  
35 with a supplemental amount for services provided medical

1 assistance recipients. The adjustment shall generate  
2 supplemental payments intended to equal the state  
3 appropriation made to a qualifying hospital for treatment of  
4 indigent patients as provided in chapter 255. To the extent  
5 of the supplemental payments, a qualifying hospital shall,  
6 after receipt of the funds, transfer to the department of  
7 human services an amount equal to the actual supplemental  
8 payments that were made in that month. The aggregate amounts  
9 for the fiscal year shall not exceed the state appropriation  
10 made to the qualifying hospital for treatment of indigent  
11 patients as provided in chapter 255. The department of human  
12 services shall deposit the portion of these funds equal to the  
13 state share in the department's medical assistance account and  
14 the balance shall be credited to the general fund of the  
15 state. To the extent that state funds appropriated to a  
16 qualifying hospital for the treatment of indigent patients as  
17 provided in chapter 255 have been transferred to the  
18 department of human services as a result of these supplemental  
19 payments made to the qualifying hospital, the department shall  
20 not, directly or indirectly, recoup the supplemental payments  
21 made to a qualifying hospital for any reason, unless an  
22 equivalent amount of the funds transferred to the department  
23 of human services by a qualifying hospital pursuant to this  
24 provision is transferred to the qualifying hospital by the  
25 department.

26 If the state supplemental amount allotted to the state of  
27 Iowa for the federal fiscal year beginning October 1, 1999,  
28 and ending September 30, 2000, pursuant to section 1923(f)(3)  
29 of the federal Social Security Act, as amended, or pursuant to  
30 federal payments for indirect medical education is greater  
31 than the amount necessary to fund the federal share of the  
32 supplemental payments specified in the preceding paragraph,  
33 the department of human services shall increase the  
34 supplemental disproportionate share or supplemental indirect  
35 medical education adjustment by the lesser of the amount

1 necessary to utilize fully the state supplemental amount or  
2 the amount of state funds appropriated to the state university  
3 of Iowa general education fund and allocated to the university  
4 for the college of medicine. The state university of Iowa  
5 shall transfer from the allocation for the college of medicine  
6 to the department of human services, on a monthly basis, an  
7 amount equal to the additional supplemental payments made  
8 during the previous month pursuant to this paragraph. A  
9 qualifying hospital receiving supplemental payments pursuant  
10 to this paragraph that are greater than the state  
11 appropriation made to the qualifying hospital for treatment of  
12 indigent patients as provided in chapter 255 shall be  
13 obligated as a condition of its participation in the medical  
14 assistance program to transfer to the state university of Iowa  
15 general education fund on a monthly basis an amount equal to  
16 the funds transferred by the state university of Iowa to the  
17 department of human services. To the extent that state funds  
18 appropriated to the state university of Iowa and allocated to  
19 the college of medicine have been transferred to the  
20 department of human services as a result of these supplemental  
21 payments made to the qualifying hospital, the department shall  
22 not, directly or indirectly, recoup these supplemental  
23 payments made to a qualifying hospital for any reason, unless  
24 an equivalent amount of the funds transferred to the  
25 department of human services by the state university of Iowa  
26 pursuant to this paragraph is transferred to the qualifying  
27 hospital by the department.

28 Continuation of the supplemental disproportionate share and  
29 supplemental indirect medical education adjustment shall  
30 preserve the funds available to the university hospital for  
31 medical and surgical treatment of indigent patients as  
32 provided in chapter 255 and to the state university of Iowa  
33 for educational purposes at the same level as provided by the  
34 state funds initially appropriated for that purpose.

35 The department of human services shall, in any compilation

1 of data or other report distributed to the public concerning  
2 payments to providers under the medical assistance program,  
3 set forth reimbursements to a qualifying hospital through the  
4 supplemental disproportionate share and supplemental indirect  
5 medical education adjustment as a separate item and shall not  
6 include such payments in the amounts otherwise reported as the  
7 reimbursement to a qualifying hospital for services to medical  
8 assistance recipients.

9 For purposes of this section, "supplemental payment" means  
10 a supplemental payment amount paid for medical assistance to a  
11 hospital qualifying for that payment under this section.

12 Sec. 15. STATE UNIVERSITY OF IOWA -- DEPARTMENT OF HUMAN  
13 SERVICES. The department of human services shall transfer to  
14 the state university of Iowa for the purposes of the creative  
15 employment options program the same amount of moneys in the  
16 fiscal year beginning July 1, 1999, and ending June 30, 2000,  
17 as was transferred in the fiscal year beginning July 1, 1997,  
18 and ending June 30, 1998.

19 Sec. 16. For the fiscal year beginning July 1, 1999, and  
20 ending June 30, 2000, the state board of regents may use  
21 notes, bonds, or other evidences of indebtedness issued under  
22 section 262.48 to finance projects that will result in energy  
23 cost savings in an amount that will cause the state board to  
24 recover the cost of the projects within an average of six  
25 years.

26 Sec. 17. Notwithstanding section 270.7, the department of  
27 revenue and finance shall pay the state school for the deaf  
28 and the Iowa braille and sight saving school the moneys  
29 collected from the counties during the fiscal year beginning  
30 July 1, 1999, for expenses relating to prescription drug costs  
31 for students attending the state school for the deaf and the  
32 Iowa braille and sight saving school.

33 Sec. 18. Section 256.16, unnumbered paragraph 1, Code  
34 1999, is amended to read as follows:

35 Pursuant to section 256.7, subsection 5, the state board

1 shall adopt rules requiring all higher education institutions  
2 providing practitioner preparation to include in the  
3 professional education program, preparation that contributes  
4 to education of students with disabilities and students who  
5 are gifted and talented, along with preparation in reading  
6 recovery and other reading programs, which must be  
7 successfully completed before graduation from the practitioner  
8 preparation program.

9 Sec. 19. NEW SECTION. 256.67A INSURANCE ELIGIBILITY.

10 Personnel employed by a regional library shall be  
11 considered state employees for purposes of eligibility for  
12 receiving employee health and dental insurance as provided to  
13 state employees by the department of personnel. If a regional  
14 library elects to participate in a state employee health and  
15 dental insurance program, the regional library shall continue  
16 to pay the costs of employee participation in a program from  
17 funds appropriated for purposes of the regional libraries by  
18 the general assembly.

19 Sec. 20. Section 261.2, Code 1999, is amended by adding  
20 the following new subsection:

21 NEW SUBSECTION. 15. Be prohibited from expending interest  
22 moneys earned on accounts of the commission located within the  
23 office of the treasurer of state unless the general assembly  
24 specifically appropriates the interest moneys for use by the  
25 commission. If the general assembly appropriates interest  
26 moneys transferred from the Pub. L. No. 105-33 recall account  
27 within the office of the treasurer of state to the fund 61  
28 default reduction account, the commission shall adopt rules  
29 for the expenditure of the interest moneys for purposes of  
30 issuing emergency loans to assist needy students in avoiding  
31 default on a guaranteed or parental loan made under this  
32 chapter.

33 Sec. 21. Section 261.12, subsection 1, paragraph b, Code  
34 1999, is amended to read as follows:

35 b. For the fiscal year beginning July 1, ~~1998~~ 1999, and

1 for each following fiscal year, three thousand ~~six~~ nine  
2 hundred fifty dollars.

3 Sec. 22. Section 261.17, subsection 4, Code 1999, is  
4 amended to read as follows:

5 4. The amount of a vocational-technical tuition grant  
6 shall not exceed the lesser of six hundred fifty dollars per  
7 year or the amount of the student's established financial  
8 need.

9 Sec. 23. Section 261.25, subsections 1 through 3, Code  
10 1999, are amended to read as follows:

11 1. There is appropriated from the general fund of the  
12 state to the commission for each fiscal year the sum of forty-  
13 four forty-seven million six hundred sixty-four thousand seven  
14 hundred fifty dollars for tuition grants.

15 2. There is appropriated from the general fund of the  
16 state to the commission for each fiscal year the sum of four  
17 hundred seventy-four ninety-eight thousand eight five hundred  
18 forty dollars for scholarships.

19 3. There is appropriated from the general fund of the  
20 state to the commission for each fiscal year the sum of two  
21 million two four hundred forty-four eighty-two thousand one  
22 four hundred ninety-seven dollars for vocational-technical  
23 tuition grants.

24 Sec. 24. Section 261.25, subsection 4, Code 1999, is  
25 amended by striking the subsection.

26 Sec. 25. Section 261.71, subsection 1, paragraph c, is  
27 amended to read as follows:

28 c. The student practices in an area underserved by  
29 licensed chiropractors in the state of Iowa.

30 Sec. 26. Section 261.71, subsection 3, Code 1999, is  
31 amended to read as follows:

32 3. For purposes of this section "graduate student" means a  
33 student who has completed at least ninety semester hours, or  
34 the trimester or quarter equivalent, of postsecondary course  
35 work at a public higher education institution or at an

1 accredited private institution, as defined under section  
2 261.9. The college-student-aid commission shall, in  
3 consultation with the department of public health, the Iowa  
4 chiropractic society, Palmer college of chiropractic, and the  
5 board of chiropractic examiners, annually determine the areas  
6 which are underserved by chiropractors licensed in accordance  
7 with section 147.2. The commission shall adopt rules,  
8 consistent with rules used for students enrolled in higher  
9 education institutions under the control of the state board of  
10 regents, for purposes of determining Iowa residency status of  
11 graduate students under this section. The commission shall  
12 also adopt rules which provide standards, guidelines, and  
13 procedures for the receipt, processing, and administration of  
14 student applications and loans under this section.

15 Sec. 27. Section 261.111, Code 1999, is amended by  
16 striking the section and inserting in lieu thereof the  
17 following:

18 261.111 TEACHER SHORTAGE FORGIVABLE LOAN PROGRAM.

19 1. A teacher shortage forgivable loan program is  
20 established to be administered by the college student aid  
21 commission. An individual is eligible for the forgivable loan  
22 program if the individual is a resident of this state who is  
23 enrolled as a sophomore, junior, senior, or graduate student  
24 in an approved practitioner preparation program in a  
25 designated area in which teacher shortages are anticipated, at  
26 an institution of higher learning under the control of the  
27 state board of regents or an accredited private institution as  
28 defined in section 261.9.

29 2. The director of the department of education shall  
30 annually designate the areas in which teacher shortages are  
31 anticipated. The director shall periodically conduct a survey  
32 of school districts, accredited nonpublic schools, and  
33 approved practitioner preparation programs to determine  
34 current shortage areas and predict future shortage areas.

35 3. Each applicant shall, in accordance with the rules of

1 the commission, do the following:

2 a. Complete and file an application for a teacher shortage  
3 forgivable loan. The individual shall be responsible for the  
4 prompt submission of any information required by the  
5 commission.

6 b. File a new application and submit information as  
7 required by the commission annually on the basis of which the  
8 applicant's eligibility for the renewed forgivable loan will  
9 be evaluated and determined.

10 4. Forgivable loans to eligible students shall not become  
11 due until after the student graduates or leaves school. The  
12 individual's total loan amount, including principal and  
13 interest, shall be reduced by twenty percent for each year in  
14 which the individual remains an Iowa resident and is employed  
15 in Iowa by a school district or an accredited nonpublic school  
16 as a practitioner in the teacher shortage area for which the  
17 loan was approved. If the commission determines that the  
18 person does not meet the criteria for forgiveness of the  
19 principal and interest payments, the commission shall  
20 establish a plan for repayment of the principal and interest  
21 over a ten-year period. If a person required to make the  
22 repayment does not make the required payments, the commission  
23 shall provide for payment collection.

24 5. The amount of a teacher shortage forgivable loan shall  
25 not exceed three thousand dollars annually, or the amount of  
26 the student's established financial need, whichever is less.

27 6. The commission shall prescribe by rule the interest  
28 rate for the forgivable loan.

29 7. A teacher shortage forgivable loan repayment fund is  
30 created for deposit of payments made by forgivable loan  
31 recipients who do not fulfill the conditions of the forgivable  
32 loan program and any other moneys appropriated to or received  
33 by the commission for deposit in the fund. Notwithstanding  
34 section 8.33, moneys deposited in the fund shall not revert to  
35 the general fund of the state at the close of any fiscal year

1 but shall remain in the forgivable loan repayment fund and be  
2 continuously available to make additional loans under the  
3 program. Notwithstanding section 12C.7, subsection 2,  
4 interest or earnings on moneys deposited in the fund shall be  
5 credited to the fund.

6 8. For purposes of this section, unless the context  
7 otherwise requires, "teacher" means the same as defined in  
8 section 272.1.

9 Sec. 28. Section 294A.25, subsections 6, 11, and 12, Code  
10 1999, are amended to read as follows:

11 6. For the fiscal year beginning July 1, ~~1997~~ 1999, and  
12 ending June 30, ~~1998~~ 2000, from phase III moneys the amount of  
13 fifty thousand dollars to the department of education for the  
14 geography alliance.

15 11. For the fiscal year beginning July 1, ~~1998~~ 1999, and  
16 ending June 30, ~~1999~~ 2000, to the department of education from  
17 phase III moneys the amount of one million two hundred fifty  
18 thousand dollars for support for the operations of the new  
19 Iowa schools development corporation and for school  
20 transformation design and implementation projects administered  
21 by the corporation. Of the amount provided in this  
22 subsection, one hundred fifty thousand dollars shall be used  
23 for the school and community planning initiative.

24 12. For the fiscal year beginning July 1, ~~1998~~ 1999, and  
25 ending June 30, 2000, to the department of education from  
26 phase III moneys the amount of one hundred fifty thousand  
27 dollars to the Iowa public broadcasting division for overnight  
28 transmitter feeds.

29 Sec. 29. Section 294A.25, Code 1999, is amended by adding  
30 the following new subsections:

31 NEW SUBSECTION. 13. For the fiscal year beginning July 1,  
32 1999, and ending June 30, 2000, to the department of education  
33 from phase III moneys the amount of one million dollars for  
34 the issuance of national board certification awards in  
35 accordance with section 256.44.

1 NEW SUBSECTION. 14. For the fiscal year beginning July 1,  
2 1999, and ending June 30, 2000, to the department of education  
3 from phase III moneys the amount of fifty thousand dollars for  
4 participation in the national assessment of education  
5 progress.

6 NEW SUBSECTION. 15. For the fiscal year beginning July 1,  
7 1999, and ending June 30, 2000, to the department of education  
8 from phase III moneys the amount of fifty thousand dollars for  
9 the Iowa mathematics and science coalition.

10 Sec. 30. Section 301.30, Code 1999, is amended to read as  
11 follows:

12 301.30 ~~PAYMENT-OF-CLAIMS-FOR~~ NONPUBLIC SCHOOL PUPIL  
13 TEXTBOOK SERVICES -- PAYMENT OF CLAIMS -- APPROPRIATION.

14 1. Boards of directors of school districts shall be  
15 required to provide textbook services to nonpublic school  
16 pupils as provided in section 301.1 only during school years  
17 when the general assembly has appropriated funds to the  
18 department of education for the payment of claims for textbook  
19 costs submitted by the school district.

20 2. a. There is appropriated from the general fund of the  
21 state to the department of education for each fiscal year the  
22 sum of six hundred fifty thousand dollars to pay claims  
23 submitted by the school districts providing textbook services  
24 to nonpublic school pupils in accordance with section 301.1  
25 and this section.

26 b. If the funds appropriated by the general assembly are  
27 not sufficient to pay claims submitted by the school  
28 districts, the amount paid to each school district by the  
29 department shall be prorated on the basis of funds so  
30 appropriated. The difference between the amount of the claim  
31 of a school district and the amount of payment received from  
32 the department of education shall be paid by the parent or  
33 guardian of the nonpublic school pupil served.

34 3. The costs of providing textbook services to nonpublic  
35 school pupils as provided in section 301.1 shall not be

1 included in the computation of district cost under chapter  
2 257, but shall be shown in the budget as an expense from  
3 miscellaneous income. Any textbook reimbursements received by  
4 a local school district for serving nonpublic school pupils  
5 shall not affect district cost limitations of chapter 257.  
6 The reimbursements provided in this section are miscellaneous  
7 income as defined in section 257.2.

8 4. Claims for reimbursement shall be made to the  
9 department of education by July 15 by the public school  
10 district providing textbook services during a school year on a  
11 form prescribed by the department, and the claim shall state  
12 the actual costs incurred in, and the actual number of  
13 nonpublic students requesting, the provision of textbook  
14 services. Claims shall be accompanied by an affidavit of an  
15 officer of the public school district affirming the accuracy  
16 of the claim. The department shall certify to the director of  
17 revenue and finance the amounts of approved claims to be paid,  
18 and the director of revenue and finance shall draw warrants  
19 payable to school districts which have established claims.  
20 The public school district of attendance shall furnish the  
21 services and shall receive reimbursement from the state.  
22 However, the services must be comparable to the services of  
23 the district of attendance and cannot exceed the per pupil  
24 cost of the program of the district of attendance.

25 Sec. 31. EMERGENCY RULES. The commission of libraries  
26 shall adopt emergency rules under section 17A.4, subsection 2,  
27 and section 17A.5, subsection 2, paragraph "b", adopting the  
28 performance measures referred to in 286 IAC 3.6 and implement  
29 the provisions of section 7, subsection 5, paragraph "b", of  
30 this Act, and the rules shall be effective immediately upon  
31 filing unless a later date is specified in the rules. Any  
32 rules adopted in accordance with this section shall also be  
33 published as a notice of intended action as provided in  
34 section 17A.4.

35 Sec. 32. Section 261.112, Code 1999, is repealed.

1     Sec. 33. EFFECTIVE DATES.

2     1. Section 4 of this Act, relating to the remaining  
3 national guard tuition aid balance, being deemed of immediate  
4 importance, takes effect upon enactment.

5     2. Section 5 of this Act, relating to the remaining  
6 industrial technology forgivable loan program balance, being  
7 deemed of immediate importance, takes effect upon enactment.

8     3. Section 9 of this Act, relating to enrollment  
9 adjustment, being deemed of immediate importance, takes effect  
10 upon enactment.

11    4. Section 10 of this Act, relating to board of  
12 educational examiners licensing fees, being deemed of  
13 immediate importance, takes effect upon enactment.

14    5. Section 11 of this Act, relating to the distribution of  
15 FY 1999-2000 extended school year grant moneys, being deemed  
16 of immediate importance, takes effect upon enactment.

17    6. Section 31 of this Act, relating to emergency rules,  
18 being deemed of immediate importance, takes effect upon  
19 enactment.

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SENATE FILE 464

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1 Amend Senate File 464, as amended, passed, and  
2 reprinted by the Senate, as follows:

3 1. By striking everything after the enacting  
4 clause and inserting the following:

5 "COLLEGE STUDENT AID COMMISSION

6 Section 1. There is appropriated from the general  
7 fund of the state to the college student aid  
8 commission for the fiscal year beginning July 1, 1999,  
9 and ending June 30, 2000, the following amounts, or so  
10 much thereof as may be necessary, to be used for the  
11 purposes designated:

12 1. GENERAL ADMINISTRATION

13 For salaries, support, maintenance, miscellaneous  
14 purposes, and for not more than the following full-  
15 time equivalent positions:

16 ..... \$ 331,727  
17 ..... FTEs 5.40

18 2. UNIVERSITY OF OSTEOPATHIC MEDICINE AND HEALTH  
19 SCIENCES

20 a. For forgivable loans to Iowa students attending  
21 the university of osteopathic medicine and health  
22 sciences under the forgivable loan program pursuant to  
23 section 261.19:

24 ..... \$ 379,260

25 b. For the university of osteopathic medicine and  
26 health sciences for an initiative in primary health  
27 care to direct primary care physicians to shortage  
28 areas in the state:

29 ..... \$ 395,000

30 3. STUDENT AID PROGRAMS

31 For payments to students for the Iowa grant  
32 program:

33 ..... \$ 1,161,850

34 4. NATIONAL GUARD TUITION AID PROGRAM

35 For purposes of providing national guard tuition  
36 aid under the program established in section 261.86:

37 ..... \$ 833,900

38 5. CHIROPRACTIC GRADUATE STUDENT FORGIVABLE LOAN  
39 PROGRAM

40 For purposes of providing forgivable loans under  
41 the program established in section 261.71:

42 ..... \$ 100,000

43 6. TEACHER SHORTAGE FORGIVABLE LOAN PROGRAM

44 For the teacher shortage forgivable loan program  
45 established in section 261.111:

46 ..... \$ 250,000

47 Sec. 2. There is appropriated from the loan  
48 reserve account to the college student aid commission  
49 for the fiscal year beginning July 1, 1999, and ending  
50 June 30, 2000, the following amount, or so much

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1 thereof as may be necessary, to be used for the  
2 purposes designated:

3 For operating costs of the Stafford loan program  
4 including salaries, support, maintenance,  
5 miscellaneous purposes, and for not more than the  
6 following full-time equivalent positions:

7 .....	\$	5,226,983
8 .....	FTEs	33.61

9 Sec. 3. The department of revenue and finance  
10 shall deposit interest earned on the Pub. L. No. 105-  
11 33 recall account within the office of the treasurer  
12 of state during the fiscal year ending June 30, 1999,  
13 in the fund 61 default reduction account. Moneys in  
14 the fund 61 default reduction account are appropriated  
15 to the college student aid commission for the fiscal  
16 year beginning July 1, 1999, and ending June 30, 2000,  
17 for purposes of issuing emergency loans to assist  
18 needy students in avoiding default on a guaranteed or  
19 parental loan made under chapter 261.

20 Sec. 4. REMAINING NATIONAL GUARD TUITION AID  
21 PROGRAM BALANCE. Notwithstanding section 8.33, the  
22 unencumbered or unobligated moneys remaining at the  
23 end of the fiscal year ending June 30, 1999, from the  
24 appropriations made in 1998 Iowa Acts, chapter 1215,  
25 section 1, subsection 4, shall not revert but shall be  
26 available for expenditure during the subsequent fiscal  
27 year for the purposes of the national guard tuition  
28 aid program.

29 Sec. 5. REMAINING INDUSTRIAL TECHNOLOGY FORGIVABLE  
30 LOAN PROGRAM BALANCE. Notwithstanding section 8.33 or  
31 section 261.25, subsection 4, Code 1999, or any other  
32 provision to the contrary, unencumbered or unobligated  
33 funds remaining on June 30, 1999, for purposes of the  
34 industrial technology forgivable loan program  
35 established in section 261.111, shall be available to  
36 the college student aid commission for expenditure for  
37 the fiscal year beginning July 1, 1999, and for  
38 succeeding fiscal years for the purposes of the  
39 teacher shortage forgivable loan program established  
40 in section 261.111 if enacted by an Act of the 1999  
41 Session.

42 DEPARTMENT OF CULTURAL AFFAIRS

43 Sec. 6. There is appropriated from the general  
44 fund of the state to the department of cultural  
45 affairs for the fiscal year beginning July 1, 1999,  
46 and ending June 30, 2000, the following amounts, or so  
47 much thereof as is necessary, to be used for the  
48 purposes designated:

49 1. ARTS DIVISION

50 For salaries, support, maintenance, miscellaneous

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1 purposes, including funds to match federal grants and  
2 for not more than the following full-time equivalent  
3 positions:

4 ..... \$ 1,444,795  
5 ..... FTEs 10.00

6 2. HISTORICAL DIVISION

7 For salaries, support, maintenance, miscellaneous  
8 purposes, and for not more than the following full-  
9 time equivalent positions:

10 ..... \$ 3,188,307  
11 ..... FTEs 65.70

12 3. HISTORIC SITES

13 For salaries, support, maintenance, miscellaneous  
14 purposes, and for not more than the following full-  
15 time equivalent positions:

16 ..... \$ 596,001  
17 ..... FTEs 8.00

18 4. ADMINISTRATION

19 For salaries, support, maintenance, miscellaneous  
20 purposes, and for not more than the following full-  
21 time equivalent positions:

22 ..... \$ 236,562  
23 ..... FTEs 4.30

24 The department of cultural affairs shall coordinate  
25 activities with the tourism division of the department  
26 of economic development to promote attendance at the  
27 state historical building and at this state's historic  
28 sites.

29 5. LOCAL ARTS COMPREHENSIVE EDUCATIONAL STRATEGIES  
30 PROGRAM (LACES)

31 For contracting with the Iowa alliance for arts  
32 education to execute their local arts comprehensive  
33 educational strategies:

34 ..... \$ 25,000

35 6. COMMUNITY CULTURAL GRANTS

36 For planning and programming for the community  
37 cultural grants program established under section  
38 303.3, and for not more than the following full-time  
39 equivalent position:

40 ..... \$ 713,557  
41 ..... FTEs 0.70

42 DEPARTMENT OF EDUCATION

43 Sec. 7. There is appropriated from the general  
44 fund of the state to the department of education for  
45 the fiscal year beginning July 1, 1999, and ending  
46 June 30, 2000, the following amounts, or so much  
47 thereof as may be necessary, to be used for the  
48 purposes designated:

49 1. GENERAL ADMINISTRATION

50 For salaries, support, maintenance, miscellaneous

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1 purposes, and for not more than the following full-  
 2 time equivalent positions:  
 3 ..... \$ 5,719,322  
 4 ..... FTEs 98.45

5 2. VOCATIONAL EDUCATION ADMINISTRATION  
 6 For salaries, support, maintenance, miscellaneous  
 7 purposes, and for not more than the following full-  
 8 time equivalent positions:  
 9 ..... \$ 554,481  
 10 ..... FTEs 15.60

11 3. BOARD OF EDUCATIONAL EXAMINERS  
 12 a. For salaries, support, maintenance,  
 13 miscellaneous purposes, and for not more than the  
 14 following full-time equivalent positions:  
 15 ..... \$ 205,396  
 16 ..... FTEs 2.00

17 b. For purposes of implementing a multilevel  
 18 voluntary para-educator licensing system in accordance  
 19 with section 272.12:  
 20 ..... \$ 75,000

21 4. VOCATIONAL REHABILITATION SERVICES DIVISION  
 22 a. For salaries, support, maintenance,  
 23 miscellaneous purposes, and for not more than the  
 24 following full-time equivalent positions:  
 25 ..... \$ 4,631,873  
 26 ..... FTEs 302.25

27 From the funds appropriated in this lettered  
 28 paragraph, up to \$2,000,000 shall be used to provide  
 29 services to persons without regard to an order of  
 30 selection. The division shall seek additional local  
 31 matching funds in an amount sufficient to avoid any  
 32 loss of federal funds.

33 The division of vocational rehabilitation services  
 34 shall seek a waiver from the federal government to  
 35 accept assessments of clients performed by area  
 36 education agencies or any other governmental  
 37 subdivision. The division shall also seek additional  
 38 federal waivers to improve and increase the  
 39 availability of supported employment services to  
 40 Iowans.

41 The division of vocational rehabilitation services  
 42 shall seek funds other than federal funds, which may  
 43 include but are not limited to local funds from local  
 44 provider entities, community colleges, area education  
 45 agencies, and local education agencies, for purposes  
 46 of matching federal vocational rehabilitation funds.  
 47 The funds collected by the division may exceed the  
 48 amount needed to match available federal vocational  
 49 rehabilitation funds in an effort to qualify for  
 50 additional federal funds when such funds become

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1 available.

2 Except where prohibited under federal law, the  
3 division of vocational rehabilitation services of the  
4 department of education shall accept client  
5 assessments, or assessments of potential clients,  
6 performed by other agencies in order to reduce  
7 duplication of effort.

8 Notwithstanding the full-time equivalent position  
9 limit established in this lettered paragraph, for the  
10 fiscal year ending June 30, 2000, if federal funding  
11 is received to pay the costs of additional employees  
12 for the vocational rehabilitation services division  
13 who would have duties relating to vocational  
14 rehabilitation services paid for through federal  
15 funding, authorization to hire not more than 4.00  
16 additional full-time equivalent employees shall be  
17 provided, the full-time equivalent position limit  
18 shall be exceeded, and the additional employees shall  
19 be hired by the division.

20 The division of vocational rehabilitation services  
21 shall enter into a chapter 28E agreement with the  
22 creative employment options program at the state  
23 university of Iowa, or take whatever other action is  
24 necessary, to enable the division to count as a local  
25 match the state funds appropriated to the university  
26 for purposes of the creative employment options  
27 program.

28 b. For matching funds for programs to enable  
29 persons with severe physical or mental disabilities to  
30 function more independently, including salaries and  
31 support, and for not more than the following full-time  
32 equivalent positions:

33 .....	\$	76,067
34 .....	FTEs	1.50

35 The highest priority use for the moneys  
36 appropriated under this lettered paragraph shall be  
37 for programs that emphasize employment and assist  
38 persons with severe physical or mental disabilities to  
39 find and maintain employment to enable them to  
40 function more independently.

41 5. STATE LIBRARY

42 a. For salaries, support, maintenance,  
43 miscellaneous purposes, and for not more than the  
44 following full-time equivalent positions:

45 .....	\$	3,153,168
46 .....	FTEs	21.00

47 Reimbursement of the institutions of higher  
48 learning under the state board of regents for  
49 participation in the access plus program during the  
50 fiscal year beginning July 1, 1999, and ending June

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1 30, 2000, shall not exceed the total amount of  
2 reimbursement paid to the regents institutions of  
3 higher learning for participation in the access plus  
4 program during the fiscal year beginning July 1, 1998,  
5 and ending June 30, 1999.

6 b. For a one-year enrich Iowa pilot program:

7 ..... \$ 500,000

8 (1) Funds allocated for purposes of the enrich  
9 Iowa pilot program as provided in this lettered  
10 paragraph shall be distributed by the division of  
11 libraries and information services to eligible public  
12 libraries that are in compliance with performance  
13 measures adopted by rule by the commission. The  
14 amount distributed to each eligible public library  
15 shall be based upon the following:

16 (a) The level of compliance by the eligible public  
17 library with the performance measures adopted by the  
18 commission as provided in this subsection.

19 (b) The number of people residing within an  
20 eligible library's geographic service area for whom  
21 the library provides services.

22 (c) The amount of other funding the eligible  
23 public library received in the previous fiscal year  
24 for providing services to rural residents and to  
25 contracting communities.

26 (2) Moneys received by a public library under this  
27 lettered paragraph shall supplement, not supplant, any  
28 other funding received by the library.

29 (3) For purposes of this section, "eligible public  
30 library" means a public library that meets at least  
31 all of the following requirements:

32 (a) Submits to the division all of the following:

33 (i) The report provided for under section 256.51,  
34 subsection 1, paragraph "h".

35 (ii) An application and accreditation report, in a  
36 format approved by the commission, that provides  
37 evidence of the library's compliance with at least one  
38 level of the standards established in accordance with  
39 section 256.51, subsection 1, paragraph "k".

40 (iii) Any other application or report the division  
41 deems necessary for the implementation of the enrich  
42 Iowa program.

43 (b) Participates in the library resource and  
44 information sharing programs established by the state  
45 library.

46 (c) Is a public library established by city  
47 ordinance or a county library as provided in chapter  
48 336.

49 (4) Each eligible public library shall maintain a  
50 separate listing within its budget for payments

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1 received and expenditures made pursuant to this  
2 section, and shall annually submit this listing to the  
3 division.

4 (5) By January 15, 2000, the division shall submit  
5 a program evaluation report to the general assembly  
6 and the governor detailing the uses and the impacts of  
7 funds allocated under this lettered paragraph. It is  
8 the intent of the general assembly to address the  
9 continuation of the enrich Iowa pilot program during  
10 the 2000 legislative session.

11 6. REGIONAL LIBRARY

12 For state aid:

13 ..... \$ 1,687,000

14 The division of libraries and information services  
15 shall submit a list of current regional library  
16 employees and their salaries to the department of  
17 management by August 1, 1999. The list shall be used  
18 by the department for purposes of calculating the  
19 annual salary increase need, based on the salary  
20 increases negotiated by the American federation of  
21 state, county, and municipal employees. The amount  
22 calculated by the department for salary need shall be  
23 included in the regional library budget request  
24 submitted to the governor for the fiscal year  
25 beginning July 1, 2000, and ending June 30, 2001.

26 7. PUBLIC BROADCASTING DIVISION

27 For salaries, support, maintenance, capital  
28 expenditures, miscellaneous purposes, and for not more  
29 than the following full-time equivalent positions:

30 ..... \$ 7,661,324

31 ..... FTEs 106.40

32 8. VOCATIONAL EDUCATION TO SECONDARY SCHOOLS

33 For reimbursement for vocational education  
34 expenditures made by secondary schools:

35 ..... \$ 3,308,850

36 Funds appropriated in this subsection shall be used  
37 for expenditures made by school districts to meet the  
38 standards set in sections 256.11, 258.4, and 260C.14  
39 as a result of the enactment of 1989 Iowa Acts,  
40 chapter 278. Funds shall be used as reimbursement for  
41 vocational education expenditures made by secondary  
42 schools in the manner provided by the department of  
43 education for implementation of the standards set in  
44 1989 Iowa Acts, chapter 278.

45 9. SCHOOL FOOD SERVICE

46 For use as state matching funds for federal  
47 programs that shall be disbursed according to federal  
48 regulations, including salaries, support, maintenance,  
49 miscellaneous purposes, and for not more than the  
50 following full-time equivalent positions:

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1 ..... \$ 2,716,859  
2 ..... FTEs 14.00  
3 10. IOWA EMPOWERMENT FUND  
4 For deposit in the school ready children grants  
5 account of the Iowa empowerment fund created in  
6 section 7I.8:  
7 ..... \$ 10,400,000  
8 11. TEXTBOOKS OF NONPUBLIC SCHOOL PUPILS  
9 To provide funds for costs of providing textbooks  
10 to each resident pupil who attends a nonpublic school  
11 as authorized by section 301.1. The funding is  
12 limited to \$20 per pupil and shall not exceed the  
13 comparable services offered to resident public school  
14 pupils:  
15 ..... \$ 600,000  
16 12. VOCATIONAL AGRICULTURE YOUTH ORGANIZATION  
17 To assist a vocational agriculture youth  
18 organization sponsored by the schools to support the  
19 foundation established by that vocational agriculture  
20 youth organization and for other youth activities:  
21 ..... \$ 107,900  
22 13. NATIONAL BOARD CERTIFICATION  
23 For the issuance of national board certification  
24 awards in accordance with section 256.44:  
25 ..... \$ 1,000,000  
26 Notwithstanding section 8.33, funds appropriated  
27 for purposes of this section which remain unencumbered  
28 or unobligated at the close of the fiscal year, shall  
29 not revert but shall be available for expenditure for  
30 purposes of issuing national board certification  
31 awards during the succeeding fiscal year.  
32 14. EMPLOYABILITY SKILLS ASSESSMENTS  
33 REIMBURSEMENTS  
34 For reimbursement of school district claims for the  
35 costs of acquiring and using employability skills  
36 assessment tools as provided in this subsection:  
37 ..... \$ 350,000  
38 a. The department of education shall reimburse  
39 school district claims for the costs of acquiring,  
40 administering, and scoring assessment tools to assess  
41 the employability skills of students enrolled in grade  
42 12. The director of education shall identify  
43 available employability skills assessment tools that  
44 school districts may use to meet the claim  
45 reimbursement requirements of this subsection.  
46 b. In order to be eligible for reimbursement under  
47 this subsection, a school district shall submit a  
48 claim on forms provided by the department by July 15,  
49 2000, and the claim shall state the actual costs  
50 incurred and shall be accompanied by an affidavit of

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1 an officer of the school district affirming the  
2 accuracy of the claim.

3 c. The department of education shall certify to  
4 the department of revenue and finance the amounts of  
5 approved claims to be paid, and the department of  
6 revenue and finance shall draw warrants payable to  
7 school districts with approved claims, taking into  
8 consideration the relative budget and cash position of  
9 the state resources.

10 d. Moneys received under this subsection shall not  
11 be commingled with state aid payments made under  
12 section 257.16 to a school district and shall be  
13 accounted for by the school district separately from  
14 state aid payments. Payments made to a school  
15 district under this subsection are miscellaneous  
16 income for purposes of chapter 257.

17 e. If the funds appropriated in this subsection  
18 are insufficient to pay in full the claims submitted  
19 by school districts and approved by the department,  
20 the amounts of approved claims shall be prorated among  
21 all school districts with approved claims.

22 15. COMMUNITY COLLEGES

23 For general state financial aid, including general  
24 financial aid to merged areas in lieu of personal  
25 property tax replacement payments, to merged areas as  
26 defined in section 260C.2, for vocational education  
27 programs in accordance with chapters 258 and 260C:

28 ..... \$141,577,403

29 The funds appropriated in this subsection shall be  
30 allocated as follows:

31	a. Merged Area I .....	\$ 6,788,405
32	b. Merged Area II .....	\$ 7,981,873
33	c. Merged Area III .....	\$ 7,452,448
34	d. Merged Area IV .....	\$ 3,638,156
35	e. Merged Area V .....	\$ 7,598,634
36	f. Merged Area VI .....	\$ 7,059,555
37	g. Merged Area VII .....	\$ 10,138,631
38	h. Merged Area IX .....	\$ 12,444,971
39	i. Merged Area X .....	\$ 19,480,613
40	j. Merged Area XI .....	\$ 20,720,212
41	k. Merged Area XII .....	\$ 8,173,625
42	l. Merged Area XIII .....	\$ 8,395,697
43	m. Merged Area XIV .....	\$ 3,684,420
44	n. Merged Area XV .....	\$ 11,561,901
45	o. Merged Area XVI .....	\$ 6,458,262

46 Sec. 8. DISTRIBUTION OF FUNDS APPROPRIATED. For  
47 the fiscal year beginning July 1, 1999, and ending  
48 June 30, 2000, moneys appropriated by the general  
49 assembly from the general fund to the department of  
50 education for community colleges for a fiscal year

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1 shall be allocated to each community college by the  
2 department of education in the following manner:

3 1. BASE FUNDING. The base funding for a fiscal  
4 year shall be equal to the amount each community  
5 college received as an allocation from appropriations  
6 made from the general fund of the state in the most  
7 recent fiscal year.

8 2. DISTRIBUTION FOR INFLATION. First priority  
9 shall be to give each college an increase based upon  
10 inflation. The inflation increase shall be not less  
11 than 2 percent. However, the inflation increase shall  
12 be equal to the national inflation rate, if it exceeds  
13 2 percent, if the amount of state aid appropriated is  
14 equal to or greater than the national inflation rate.

15 3. DISTRIBUTION BASED ON PROPORTIONAL SHARE OF  
16 ENROLLMENT. The balance of the growth in state aid  
17 appropriations, once the inflation increase has been  
18 satisfied, shall be distributed based on each  
19 college's proportional share of enrollment. However,  
20 a minimum of one percent of the total growth shall be  
21 distributed in this manner.

22 4. If the total appropriation made by the general  
23 assembly is less than 2 percent growth, the entire  
24 increase shall be distributed as inflation.

25 Sec. 9. BOARD OF EDUCATIONAL EXAMINERS LICENSING  
26 FEES. Notwithstanding section 272.10, up to 85  
27 percent of any funds received annually resulting from  
28 an increase in fees approved and implemented for  
29 licensing by the state board of educational examiners  
30 after July 1, 1997, shall be available for the fiscal  
31 year beginning July 1, 1999, to the state board for  
32 purposes related to the state board's duties,  
33 including, but not limited to, additional full-time  
34 equivalent positions. The director of revenue and  
35 finance shall draw warrants upon the treasurer of  
36 state from the funds appropriated as provided in this  
37 section and shall make the funds resulting from the  
38 increase in fees available during the fiscal year to  
39 the state board on a monthly basis.

40 Sec. 10. FISCAL YEAR 1999-2000 EXTENDED SCHOOL  
41 YEAR GRANT MONEYS -- DISTRIBUTION.

42 1. Notwithstanding section 8.33 and section  
43 256.22, subsection 4, from the funds appropriated in  
44 1998 Iowa Acts, chapter 1216, section 1, subsection 1,  
45 to the department of education for extended school  
46 year grants, which remain unencumbered or unobligated  
47 on June 30, 1999, the sum of \$460,000 shall not revert  
48 to the general fund of the state and shall not be  
49 available for expenditure for the following fiscal  
50 year for purposes of extended school year grants, but

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1 shall be reallocated by the department as follows:

2 a. The sum of \$200,000 to the board of educational  
3 examiners for a one-year pilot program study to assess  
4 the performance of teacher education graduates at no  
5 charge to the graduates. The department of education,  
6 the board of educational examiners, and the college  
7 student aid commission shall determine the number of  
8 students that will be tested at each postsecondary  
9 institution that provides an approved practitioner  
10 preparation program in a manner that will result in a  
11 reliable statistical sampling. It is the intent of  
12 the general assembly that if the board recommends  
13 statewide implementation of the assessment prior to  
14 initial licensure, the costs of an assessment shall be  
15 paid by the teacher education graduate applying for  
16 initial licensure.

17 b. The sum of \$100,000 to the division of  
18 libraries and information services for promotion of  
19 the next decennial federal census.

20 c. The sum of \$100,000 to the department of  
21 education for distribution to the reading recovery  
22 center.

23 d. The sum of \$60,000 to the department of  
24 education for support of the family resource center  
25 demonstration program established under chapter 256C.

26 Sec. 11. COMMUNITY COLLEGE GOVERNANCE TASK FORCE.  
27 The legislative council is requested to establish an  
28 interim task force consisting of members of both  
29 political parties from both houses of the general  
30 assembly, the office of the governor, the boards of  
31 directors of the community colleges, the Iowa  
32 association of community college presidents, and the  
33 division of community colleges and workforce  
34 preparation of the department of education, to  
35 identify and study options for restructuring the  
36 community college governance system. The goal of the  
37 task force shall be to determine a plan for a  
38 community college governance structure that causes  
39 community colleges to operate more cooperatively,  
40 effectively, and efficiently as a state system, while  
41 recognizing the strong local character of community  
42 colleges. The task force shall review the current  
43 community college governance system; ongoing  
44 collaborative efforts among the community colleges;  
45 the relationships between the community colleges and  
46 local school districts, accredited nonpublic schools,  
47 other accredited postsecondary institutions in Iowa,  
48 and the department of education; and changes necessary  
49 to enhance the accountability of community colleges.  
50 The task force shall submit its findings and

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1 recommendations for a plan for a restructuring of the  
2 community college governance system that achieves the  
3 goals set forth in this section in a report to the  
4 chairpersons and ranking members of the senate and  
5 house standing committees on education and the joint  
6 appropriations subcommittee on education by December  
7 1, 1999.

8 STATE BOARD OF REGENTS

9 Sec. 12. There is appropriated from the general  
10 fund of the state to the state board of regents for  
11 the fiscal year beginning July 1, 1999, and ending  
12 June 30, 2000, the following amounts, or so much  
13 thereof as may be necessary, to be used for the  
14 purposes designated:

15 1. OFFICE OF STATE BOARD OF REGENTS

16 a. For salaries, support, maintenance,  
17 miscellaneous purposes, and for not more than the  
18 following full-time equivalent positions:

19 ..... \$ 1,235,518  
20 ..... FTEs 15.63

21 The state board of regents, the department of  
22 management, and the legislative fiscal bureau shall  
23 cooperate to determine and agree upon, by November 15,  
24 1999, the amount that needs to be appropriated for  
25 tuition replacement for the fiscal year beginning July  
26 1, 2000.

27 The state board of regents shall submit a monthly  
28 financial report in a format agreed upon by the state  
29 board of regents office and the legislative fiscal  
30 bureau.

31 b. For allocation by the state board of regents to  
32 the state university of Iowa, the Iowa state  
33 university of science and technology, and the  
34 university of northern Iowa to reimburse the  
35 institutions for deficiencies in their operating funds  
36 resulting from the pledging of tuitions, student fees  
37 and charges, and institutional income to finance the  
38 cost of providing academic and administrative  
39 buildings and facilities and utility services at the  
40 institutions:

41 ..... \$ 27,927,851

42 c. For funds to be allocated to the southwest Iowa  
43 graduate studies center:

44 ..... \$ 111,113

45 d. For funds to be allocated to the siouxland  
46 interstate metropolitan planning council for the  
47 tristate graduate center under section 262.9,  
48 subsection 21:

49 ..... \$ 81,716

50 e. For funds to be allocated to the quad-cities

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1 graduate studies center:

2 ..... \$ 167,086

3 2. STATE UNIVERSITY OF IOWA

4 a. General university, including lakeside

5 laboratory

6 For salaries, support, maintenance, equipment,

7 miscellaneous purposes, and for not more than the

8 following full-time equivalent positions:

9 ..... \$237,361,603

10 ..... FTEs 4,048.62

11 b. University hospitals

12 For salaries, support, maintenance, equipment, and

13 miscellaneous purposes and for medical and surgical

14 treatment of indigent patients as provided in chapter

15 255, for medical education, and for not more than the

16 following full-time equivalent positions:

17 ..... \$ 31,812,568

18 ..... FTEs 5,511.67

19 The university of Iowa hospitals and clinics shall,

20 within the context of chapter 255 and when medically

21 appropriate, make reasonable efforts to extend the

22 university of Iowa hospitals and clinics' use of home

23 telemedicine and other technologies to reduce the

24 frequency of visits to the hospital required by

25 indigent patients. The university of Iowa hospitals

26 and clinics shall submit a report to the general

27 assembly and the legislative fiscal bureau by January

28 15, 2000, describing its use of these technologies to

29 accomplish this purpose.

30 The university of Iowa hospitals and clinics shall

31 submit quarterly a report regarding the portion of the

32 appropriation in this lettered paragraph expended on

33 medical education. The report shall be submitted in a

34 format jointly developed by the university of Iowa

35 hospitals and clinics, the legislative fiscal bureau,

36 and the department of management, and shall delineate

37 the expenditures and purposes of the funds.

38 Funds appropriated in this lettered paragraph shall

39 not be used to perform abortions except medically

40 necessary abortions, and shall not be used to operate

41 the early termination of pregnancy clinic except for

42 the performance of medically necessary abortions. For

43 the purpose of this lettered paragraph, an abortion is

44 the purposeful interruption of pregnancy with the

45 intention other than to produce a live-born infant or

46 to remove a dead fetus, and a medically necessary

47 abortion is one performed under one of the following

48 conditions:

49 (1) The attending physician certifies that

50 continuing the pregnancy would endanger the life of

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1 the pregnant woman.

2 (2) The attending physician certifies that the  
3 fetus is physically deformed, mentally deficient, or  
4 afflicted with a congenital illness.

5 (3) The pregnancy is the result of a rape which is  
6 reported within 45 days of the incident to a law  
7 enforcement agency or public or private health agency  
8 which may include a family physician.

9 (4) The pregnancy is the result of incest which is  
10 reported within 150 days of the incident to a law  
11 enforcement agency or public or private health agency  
12 which may include a family physician.

13 (5) The abortion is a spontaneous abortion,  
14 commonly known as a miscarriage, wherein not all of  
15 the products of conception are expelled.

16 The total quota allocated to the counties for  
17 indigent patients for the fiscal year beginning July  
18 1, 1999, shall not be lower than the total quota  
19 allocated to the counties for the fiscal year  
20 commencing July 1, 1998. The total quota shall be  
21 allocated among the counties on the basis of the 1990  
22 census pursuant to section 255.16.

23 c. Psychiatric hospital

24 For salaries, support, maintenance, equipment,  
25 miscellaneous purposes, for the care, treatment, and  
26 maintenance of committed and voluntary public  
27 patients, and for not more than the following full-  
28 time equivalent positions:

29 .....	\$	7,968,070
30 .....	FTEs	292.18

31 d. Hospital-school

32 For salaries, support, maintenance, miscellaneous  
33 purposes, and for not more than the following full-  
34 time equivalent positions:

35 .....	\$	6,991,199
36 .....	FTEs	161.56

37 From the funds appropriated in this lettered  
38 paragraph, \$200,000 shall be allocated for purposes of  
39 the creative employment options program.

40 e. Oakdale campus

41 For salaries, support, maintenance, miscellaneous  
42 purposes, and for not more than the following full-  
43 time equivalent positions:

44 .....	\$	3,100,866
45 .....	FTEs	60.58

46 f. State hygienic laboratory

47 For salaries, support, maintenance, miscellaneous  
48 purposes, and for not more than the following full-  
49 time equivalent positions:

50 .....	\$	3,870,920
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1	.....	FTEs	102.49
2	g. Family practice program		
3	For allocation by the dean of the college of		
4	medicine, with approval of the advisory board, to		
5	qualified participants, to carry out chapter 148D for		
6	the family practice program, including salaries and		
7	support, and for not more than the following full-time		
8	equivalent positions:		
9	.....	\$	2,312,290
10	.....	FTEs	192.40
11	h. Child health care services		
12	For specialized child health care services,		
13	including childhood cancer diagnostic and treatment		
14	network programs, rural comprehensive care for		
15	hemophilia patients, and the Iowa high-risk infant		
16	follow-up program, including salaries and support, and		
17	for not more than the following full-time equivalent		
18	positions:		
19	.....	\$	601,434
20	.....	FTEs	9.36
21	i. Agricultural health and safety programs		
22	For agricultural health and safety programs, and		
23	for not more than the following full-time equivalent		
24	positions:		
25	.....	\$	272,634
26	.....	FTEs	3.48
27	j. Statewide cancer registry		
28	For the statewide cancer registry, and for not more		
29	than the following full-time equivalent positions:		
30	.....	\$	209,730
31	.....	FTEs	3.07
32	k. Substance abuse consortium		
33	For funds to be allocated to the Iowa consortium		
34	for substance abuse research and evaluation, and for		
35	not more than the following full-time equivalent		
36	positions:		
37	.....	\$	72,028
38	.....	FTEs	1.15
39	l. Center for biocatalysis		
40	For the center for biocatalysis, and for not more		
41	than the following full-time equivalent positions:		
42	.....	\$	1,058,058
43	.....	FTEs	10.40
44	m. National advanced driving simulator		
45	For the national advanced driving simulator, and		
46	for not more than the following full-time equivalent		
47	positions:		
48	.....	\$	284,951
49	.....	FTEs	3.58
50	n. Primary health care initiative		

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1 For the primary health care initiative in the  
2 college of medicine and for not more than the  
3 following full-time equivalent positions:

4 ..... \$ 865,623  
5 ..... FTEs 11.00

6 From the funds appropriated in this lettered  
7 paragraph, \$330,000 shall be allocated to the  
8 department of family practice at the state university  
9 of Iowa college of medicine for family practice  
10 faculty and support staff.

11 o. Birth defects registry

12 For the birth defects registry and for not more  
13 than the following full-time equivalent position:

14 ..... \$ 50,000  
15 ..... FTEs 0.90

16 p. School of public health and public health  
17 initiative

18 For purposes of establishing an accredited school  
19 of public health and to fund an initiative for the  
20 health and independence of elderly Iowans, and for not  
21 more than the following full-time equivalent  
22 positions:

23 ..... \$ 1,050,000  
24 ..... FTEs 16.00

25 3. IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY

26 a. General university

27 For salaries, support, maintenance, equipment,  
28 miscellaneous purposes, and for not more than the  
29 following full-time equivalent positions:

30 ..... \$185,916,358  
31 ..... FTEs 3,598.44

32 From the funds appropriated in this lettered  
33 paragraph, \$40,000 shall be allocated for purposes of  
34 the institute for public leadership.

35 b. Agricultural experiment station

36 For salaries, support, maintenance, miscellaneous  
37 purposes, and for not more than the following full-  
38 time equivalent positions:

39 ..... \$ 34,982,675  
40 ..... FTEs 546.98

41 c. Cooperative extension service in agriculture  
42 and home economics

43 For salaries, support, maintenance, miscellaneous  
44 purposes, including salaries and support for the fire  
45 service institute, and for not more than the following  
46 full-time equivalent positions:

47 ..... \$ 22,406,446  
48 ..... FTEs 445.80

49 From the funds appropriated in this lettered  
50 paragraph, \$150,000 shall be used for the food, fiber,

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1 and environmental science program, and \$1,066,000  
2 shall be used for the value-added agricultural  
3 projects as part of the extension 21 program.

4 The cooperative extension service in agriculture  
5 and home economics at Iowa state university of science  
6 and technology shall conduct a study, in consultation  
7 with the department of human services, that identifies  
8 all educational materials, seminars, and assistance  
9 offered by the extension service which are  
10 duplicative, either directly or in subject area, of  
11 educational materials, seminars, and assistance  
12 offered by the department of human services. The  
13 cooperative extension service shall submit its  
14 findings in a report to the general assembly and the  
15 legislative fiscal bureau by January 15, 2000.

16 d. Leopold center

17 For agricultural research grants at Iowa state  
18 university under section 266.39B, and for not more  
19 than the following full-time equivalent positions:

20 .....	\$	574,983
21 .....	FTEs	11.25

22 e. Livestock disease research

23 For deposit in and the use of the livestock disease  
24 research fund under section 267.8, and for not more  
25 than the following full-time equivalent positions:

26 .....	\$	277,573
27 .....	FTEs	3.17

28 f. Center for excellence in fundamental plant  
29 science

30 For salaries, support, maintenance, equipment,  
31 miscellaneous purposes, and for not more than the  
32 following full-time equivalent positions:

33 .....	\$	2,200,000
34 .....	FTEs	17.96

35 4. UNIVERSITY OF NORTHERN IOWA

36 a. General university

37 For salaries, support, maintenance, equipment,  
38 miscellaneous purposes, and for not more than the  
39 following full-time equivalent positions:

40 .....	\$	83,330,445
41 .....	FTEs	1,402.86

42 b. Recycling and reuse center

43 For purposes of the recycling and reuse center, and  
44 for not more than the following full-time equivalent  
45 positions:

46 .....	\$	244,025
47 .....	FTEs	1.50

48 c. Masters in social work

49 For implementation of a masters in social work  
50 program and for not more than the following full-time

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1 equivalent positions:  
2 ..... \$ 300,000  
3 ..... FTEs 4.00  
4 5. STATE SCHOOL FOR THE DEAF  
5 For salaries, support, maintenance, miscellaneous  
6 purposes, and for not more than the following full-  
7 time equivalent positions:  
8 ..... \$ 7,737,161  
9 ..... FTEs 126.60  
10 6. IOWA BRAILLE AND SIGHT SAVING SCHOOL  
11 For salaries, support, maintenance, miscellaneous  
12 purposes, and for not more than the following full-  
13 time equivalent positions:  
14 ..... \$ 4,303,242  
15 ..... FTEs 91.05  
16 7. TUITION AND TRANSPORTATION COSTS  
17 For payment to local school boards for the tuition  
18 and transportation costs of students residing in the  
19 Iowa braille and sight saving school and the state  
20 school for the deaf pursuant to section 262.43 and for  
21 payment of certain clothing and transportation costs  
22 for students at these schools pursuant to section  
23 270.5:  
24 ..... \$ 16,941  
25 Sec. 13. STATE BOARD OF REGENTS STUDY. The state  
26 board of regents shall, in consultation with the Iowa  
27 association of independent colleges and universities  
28 and the Iowa coordinating council for post-high school  
29 education, complete a study of the number and type of  
30 undergraduate and graduate degree programs offered at  
31 the satellite locations of all institutions of higher  
32 learning under the control of the state board of  
33 regents and at the satellite locations of all  
34 accredited private postsecondary institutions. The  
35 study shall include a listing of degree programs  
36 currently in operation and those the Iowa coordinating  
37 council has approved, but which have not yet begun  
38 operation. By January 15, 2000, the state board of  
39 regents shall submit a report to the chairpersons and  
40 ranking members of the senate and house joint  
41 appropriations subcommittee on education, the  
42 legislative fiscal bureau, the secretary of the  
43 senate, and the chief clerk of the house of  
44 representatives, that contains the following  
45 information:  
46 1. A listing of all satellite locations where  
47 degree programs are offered.  
48 2. A listing of all degree programs offered,  
49 identified by satellite location and postsecondary  
50 institution.

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1 3. The enrollment in each degree program by  
2 resident, nonresident, and the combined enrollment  
3 total.

4 4. The date each degree program was approved by  
5 the Iowa coordinating council for post-high school  
6 education.

7 5. The date each degree program actually began  
8 operation.

9 6. Detail of the implementation and ongoing costs  
10 and staffing levels of each degree program.

11 7. Detail of the revenue generated annually by  
12 each degree program.

13 For purposes of this section, "satellite" means a  
14 facility not attached to the campus of the main  
15 postsecondary institution.

16 Sec. 14. MEDICAL ASSISTANCE -- SUPPLEMENTAL  
17 AMOUNTS. For the fiscal year beginning July 1, 1999,  
18 and ending June 30, 2000, the department of human  
19 services shall continue the supplemental  
20 disproportionate share and a supplemental indirect  
21 medical education adjustment applicable to state-owned  
22 acute care hospitals with more than 500 beds and shall  
23 reimburse qualifying hospitals pursuant to that  
24 adjustment with a supplemental amount for services  
25 provided medical assistance recipients. The  
26 adjustment shall generate supplemental payments  
27 intended to equal the state appropriation made to a  
28 qualifying hospital for treatment of indigent patients  
29 as provided in chapter 255. To the extent of the  
30 supplemental payments, a qualifying hospital shall,  
31 after receipt of the funds, transfer to the department  
32 of human services an amount equal to the actual  
33 supplemental payments that were made in that month.  
34 The aggregate amounts for the fiscal year shall not  
35 exceed the state appropriation made to the qualifying  
36 hospital for treatment of indigent patients as  
37 provided in chapter 255. The department of human  
38 services shall deposit the portion of these funds  
39 equal to the state share in the department's medical  
40 assistance account and the balance shall be credited  
41 to the general fund of the state. To the extent that  
42 state funds appropriated to a qualifying hospital for  
43 the treatment of indigent patients as provided in  
44 chapter 255 have been transferred to the department of  
45 human services as a result of these supplemental  
46 payments made to the qualifying hospital, the  
47 department shall not, directly or indirectly, recoup  
48 the supplemental payments made to a qualifying  
49 hospital for any reason, unless an equivalent amount  
50 of the funds transferred to the department of human

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1 services by a qualifying hospital pursuant to this  
2 provision is transferred to the qualifying hospital by  
3 the department.

4 If the state supplemental amount allotted to the  
5 state of Iowa for the federal fiscal year beginning  
6 October 1, 1999, and ending September 30, 2000,  
7 pursuant to section 1923(f)(3) of the federal Social  
8 Security Act, as amended, or pursuant to federal  
9 payments for indirect medical education is greater  
10 than the amount necessary to fund the federal share of  
11 the supplemental payments specified in the preceding  
12 paragraph, the department of human services shall  
13 increase the supplemental disproportionate share or  
14 supplemental indirect medical education adjustment by  
15 the lesser of the amount necessary to utilize fully  
16 the state supplemental amount or the amount of state  
17 funds appropriated to the state university of Iowa  
18 general education fund and allocated to the university  
19 for the college of medicine. The state university of  
20 Iowa shall transfer from the allocation for the  
21 college of medicine to the department of human  
22 services, on a monthly basis, an amount equal to the  
23 additional supplemental payments made during the  
24 previous month pursuant to this paragraph. A  
25 qualifying hospital receiving supplemental payments  
26 pursuant to this paragraph that are greater than the  
27 state appropriation made to the qualifying hospital  
28 for treatment of indigent patients as provided in  
29 chapter 255 shall be obligated as a condition of its  
30 participation in the medical assistance program to  
31 transfer to the state university of Iowa general  
32 education fund on a monthly basis an amount equal to  
33 the funds transferred by the state university of Iowa  
34 to the department of human services. To the extent  
35 that state funds appropriated to the state university  
36 of Iowa and allocated to the college of medicine have  
37 been transferred to the department of human services  
38 as a result of these supplemental payments made to the  
39 qualifying hospital, the department shall not,  
40 directly or indirectly, recoup these supplemental  
41 payments made to a qualifying hospital for any reason,  
42 unless an equivalent amount of the funds transferred  
43 to the department of human services by the state  
44 university of Iowa pursuant to this paragraph is  
45 transferred to the qualifying hospital by the  
46 department.

47 Continuation of the supplemental disproportionate  
48 share and supplemental indirect medical education  
49 adjustment shall preserve the funds available to the  
50 university hospital for medical and surgical treatment

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1 of indigent patients as provided in chapter 255 and to  
2 the state university of Iowa for educational purposes  
3 at the same level as provided by the state funds  
4 initially appropriated for that purpose.

5 The department of human services shall, in any  
6 compilation of data or other report distributed to the  
7 public concerning payments to providers under the  
8 medical assistance program, set forth reimbursements  
9 to a qualifying hospital through the supplemental  
10 disproportionate share and supplemental indirect  
11 medical education adjustment as a separate item and  
12 shall not include such payments in the amounts  
13 otherwise reported as the reimbursement to a  
14 qualifying hospital for services to medical assistance  
15 recipients.

16 For purposes of this section, "supplemental  
17 payment" means a supplemental payment amount paid for  
18 medical assistance to a hospital qualifying for that  
19 payment under this section.

20 Sec. 15. STATE UNIVERSITY OF IOWA -- DEPARTMENT OF  
21 HUMAN SERVICES. The department of human services  
22 shall transfer to the state university of Iowa for the  
23 purposes of the creative employment options program  
24 the same amount of moneys in the fiscal year beginning  
25 July 1, 1999, and ending June 30, 2000, as was  
26 transferred in the fiscal year beginning July 1, 1997,  
27 and ending June 30, 1998.

28 Sec. 16. For the fiscal year beginning July 1,  
29 1999, and ending June 30, 2000, the state board of  
30 regents may use notes, bonds, or other evidences of  
31 indebtedness issued under section 262.48 to finance  
32 projects that will result in energy cost savings in an  
33 amount that will cause the state board to recover the  
34 cost of the projects within an average of six years.

35 Sec. 17. Notwithstanding section 270.7, the  
36 department of revenue and finance shall pay the state  
37 school for the deaf and the Iowa braille and sight  
38 saving school the moneys collected from the counties  
39 during the fiscal year beginning July 1, 1999, for  
40 expenses relating to prescription drug costs for  
41 students attending the state school for the deaf and  
42 the Iowa braille and sight saving school.

43 Sec. 18. Section 256.16, unnumbered paragraph 1,  
44 Code 1999, is amended to read as follows:

45 Pursuant to section 256.7, subsection 5, the state  
46 board shall adopt rules requiring all higher education  
47 institutions providing practitioner preparation to  
48 include in the professional education program,  
49 preparation that contributes to education of students  
50 with disabilities and students who are gifted and

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1 talented, along with preparation in reading recovery  
2 and other reading programs, which must be successfully  
3 completed before graduation from the practitioner  
4 preparation program.

5 Sec. 19. Section 256.44, Code 1999, as amended by  
6 1999 Iowa Acts, House File 766, if enacted, is amended  
7 by adding the following new subsection:

8 NEW SUBSECTION. 7. Notwithstanding section 8.33,  
9 funds appropriated for purposes of this section which  
10 remain unencumbered or unobligated at the close of the  
11 fiscal year for which the funds were appropriated  
12 shall not revert but shall be available for  
13 expenditure for the following fiscal year for purposes  
14 of this section.

15 Sec. 20. NEW SECTION. 256.67A INSURANCE  
16 ELIGIBILITY.

17 Personnel employed by a regional library shall be  
18 considered state employees for purposes of eligibility  
19 for receiving employee health and dental insurance as  
20 provided to state employees by the department of  
21 personnel. If a regional library elects to  
22 participate in a state employee health and dental  
23 insurance program, the regional library shall continue  
24 to pay the costs of employee participation in a  
25 program from funds appropriated for purposes of the  
26 regional libraries by the general assembly.

27 Sec. 21. Section 261.2, Code 1999, is amended by  
28 adding the following new subsection:

29 NEW SUBSECTION. 15. Be prohibited from expending  
30 interest moneys earned on accounts of the commission  
31 located within the office of the treasurer of state  
32 unless the general assembly specifically appropriates  
33 the interest moneys for use by the commission. If the  
34 general assembly appropriates interest moneys  
35 transferred from the Pub. L. No. 105-33 recall account  
36 within the office of the treasurer of state to the  
37 fund 61 default reduction account, the commission  
38 shall adopt rules for the expenditure of the interest  
39 moneys for purposes of issuing emergency loans to  
40 assist needy students in avoiding default on a  
41 guaranteed or parental loan made under this chapter.

42 Sec. 22. Section 261.12, subsection 1, paragraph  
43 b, Code 1999, is amended to read as follows:

44 b. For the fiscal year beginning July 1, 1998  
45 1999, and for each following fiscal year, three  
46 thousand ~~six~~ nine hundred ~~fifty~~ dollars.

47 Sec. 23. Section 261.17, subsection 4, Code 1999,  
48 is amended to read as follows:

49 4. The amount of a vocational-technical tuition  
50 grant shall not exceed the lesser of six hundred fifty

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1 dollars per year or the amount of the student's  
2 established financial need.

3 Sec. 24. Section 261.25, subsections 1 through 3,  
4 Code 1999, are amended to read as follows:

5 1. There is appropriated from the general fund of  
6 the state to the commission for each fiscal year the  
7 sum of ~~forty-four~~ forty-seven million six hundred  
8 sixty-four thousand seven hundred fifty dollars for  
9 tuition grants.

10 2. There is appropriated from the general fund of  
11 the state to the commission for each fiscal year the  
12 sum of four hundred ~~seventy-four~~ ninety-eight thousand  
13 ~~eight~~ five hundred forty dollars for scholarships.

14 3. There is appropriated from the general fund of  
15 the state to the commission for each fiscal year the  
16 sum of two million ~~two~~ four hundred ~~forty-four~~ eighty-  
17 two thousand ~~one~~ four hundred ~~ninety-seven~~ dollars for  
18 vocational-technical tuition grants.

19 Sec. 25. Section 261.25, subsection 4, Code 1999,  
20 is amended by striking the subsection.

21 Sec. 26. Section 261.71, subsection 1, paragraph  
22 c, Code 1999, is amended to read as follows:

23 c. The student practices agrees to practice in an  
24 underserved area in the state of Iowa for a period of  
25 time to be determined by the commission at the time  
26 the loan is awarded.

27 Sec. 27. Section 261.71, subsections 2 and 3, Code  
28 1999, are amended to read as follows:

29 ~~2. Of the moneys loaned to an eligible student,~~  
30 ~~for each year of up to and including four years of~~  
31 ~~practice in Iowa, an amount equal to twenty-five~~  
32 ~~percent of the original principal and the~~  
33 ~~proportionate share of accrued interest, or one~~  
34 ~~thousand one hundred dollars, whichever is greater,~~  
35 ~~shall be forgiven. If a student fails to complete a~~  
36 ~~year of practice in the state, as practice is defined~~  
37 ~~by the college student aid commission, the loan amount~~  
38 ~~for that year shall not be forgiven. The contract for~~  
39 the loan repayment shall stipulate the time period the  
40 chiropractor shall practice in an underserved area in  
41 this state. In addition, the contract shall stipulate  
42 that the chiropractor repay any funds paid on the  
43 chiropractor's loan by the commission if the  
44 chiropractor fails to practice in an underserved area  
45 in this state for the required period of time.

46 Forgivable loans made to eligible students shall not  
47 become due, for repayment purposes, until one year  
48 after the student has graduated. A loan that has not  
49 been forgiven may be sold to a bank, savings and loan  
50 association, credit union, or nonprofit agency

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1 eligible to participate in the guaranteed student loan  
2 program under the federal Higher Education Act of  
3 1965, 20 U.S.C. § 1071 et seq., by the commission when  
4 the loan becomes due for repayment.

5 3. For purposes of this section "graduate student"  
6 means a student who has completed at least ninety  
7 semester hours, or the trimester or quarter  
8 equivalent, of postsecondary course work at a public  
9 higher education institution or at an accredited  
10 private institution, as defined under section 261.9.  
11 "Underserved area" means a geographical area included  
12 on the Iowa governor's health practitioner shortage  
13 area list, which is compiled by the center for rural  
14 health and primary care of the Iowa department of  
15 public health. The ~~college-student-aid~~ commission  
16 shall adopt rules, consistent with rules used for  
17 students enrolled in higher education institutions  
18 under the control of the state board of regents, for  
19 purposes of determining Iowa residency status of  
20 graduate students under this section. The commission  
21 shall also adopt rules which provide standards,  
22 guidelines, and procedures for the receipt,  
23 processing, and administration of student applications  
24 and loans under this section.

25 Sec. 28. NEW SECTION. 261.86 NATIONAL GUARD  
26 EDUCATIONAL ASSISTANCE PROGRAM.

27 1. A national guard educational assistance program  
28 is established to be administered by the college  
29 student aid commission for members of the Iowa  
30 national guard who are enrolled as undergraduate  
31 students in a community college, an institution of  
32 higher learning under the state board of regents, or  
33 an accredited private institution. The college  
34 student aid commission shall adopt rules pursuant to  
35 chapter 17A to administer this section. An individual  
36 is eligible for the national guard educational  
37 assistance program if the individual meets all of the  
38 following conditions:

39 a. Is a resident of the state and a member of an  
40 Iowa army or air national guard unit while receiving  
41 educational assistance pursuant to this section.

42 b. Satisfactorily completed required initial  
43 active duty training.

44 c. Maintains satisfactory performance of duty upon  
45 return from initial active duty training, including  
46 attending a minimum ninety percent of scheduled drill  
47 dates and attending annual training.

48 d. Is enrolled as an undergraduate student in a  
49 community college as defined in section 260C.2, an  
50 institution of higher learning under the control of

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1 the board of regents, or an accredited private  
2 institution as defined in section 261.9, and is  
3 maintaining satisfactory academic progress.

4 e. Provides proper notice of national guard status  
5 to the community college or institution at the time of  
6 registration for the term in which tuition benefits  
7 are sought.

8 f. Submits an application to the adjutant general  
9 of Iowa, on forms prescribed by the adjutant general,  
10 who shall determine eligibility and whose decision is  
11 final.

12 2. The amount of educational assistance received  
13 by a national guard member pursuant to this section  
14 shall be determined by the adjutant general and shall  
15 not exceed the resident tuition rate established for  
16 institutions of higher learning under the control of  
17 the state board of regents. If the amount  
18 appropriated in a fiscal year for purposes of this  
19 section is insufficient to provide educational  
20 assistance to all national guard members who apply for  
21 the program and who are determined by the adjutant  
22 general to be eligible for the program, the adjutant  
23 general shall determine the amount of educational  
24 assistance each eligible guard member shall receive.  
25 However, educational assistance paid to an eligible  
26 national guard member shall not be less than an amount  
27 equal to fifty percent of the resident tuition rate  
28 established for institutions of higher learning under  
29 the control of the state board of regents. The  
30 adjutant general shall not determine educational  
31 assistance amounts based upon a national guard  
32 member's unit, the location at which drills are  
33 attended, or whether the eligible individual is a  
34 member of the Iowa army or air national guard.

35 3. An eligible member of the national guard,  
36 attending an institution as provided in subsection 1,  
37 paragraph "d", as a full-time student, shall not  
38 receive educational assistance under this section for  
39 more than eight semesters, or if attending as a part-  
40 time student for not more than sixteen semesters, of  
41 undergraduate study, or the trimester or quarter  
42 equivalent. A national guard member who has met the  
43 educational requirements for a baccalaureate degree is  
44 ineligible for educational assistance under this  
45 section.

46 4. The eligibility of applicants and amounts of  
47 educational assistance to be paid shall be certified  
48 by the adjutant general of Iowa to the college student  
49 aid commission, and all amounts that are or become due  
50 to a community college, accredited private

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1 institution, or institution of higher learning under  
2 the control of the state board of regents under this  
3 section shall be paid to the college or institution by  
4 the college student aid commission upon receipt of  
5 certification by the president or governing board of  
6 the educational institution as to accuracy of charges  
7 made, and as to the attendance and academic progress  
8 of the individual at the educational institution. The  
9 college student aid commission shall maintain an  
10 annual record of the number of participants and the  
11 dollar value of the educational assistance provided.

12 5. For purposes of this section, unless otherwise  
13 required, "educational assistance" means the same as  
14 "cost of attendance" as defined in Title IV, part B,  
15 of the federal Higher Education Act of 1965 as  
16 amended.

17 Sec. 29. Section 294A.25, subsections 6, 11, and  
18 12, Code 1999, are amended to read as follows:

19 6. For the fiscal year beginning July 1, ~~1997~~  
20 1999, and ending June 30, ~~1998~~ 2000, from phase III  
21 moneys the amount of fifty thousand dollars to the  
22 department of education for the geography alliance.

23 11. For the fiscal year beginning July 1, ~~1998~~  
24 1999, and ending June 30, ~~1999~~ 2000, to the department  
25 of education from phase III moneys the amount of one  
26 million two hundred fifty thousand dollars for support  
27 for the operations of the new Iowa schools development  
28 corporation and for school transformation design and  
29 implementation projects administered by the  
30 corporation. Of the amount provided in this  
31 subsection, one hundred fifty thousand dollars shall  
32 be used for the school and community planning  
33 initiative.

34 12. For the fiscal year beginning July 1, ~~1998~~  
35 1999, and ending June 30, 2000, to the department of  
36 education from phase III moneys the amount of one  
37 hundred fifty thousand dollars to the Iowa public  
38 broadcasting division for overnight transmitter feeds.

39 Sec. 30. Section 294A.25, Code 1999, is amended by  
40 adding the following new subsections:

41 NEW SUBSECTION. 13. For the fiscal year beginning  
42 July 1, 1999, and ending June 30, 2000, to the  
43 department of education from phase III moneys the  
44 amount of fifty thousand dollars for participation in  
45 the national assessment of education progress.

46 NEW SUBSECTION. 14. For the fiscal year beginning  
47 July 1, 1999, and ending June 30, 2000, to the  
48 department of education from phase III moneys the  
49 amount of fifty thousand dollars for the Iowa  
50 mathematics and science coalition.

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1 Sec. 31. EMERGENCY RULES. The commission of  
 2 libraries shall adopt emergency rules under section  
 3 17A.4, subsection 2, and section 17A.5, subsection 2,  
 4 paragraph "b", adopting the performance measures  
 5 referred to in 286 IAC 3.6 and implement the  
 6 provisions of section 7, subsection 5, paragraph "b",  
 7 of this Act, and the rules shall be effective  
 8 immediately upon filing unless a later date is  
 9 specified in the rules. Any rules adopted in  
 10 accordance with this section shall also be published  
 11 as a notice of intended action as provided in section  
 12 17A.4.

13 Sec. 32. Section 261.21, Code 1999, is repealed.

14 Sec. 33. EFFECTIVE DATES.

15 1. Section 4 of this Act, relating to the  
 16 remaining national guard tuition aid balance, being  
 17 deemed of immediate importance, takes effect upon  
 18 enactment.

19 2. Section 5 of this Act, relating to the  
 20 remaining industrial technology forgivable loan  
 21 program balance, being deemed of immediate importance,  
 22 takes effect upon enactment.

23 3. Section 9 of this Act, relating to board of  
 24 educational examiners licensing fees, being deemed of  
 25 immediate importance, takes effect upon enactment.

26 4. Section 10 of this Act, relating to the  
 27 distribution of FY 1999-2000 extended school year  
 28 grant moneys, being deemed of immediate importance,  
 29 takes effect upon enactment.

30 5. Section 31 of this Act, relating to emergency  
 31 rules, being deemed of immediate importance, takes  
 32 effect upon enactment."

By COMMITTEE ON APPROPRIATIONS  
 MILLAGE of Scott, Chairperson

H-1618 FILED APRIL 14, 1999

*Adopted*  
*4/21/99*  
*(P.1575)*

*[Signature]*

## SENATE FILE 464

H-1534

1 Amend Senate File 464, as amended, passed, and  
2 reprinted by the Senate, as follows:

3 1. Page 31, by inserting after line 24 the  
4 following:

5 "Sec. \_\_\_\_ . Section 303.16, Code 1999, is amended  
6 by adding the following new subsection:

7 NEW SUBSECTION. 10. a. The general assembly  
8 finds that the country school that served Iowa's  
9 educational needs for much of its history offered a  
10 unique opportunity to students and communities,  
11 providing for multigenerational attendance, high  
12 educational performance, a safe environment, a focus  
13 for community support, and a caring, attentive  
14 environment.

15 b. A country schools historical resource  
16 preservation grant program is therefore established to  
17 be administered by the historical division for the  
18 preservation of one-room and two-room buildings once  
19 used as country schools. In developing grant approval  
20 criteria, the division shall place a priority on the  
21 educational uses planned for the country school  
22 building, which may include, but are not limited to,  
23 historical interpretation and use as a teaching museum  
24 or as an operational classroom accessible to a school  
25 district or accredited nonpublic school for  
26 provisional instructional purposes.

27 c. Notwithstanding any other provision of this  
28 section, the amount of a grant shall not exceed  
29 twenty-five thousand dollars and applicants shall  
30 match grant funding on a dollar-for-dollar basis, of  
31 which at least one-half of the local match must be in  
32 cash.

33 d. Ten percent of the funds appropriated annually  
34 for purposes of this section shall be allocated for  
35 purposes of this subsection."

By SCHERRMAN of Dubuque

H-1534 FILED APRIL 12, 1999

0/0

4/21/99

(P. 1575)

## SENATE FILE 464

H-1688

1 Amend the Committee amendment, H-1618, to Senate  
2 File 464, as amended, passed, and reprinted by the  
3 Senate, as follows:

4 1. Page 27, by inserting before line 1 the  
5 following:

6 "Sec. 125. Section 422E.4, unnumbered paragraph 2,  
7 Code 1999, is amended to read as follows:

8 A school district in which a local option sales tax  
9 for school infrastructure purposes has been imposed  
10 shall be authorized to enter into a chapter 28E  
11 agreement with one or more cities or a county whose  
12 boundaries encompass all or a part of the area of the  
13 school district. A city or cities entering into a  
14 chapter 28E agreement shall be authorized to expend  
15 its designated portion of the local option sales and  
16 services tax revenues for any valid purpose permitted  
17 in this chapter or authorized by the governing body of  
18 the city. A county entering into a chapter 28E  
19 agreement with a school district in which a local  
20 option sales tax for school infrastructure purposes  
21 has been imposed shall be authorized to expend its  
22 designated portion of the local option sales and  
23 services tax revenues to provide property tax relief  
24 within the boundaries of the school district located  
25 in the county. A school district shall be authorized  
26 to enter into a chapter 28E agreement pursuant to this  
27 section only if the ballot proposition concerning  
28 imposition of the tax included entering into a chapter  
29 28E agreement as a potential use of the revenue."

30 2. Page 27, by inserting after line 29 the  
31 following:

32 "\_\_\_\_. Section 125 of this Act, amending section  
33 422E.4, being deemed of immediate importance, takes  
34 effect upon enactment and applies retroactively to  
35 July 1, 1998."

By OSTERHAUS of Jackson

H-1688 FILED APRIL 19, 1999

*WIP 4/21/99 (P. 1566)*

## SENATE FILE 464

H-1663

1 Amend the Committee amendment, H-1618, to Senate  
2 File 464, as amended, passed, and reprinted by the  
3 Senate, as follows:

4 1. Page 6, line 13, by inserting after the word  
5 "commission." the following: "The funds allocated as  
6 provided in this lettered paragraph shall not be used  
7 for the costs of administration by the division."

8 2. By renumbering, relettering, and redesignating  
9 as necessary.

By GRUNDBERG of Polk

H-1663 FILED APRIL 19, 1999

*Adopted 4/21/99  
(P. 1556)*

SENATE FILE 464

H-1686

1 Amend the Committee amendment, H-1618, to Senate  
 2 File 464, as amended, passed, and reprinted by the  
 3 Senate, as follows:  
 4 1. Page 13, by striking lines 21 through 29 and  
 5 inserting the following: "appropriate, provide for  
 6 medical and surgical treatment of indigent patients at  
 7 the university hospital or clinic nearest to the  
 8 residence of the indigent patient receiving treatment.  
 9 However, the university of Iowa hospitals and clinics  
 10 shall not implement the provisions of this paragraph  
 11 in such a manner as to cause a reduction in federal  
 12 funding or an increase in county costs."

By HEATON of Henry  
 GARMAN of Story

H-1686 FILED APRIL 19, 1999

*W/P 4/21/99*

SENATE FILE 464

H-1687

1 Amend the Committee amendment, H-1618, to Senate  
 2 File 464, as amended, passed, and reprinted by the  
 3 Senate, as follows:

4 1. Page 8, by striking line 37 and inserting the  
 5 following:

*A* 6 "..... \$ 750,000"

7 2. Page 9, by inserting after line 2 the  
 8 following:

*B* 9 "\_\_\_\_. A school district that submits to the  
 10 department a claim for reimbursement in accordance  
 11 with this subsection shall develop and integrate  
 12 specific employability skills goals and activities  
 13 into the comprehensive school improvement plan  
 14 required under section 256.7, subsection 21, paragraph  
 15 "a"."

16 3. By renumbering as necessary.

By WISE of Lee	OSTERHAUS of Jackson
STEVENS of Dickinson	WHITEAD of Woodbury
BUKTA of Clinton	REYNOLDS of Van Buren
LARKIN of Lee	KREIMAN of Davis
MASCHER of Johnson	BURNETT of Story
COHOON of Des Moines	TAYLOR of Linn
BELL of Jasper	CHAPMAN of Linn
WARNSTADT of Woodbury	FOEGE of Linn
WITT of Black Hawk	HOLVECK of Polk
CHIODO of Polk	MURPHY of Dubuque
DOTZLER of Black Hawk	RICHARDSON of Warren
SCHERRMAN of Dubuque	

H-1687 FILED APRIL 19, 1999

*A. Lost 4/21/99 (p. 1559)*  
*B. W/P 4/21/99 (p. 1559)*

SENATE FILE 464

H-1691

1 Amend the Committee amendment, H-1618, to Senate  
 2 File 464, as amended, passed, and reprinted by the  
 3 Senate, as follows:  
 4 1. Page 4, by striking line 25 and inserting the  
 5 following:

6 "..... \$ 6,631,873"

By WITT of Black Hawk  
 MASCHER of Johnson  
 DOTZLER of Black Hawk  
 MURPHY of Dubuque  
 JOCHUM of Dubuque  
 SCHERRMAN of Dubuque  
 OSTERHAUS of Jackson  
 WHITEAD of Woodbury  
 REYNOLDS of Van Buren  
 FREVERT of Palo Alto  
 MERTZ of Kossuth  
 HUSER of Polk  
 DODERER of Johnson  
 CHAPMAN of Linn  
 TAYLOR of Linn  
 FOEGE of Linn  
 CHIODO of Polk

WARNSTADT of Woodbury  
 BELL of Jasper  
 COHOON of Des Moines  
 LARKIN of Lee  
 BUKTA of Clinton  
 WISE of Lee  
 KREIMAN of Davis  
 SHOULTZ of Black Hawk  
 CATALDO of Polk  
 MUNDIE of Webster  
 O'BRIEN of Boone  
 KUHN of Floyd  
 FORD of Polk  
 BURNETT of Story  
 CONNORS of Polk  
 HOLVECK of Polk

H-1691 FILED APRIL 19, 1999

*W/D*  
*4/21/99 (P.1554)*

SENATE FILE 464

H-1689

1 Amend the committee amendment, H-1618, to Senate  
 2 File 464, as amended, passed, and reprinted by the  
 3 Senate, as follows:  
 4 1. Page 26, by inserting after line 16 the  
 5 following:  
 6 "Sec. \_\_\_\_ . Section 273.11, subsection 2, paragraph  
 7 c, Code 1999, is amended to read as follows:  
 8 c. Support for curriculum development,  
 9 instruction, and assessment for reading, language  
 10 arts, social studies, math mathematics and science,  
 11 using research-based methodologies."  
 12 2. By renumbering, relettering, and redesignating  
 13 as necessary.

By MASCHER of Johnson  
 BURNETT of Story

H-1689 FILED APRIL 19, 1999

*Lost*  
*4/21/99*  
*(P 1564)*

SENATE FILE 464

H-1690

1 Amend the committee amendment, H-1618, to Senate
2 File 464, as amended, passed, and reprinted by the
3 Senate, as follows:

4 1. Page 7, by striking line 30 and inserting the
5 following:

6 "..... \$ 7,811,324
7 From the funds appropriated in this subsection,
8 \$150,000 shall be used for overnight transmitter
9 feeds."

10 2. Page 9, by inserting after line 21 the
11 following:

12 " . GEOGRAPHY ALLIANCE
13 For support of the geography alliance:
14 ..... \$ 50,000

15 . NATIONAL ASSESSMENT OF EDUCATION PROGRESS
16 For participation in the national assessment of
17 education progress:
18 ..... \$ 50,000

19 . IOWA MATHEMATICS AND SCIENCE COALITION
20 For the Iowa mathematics and science coalition:
21 ..... \$ 50,000"

22 3. Page 26, by striking lines 17 through 22 and
23 inserting the following:

24 "Sec. . Section 294A.25, subsection 11, Code
25 1999, is amended to read as follows:"

26 4. Page 26, by striking lines 34 through 50.

27 5. By renumbering, relettering, and redesignating
28 as necessary.

- By STEVENS of Dickinson BUKTA of Clinton
WISE of Lee LARKIN of Lee
WARNSTADT of Woodbury COHOON of Des Moines
FREVERT of Palo Alto BELL of Jasper
MERTZ of Kossuth CHIODO of Polk
KREIMAN of Davis SHOULTZ of Black Hawk
REYNOLDS of Van Buren OSTERHAUS of Jackson
WHITEAD of Woodbury RICHARDSON of Warren
FALCK of Fayette O'BRIEN of Boone
SCHERRMAN of Dubuque CATALDO of Polk
JOCHUM of Dubuque KREIMAN of Davis
DOTZLER of Black Hawk THOMAS of Clayton
MASCHER of Johnson FOEGE of Linn
MYERS of Johnson HOLVECK of Polk

H-1690 FILED APRIL 19, 1999

Lost
4/21/99
(P. 1558)

SENATE FILE 464

H-1693

1 Amend the Committee amendment, H-1618, to Senate  
2 File 464, as amended, passed, and reprinted by the  
3 Senate, as follows:

4 1. Page 6, by striking line 7 and inserting the  
5 following:

6 "..... \$ 1,000,000"

By SCHERRMAN of Dubuque  
FALCK of Fayette  
JOCHUM of Dubuque  
MURPHY of Dubuque  
DOTZLER of Black Hawk  
MASCHER of Johnson  
OSTERHAUS of Jackson  
WEIGEL of Chickasaw  
WITT of Black Hawk  
SCHRADER of Marion  
BELL of Jasper  
COHOON of Des Moines  
LARKIN of Lee  
BUKTA of Clinton  
MUNDIE of Webster  
WISE of Lee  
STEVENS of Dickinson  
MERTZ of Kossuth  
FREVERT of Palo Alto  
HUSER of Polk  
DODERER of Johnson

CHAPMAN of Linn  
TAYLOR of Linn  
FOEGE of Linn  
HOLVECK of Polk  
CHIODO of Polk  
MAY of Worth  
DREES of Carroll  
MYERS of Johnson  
CATALDO of Polk  
O'BRIEN of Boone  
FORD of Polk  
BURNETT of Story  
REYNOLDS of Van Buren  
KREIMAN of Davis  
WHITEAD of Woodbury  
THOMAS of Clayton  
PARMENTER of Story  
RICHARDSON of Warren  
KUHN of Floyd  
CONNORS of Polk  
WARNSTADT of Woodbury

H-1693 FILED APRIL 19, 1999

*Act*  
*4/21/99*  
*(P. 1556)*

SENATE FILE 464

H-1692

1 Amend the Committee amendment, H-1618, to Senate  
2 File 464, as amended, passed, and reprinted by the  
3 Senate, as follows:

4 1. Page 13, by striking lines 9 and 10 and  
5 inserting the following:

6 "..... \$238,144,141  
7 ..... FTEs 4,049.62"

8 2. Page 16, by striking lines 30 and 31 and  
9 inserting the following:

10 "..... \$186,348,896  
11 ..... FTEs 3,600.88"

12 3. Page 17, by striking lines 40 and 41 and  
13 inserting the following:

14 "..... \$ 83,572,982  
15 ..... FTEs 1,406.86"

By MASCHER of Johnson	REYNOLDS of Van Buren
FREVERT of Palo Alto	WHITEAD of Woodbury
DODERER of Johnson	PARMENTER of Story
SHOULTZ of Black Hawk	OSTERHAUS of Jackson
CHAPMAN of Linn	SCHERRMAN of Dubuque
FOEGE of Linn	MURPHY of Dubuque
HOLVECK of Polk	DOTZLER of Black Hawk
CHIODO of Polk	CATALDO of Polk
JOCHUM of Dubuque	MUNDIE of Webster
WITT of Black Hawk	KUHN of Floyd
SCHRADER of Marion	FORD of Polk
BELL of Jasper	FALCK of Fayette
LARKIN of Lee	CONNORS of Polk
BUKTA of Clinton	MYERS of Johnson
WISE of Lee	
BURNETT of Story	MERTZ of Kossuth
KREIMAN of Davis	

H-1692 FILED APRIL 19, 1999

*lost  
4/21/99  
(p.1561)*

SENATE FILE 464

H-1695

1 Amend the committee amendment, H-1618, to Senate  
2 File 464, as amended, passed, and reprinted by the  
3 Senate, as follows:

4 1. Page 1, by inserting after line 46 the  
5 following:

6 "\_\_\_\_\_. IOWA WORKER RETRAINING FORGIVABLE LOAN  
7 PROGRAM

8 For the Iowa worker retraining forgivable loan  
9 program as established in section 261.114:

10 ..... \$ 1,750,000"

11 2. Page 2, by inserting after line 41 the  
12 following:

13 "Sec. \_\_\_\_\_. FISCAL YEAR 1999-2000 OCCUPATIONAL  
14 SHORTAGE AREAS. Notwithstanding section 261.114,  
15 subsection 2, for the fiscal year beginning July 1,  
16 1999, and ending June 30, 2000, the Iowa workforce  
17 development board, in consultation with the  
18 departments of education and economic development and  
19 the college student aid commission, shall designate  
20 skill shortage areas for purposes of the Iowa worker  
21 retraining forgivable loan program."

22 3. Page 26, by inserting after line 16 the  
23 following:

24 "Sec. \_\_\_\_\_. NEW SECTION. 261.114 IOWA WORKER  
25 RETRAINING FORGIVABLE LOAN PROGRAM.

26 1. An Iowa worker retraining forgivable loan  
27 program is established to be administered by the  
28 college student aid commission. An individual is  
29 eligible for the forgivable loan program if the  
30 individual is a resident of this state who is enrolled  
31 at a community college as established under chapter  
32 260C, an institution of higher learning under the  
33 control of the state board of regents, or an  
34 accredited private institution as defined in section  
35 261.9, in a designated skill area in which  
36 occupational shortages are anticipated as determined  
37 pursuant to subsection 2.

38 2. The governor's skills forecasting council shall  
39 annually designate the skill areas in which  
40 occupational shortages are anticipated. In  
41 designating skills areas in which occupational  
42 shortages are anticipated, the council shall consider  
43 the quality of the jobs in the occupational shortage  
44 area. In rating the quality of the jobs, the council  
45 shall place greater emphasis on those jobs that have a  
46 higher wage scale, have a lower turnover rate, are  
47 full-time or career-type positions, provide  
48 comprehensive health benefits, or have factors  
49 associated with them that are indicative of jobs  
50 higher in quality than jobs in other occupational

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1 shortage areas.  
2 3. Each applicant shall, in accordance with the  
3 rules of the commission, do the following:  
4 a. Complete and file an application, on forms  
5 provided by the commission, for an Iowa worker  
6 retraining forgivable loan. The individual shall be  
7 responsible for the submission of the financial  
8 information required for evaluation of the applicant's  
9 need for a forgivable loan, on forms determined by the  
10 commission.  
11 b. File a new application and financial  
12 information annually on the basis of which the  
13 applicant's eligibility for a renewed forgivable loan  
14 will be evaluated and determined.  
15 4. Forgivable loans to eligible students shall not  
16 become due until after the student graduates or leaves  
17 school. The individual's total loan amount, including  
18 principal and interest, shall be reduced by twenty-  
19 five percent for each year in which the individual  
20 remains an Iowa resident and is employed in Iowa in  
21 the skill shortage area for which the loan was  
22 approved. If the commission determines that the  
23 person does not meet the criteria for forgiveness of  
24 the principal and interest payments, the commission  
25 shall establish a plan for repayment of the principal  
26 and interest over a five-year period. If a person  
27 required to make the repayment does not make the  
28 required payments, the commission shall provide for  
29 payment collection.  
30 5. The amount of an Iowa worker retraining  
31 forgivable loan shall not exceed one thousand five  
32 hundred dollars annually, or the amount of the  
33 student's established financial need, whichever is  
34 less. However, if the loan amount approved by the  
35 commission exceeds the student's expenses for tuition,  
36 room and board, and mandatory fees, the balance shall  
37 be distributed to the student for whom the loan was  
38 made. However, the commission may exceed the maximum  
39 loan amount based upon the demand for loans or an  
40 extraordinary demand for trained workers in a skill  
41 shortage area.  
42 6. The commission shall prescribe by rule the  
43 interest rate for the forgivable loan.  
44 7. An Iowa worker retraining forgivable loan fund  
45 is created for deposit of payments made by forgivable  
46 loan recipients who do not fulfill the conditions of  
47 the forgivable loan program, or by businesses who wish  
48 to contribute financial assistance on behalf of  
49 current or former employees. Notwithstanding section  
50 8.33, moneys deposited in the fund shall not revert to

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1 the general fund of the state at the end of any fiscal  
2 year but shall remain in the forgivable loan fund and  
3 be continuously available to make additional loans  
4 under the program. Notwithstanding section 12C.7,  
5 subsection 2, interest or earnings on moneys deposited  
6 in the Iowa worker retraining forgivable loan fund  
7 shall be credited to the fund.

8 8. The commission shall adopt rules for  
9 determining financial need, defining tuition and  
10 mandatory fees, defining residence for the purposes of  
11 this section, processing and approving applications  
12 for loan forgiveness, and determining priority of loan  
13 forgiveness. The commission shall give priority to  
14 students who have the greatest demonstrated financial  
15 need, who wish to upgrade their skills, and who are  
16 earning not more than two dollars over the minimum  
17 wage as established in section 91D.1. The commission  
18 shall also give priority to a person whose present or  
19 former employer contributes financial assistance as  
20 provided in subsection 7 on behalf of the person, and  
21 the level of priority shall be based upon the amount  
22 of the present or former employer's contribution."

23 4. By renumbering, relettering, and redesignating  
24 as necessary.

By WISE of Lee

- MASCHER of Johnson
- STEVENS of Dickinson
- MERTZ of Kossuth
- FREVERT of Palo Alto
- HUSER of Polk
- DODERER of Johnson
- CHAPMAN of Linn
- TAYLOR of Linn
- FOEGE of Linn
- HOLVECK of Polk
- CHIODO of Polk
- WITT of Black Hawk
- WARNSTADT of Woodbury
- BELL of Jasper
- RICHARDSON of Warren
- COHOON of Des Moines
- LARKIN of Lee

- BUKTA of Clinton
- KUHN of Floyd
- CONNORS of Polk
- REYNOLDS of Van Buren
- KREIMAN of Davis
- WHITEAD of Woodbury
- SHOULTZ of Black Hawk
- FALCK of Fayette
- OSTERHAUS of Jackson
- SCHERRMAN of Dubuque
- WEIGEL of Chickasaw
- JOCHUM of Dubuque
- DOTZLER of Black Hawk
- MURPHY of Dubuque
- BURNETT of Story
- O'BRIEN of Boone
- MUNDIE of Webster
- FORD of Polk

H-1695 FILED APRIL 19, 1999

*Let*  
*4/21/99*  
*(P1569)*

## SENATE FILE 464

H-1694

1 Amend the committee amendment, H-1618, to Senate  
 2 File 464, as amended, passed, and reprinted by the  
 3 Senate, as follows:

4 1. Page 23, line 7, by striking the word "six"  
 5 and inserting the following: "~~six~~ nine".

6 2. Page 23, line 8, by striking the word "sixty-  
 7 four" and inserting the following: "~~sixty-four~~  
 8 fourteen".

By SCHERRMAN of Dubuque  
 FALCK of Fayette  
 MERTZ of Kossuth  
 JOCHUM of Dubuque  
 MURPHY of Dubuque  
 DOTZLER of Black Hawk  
 WARNSTADT of Woodbury  
 WEIGEL of Chickasaw  
 SCHRADER of Marion  
 BELL of Jasper  
 COHOON of Des Moines  
 LARKIN of Lee  
 BUKTA of Clinton  
 STEVENS of Dickinson  
 KUHN of Floyd  
 FREVERT of Palo Alto  
 BURNETT of Story  
 REYNOLDS of Van Buren  
 KREIMAN of Davis

WHITEAD of Woodbury  
 THOMAS of Clayton  
 PARMENTER of Story  
 OSTERHAUS of Jackson  
 MASCHER of Johnson  
 HOLVECK of Polk  
 CHIODO of Polk  
 MAY of Worth  
 DREES of Carroll  
 RICHARDSON of Warren  
 MUNDIE of Webster  
 O'BRIEN of Boone  
 FORD of Polk  
 CATALDO of Polk  
 FOEGE of Linn  
 CHAPMAN of Linn  
 TAYLOR of Linn  
 CONNORS of Polk

H-1694 FILED APRIL 19, 1999

*Loat*  
 4/21/99 (P.1563)

SENATE FILE 464

H-1697

1 Amend the Committee amendment, H-1618, to Senate  
 2 File 464, as amended, passed, and reprinted by the  
 3 Senate, as follows:  
 4 1. Page 22, by inserting after line 4 the  
 5 following:  
 6 "Sec. \_\_\_\_ . UNIVERSITY OF NORTHERN IOWA STUDY. The  
 7 university of northern Iowa and the Iowa high school  
 8 athletic association shall evaluate the relocation of  
 9 the state high school wrestling tournament to the UNI  
 10 Dome to better accommodate the large quantity of  
 11 individuals wishing to attend the tournament."  
 12 2. By renumbering as necessary.

By WEIGEL of Chickasaw  
SHOULTZ of Black Hawk

H-1697 FILED APRIL 19, 1999

*Not Harmon*  
*4/21/99 (P1662)*

SENATE FILE 464

H-1698

1 Amend the Committee amendment, H-1618, to Senate  
 2 File 464, as amended, passed, and reprinted by the  
 3 Senate, as follows:  
 4 1. Page 10, by inserting after line 39 the  
 5 following:  
 6 " \_\_\_\_ . COMMUNITY COLLEGE SALARY INCREASE AND STAFF  
 7 DEVELOPMENT  
 8 For allocation to community colleges, in accordance  
 9 with the state community college funding plan  
 10 established by administrative rule, for salary  
 11 increases and staff development purposes:  
 12 ..... \$ 6,000,000"  
 13 2. By renumbering as necessary.

By MASCHER of Johnson

H-1698 FILED APRIL 19, 1999

*W/D 4/21/99*  
*(P.1559)*

SENATE FILE 464

H-1699

1 Amend the committee amendment, H-1618, to Senate  
 2 File 464, as amended, passed, and reprinted by the  
 3 Senate, as follows:  
 4 1. Page 11, by inserting after line 25 the  
 5 following:  
 6 "Sec. \_\_\_\_ . REGIONAL LIBRARIES STUDY. The  
 7 legislative council is requested to establish an  
 8 interim study committee to review the issues  
 9 concerning making regional library staff state  
 10 employees. The interim study committee shall submit a  
 11 report of recommendations concerning these issues and  
 12 recommendations for any necessary legislation to the  
 13 general assembly by December 1, 1999."  
 14 2. By renumbering, relettering, and redesignating  
 15 as necessary.

*Adopted 4/21/99 (P1560)* By FREVERT of Palo Alto  
RAYHONS of Hancock

H-1699 FILED APRIL 19, 1999

## SENATE FILE 464

H-1696

1 Amend the committee amendment, H-1618, to Senate  
2 File 464, as amended, passed, and reprinted by the  
3 Senate, as follows:

4 1. Page 26, by inserting after line 50 the  
5 following:

6 "Sec. \_\_\_\_ . Section 303.16, Code 1999, is amended  
7 by adding the following new subsection:

8 NEW SUBSECTION. 10. a. The general assembly  
9 finds that the country school that served Iowa's  
10 educational needs for much of its history offered a  
11 unique opportunity to students and communities,  
12 providing for multigenerational attendance, high  
13 educational performance, a safe environment, a focus  
14 for community support, and a caring, attentive  
15 environment.

16 b. A country schools historical resource  
17 preservation grant program is therefore established to  
18 be administered by the historical division for the  
19 preservation of one-room and two-room buildings once  
20 used as country schools. In developing grant approval  
21 criteria, the division shall place a priority on the  
22 educational uses planned for the country school  
23 building, which may include, but are not limited to,  
24 historical interpretation and use as a teaching museum  
25 or as an operational classroom accessible to a school  
26 district or accredited nonpublic school for  
27 provisional instructional purposes.

28 c. Notwithstanding any other provision of this  
29 section, the amount of a grant shall not exceed  
30 twenty-five thousand dollars and applicants shall  
31 match grant funding on a dollar-for-dollar basis, of  
32 which at least one-half of the local match must be in  
33 cash."

34 2. By renumbering as necessary.

By SCHERRMAN of Dubuque

H-1696 FILED APRIL 19, 1999

*Adapted*

*4/21/99*

*(p. 1567)*

## SENATE FILE 464

H-1702

1 Amend the Committee amendment, H-1618, to Senate  
2 File 464, as amended, passed, and reprinted by the  
3 Senate, as follows:

4 1. Page 4, by inserting after line 4 the  
5 following:

6 "Of the funds appropriated in this subsection, the  
7 department of education shall use not more than  
8 \$10,000 for purposes of assisting area education  
9 agencies and school districts in implementing  
10 modifications in the time guidelines applicable to  
11 collective bargaining by certain employees, the  
12 submission of budgets, and teacher termination  
13 notices, as provided in this Act."

14 2. Page 21, by inserting after line 42 the  
15 following:

16 "Sec. 101. Section 20.17, subsection 11, paragraph  
17 a, Code 1999, is amended to read as follows:

18 a. In the absence of an impasse agreement  
19 negotiated pursuant to section 20.19 which provides  
20 for a different completion date, public employees  
21 represented by a certified employee organization, who  
22 are including teachers licensed under chapter 272, and  
23 who are employed by a public employer which is a  
24 school district or area education agency shall  
25 complete the negotiation of a proposed collective  
26 bargaining agreement not later than ~~May-31~~ March 15 of  
27 the year when the agreement is to become effective.  
28 The board shall provide, by rule, a date on which  
29 impasse items in such cases must be submitted to  
30 binding arbitration and for such other procedures as  
31 deemed necessary to provide for the completion of  
32 negotiations of proposed collective bargaining  
33 agreements not later than ~~May-31~~ March 15. The date  
34 selected for the mandatory submission of impasse items  
35 to binding arbitration in such cases shall be  
36 sufficiently in advance of ~~May-31~~ March 15 to ensure  
37 that the arbitrators' decision can be reasonably made  
38 before ~~May-31~~ March 15.

39 Sec. 102. Section 20.19, Code 1999, is amended to  
40 read as follows:

41 20.19 IMPASSE PROCEDURES -- AGREEMENT OF PARTIES.

42 As the first step in the performance of their duty  
43 to bargain, the public employer and the employee  
44 organization shall endeavor to agree upon impasse  
45 procedures. Such agreement shall provide for  
46 implementation of these impasse procedures not later  
47 than one hundred twenty days prior to the certified  
48 budget submission date of the public employer.

49 ~~However, if public employees represented by the~~  
50 ~~employee organization are teachers licensed under~~

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Page 2

~~1 chapter-272, and the public employer is a school~~  
~~2 district or area education agency, the agreement shall~~  
~~3 provide for implementation of impasse procedures not~~  
~~4 later than one hundred twenty days prior to May 31 of~~  
~~5 the year when the collective bargaining agreement is~~  
~~6 to become effective.~~ If the public employer is a  
7 community college, the agreement shall provide for  
8 implementation of impasse procedures not later than  
9 one hundred twenty days prior to May 31 of the year  
10 when the collective bargaining agreement is to become  
11 effective. If the parties fail to agree upon impasse  
12 procedures under the provisions of this section, the  
13 impasse procedures provided in sections 20.20 to 20.22  
14 shall apply.

15 Sec. 103. Section 20.20, Code 1999, is amended to  
16 read as follows:

17 20.20 MEDIATION.

18 In the absence of an impasse agreement negotiated  
19 pursuant to section 20.19 or the failure of either  
20 party to utilize its procedures, one hundred twenty  
21 days prior to the certified budget submission date, ~~or~~  
22 ~~one hundred twenty days prior to May 31 of the year~~  
23 ~~when the collective bargaining agreement is to become~~  
24 ~~effective if public employees represented by the~~  
25 ~~employee organization are teachers licensed under~~  
26 ~~chapter 272 and the public employer is a school~~  
27 ~~district or area education agency,~~ the board shall,  
28 upon the request of either party, appoint an impartial  
29 and disinterested person to act as mediator. If the  
30 public employer is a community college, and in the  
31 absence of an impasse agreement negotiated pursuant to  
32 section 20.19 or the failure of either party to  
33 utilize its procedures, one hundred twenty days prior  
34 to May 31 of the year when the collective bargaining  
35 agreement is to become effective, the board, upon the  
36 request of either party, shall appoint an impartial  
37 and disinterested person to act as mediator. It shall  
38 be the function of the mediator to bring the parties  
39 together to effectuate a settlement of the dispute,  
40 but the mediator may not compel the parties to agree.

41 Sec. 104. Section 24.17, unnumbered paragraph 1,  
42 Code 1999, is amended to read as follows:

43 The local budgets of the various political  
44 subdivisions shall be certified by the chairperson of  
45 the certifying board or levying board, as the case may  
46 be, in duplicate to the county auditor not later than  
47 March 15 of each year on forms, and pursuant to  
48 instructions, prescribed by the department of  
49 management. ~~However, if the political subdivision is~~  
50 ~~a school district, as defined in section 257.2, its~~

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-2-

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Page 3

~~1 budget shall be certified not later than April 15 of~~  
~~2 each year.~~

3 Sec. 105. Section 24.27, Code 1999, is amended to  
4 read as follows:

5 24.27 PROTEST TO BUDGET.

6 Not later than March 25 ~~or April 25 if the~~  
7 ~~municipality is a school district~~, a number of persons  
8 in any municipality equal to one-fourth of one percent  
9 of those voting for the office of governor, at the  
10 last general election in the municipality, but the  
11 number shall not be less than ten, and the number need  
12 not be more than one hundred persons, who are affected  
13 by any proposed budget, expenditure or tax levy, or by  
14 any item thereof, may appeal from any decision of the  
15 certifying board or the levying board by filing with  
16 the county auditor of the county in which the  
17 municipal corporation is located, a written protest  
18 setting forth their objections to the budget,  
19 expenditure or tax levy, or to one or more items  
20 thereof, and the grounds for their objections. If a  
21 budget is certified after March 15 ~~or April 15 in the~~  
22 ~~case of a school district~~, all appeal time limits  
23 shall be extended to correspond to allowances for a  
24 timely filing. Upon the filing of a protest, the  
25 county auditor shall immediately prepare a true and  
26 complete copy of the written protest, together with  
27 the budget, proposed tax levy or expenditure to which  
28 objections are made, and shall transmit them forthwith  
29 to the state board, and shall also send a copy of the  
30 protest to the certifying board or to the levying  
31 board, as the case may be.

32 Sec. 106. Section 76.2, unnumbered paragraph 2,  
33 Code 1999, is amended to read as follows:

34 If the resolution is filed prior to April 1 ~~or May~~  
35 ~~17 if the political subdivision is a school district~~,  
36 the annual levy shall begin with the tax levy for  
37 collection commencing July 1 of that year. If the  
38 resolution is filed after April 1 ~~or May 17 in the~~  
39 ~~case of a school district~~, the annual levy shall begin  
40 with the tax levy for collection in the next  
41 succeeding fiscal year. However, the governing  
42 authority of a political subdivision may adjust a levy  
43 of taxes made under this section for the purpose of  
44 adjusting the annual levies and collections for  
45 property severed from the political subdivision,  
46 subject to the approval of the director of the  
47 department of management."

48 3. Page 22, by inserting after line 26 the  
49 following:

50 "Sec. 107. Section 257.19, unnumbered paragraph 2,

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1 Code 1999, is amended to read as follows:

2 Certification of a board's intent to participate  
3 for a budget year, the method of funding, and the  
4 amount to be raised shall be made to the department of  
5 management not later than ~~April-15~~ March 15 of the  
6 base year. Funding for the instructional support  
7 program shall be obtained from instructional support  
8 state aid and from local funding using either an  
9 instructional support property tax or a combination of  
10 an instructional support property tax and an  
11 instructional support income surtax.

12 Sec. 108. Section 257.29, unnumbered paragraph 2,  
13 Code 1999, is amended to read as follows:

14 The educational improvement program shall provide  
15 additional revenues each fiscal year equal to a  
16 specified percent of the regular program district cost  
17 of the district, as determined by the board but not  
18 more than the maximum percent authorized by the  
19 electors if an election has been held. Certification  
20 of a district's participation for a budget year, the  
21 method of funding, and the amount to be raised shall  
22 be made to the department of management not later than  
23 ~~April-15~~ March 15 of the base year."

24 4. Page 26, by inserting after line 16 the  
25 following:

26 "Sec. 109. Section 275.29, Code 1999, is amended  
27 to read as follows:

28 275.29 DIVISION OF ASSETS AND LIABILITIES AFTER  
29 REORGANIZATION.

30 Between July 1 and July 20, the board of directors  
31 of the newly formed school district shall meet with  
32 the boards of the school districts affected by the  
33 organization of the new school corporation, including  
34 the boards of districts receiving territory of the  
35 school districts affected, for the purpose of reaching  
36 joint agreement on an equitable division of the assets  
37 of the several school corporations or parts of school  
38 corporations and an equitable distribution of the  
39 liabilities of the affected corporations or parts of  
40 corporations. In addition, if outstanding bonds are  
41 in existence in any district, the initial board of  
42 directors of the newly formed school district shall  
43 meet with the boards of all school districts affected  
44 prior to ~~April~~ March 15 prior to the school year the  
45 reorganization is effective to determine the  
46 distribution of the bonded indebtedness between the  
47 districts so that the newly formed district may  
48 certify its budget under the procedures specified in  
49 chapter 24. The boards shall consider the mandatory  
50 levy required in section 76.2 and shall assure the

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1 satisfaction of outstanding obligations of each  
2 affected school corporation. If the petition includes  
3 plans for the distribution of the bonded indebtedness,  
4 the exclusion of territory from the reorganized  
5 district does not require action pursuant to this  
6 section.

7 Sec. 110. Section 279.15, subsection 1, Code 1999,  
8 is amended to read as follows:

9 1. The superintendent or the superintendent's  
10 designee shall notify the teacher not later than ~~April~~  
11 ~~30~~ March 15 that the superintendent will recommend in  
12 writing to the board at a regular or special meeting  
13 of the board, held not later than ~~May-15~~ March 31,  
14 that the teacher's continuing contract be terminated  
15 effective at the end of the current school year.  
16 However, if the district is subject to reorganization  
17 under chapter 275, the notification shall not occur  
18 until after the first organizational meeting of the  
19 board of the newly formed district.

20 Sec. 111. Section 279.16, unnumbered paragraph 6,  
21 Code 1999, is amended to read as follows:

22 If the teacher fails to timely request a private  
23 hearing or does not appear at the private hearing, the  
24 board may proceed and make a determination upon the  
25 superintendent's recommendation. If the teacher fails  
26 to timely file a request for a private hearing, the  
27 determination shall be not later than ~~May-31~~ April 15.  
28 If the teacher fails to appear at the private hearing,  
29 the determination shall be not later than five days  
30 after the scheduled date for the private hearing. The  
31 board shall convene in open session and by roll call  
32 vote determine the termination or continuance of the  
33 teacher's contract.

34 Sec. 112. Section 279.54, unnumbered paragraph 1,  
35 Code 1999, is amended to read as follows:

36 If a majority of those voting in an election  
37 approves raising the additional enrichment amount for  
38 an asbestos project under section 279.53 and this  
39 section, not later than ~~April-15~~ March 15 of the  
40 previous school year the board shall certify to the  
41 department of management that the required procedures  
42 have been carried out, the method of funding the  
43 amount to be raised, and the department of management  
44 shall establish the amount of additional enrichment  
45 property tax to be levied or the amount of the  
46 combination of the enrichment property tax and the  
47 amount of enrichment income surtax to be imposed for  
48 each school year for which the additional enrichment  
49 amount for an asbestos project is authorized. The  
50 enrichment property tax and income surtax, if an

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1 income surtax is imposed, shall be levied and imposed,  
2 collected, and paid to the school district in the  
3 manner provided for the instructional support program  
4 in sections 257.21 through 257.26."

5 5. Page 26, by inserting after line 50 the  
6 following:

7 "Sec. 113. Section 298.2, subsection 3, Code 1999,  
8 is amended to read as follows:

9 3. The board of directors of a school district may  
10 certify for levy by ~~April 15~~ March 15 of a school year  
11 a tax on all taxable property in the school district  
12 for the regular physical plant and equipment levy.

13 Sec. 114. Section 298.2, subsection 4, unnumbered  
14 paragraph 2, Code 1999, is amended to read as follows:

15 If a combination of a property tax and income  
16 surtax is used, by ~~April 15~~ March 15 of the previous  
17 school year, the board shall certify the percent of  
18 the income surtax to be imposed and the amount to be  
19 raised to the department of management and the  
20 department of management shall establish the rate of  
21 the property tax and income surtax for the school  
22 year. The physical plant and equipment property tax  
23 and income surtax shall be levied or imposed,  
24 collected, and paid to the school district in the  
25 manner provided for the instructional support program  
26 in sections 257.21 through 257.26.

27 Sec. 115. Section 298.4, unnumbered paragraph 1,  
28 Code 1999, is amended to read as follows:

29 The board of directors of a school district may  
30 certify for levy by ~~April 15~~ March 15 of a school  
31 year, a tax on all taxable property in the school  
32 district for a district management levy. The revenue  
33 from the tax levied in this section shall be placed in  
34 the district management levy fund of the school  
35 district. The district management levy shall be  
36 expended only for the following purposes:

37 Sec. 116. Section 298.10, Code 1999, is amended to  
38 read as follows:

39 298.10 LEVY FOR CASH RESERVE.

40 The board of directors of a school district may  
41 certify for levy by ~~April 15~~ March 15 of a school  
42 year, a tax on all taxable property in the school  
43 district in order to raise an amount for a necessary  
44 cash reserve for a school district's general fund.  
45 The amount raised for a necessary cash reserve does  
46 not increase a school district's authorized  
47 expenditures as defined in section 257.7.

48 Sec. 117. Section 300.2, unnumbered paragraph 2,  
49 Code 1999, is amended to read as follows:

50 If a majority of the votes cast upon the

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1 proposition is in favor of the proposition, the board  
 2 shall certify the amount required for a fiscal year to  
 3 the county board of supervisors by ~~April-15~~ March 15  
 4 of the preceding fiscal year. The board of  
 5 supervisors shall levy the amount certified. The  
 6 amount shall be placed in the public education and  
 7 recreation levy fund of the district and shall be used  
 8 only for the purposes specified in this chapter."

9 6. Page 27, by inserting after line 29 the  
 10 following:

11 "\_\_\_\_. Sections 101 through 117 of this Act,  
 12 relating to time guidelines for collective bargaining,  
 13 budget certification, and teacher termination notices,  
 14 take effect July 1, 2000".

15 7. By renumbering as necessary.

By CARROLL of Poweshiek

H-1702 FILED APRIL 20, 1999

*W/D*  
*4/21/99*

SENATE FILE 464

H-1705

1 Amend the Committee amendment, H-1618, to Senate  
 2 File 464, as amended, passed, and reprinted by the  
 3 Senate, as follows:

4 1. Page 16, by striking line 47 and inserting the  
 5 following:

6 "..... \$22,706,446"

7 2. By renumbering as necessary.

By MERTZ of Kossuth

WEIGEL of Chickasaw

BURNETT of Story

FREVERT of Palo Alto

MASCHER of Johnson

MUNDIE of Webster

PARMENTER of Story

H-1705 FILED APRIL 20, 1999

*W/D*  
*4/21/99*  
*(P. 1562)*

SENATE FILE 464

H-1725

1 Amend the Committee amendment, H-1618, to Senate  
2 File 464, as amended, passed, and reprinted by the  
3 Senate, as follows:

4 1. Page 4, by striking line 20 and inserting the  
5 following:

6 "..... \$ 50,000"

7 2. Page 6, by striking line 7 and inserting the  
8 following:

9 "..... \$ 700,000"

10 3. Page 8, by striking line 15 and inserting the  
11 following:

12 "..... \$ 650,000"

13 4. Page 8, by striking line 37 and inserting the  
14 following:

15 "..... \$ 185,000"

16 5. Page 8, lines 41 and 42, by striking the words  
17 and figure "enrolled in grade 12".

18 6. Page 9, by inserting after line 2 the  
19 following:

20 "\_\_\_\_. A school district that submits to the  
21 department a claim for reimbursement in accordance  
22 with this subsection shall develop and integrate  
23 specific employability skills goals and activities  
24 into the comprehensive school improvement plan  
25 required under section 256.7, subsection 21, paragraph  
26 "a"."

27 7. Page 9, by inserting after line 21 the  
28 following:

29 "\_\_\_\_. BEGINNING TEACHER INDUCTION PROGRAM

30 For purposes of the beginning teacher induction  
31 program as provided in section 256E.2, if enacted by  
32 1999 Iowa Acts, Senate File 232:

33 ..... \$ 300,000

34 Notwithstanding section 8.33, moneys appropriated  
35 in this section that remain unencumbered or  
36 unobligated at the close of the fiscal year shall not  
37 revert but shall remain available for expenditure for  
38 the purposes designated until the close of the  
39 succeeding fiscal year."

40 8. Page 10, line 47, by striking the figure  
41 "460,000" and inserting the following: "675,000".

42 9. Page 11, by inserting after line 25 the  
43 following:

44 "\_\_\_\_. The sum of \$165,000 to the department of  
45 education for reimbursement of school district claims  
46 for the costs of acquiring and using employability  
47 skills assessment tools as provided in section 7,  
48 subsection 14, of this Act.

49 \_\_\_\_\_. The sum of \$50,000 to the department of  
50 cultural affairs for the local arts comprehensive

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1 educational strategies program (LACES) for contracting  
2 with the Iowa alliance for arts education to execute  
3 their local arts comprehensive educational strategies.  
4 The sum reallocated in this lettered paragraph is in  
5 addition to funds appropriated in section 6,  
6 subsection 5, of this Act."

7 10. Page 11, lines 30 and 31, by striking the  
8 words "the boards of directors of the community  
9 colleges" and inserting the following:  
10 "representatives of the Iowa association of community  
11 college trustees".

12 11. Page 13, by striking line 9 and inserting the  
13 following:

14 "..... \$237,554,141"

15 12. Page 16, by striking line 30 and inserting  
16 the following:

17 "..... \$185,808,896"

18 13. Page 16, by striking line 47 and inserting  
19 the following:

20 "..... \$ 22,706,446"

21 14. Page 17, by striking line 40 and inserting  
22 the following:

23 "..... \$ 83,402,982"

24 15. Page 19, by striking lines 9 through 12.

25 16. By striking page 21, line 43, through page  
26 22, line 4 and inserting the following:

27 "Sec. \_\_\_\_ . Section 256.22, subsection 2, Code  
28 1999, is amended to read as follows:

29 2. Grant moneys shall be distributed to qualifying  
30 school districts by the department no later than  
31 October 15, ~~1998~~ 1999. Grant amounts shall be  
32 distributed as determined by the department."

33 17. Page 22, by inserting after line 46 the  
34 following:

35 "Sec. \_\_\_\_ . Section 261.17, subsection 3,  
36 unnumbered paragraph 1, Code 1999, is amended to read  
37 as follows:

38 A qualified full-time student may receive  
39 vocational-technical tuition grants for not more than  
40 four semesters, ~~eight quarters~~ or the trimester or  
41 quarter equivalent of two full years of study. ~~The~~  
42 ~~amount-of-a-vocational-technical-tuition-grant-to-a~~ A  
43 qualified part-time student enrolled in a course of  
44 study including at least three semester hours but  
45 fewer than twelve semester hours or the trimester or  
46 quarter equivalent ~~shall-be-equal-to-the-amount-of-a~~  
47 ~~tuition-grant-that-would-be-paid-to-a-full-time~~  
48 ~~student-times-a-number-which-represents-the-number-of~~  
49 ~~hours-in-which-the-part-time-student-is-actually~~  
50 ~~enrolled-divided-by-twelve-semester-hours~~, may receive

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1 vocational-technical tuition grants for not more than  
2 eight semesters or the trimester or quarter equivalent  
3 of two full years of full-time study."

4 18. Page 22, line 49, by inserting after the  
5 figure "4." the following: "a."

6 19. Page 22, line 50, by inserting after the word  
7 "grant" the following: "to a qualified full-time  
8 student".

9 20. Page 23, by inserting after line 2 the  
10 following:

11 "b. The amount of a vocational-technical tuition  
12 grant to a qualified part-time student enrolled in a  
13 course of study including at least three semester  
14 hours but fewer than twelve semester hours or the  
15 trimester or quarter equivalent shall be equal to the  
16 amount of a vocational-technical tuition grant that  
17 would be paid to a full-time student, except that the  
18 commission shall prorate the amount in a manner  
19 consistent with the federal Pell grant program  
20 proration."

21 21. Page 23, by inserting after line 20 the  
22 following:

23 "Sec. \_\_\_\_ . Section 261.38, subsection 1, Code  
24 1999, is amended to read as follows:

25 1. ~~The commission shall establish a loan reserve~~  
26 ~~account from which any default on a guaranteed student~~  
27 ~~loan shall be paid and an agency operating account as~~  
28 ~~authorized by the federal Higher Education Act of~~  
29 ~~1965. The commission shall credit to this account~~  
30 ~~these accounts all moneys designated exclusively for~~  
31 ~~the reserve fund provided for the state student loan~~  
32 ~~program by the United States, the state of Iowa, or~~  
33 ~~any of their agencies, departments or~~  
34 ~~instrumentalities, as well as any funds accruing to~~  
35 ~~the program which are not required for current~~  
36 ~~administrative expenses. The department of management~~  
37 ~~shall determine the actuarially sound reserve~~  
38 ~~requirement for the amount of guaranteed loans~~  
39 ~~outstanding commission may expend moneys in the loan~~  
40 ~~reserve and agency operating accounts as authorized by~~  
41 ~~the federal Higher Education Act of 1965.~~

42 Sec. \_\_\_\_ . Section 261.38, subsection 2, Code 1999,  
43 is amended by striking the subsection.

44 Sec. \_\_\_\_ . Section 261.38, subsections 3, 4, and 5,  
45 Code 1999, are amended to read as follows:

46 3. The payment of any funds for the default on a  
47 guaranteed student loan shall be solely from the loan  
48 reserve ~~account~~ and agency operating accounts. The  
49 general assembly shall not be obligated to appropriate  
50 any moneys to pay for any defaults or to appropriate

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1 any moneys to be credited to the loan reserve account.  
2 The commission shall not give or lend the credit of  
3 the state of Iowa.

4 4. Funds Notwithstanding section 8.33, funds on  
5 deposit in the loan reserve account-or-in-the  
6 administrative-account and operating accounts shall  
7 not revert to the state general fund at the close of  
8 any fiscal year.

9 5. The treasurer of state shall invest any funds,  
10 including those in the loan reserve account and  
11 operating accounts, and, notwithstanding section  
12 12C.7, the interest income earned shall be credited  
13 back to the loan-reserve appropriate account.

14 Sec. \_\_\_\_\_. Section 261.38, subsection 6, Code 1999,  
15 is amended by striking the subsection.

16 Sec. \_\_\_\_\_. Section 261.38, subsection 7, unnumbered  
17 paragraph 1, Code 1999, is amended to read as follows:

18 The commission may ~~expend-funds-in-the-reserve~~  
19 ~~account-and~~ enter into agreements with the Iowa  
20 student loan liquidity corporation in order to  
21 increase access for students to education loan  
22 programs that the commission determines meet the  
23 education needs of Iowa residents. The agreements  
24 shall permit the establishment, funding, and operation  
25 of alternative education loan programs, as described  
26 in section 144(b)(1)(B) of the Internal Revenue Code  
27 of 1986 as amended, as defined in section 422.3, in  
28 addition to programs permitted under the federal  
29 Higher Education Act of 1965. In accordance with  
30 those agreements, the Iowa student loan liquidity  
31 corporation may issue bonds, notes, or other  
32 obligations to the public and others for the purpose  
33 of funding the alternative education loan programs.  
34 This authority to issue such bonds, notes, or other  
35 obligations shall be in addition to the authority  
36 established in the articles of incorporation and  
37 bylaws of the Iowa student loan liquidity  
38 corporation."

39 22. By renumbering, relettering, and  
40 redesignating as necessary.

By HANSEN of Pottawattamie

H-1725 FILED APRIL 21, 1999

ADOPTED

(P. 1573)

SENATE FILE 464

H-1728

1 Amend the Committee amendment, H-1618, to Senate  
 2 File 464, as amended, passed, and reprinted by the  
 3 Senate, as follows:  
 4 1. Page 6, by striking line 7 and inserting the  
 5 following:  
 6 "..... \$ 1,000,000"  
 7 2. Page 13, by striking line 9 and inserting the  
 8 following:  
 9 "..... \$237,261,603"  
 10 3. Page 16, by striking line 30 and inserting the  
 11 following:  
 12 "..... \$185,816,358"  
 13 4. Page 17, by striking line 40 and inserting the  
 14 following:  
 15 "..... \$ 83,230,445"  
 16 5. By renumbering, relettering, and redesignating  
 17 as necessary.

By RAYHONS of Hancock

H-1728 FILED APRIL 21, 1999  
WITHDRAWN

(P.1556)

SENATE FILE 464

H-1731

1 Amend the Committee amendment, H-1618, to Senate  
 2 File 464, as amended, passed, and reprinted by the  
 3 Senate, as follows:  
 4 1. Page 6, by striking line 7 and inserting the  
 5 following:  
 6 "..... \$ 1,000,000"  
 7 2. Page 13, by striking line 9 and inserting the  
 8 following:  
 9 "..... \$237,454,141"  
 10 3. Page 16, by striking line 30 and inserting the  
 11 following:  
 12 "..... \$185,708,896"  
 13 4. Page 17, by striking line 40 and inserting the  
 14 following:  
 15 "..... \$ 83,302,982"  
 16 5. By renumbering, relettering, and redesignating  
 17 as necessary.

By RAYHONS of Hancock

H-1731 FILED APRIL 21, 1999  
WITHDRAWN

(P.1556)

## SENATE FILE 464

H-1736

1 Amend the Committee amendment, H-1618, to Senate  
2 File 464, as amended, passed, and reprinted by the  
3 Senate, as follows:

4 1. Page 26, by inserting after line 16 the  
5 following:

6 "Sec. \_\_\_\_\_. Section 261.111, Code 1999, is amended  
7 by striking the section and inserting in lieu thereof  
8 the following:

9 261.111 TEACHER SHORTAGE FORGIVABLE LOAN PROGRAM.

10 1. A teacher shortage forgivable loan program is  
11 established to be administered by the college student  
12 aid commission. An individual is eligible for the  
13 forgivable loan program if the individual is a  
14 resident of this state who is enrolled as a sophomore,  
15 junior, senior, or graduate student in an approved  
16 practitioner preparation program in a designated area  
17 in which teacher shortages are anticipated, at an  
18 institution of higher learning under the control of  
19 the state board of regents or an accredited private  
20 institution as defined in section 261.9.

21 2. The director of the department of education  
22 shall annually designate the areas in which teacher  
23 shortages are anticipated. The director shall  
24 periodically conduct a survey of school districts,  
25 accredited nonpublic schools, and approved  
26 practitioner preparation programs to determine current  
27 shortage areas and predict future shortage areas.

28 3. Each applicant shall, in accordance with the  
29 rules of the commission, do the following:

30 a. Complete and file an application for a teacher  
31 shortage forgivable loan. The individual shall be  
32 responsible for the prompt submission of any  
33 information required by the commission.

34 b. File a new application and submit information  
35 as required by the commission annually on the basis of  
36 which the applicant's eligibility for the renewed  
37 forgivable loan will be evaluated and determined.

38 4. Forgivable loans to eligible students shall not  
39 become due until after the student graduates or leaves  
40 school. The individual's total loan amount, including  
41 principal and interest, shall be reduced by twenty  
42 percent for each year in which the individual remains  
43 an Iowa resident and is employed in Iowa by a school  
44 district or an accredited nonpublic school as a  
45 practitioner in the teacher shortage area for which  
46 the loan was approved. If the commission determines  
47 that the person does not meet the criteria for  
48 forgiveness of the principal and interest payments,  
49 the commission shall establish a plan for repayment of  
50 the principal and interest over a ten-year period. If

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1 a person required to make the repayment does not make  
2 the required payments, the commission shall provide  
3 for payment collection.

4 5. The amount of a teacher shortage forgivable  
5 loan shall not exceed three thousand dollars annually,  
6 or the amount of the student's established financial  
7 need, whichever is less.

8 6. The commission shall prescribe by rule the  
9 interest rate for the forgivable loan.

10 7. A teacher shortage forgivable loan repayment  
11 fund is created for deposit of payments made by  
12 forgivable loan recipients who do not fulfill the  
13 conditions of the forgivable loan program and any  
14 other moneys appropriated to or received by the  
15 commission for deposit in the fund. Notwithstanding  
16 section 8.33, moneys deposited in the fund shall not  
17 revert to the general fund of the state at the end of  
18 any fiscal year but shall remain in the forgivable  
19 loan repayment fund and be continuously available to  
20 make additional loans under the program.  
21 Notwithstanding section 12C.7, subsection 2, interest  
22 or earnings on moneys deposited in the fund shall be  
23 credited to the fund.

24 8. For purposes of this section, unless the  
25 context otherwise requires, "teacher" means the same  
26 as defined in section 272.1."

27 2. Page 27, by striking line 13 and inserting the  
28 following:

29 "Sec. \_\_\_\_ . Sections 261.21 and 261.112, Code 1999,  
30 are repealed."

31 3. By renumbering, relettering, and redesignating  
32 as necessary.

By RANTS of Woodbury  
Hansen of Pottawattamie

H-1736 FILED APRIL 21, 1999

ADOPTED

(P. 1566)

SENATE FILE 464

H-1739

1 Amend the Committee amendment, H-1618, to Senate  
2 File 464, as amended, passed, and reprinted by the  
3 Senate, as follows:

4 1. Page 16, by striking line 30 and inserting the  
5 following:

6 "..... \$186,098,896"

7 2. By renumbering as necessary.

By NELSON of Marshall  
PARMENTER of Story

H-1739 FILED APRIL 21, 1999

LOST

(P. 1561)

## SENATE FILE 464

H-1742

1 Amend the Committee amendment, H-1618, to Senate  
2 File 464, as amended, passed, and reprinted by the  
3 Senate, as follows:

4 1. Page 11, by inserting before line 26 the  
5 following:

6 "Sec. 201. EXTENDED SCHOOL YEAR GRANT REALLOCATION  
7 FOR A SCHOOL VIOLENCE CRISIS INTERVENTION TASK FORCE.

8 1. Notwithstanding section 8.33 and section  
9 256.22, subsection 4, and in addition to the  
10 provisions of section 8 of this Act, from the funds  
11 appropriated in 1998 Iowa Acts, chapter 1216, section  
12 1, subsection 1, to the department of education for  
13 extended school year grants, which remain unencumbered  
14 or unobligated on June 30, 1999, the sum of \$65,000  
15 shall not revert to the general fund of the state and  
16 shall not be available for expenditure for the  
17 following fiscal year for purposes of extended school  
18 year grants, but shall be reallocated by the  
19 department to the department of education for purposes  
20 of the school violence crisis intervention task force  
21 established pursuant to this section.

22 2. The director of education shall collaborate  
23 with the commissioner of public safety and the  
24 attorney general to appoint members to and organize a  
25 school violence crisis intervention task force to  
26 review the preparedness of public school districts to  
27 react to or prevent violent crisis situations. The  
28 director, in consultation with the commissioner and  
29 the attorney general, shall invite participation on  
30 the task force from other appropriate agencies,  
31 associations, and law enforcement officials. The task  
32 force shall develop guidelines that can be utilized by  
33 school districts to raise their level of awareness and  
34 preparedness to respond to violent crisis situations.  
35 The task force shall provide its recommendations in a  
36 report to the general assembly by December 1, 1999."

37 2. Page 27, by inserting after line 29 the  
38 following:

39 "\_\_\_\_. Section 201 of this Act, relating to the  
40 extended school year grant reallocation for a school  
41 violence crisis intervention task force, being deemed  
42 of immediate importance, takes effect upon enactment".

43 3. By renumbering, relettering, and redesignating  
44 as necessary.

By CHIODO of Polk  
MASCHER of Johnson  
WISE of Lee

H-1742 FILED APRIL 21, 1999  
WITHDRAWN

(p. 1574)

## SENATE FILE 464

H-1743

1 Amend the Committee amendment, H-1618, to Senate  
2 File 464, as amended, passed, and reprinted by the  
3 Senate, as follows:

4 1. Page 21, by inserting after line 42 the  
5 following:

6 "Sec. \_\_\_\_\_. Section 256.11, Code 1999, is amended  
7 by adding the following new subsection:

8 NEW SUBSECTION. 9. Unless a waiver has been  
9 obtained under section 256.11A, each school or school  
10 district shall have an articulated sequential  
11 elementary-secondary guidance program for grades  
12 kindergarten through twelve and a guidance counselor  
13 who meets the licensing standards prescribed by the  
14 board of educational examiners. In determining the  
15 requirements of this subsection for nonpublic schools,  
16 the department shall evaluate the schools on a school  
17 system basis rather than on an individual school  
18 basis.

19 Sec. \_\_\_\_\_. Section 256.11A, subsection 1, Code  
20 1999, is amended to read as follows:

21 1. Schools and school districts ~~unable to meet the~~  
22 ~~standard adopted by the state board requiring each~~  
23 ~~school or school district operating a kindergarten~~  
24 ~~through grade twelve program to provide an articulated~~  
25 ~~sequential elementary-secondary guidance program~~ may,  
26 not later than August 1, ~~1995~~ 1999, for the school  
27 year beginning July 1, ~~1995~~ 1999, file a written  
28 request to the department of education that the  
29 department waive the requirement, ~~for established in~~  
30 section 256.11, subsection 9, that a school or school  
31 district operating a kindergarten through grade twelve  
32 program, provide an articulated sequential elementary-  
33 secondary guidance program. The procedures specified  
34 in subsection 3 apply to the request. Not later than  
35 August 1, ~~1996~~ 2000, for the school year beginning  
36 July 1, ~~1996~~ 2000, the board of directors of a school  
37 district or the authorities in charge of a nonpublic  
38 school may request a one-year extension of the  
39 waiver."

40 2. By renumbering as necessary.

By MASCHER of Johnson

H-1743 FILED APRIL 21, 1999

LOST

(p. 1575)

## LATE AMENDMENT TO HOUSE AMENDMENT TO SENATE FILE 464

H-1803

1 Amend the House amendment, S-3463, to Senate File  
2 464, as amended, passed, and reprinted by the Senate,  
3 as follows:

4 1. Page 8, line 26, by inserting after the figure  
5 "256.44" the following: ", if 1999 Iowa Acts, House  
6 File 766, is enacted."

7 2. Page 9, lines 33 and 34, by striking the words  
8 and figures ", if enacted by 1999 Iowa Acts, Senate  
9 File 232".

10 3. Page 11, line 17, by striking the figure  
11 "675,000" and inserting the following: "735,000".

12 4. Page 11, line 43, by striking the figure  
13 "60,000" and inserting the following: "120,000".

14 5. Page 23, by inserting after line 7 the  
15 following:

16 "Sec. \_\_\_\_ . NEW SECTION. 256E.1 DEFINITIONS.

17 As used in this chapter, unless the context  
18 otherwise requires:

19 1. "Beginning teacher" means an individual serving  
20 under an initial provisional or conditional license,  
21 issued by the board of educational examiners under  
22 chapter 272, who is assuming a position as a classroom  
23 teacher.

24 2. "Board" means the board of directors of a  
25 school district or a collaboration of boards of  
26 directors of school districts.

27 3. "Classroom teacher" means an individual who  
28 holds a valid practitioner's license and who is  
29 employed under a teaching contract with a school  
30 district or area education agency in this state to  
31 provide classroom instruction to students.

32 4. "Department" means the department of education.

33 5. "Director" means the director of the department  
34 of education.

35 6. "District facilitator" means a licensed  
36 professional pursuant to chapter 272 who is appointed  
37 by a board to serve as the liaison between the board  
38 and the department for the beginning teacher induction  
39 program.

40 7. "Mentor" means an individual employed by a  
41 school district or area education agency as a  
42 classroom teacher who holds a valid license to teach  
43 issued under chapter 272. The individual must have a  
44 record of four years of successful teaching practice,  
45 must be employed as a classroom teacher on a  
46 nonprobationary basis, and must demonstrate  
47 professional commitment to the improvement of teaching  
48 and learning, and the development of beginning  
49 teachers.

50 Sec. \_\_\_\_ . NEW SECTION. 256E.2 BEGINNING TEACHER

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1 INDUCTION PROGRAM ESTABLISHED -- GRANTS.

2 1. If the general assembly appropriates moneys for  
3 purposes of teacher induction, the department of  
4 education shall coordinate a beginning teacher  
5 induction program to promote excellence in teaching,  
6 build a supportive environment within school  
7 districts, increase the retention of promising  
8 beginning teachers, and promote the personal and  
9 professional well-being of teachers.

10 2. The department shall adopt rules concerning the  
11 grant application and award process, including  
12 reasonable cost estimates for beginning teacher  
13 induction programs. The department may disapprove a  
14 plan submitted by a board if the plan does not meet  
15 the minimum criteria set forth in section 256E.3,  
16 subsection 2, or the plan exceeds the reasonable costs  
17 as determined by the department. If the cost  
18 estimates submitted by a board exceed reasonable cost  
19 estimates as determined by the department, the  
20 department shall work with the board to identify  
21 measures for reducing plan costs. If the department  
22 determines that moneys appropriated by the general  
23 assembly are insufficient to meet the grant requests  
24 for all approved beginning teacher induction program  
25 plans, the department shall award grants based on the  
26 geographic location and district population of the  
27 school districts with approved plans. Grants may be  
28 awarded in subsequent years based upon the most recent  
29 plan on file with the department. It is the intent of  
30 the general assembly that the department approve plans  
31 that incorporate local innovation and take into  
32 consideration local needs.

33 Sec. \_\_\_\_ . NEW SECTION. 256E.3 DISTRICT  
34 FACILITATOR AND PLAN.

35 1. An area education agency shall prepare a model  
36 beginning teacher induction program plan and shall  
37 provide the model plan to each school district within  
38 its area. The plan shall include a model evaluation  
39 component by which a school district may measure the  
40 effectiveness of its program. Any modifications to  
41 the model plan shall be submitted to school districts  
42 as soon as practical. A board that wishes to  
43 participate in the program shall adopt a beginning  
44 teacher induction program plan and written procedures  
45 for the program, and may use, alter, or revise the  
46 model plan provided by the area education agency at  
47 the board's discretion.

48 2. A board that wishes to participate in the  
49 beginning teacher induction program shall appoint a  
50 district facilitator, whose duties shall include, but

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are not limited to, overseeing the implementation of a plan for meeting the goals of the program as set forth in section 256E.2. The plan shall, at a minimum, provide the process for the selection of and the number of mentors; the mentor training process; the timetable by which the plan shall be implemented; placement of mentors and beginning teachers; the minimum amount of contact time between mentors and beginning teachers; the minimum amount of release time for mentors and beginning teachers for meetings for planning, demonstration, observation, feedback, and workshops; the process for dissolving mentor and beginning teacher partnerships; and the process for measuring the results of the program.

3. The district facilitator shall submit the plan, and the proposed costs of implementing the plan, to the board, which shall consider the plan and, once approved, submit the plan and a reasonable cost proposal to the department of education.

4. The district facilitator is encouraged to work with area education agencies and postsecondary institutions in the preparation and implementation of a plan.

5. The district facilitator shall place beginning teachers participating in the program in a manner that provides the greatest opportunity to work with the largest number of mentors.

Sec. \_\_\_\_ . NEW SECTION. 256E.4 BEGINNING TEACHER INDUCTION STATE SUBSIDY -- FUND.

1. A mentor in a beginning teacher induction program approved under this chapter shall be eligible for an award of five hundred dollars per semester, at a minimum, for participation in the program, which shall be paid from moneys received pursuant to this chapter by the school district.

2. Moneys received by a school district pursuant to this chapter shall be expended to provide mentors with awards in accordance with subsection 1, to implement the plan, to provide for a stipend for the district facilitator, and to pay any applicable costs of the employer's share of contributions to federal social security and the Iowa public employees' retirement system or a pension and annuity retirement system established under chapter 294, for such amounts paid by the district.

3. Moneys received by a school district under this chapter are miscellaneous income for purposes of chapter 257 or are considered encumbered. A school district shall maintain a separate listing within its budget for payments received and expenditures made

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1 pursuant to this section.  
 2 4. A beginning teacher induction fund is  
 3 established in the office of the treasurer of state to  
 4 be administered by the department. Moneys  
 5 appropriated by the general assembly for deposit in  
 6 the fund shall be used to provide funding to school  
 7 districts pursuant to this section.

8 Sec. \_\_\_\_ . NEW SECTION. 256E.5 REPORTS.  
 9 The board implementing an approved beginning  
 10 teacher induction program as provided in this chapter  
 11 shall submit an assessment of the program's results by  
 12 July 1 of the fiscal year succeeding the year in which  
 13 the school district received moneys under this  
 14 chapter. The department shall annually report the  
 15 statewide results of the program to the chairpersons  
 16 and the ranking members of the senate and house  
 17 education committees by January 1."

18 6. Page 31, by inserting after line 24 the  
 19 following:

20 "Sec. \_\_\_\_ . EMERGENCY RULES. The department of  
 21 education may adopt emergency rules under section  
 22 17A.4, subsection 2, and section 17A.5, subsection 2,  
 23 paragraph "b", to implement the provisions of Code  
 24 chapter 256E as enacted by this Act and the rules  
 25 shall be effective immediately upon filing unless a  
 26 later date is specified in the rules. Any rules  
 27 adopted in accordance with this section shall also be  
 28 published as a notice of intended action as provided  
 29 in section 17A.4."

30 7. By renumbering, relettering, or redesignating  
 31 and correcting internal references as necessary.

RECEIVED FROM THE SENATE

H-1803 FILED APRIL 22, 1999

*House Concurred*  
*4/26/99*  
*(p. 1661)*

HOUSE AMENDMENT TO  
SENATE FILE 464

S-3463

1 Amend Senate File 464, as amended, passed, and  
2 reprinted by the Senate, as follows:

3 1. By striking everything after the enacting  
4 clause and inserting the following:

5 "COLLEGE STUDENT AID COMMISSION

6 Section 1. There is appropriated from the general  
7 fund of the state to the college student aid  
8 commission for the fiscal year beginning July 1, 1999,  
9 and ending June 30, 2000, the following amounts, or so  
10 much thereof as may be necessary, to be used for the  
11 purposes designated:

12 1. GENERAL ADMINISTRATION

13 For salaries, support, maintenance, miscellaneous  
14 purposes, and for not more than the following full-  
15 time equivalent positions:

16 ..... \$ 331,727  
17 ..... FTES 5.40

18 2. UNIVERSITY OF OSTEOPATHIC MEDICINE AND HEALTH  
19 SCIENCES

20 a. For forgivable loans to Iowa students attending  
21 the university of osteopathic medicine and health  
22 sciences under the forgivable loan program pursuant to  
23 section 261.19:

24 ..... \$ 379,260

25 b. For the university of osteopathic medicine and  
26 health sciences for an initiative in primary health  
27 care to direct primary care physicians to shortage  
28 areas in the state:

29 ..... \$ 395,000

30 3. STUDENT AID PROGRAMS

31 For payments to students for the Iowa grant  
32 program:

33 ..... \$ 1,161,850

34 4. NATIONAL GUARD TUITION AID PROGRAM

35 For purposes of providing national guard tuition  
36 aid under the program established in section 261.86:

37 ..... \$ 833,900

38 5. CHIROPRACTIC GRADUATE STUDENT FORGIVABLE LOAN  
39 PROGRAM

40 For purposes of providing forgivable loans under  
41 the program established in section 261.71:

42 ..... \$ 100,000

43 6. TEACHER SHORTAGE FORGIVABLE LOAN PROGRAM

44 For the teacher shortage forgivable loan program  
45 established in section 261.111:

46 ..... \$ 250,000

47 Sec. 2. There is appropriated from the loan  
48 reserve account to the college student aid commission  
49 for the fiscal year beginning July 1, 1999, and ending  
50 June 30, 2000, the following amount, or so much

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1 thereof as may be necessary, to be used for the  
2 purposes designated:

3 For operating costs of the Stafford loan program  
4 including salaries, support, maintenance,  
5 miscellaneous purposes, and for not more than the  
6 following full-time equivalent positions:

7 .....	\$	5,226,983
8 .....	FTEs	33.61

9 Sec. 3. The department of revenue and finance  
10 shall deposit interest earned on the Pub. L. No. 105-  
11 33 recall account within the office of the treasurer  
12 of state during the fiscal year ending June 30, 1999,  
13 in the fund 61 default reduction account. Moneys in  
14 the fund 61 default reduction account are appropriated  
15 to the college student aid commission for the fiscal  
16 year beginning July 1, 1999, and ending June 30, 2000,  
17 for purposes of issuing emergency loans to assist  
18 needy students in avoiding default on a guaranteed or  
19 parental loan made under chapter 261.

20 Sec. 4. REMAINING NATIONAL GUARD TUITION AID  
21 PROGRAM BALANCE. Notwithstanding section 8.33, the  
22 unencumbered or unobligated moneys remaining at the  
23 end of the fiscal year ending June 30, 1999, from the  
24 appropriations made in 1998 Iowa Acts, chapter 1215,  
25 section 1, subsection 4, shall not revert but shall be  
26 available for expenditure during the subsequent fiscal  
27 year for the purposes of the national guard tuition  
28 aid program.

29 Sec. 5. REMAINING INDUSTRIAL TECHNOLOGY FORGIVABLE  
30 LOAN PROGRAM BALANCE. Notwithstanding section 8.33 or  
31 section 261.25, subsection 4, Code 1999, or any other  
32 provision to the contrary, unencumbered or unobligated  
33 funds remaining on June 30, 1999, for purposes of the  
34 industrial technology forgivable loan program  
35 established in section 261.111, shall be available to  
36 the college student aid commission for expenditure for  
37 the fiscal year beginning July 1, 1999, and for  
38 succeeding fiscal years for the purposes of the  
39 teacher shortage forgivable loan program established  
40 in section 261.111 if enacted by an Act of the 1999  
41 Session.

42 DEPARTMENT OF CULTURAL AFFAIRS

43 Sec. 6. There is appropriated from the general  
44 fund of the state to the department of cultural  
45 affairs for the fiscal year beginning July 1, 1999,  
46 and ending June 30, 2000, the following amounts, or so  
47 much thereof as is necessary, to be used for the  
48 purposes designated:

49 1. ARTS DIVISION

50 For salaries, support, maintenance, miscellaneous

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1 purposes, including funds to match federal grants and  
2 for not more than the following full-time equivalent  
3 positions:

4 ..... \$ 1,444,795  
5 ..... FTEs 10.00

6 2. HISTORICAL DIVISION

7 For salaries, support, maintenance, miscellaneous  
8 purposes, and for not more than the following full-  
9 time equivalent positions:

10 ..... \$ 3,188,307  
11 ..... FTEs 65.70

12 3. HISTORIC SITES

13 For salaries, support, maintenance, miscellaneous  
14 purposes, and for not more than the following full-  
15 time equivalent positions:

16 ..... \$ 596,001  
17 ..... FTEs 8.00

18 4. ADMINISTRATION

19 For salaries, support, maintenance, miscellaneous  
20 purposes, and for not more than the following full-  
21 time equivalent positions:

22 ..... \$ 236,562  
23 ..... FTEs 4.30

24 The department of cultural affairs shall coordinate  
25 activities with the tourism division of the department  
26 of economic development to promote attendance at the  
27 state historical building and at this state's historic  
28 sites.

29 5. LOCAL ARTS COMPREHENSIVE EDUCATIONAL STRATEGIES  
30 PROGRAM (LACES)

31 For contracting with the Iowa alliance for arts  
32 education to execute their local arts comprehensive  
33 educational strategies:

34 ..... \$ 25,000

35 6. COMMUNITY CULTURAL GRANTS

36 For planning and programming for the community  
37 cultural grants program established under section  
38 303.3, and for not more than the following full-time  
39 equivalent position:

40 ..... \$ 713,557  
41 ..... FTEs 0.70

42 DEPARTMENT OF EDUCATION

43 Sec. 7. There is appropriated from the general  
44 fund of the state to the department of education for  
45 the fiscal year beginning July 1, 1999, and ending  
46 June 30, 2000, the following amounts, or so much  
47 thereof as may be necessary, to be used for the  
48 purposes designated:

49 1. GENERAL ADMINISTRATION

50 For salaries, support, maintenance, miscellaneous

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1 purposes, and for not more than the following full-  
2 time equivalent positions:

3 .....	\$	5,719,322
4 .....	FTEs	98.45

5 2. VOCATIONAL EDUCATION ADMINISTRATION

6 For salaries, support, maintenance, miscellaneous  
7 purposes, and for not more than the following full-  
8 time equivalent positions:

9 .....	\$	554,481
10 .....	FTEs	15.60

11 3. BOARD OF EDUCATIONAL EXAMINERS

12 a. For salaries, support, maintenance,  
13 miscellaneous purposes, and for not more than the  
14 following full-time equivalent positions:

15 .....	\$	205,396
16 .....	FTEs	2.00

17 b. For purposes of implementing a multilevel  
18 voluntary para-educator licensing system in accordance  
19 with section 272.12:

20 .....	\$	50,000
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21 4. VOCATIONAL REHABILITATION SERVICES DIVISION

22 a. For salaries, support, maintenance,  
23 miscellaneous purposes, and for not more than the  
24 following full-time equivalent positions:

25 .....	\$	4,631,873
26 .....	FTEs	302.25

27 From the funds appropriated in this lettered  
28 paragraph, up to \$2,000,000 shall be used to provide  
29 services to persons without regard to an order of  
30 selection. The division shall seek additional local  
31 matching funds in an amount sufficient to avoid any  
32 loss of federal funds.

33 The division of vocational rehabilitation services  
34 shall seek a waiver from the federal government to  
35 accept assessments of clients performed by area  
36 education agencies or any other governmental  
37 subdivision. The division shall also seek additional  
38 federal waivers to improve and increase the  
39 availability of supported employment services to  
40 Iowans.

41 The division of vocational rehabilitation services  
42 shall seek funds other than federal funds, which may  
43 include but are not limited to local funds from local  
44 provider entities, community colleges, area education  
45 agencies, and local education agencies, for purposes  
46 of matching federal vocational rehabilitation funds.  
47 The funds collected by the division may exceed the  
48 amount needed to match available federal vocational  
49 rehabilitation funds in an effort to qualify for  
50 additional federal funds when such funds become

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1 available.

2 Except where prohibited under federal law, the  
3 division of vocational rehabilitation services of the  
4 department of education shall accept client  
5 assessments, or assessments of potential clients,  
6 performed by other agencies in order to reduce  
7 duplication of effort.

8 Notwithstanding the full-time equivalent position  
9 limit established in this lettered paragraph, for the  
10 fiscal year ending June 30, 2000, if federal funding  
11 is received to pay the costs of additional employees  
12 for the vocational rehabilitation services division  
13 who would have duties relating to vocational  
14 rehabilitation services paid for through federal  
15 funding, authorization to hire not more than 4.00  
16 additional full-time equivalent employees shall be  
17 provided, the full-time equivalent position limit  
18 shall be exceeded, and the additional employees shall  
19 be hired by the division.

20 The division of vocational rehabilitation services  
21 shall enter into a chapter 28E agreement with the  
22 creative employment options program at the state  
23 university of Iowa, or take whatever other action is  
24 necessary, to enable the division to count as a local  
25 match the state funds appropriated to the university  
26 for purposes of the creative employment options  
27 program.

28 b. For matching funds for programs to enable  
29 persons with severe physical or mental disabilities to  
30 function more independently, including salaries and  
31 support, and for not more than the following full-time  
32 equivalent positions:

33 .....	\$	76,067
34 .....	FTEs	1.50

35 The highest priority use for the moneys  
36 appropriated under this lettered paragraph shall be  
37 for programs that emphasize employment and assist  
38 persons with severe physical or mental disabilities to  
39 find and maintain employment to enable them to  
40 function more independently.

41 5. STATE LIBRARY

42 a. For salaries, support, maintenance,  
43 miscellaneous purposes, and for not more than the  
44 following full-time equivalent positions:

45 .....	\$	3,153,168
46 .....	FTEs	21.00

47 Reimbursement of the institutions of higher  
48 learning under the state board of regents for  
49 participation in the access plus program during the  
50 fiscal year beginning July 1, 1999, and ending June

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1 30, 2000, shall not exceed the total amount of  
2 reimbursement paid to the regents institutions of  
3 higher learning for participation in the access plus  
4 program during the fiscal year beginning July 1, 1998,  
5 and ending June 30, 1999.

6 b. For a one-year enrich Iowa pilot program:

7 ..... \$ 700,000

8 (1) Funds allocated for purposes of the enrich  
9 Iowa pilot program as provided in this lettered  
10 paragraph shall be distributed by the division of  
11 libraries and information services to eligible public  
12 libraries that are in compliance with performance  
13 measures adopted by rule by the commission. The funds  
14 allocated as provided in this lettered paragraph shall  
15 not be used for the costs of administration by the  
16 division. The amount distributed to each eligible  
17 public library shall be based upon the following:

18 (a) The level of compliance by the eligible public  
19 library with the performance measures adopted by the  
20 commission as provided in this subsection.

21 (b) The number of people residing within an  
22 eligible library's geographic service area for whom  
23 the library provides services.

24 (c) The amount of other funding the eligible  
25 public library received in the previous fiscal year  
26 for providing services to rural residents and to  
27 contracting communities.

28 (2) Moneys received by a public library under this  
29 lettered paragraph shall supplement, not supplant, any  
30 other funding received by the library.

31 (3) For purposes of this section, "eligible public  
32 library" means a public library that meets at least  
33 all of the following requirements:

34 (a) Submits to the division all of the following:

35 (i) The report provided for under section 256.51,  
36 subsection 1, paragraph "h".

37 (ii) An application and accreditation report, in a  
38 format approved by the commission, that provides  
39 evidence of the library's compliance with at least one  
40 level of the standards established in accordance with  
41 section 256.51, subsection 1, paragraph "k".

42 (iii) Any other application or report the division  
43 deems necessary for the implementation of the enrich  
44 Iowa program.

45 (b) Participates in the library resource and  
46 information sharing programs established by the state  
47 library.

48 (c) Is a public library established by city  
49 ordinance or a county library as provided in chapter  
50 336.

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1 (4) Each eligible public library shall maintain a  
2 separate listing within its budget for payments  
3 received and expenditures made pursuant to this  
4 section, and shall annually submit this listing to the  
5 division.

6 (5) By January 15, 2000, the division shall submit  
7 a program evaluation report to the general assembly  
8 and the governor detailing the uses and the impacts of  
9 funds allocated under this lettered paragraph. It is  
10 the intent of the general assembly to address the  
11 continuation of the enrich Iowa pilot program during  
12 the 2000 legislative session.

13 6. REGIONAL LIBRARY

14 For state aid:

15 ..... \$ 1,687,000

16 The division of libraries and information services  
17 shall submit a list of current regional library  
18 employees and their salaries to the department of  
19 management by August 1, 1999. The list shall be used  
20 by the department for purposes of calculating the  
21 annual salary increase need, based on the salary  
22 increases negotiated by the American federation of  
23 state, county, and municipal employees. The amount  
24 calculated by the department for salary need shall be  
25 included in the regional library budget request  
26 submitted to the governor for the fiscal year  
27 beginning July 1, 2000, and ending June 30, 2001.

28 7. PUBLIC BROADCASTING DIVISION

29 For salaries, support, maintenance, capital  
30 expenditures, miscellaneous purposes, and for not more  
31 than the following full-time equivalent positions:

32 ..... \$ 7,661,324

33 ..... FTES 106.40

34 8. VOCATIONAL EDUCATION TO SECONDARY SCHOOLS

35 For reimbursement for vocational education  
36 expenditures made by secondary schools:

37 ..... \$ 3,308,850

38 Funds appropriated in this subsection shall be used  
39 for expenditures made by school districts to meet the  
40 standards set in sections 256.11, 258.4, and 260C.14  
41 as a result of the enactment of 1989 Iowa Acts,  
42 chapter 278. Funds shall be used as reimbursement for  
43 vocational education expenditures made by secondary  
44 schools in the manner provided by the department of  
45 education for implementation of the standards set in  
46 1989 Iowa Acts, chapter 278.

47 9. SCHOOL FOOD SERVICE

48 For use as state matching funds for federal  
49 programs that shall be disbursed according to federal  
50 regulations, including salaries, support, maintenance,

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1 miscellaneous purposes, and for not more than the  
2 following full-time equivalent positions:  
3 ..... \$ 2,716,859  
4 ..... FTEs 14.00  
5 10. IOWA EMPOWERMENT FUND  
6 For deposit in the school ready children grants  
7 account of the Iowa empowerment fund created in  
8 section 71.8:  
9 ..... \$ 10,400,000  
10 11. TEXTBOOKS OF NONPUBLIC SCHOOL PUPILS  
11 To provide funds for costs of providing textbooks  
12 to each resident pupil who attends a nonpublic school  
13 as authorized by section 301.1. The funding is  
14 limited to \$20 per pupil and shall not exceed the  
15 comparable services offered to resident public school  
16 pupils:  
17 ..... \$ 650,000  
18 12. VOCATIONAL AGRICULTURE YOUTH ORGANIZATION  
19 To assist a vocational agriculture youth  
20 organization sponsored by the schools to support the  
21 foundation established by that vocational agriculture  
22 youth organization and for other youth activities:  
23 ..... \$ 107,900  
24 13. NATIONAL BOARD CERTIFICATION  
25 For the issuance of national board certification  
26 awards in accordance with section 256.44:  
27 ..... \$ 1,000,000  
28 Notwithstanding section 8.33, funds appropriated  
29 for purposes of this section which remain unencumbered  
30 or unobligated at the close of the fiscal year, shall  
31 not revert but shall be available for expenditure for  
32 purposes of issuing national board certification  
33 awards during the succeeding fiscal year.  
34 14. EMPLOYABILITY SKILLS ASSESSMENTS  
35 REIMBURSEMENTS  
36 For reimbursement of school district claims for the  
37 costs of acquiring and using employability skills  
38 assessment tools as provided in this subsection:  
39 ..... \$ 185,000  
40 a. The department of education shall reimburse  
41 school district claims for the costs of acquiring,  
42 administering, and scoring assessment tools to assess  
43 the employability skills of students. The director of  
44 education shall identify available employability  
45 skills assessment tools that school districts may use  
46 to meet the claim reimbursement requirements of this  
47 subsection.  
48 b. In order to be eligible for reimbursement under  
49 this subsection, a school district shall submit a  
50 claim on forms provided by the department by July 15,

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1 2000, and the claim shall state the actual costs  
2 incurred and shall be accompanied by an affidavit of  
3 an officer of the school district affirming the  
4 accuracy of the claim.

5 c. A school district that submits to the  
6 department a claim for reimbursement in accordance  
7 with this subsection shall develop and integrate  
8 specific employability skills goals and activities  
9 into the comprehensive school improvement plan  
10 required under section 256.7, subsection 21, paragraph  
11 "a".

12 d. The department of education shall certify to  
13 the department of revenue and finance the amounts of  
14 approved claims to be paid, and the department of  
15 revenue and finance shall draw warrants payable to  
16 school districts with approved claims, taking into  
17 consideration the relative budget and cash position of  
18 the state resources.

19 e. Moneys received under this subsection shall not  
20 be commingled with state aid payments made under  
21 section 257.16 to a school district and shall be  
22 accounted for by the school district separately from  
23 state aid payments. Payments made to a school  
24 district under this subsection are miscellaneous  
25 income for purposes of chapter 257.

26 f. If the funds appropriated in this subsection  
27 are insufficient to pay in full the claims submitted  
28 by school districts and approved by the department,  
29 the amounts of approved claims shall be prorated among  
30 all school districts with approved claims.

31 15. BEGINNING TEACHER INDUCTION PROGRAM

32 For purposes of the beginning teacher induction  
33 program as provided in section 256E.2, if enacted by  
34 1999 Iowa Acts, Senate File 232:

35 ..... \$ 300,000

36 Notwithstanding section 8.33, moneys appropriated  
37 in this section that remain unencumbered or  
38 unobligated at the close of the fiscal year shall not  
39 revert but shall remain available for expenditure for  
40 the purposes designated until the close of the  
41 succeeding fiscal year.

42 16. COMMUNITY COLLEGES

43 For general state financial aid, including general  
44 financial aid to merged areas in lieu of personal  
45 property tax replacement payments, to merged areas as  
46 defined in section 260C.2, for vocational education  
47 programs in accordance with chapters 258 and 260C:

48 ..... \$141,577,403

49 The funds appropriated in this subsection shall be  
50 allocated as follows:

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1	a.	Merged Area I .....	\$ 6,788,405
2	b.	Merged Area II .....	\$ 7,981,873
3	c.	Merged Area III .....	\$ 7,452,448
4	d.	Merged Area IV .....	\$ 3,638,156
5	e.	Merged Area V .....	\$ 7,598,634
6	f.	Merged Area VI .....	\$ 7,059,555
7	g.	Merged Area VII .....	\$ 10,138,631
8	h.	Merged Area IX .....	\$ 12,444,971
9	i.	Merged Area X .....	\$ 19,480,613
10	j.	Merged Area XI .....	\$ 20,720,212
11	k.	Merged Area XII .....	\$ 8,173,625
12	l.	Merged Area XIII .....	\$ 8,395,697
13	m.	Merged Area XIV .....	\$ 3,684,420
14	n.	Merged Area XV .....	\$ 11,561,901
15	o.	Merged Area XVI .....	\$ 6,458,262

16 Sec. 8. DISTRIBUTION OF FUNDS APPROPRIATED. For  
 17 the fiscal year beginning July 1, 1999, and ending  
 18 June 30, 2000, moneys appropriated by the general  
 19 assembly from the general fund to the department of  
 20 education for community colleges for a fiscal year  
 21 shall be allocated to each community college by the  
 22 department of education in the following manner:

23 1. BASE FUNDING. The base funding for a fiscal  
 24 year shall be equal to the amount each community  
 25 college received as an allocation from appropriations  
 26 made from the general fund of the state in the most  
 27 recent fiscal year.

28 2. DISTRIBUTION FOR INFLATION. First priority  
 29 shall be to give each college an increase based upon  
 30 inflation. The inflation increase shall be not less  
 31 than 2 percent. However, the inflation increase shall  
 32 be equal to the national inflation rate, if it exceeds  
 33 2 percent, if the amount of state aid appropriated is  
 34 equal to or greater than the national inflation rate.

35 3. DISTRIBUTION BASED ON PROPORTIONAL SHARE OF  
 36 ENROLLMENT. The balance of the growth in state aid  
 37 appropriations, once the inflation increase has been  
 38 satisfied, shall be distributed based on each  
 39 college's proportional share of enrollment. However,  
 40 a minimum of one percent of the total growth shall be  
 41 distributed in this manner.

42 4. If the total appropriation made by the general  
 43 assembly is less than 2 percent growth, the entire  
 44 increase shall be distributed as inflation.

45 Sec. 9. BOARD OF EDUCATIONAL EXAMINERS LICENSING  
 46 FEES. Notwithstanding section 272.10, up to 85  
 47 percent of any funds received annually resulting from  
 48 an increase in fees approved and implemented for  
 49 licensing by the state board of educational examiners  
 50 after July 1, 1997, shall be available for the fiscal

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1 year beginning July 1, 1999, to the state board for  
2 purposes related to the state board's duties,  
3 including, but not limited to, additional full-time  
4 equivalent positions. The director of revenue and  
5 finance shall draw warrants upon the treasurer of  
6 state from the funds appropriated as provided in this  
7 section and shall make the funds resulting from the  
8 increase in fees available during the fiscal year to  
9 the state board on a monthly basis.

10 Sec. 10. FISCAL YEAR 1999-2000 EXTENDED SCHOOL  
11 YEAR GRANT MONEYS -- DISTRIBUTION.

12 1. Notwithstanding section 8.33 and section  
13 256.22, subsection 4, from the funds appropriated in  
14 1998 Iowa Acts, chapter 1216, section 1, subsection 1,  
15 to the department of education for extended school  
16 year grants, which remain unencumbered or unobligated  
17 on June 30, 1999, the sum of \$675,000 shall not revert  
18 to the general fund of the state and shall not be  
19 available for expenditure for the following fiscal  
20 year for purposes of extended school year grants, but  
21 shall be reallocated by the department as follows:

22 a. The sum of \$200,000 to the board of educational  
23 examiners for a one-year pilot program study to assess  
24 the performance of teacher education graduates at no  
25 charge to the graduates. The department of education,  
26 the board of educational examiners, and the college  
27 student aid commission shall determine the number of  
28 students that will be tested at each postsecondary  
29 institution that provides an approved practitioner  
30 preparation program in a manner that will result in a  
31 reliable statistical sampling. It is the intent of  
32 the general assembly that if the board recommends  
33 statewide implementation of the assessment prior to  
34 initial licensure, the costs of an assessment shall be  
35 paid by the teacher education graduate applying for  
36 initial licensure.

37 b. The sum of \$100,000 to the division of  
38 libraries and information services for promotion of  
39 the next decennial federal census.

40 c. The sum of \$100,000 to the department of  
41 education for distribution to the reading recovery  
42 center.

43 d. The sum of \$60,000 to the department of  
44 education for support of the family resource center  
45 demonstration program established under chapter 256C.

46 e. The sum of \$165,000 to the department of  
47 education for reimbursement of school district claims  
48 for the costs of acquiring and using employability  
49 skills assessment tools as provided in section 7,  
50 subsection 14, of this Act.

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1 f. The sum of \$50,000 to the department of  
2 cultural affairs for the local arts comprehensive  
3 educational strategies program (LACES) for contracting  
4 with the Iowa alliance for arts education to execute  
5 their local arts comprehensive educational strategies.  
6 The sum reallocated in this lettered paragraph is in  
7 addition to funds appropriated in section 6,  
8 subsection 5, of this Act.

9 Sec. 11. REGIONAL LIBRARIES STUDY. The  
10 legislative council is requested to establish an  
11 interim study committee to review the issues  
12 concerning making regional library staff state  
13 employees. The interim study committee shall submit a  
14 report of recommendations concerning these issues and  
15 recommendations for any necessary legislation to the  
16 general assembly by December 1, 1999.

17 Sec. 12. COMMUNITY COLLEGE GOVERNANCE TASK FORCE.  
18 The legislative council is requested to establish an  
19 interim task force consisting of members of both  
20 political parties from both houses of the general  
21 assembly, the office of the governor, representatives  
22 of the Iowa association of community college trustees,  
23 the Iowa association of community college presidents,  
24 and the division of community colleges and workforce  
25 preparation of the department of education, to  
26 identify and study options for restructuring the  
27 community college governance system. The goal of the  
28 task force shall be to determine a plan for a  
29 community college governance structure that causes  
30 community colleges to operate more cooperatively,  
31 effectively, and efficiently as a state system, while  
32 recognizing the strong local character of community  
33 colleges. The task force shall review the current  
34 community college governance system; ongoing  
35 collaborative efforts among the community colleges;  
36 the relationships between the community colleges and  
37 local school districts, accredited nonpublic schools,  
38 other accredited postsecondary institutions in Iowa,  
39 and the department of education; and changes necessary  
40 to enhance the accountability of community colleges.  
41 The task force shall submit its findings and  
42 recommendations for a plan for a restructuring of the  
43 community college governance system that achieves the  
44 goals set forth in this section in a report to the  
45 chairpersons and ranking members of the senate and  
46 house standing committees on education and the joint  
47 appropriations subcommittee on education by December  
48 1, 1999.

## 49 STATE BOARD OF REGENTS

50 Sec. 13. There is appropriated from the general

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1 fund of the state to the state board of regents for  
2 the fiscal year beginning July 1, 1999, and ending  
3 June 30, 2000, the following amounts, or so much  
4 thereof as may be necessary, to be used for the  
5 purposes designated:

6 1. OFFICE OF STATE BOARD OF REGENTS

7 a. For salaries, support, maintenance,  
8 miscellaneous purposes, and for not more than the  
9 following full-time equivalent positions:

10 .....	\$	1,235,518
11 .....	FTEs	15.63

12 The state board of regents, the department of  
13 management, and the legislative fiscal bureau shall  
14 cooperate to determine and agree upon, by November 15,  
15 1999, the amount that needs to be appropriated for  
16 tuition replacement for the fiscal year beginning July  
17 1, 2000.

18 The state board of regents shall submit a monthly  
19 financial report in a format agreed upon by the state  
20 board of regents office and the legislative fiscal  
21 bureau.

22 b. For allocation by the state board of regents to  
23 the state university of Iowa, the Iowa state  
24 university of science and technology, and the  
25 university of northern Iowa to reimburse the  
26 institutions for deficiencies in their operating funds  
27 resulting from the pledging of tuitions, student fees  
28 and charges, and institutional income to finance the  
29 cost of providing academic and administrative  
30 buildings and facilities and utility services at the  
31 institutions:

32 .....	\$	27,927,851
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33 c. For funds to be allocated to the southwest Iowa  
34 graduate studies center:

35 .....	\$	111,113
----------	----	---------

36 d. For funds to be allocated to the siouxland  
37 interstate metropolitan planning council for the  
38 tristate graduate center under section 262.9,  
39 subsection 21:

40 .....	\$	81,716
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41 e. For funds to be allocated to the quad-cities  
42 graduate studies center:

43 .....	\$	167,086
----------	----	---------

44 2. STATE UNIVERSITY OF IOWA

45 a. General university, including lakeside  
46 laboratory

47 For salaries, support, maintenance, equipment,  
48 miscellaneous purposes, and for not more than the  
49 following full-time equivalent positions:

50 .....	\$	237,554,141
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1 ..... FTEs 4,048.62

2 b. University hospitals

3 For salaries, support, maintenance, equipment, and  
4 miscellaneous purposes and for medical and surgical  
5 treatment of indigent patients as provided in chapter  
6 255, for medical education, and for not more than the  
7 following full-time equivalent positions:

8 ..... \$ 31,812,568

9 ..... FTEs 5,511.67

10 The university of Iowa hospitals and clinics shall,  
11 within the context of chapter 255 and when medically  
12 appropriate, make reasonable efforts to extend the  
13 university of Iowa hospitals and clinics' use of home  
14 telemedicine and other technologies to reduce the  
15 frequency of visits to the hospital required by  
16 indigent patients. The university of Iowa hospitals  
17 and clinics shall submit a report to the general  
18 assembly and the legislative fiscal bureau by January  
19 15, 2000, describing its use of these technologies to  
20 accomplish this purpose.

21 The university of Iowa hospitals and clinics shall  
22 submit quarterly a report regarding the portion of the  
23 appropriation in this lettered paragraph expended on  
24 medical education. The report shall be submitted in a  
25 format jointly developed by the university of Iowa  
26 hospitals and clinics, the legislative fiscal bureau,  
27 and the department of management, and shall delineate  
28 the expenditures and purposes of the funds.

29 Funds appropriated in this lettered paragraph shall  
30 not be used to perform abortions except medically  
31 necessary abortions, and shall not be used to operate  
32 the early termination of pregnancy clinic except for  
33 the performance of medically necessary abortions. For  
34 the purpose of this lettered paragraph, an abortion is  
35 the purposeful interruption of pregnancy with the  
36 intention other than to produce a live-born infant or  
37 to remove a dead fetus, and a medically necessary  
38 abortion is one performed under one of the following  
39 conditions:

40 (1) The attending physician certifies that  
41 continuing the pregnancy would endanger the life of  
42 the pregnant woman.

43 (2) The attending physician certifies that the  
44 fetus is physically deformed, mentally deficient, or  
45 afflicted with a congenital illness.

46 (3) The pregnancy is the result of a rape which is  
47 reported within 45 days of the incident to a law  
48 enforcement agency or public or private health agency  
49 which may include a family physician.

50 (4) The pregnancy is the result of incest which is

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1 reported within 150 days of the incident to a law  
2 enforcement agency or public or private health agency  
3 which may include a family physician.

4 (5) The abortion is a spontaneous abortion,  
5 commonly known as a miscarriage, wherein not all of  
6 the products of conception are expelled.

7 The total quota allocated to the counties for  
8 indigent patients for the fiscal year beginning July  
9 1, 1999, shall not be lower than the total quota  
10 allocated to the counties for the fiscal year  
11 commencing July 1, 1998. The total quota shall be  
12 allocated among the counties on the basis of the 1990  
13 census pursuant to section 255.16.

14 c. Psychiatric hospital

15 For salaries, support, maintenance, equipment,  
16 miscellaneous purposes, for the care, treatment, and  
17 maintenance of committed and voluntary public  
18 patients, and for not more than the following full-  
19 time equivalent positions:

20 .....	\$	7,968,070
21 .....	FTEs	292.18

22 d. Hospital-school

23 For salaries, support, maintenance, miscellaneous  
24 purposes, and for not more than the following full-  
25 time equivalent positions:

26 .....	\$	6,991,199
27 .....	FTEs	161.56

28 From the funds appropriated in this lettered  
29 paragraph, \$200,000 shall be allocated for purposes of  
30 the creative employment options program.

31 e. Oakdale campus

32 For salaries, support, maintenance, miscellaneous  
33 purposes, and for not more than the following full-  
34 time equivalent positions:

35 .....	\$	3,100,866
36 .....	FTEs	60.58

37 f. State hygienic laboratory

38 For salaries, support, maintenance, miscellaneous  
39 purposes, and for not more than the following full-  
40 time equivalent positions:

41 .....	\$	3,870,920
42 .....	FTEs	102.49

43 g. Family practice program

44 For allocation by the dean of the college of  
45 medicine, with approval of the advisory board, to  
46 qualified participants, to carry out chapter 148D for  
47 the family practice program, including salaries and  
48 support, and for not more than the following full-time  
49 equivalent positions:

50 .....	\$	2,312,290
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1	.....	FTEs	192.40
2	h. Child health care services		
3	For specialized child health care services,		
4	including childhood cancer diagnostic and treatment		
5	network programs, rural comprehensive care for		
6	hemophilia patients, and the Iowa high-risk infant		
7	follow-up program, including salaries and support, and		
8	for not more than the following full-time equivalent		
9	positions:		
10	.....	\$	601,434
11	.....	FTEs	9.36
12	i. Agricultural health and safety programs		
13	For agricultural health and safety programs, and		
14	for not more than the following full-time equivalent		
15	positions:		
16	.....	\$	272,634
17	.....	FTEs	3.48
18	j. Statewide cancer registry		
19	For the statewide cancer registry, and for not more		
20	than the following full-time equivalent positions:		
21	.....	\$	209,730
22	.....	FTEs	3.07
23	k. Substance abuse consortium		
24	For funds to be allocated to the Iowa consortium		
25	for substance abuse research and evaluation, and for		
26	not more than the following full-time equivalent		
27	positions:		
28	.....	\$	72,028
29	.....	FTEs	1.15
30	l. Center for biocatalysis		
31	For the center for biocatalysis, and for not more		
32	than the following full-time equivalent positions:		
33	.....	\$	1,058,058
34	.....	FTEs	10.40
35	m. National advanced driving simulator		
36	For the national advanced driving simulator, and		
37	for not more than the following full-time equivalent		
38	positions:		
39	.....	\$	284,951
40	.....	FTEs	3.58
41	n. Primary health care initiative		
42	For the primary health care initiative in the		
43	college of medicine and for not more than the		
44	following full-time equivalent positions:		
45	.....	\$	865,623
46	.....	FTEs	11.00
47	From the funds appropriated in this lettered		
48	paragraph, \$330,000 shall be allocated to the		
49	department of family practice at the state university		
50	of Iowa college of medicine for family practice		

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1 faculty and support staff.

2 o. Birth defects registry

3 For the birth defects registry and for not more

4 than the following full-time equivalent position:

5 ..... \$ 50,000

6 ..... FTEs 0.90

7 p. School of public health and public health

8 initiative

9 For purposes of establishing an accredited school

10 of public health and to fund an initiative for the

11 health and independence of elderly Iowans, and for not

12 more than the following full-time equivalent

13 positions:

14 ..... \$ 1,050,000

15 ..... FTEs 16.00

16 3. IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY

17 a. General university

18 For salaries, support, maintenance, equipment,

19 miscellaneous purposes, and for not more than the

20 following full-time equivalent positions:

21 ..... \$185,808,896

22 ..... FTEs 3,598.44

23 From the funds appropriated in this lettered

24 paragraph, \$40,000 shall be allocated for purposes of

25 the institute for public leadership.

26 b. Agricultural experiment station

27 For salaries, support, maintenance, miscellaneous

28 purposes, and for not more than the following full-

29 time equivalent positions:

30 ..... \$ 34,982,675

31 ..... FTEs 546.98

32 c. Cooperative extension service in agriculture

33 and home economics

34 For salaries, support, maintenance, miscellaneous

35 purposes, including salaries and support for the fire

36 service institute, and for not more than the following

37 full-time equivalent positions:

38 ..... \$ 22,706,446

39 ..... FTEs 445.80

40 From the funds appropriated in this lettered

41 paragraph, \$150,000 shall be used for the food, fiber,

42 and environmental science program, and \$1,066,000

43 shall be used for the value-added agricultural

44 projects as part of the extension 21 program.

45 The cooperative extension service in agriculture

46 and home economics at Iowa state university of science

47 and technology shall conduct a study, in consultation

48 with the department of human services, that identifies

49 all educational materials, seminars, and assistance

50 offered by the extension service which are

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1 duplicative, either directly or in subject area, of  
 2 educational materials, seminars, and assistance  
 3 offered by the department of human services. The  
 4 cooperative extension service shall submit its  
 5 findings in a report to the general assembly and the  
 6 legislative fiscal bureau by January 15, 2000.

7 d. Leopold center

8 For agricultural research grants at Iowa state  
 9 university under section 266.39B, and for not more  
 10 than the following full-time equivalent positions:

11 .....	\$	574,983
12 .....	FTEs	11.25

13 e. Livestock disease research

14 For deposit in and the use of the livestock disease  
 15 research fund under section 267.8, and for not more  
 16 than the following full-time equivalent positions:

17 .....	\$	277,573
18 .....	FTEs	3.17

19 f. Center for excellence in fundamental plant  
20 science

21 For salaries, support, maintenance, equipment,  
 22 miscellaneous purposes, and for not more than the  
 23 following full-time equivalent positions:

24 .....	\$	2,200,000
25 .....	FTEs	17.96

26 4. UNIVERSITY OF NORTHERN IOWA

27 a. General university

28 For salaries, support, maintenance, equipment,  
 29 miscellaneous purposes, and for not more than the  
 30 following full-time equivalent positions:

31 .....	\$	83,402,982
32 .....	FTEs	1,402.86

33 b. Recycling and reuse center

34 For purposes of the recycling and reuse center, and  
 35 for not more than the following full-time equivalent  
 36 positions:

37 .....	\$	244,025
38 .....	FTEs	1.50

39 c. Masters in social work

40 For implementation of a masters in social work  
 41 program and for not more than the following full-time  
 42 equivalent positions:

43 .....	\$	300,000
44 .....	FTEs	4.00

45 5. STATE SCHOOL FOR THE DEAF

46 For salaries, support, maintenance, miscellaneous  
 47 purposes, and for not more than the following full-  
 48 time equivalent positions:

49 .....	\$	7,737,161
50 .....	FTEs	126.60

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1 6. IOWA BRAILLE AND SIGHT SAVING SCHOOL

2 For salaries, support, maintenance, miscellaneous  
3 purposes, and for not more than the following full-  
4 time equivalent positions:

5 ..... \$ 4,303,242  
6 ..... FTEs 91.05

7 7. TUITION AND TRANSPORTATION COSTS

8 For payment to local school boards for the tuition  
9 and transportation costs of students residing in the  
10 Iowa braille and sight saving school and the state  
11 school for the deaf pursuant to section 262.43 and for  
12 payment of certain clothing and transportation costs  
13 for students at these schools pursuant to section  
14 270.5:

15 ..... \$ 16,941

16 Sec. 14. STATE BOARD OF REGENTS STUDY. The state  
17 board of regents shall, in consultation with the Iowa  
18 association of independent colleges and universities  
19 and the Iowa coordinating council for post-high school  
20 education, complete a study of the number and type of  
21 undergraduate and graduate degree programs offered at  
22 the satellite locations of all institutions of higher  
23 learning under the control of the state board of  
24 regents and at the satellite locations of all  
25 accredited private postsecondary institutions. The  
26 study shall include a listing of degree programs  
27 currently in operation and those the Iowa coordinating  
28 council has approved, but which have not yet begun  
29 operation. By January 15, 2000, the state board of  
30 regents shall submit a report to the chairpersons and  
31 ranking members of the senate and house joint  
32 appropriations subcommittee on education, the  
33 legislative fiscal bureau, the secretary of the  
34 senate, and the chief clerk of the house of  
35 representatives, that contains the following  
36 information:

37 1. A listing of all satellite locations where  
38 degree programs are offered.

39 2. A listing of all degree programs offered,  
40 identified by satellite location and postsecondary  
41 institution.

42 3. The enrollment in each degree program by  
43 resident, nonresident, and the combined enrollment  
44 total.

45 4. The date each degree program was approved by  
46 the Iowa coordinating council for post-high school  
47 education.

48 5. The date each degree program actually began  
49 operation.

50 For purposes of this section, "satellite" means a

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1 facility not attached to the campus of the main  
2 postsecondary institution.

3 Sec. 15. MEDICAL ASSISTANCE -- SUPPLEMENTAL  
4 AMOUNTS. For the fiscal year beginning July 1, 1999,  
5 and ending June 30, 2000, the department of human  
6 services shall continue the supplemental  
7 disproportionate share and a supplemental indirect  
8 medical education adjustment applicable to state-owned  
9 acute care hospitals with more than 500 beds and shall  
10 reimburse qualifying hospitals pursuant to that  
11 adjustment with a supplemental amount for services  
12 provided medical assistance recipients. The  
13 adjustment shall generate supplemental payments  
14 intended to equal the state appropriation made to a  
15 qualifying hospital for treatment of indigent patients  
16 as provided in chapter 255. To the extent of the  
17 supplemental payments, a qualifying hospital shall,  
18 after receipt of the funds, transfer to the department  
19 of human services an amount equal to the actual  
20 supplemental payments that were made in that month.  
21 The aggregate amounts for the fiscal year shall not  
22 exceed the state appropriation made to the qualifying  
23 hospital for treatment of indigent patients as  
24 provided in chapter 255. The department of human  
25 services shall deposit the portion of these funds  
26 equal to the state share in the department's medical  
27 assistance account and the balance shall be credited  
28 to the general fund of the state. To the extent that  
29 state funds appropriated to a qualifying hospital for  
30 the treatment of indigent patients as provided in  
31 chapter 255 have been transferred to the department of  
32 human services as a result of these supplemental  
33 payments made to the qualifying hospital, the  
34 department shall not, directly or indirectly, recoup  
35 the supplemental payments made to a qualifying  
36 hospital for any reason, unless an equivalent amount  
37 of the funds transferred to the department of human  
38 services by a qualifying hospital pursuant to this  
39 provision is transferred to the qualifying hospital by  
40 the department.

41 If the state supplemental amount allotted to the  
42 state of Iowa for the federal fiscal year beginning  
43 October 1, 1999, and ending September 30, 2000,  
44 pursuant to section 1923(f)(3) of the federal Social  
45 Security Act, as amended, or pursuant to federal  
46 payments for indirect medical education is greater  
47 than the amount necessary to fund the federal share of  
48 the supplemental payments specified in the preceding  
49 paragraph, the department of human services shall  
50 increase the supplemental disproportionate share or

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1 supplemental indirect medical education adjustment by  
2 the lesser of the amount necessary to utilize fully  
3 the state supplemental amount or the amount of state  
4 funds appropriated to the state university of Iowa  
5 general education fund and allocated to the university  
6 for the college of medicine. The state university of  
7 Iowa shall transfer from the allocation for the  
8 college of medicine to the department of human  
9 services, on a monthly basis, an amount equal to the  
10 additional supplemental payments made during the  
11 previous month pursuant to this paragraph. A  
12 qualifying hospital receiving supplemental payments  
13 pursuant to this paragraph that are greater than the  
14 state appropriation made to the qualifying hospital  
15 for treatment of indigent patients as provided in  
16 chapter 255 shall be obligated as a condition of its  
17 participation in the medical assistance program to  
18 transfer to the state university of Iowa general  
19 education fund on a monthly basis an amount equal to  
20 the funds transferred by the state university of Iowa  
21 to the department of human services. To the extent  
22 that state funds appropriated to the state university  
23 of Iowa and allocated to the college of medicine have  
24 been transferred to the department of human services  
25 as a result of these supplemental payments made to the  
26 qualifying hospital, the department shall not,  
27 directly or indirectly, recoup these supplemental  
28 payments made to a qualifying hospital for any reason,  
29 unless an equivalent amount of the funds transferred  
30 to the department of human services by the state  
31 university of Iowa pursuant to this paragraph is  
32 transferred to the qualifying hospital by the  
33 department.

34 Continuation of the supplemental disproportionate  
35 share and supplemental indirect medical education  
36 adjustment shall preserve the funds available to the  
37 university hospital for medical and surgical treatment  
38 of indigent patients as provided in chapter 255 and to  
39 the state university of Iowa for educational purposes  
40 at the same level as provided by the state funds  
41 initially appropriated for that purpose.

42 The department of human services shall, in any  
43 compilation of data or other report distributed to the  
44 public concerning payments to providers under the  
45 medical assistance program, set forth reimbursements  
46 to a qualifying hospital through the supplemental  
47 disproportionate share and supplemental indirect  
48 medical education adjustment as a separate item and  
49 shall not include such payments in the amounts  
50 otherwise reported as the reimbursement to a

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1 qualifying hospital for services to medical assistance  
2 recipients.

3 For purposes of this section, "supplemental  
4 payment" means a supplemental payment amount paid for  
5 medical assistance to a hospital qualifying for that  
6 payment under this section.

7 Sec. 16. STATE UNIVERSITY OF IOWA -- DEPARTMENT OF  
8 HUMAN SERVICES. The department of human services  
9 shall transfer to the state university of Iowa for the  
10 purposes of the creative employment options program  
11 the same amount of moneys in the fiscal year beginning  
12 July 1, 1999, and ending June 30, 2000, as was  
13 transferred in the fiscal year beginning July 1, 1997,  
14 and ending June 30, 1998.

15 Sec. 17. For the fiscal year beginning July 1,  
16 1999, and ending June 30, 2000, the state board of  
17 regents may use notes, bonds, or other evidences of  
18 indebtedness issued under section 262.48 to finance  
19 projects that will result in energy cost savings in an  
20 amount that will cause the state board to recover the  
21 cost of the projects within an average of six years.

22 Sec. 18. Notwithstanding section 270.7, the  
23 department of revenue and finance shall pay the state  
24 school for the deaf and the Iowa braille and sight  
25 saving school the moneys collected from the counties  
26 during the fiscal year beginning July 1, 1999, for  
27 expenses relating to prescription drug costs for  
28 students attending the state school for the deaf and  
29 the Iowa braille and sight saving school.

30 Sec. 19. Section 256.22, subsection 2, Code 1999,  
31 is amended to read as follows:

32 2. Grant moneys shall be distributed to qualifying  
33 school districts by the department no later than  
34 October 15, ~~1998~~ 1999. Grant amounts shall be  
35 distributed as determined by the department.

36 Sec. 20. Section 256.44, Code 1999, as amended by  
37 1999 Iowa Acts, House File 766, if enacted, is amended  
38 by adding the following new subsection:

39 NEW SUBSECTION. 7. Notwithstanding section 8.33,  
40 funds appropriated for purposes of this section which  
41 remain unencumbered or unobligated at the close of the  
42 fiscal year for which the funds were appropriated  
43 shall not revert but shall be available for  
44 expenditure for the following fiscal year for purposes  
45 of this section.

46 Sec. 21. NEW SECTION. 256.67A INSURANCE  
47 ELIGIBILITY.

48 Personnel employed by a regional library shall be  
49 considered state employees for purposes of eligibility  
50 for receiving employee health and dental insurance as

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1 provided to state employees by the department of  
2 personnel. If a regional library elects to  
3 participate in a state employee health and dental  
4 insurance program, the regional library shall continue  
5 to pay the costs of employee participation in a  
6 program from funds appropriated for purposes of the  
7 regional libraries by the general assembly.

8 Sec. 22. Section 261.2, Code 1999, is amended by  
9 adding the following new subsection:

10 NEW SUBSECTION. 15. Be prohibited from expending  
11 interest moneys earned on accounts of the commission  
12 located within the office of the treasurer of state  
13 unless the general assembly specifically appropriates  
14 the interest moneys for use by the commission. If the  
15 general assembly appropriates interest moneys  
16 transferred from the Pub. L. No. 105-33 recall account  
17 within the office of the treasurer of state to the  
18 fund 61 default reduction account, the commission  
19 shall adopt rules for the expenditure of the interest  
20 moneys for purposes of issuing emergency loans to  
21 assist needy students in avoiding default on a  
22 guaranteed or parental loan made under this chapter.

23 Sec. 23. Section 261.12, subsection 1, paragraph  
24 b, Code 1999, is amended to read as follows:

25 b. For the fiscal year beginning July 1, 1998  
26 1999, and for each following fiscal year, three  
27 thousand ~~six~~ nine hundred ~~fifty~~ dollars.

28 Sec. 24. Section 261.17, subsection 3, unnumbered  
29 paragraph 1, Code 1999, is amended to read as follows:

30 A qualified full-time student may receive  
31 vocational-technical tuition grants for not more than  
32 four semesters, ~~eight quarters~~ or the trimester or  
33 quarter equivalent of two full years of study. ~~The~~  
34 ~~amount of a vocational-technical tuition grant to a~~ A  
35 qualified part-time student enrolled in a course of  
36 study including at least three semester hours but  
37 fewer than twelve semester hours or the trimester or  
38 quarter equivalent ~~shall be equal to the amount of a~~  
39 ~~tuition grant that would be paid to a full-time~~  
40 ~~student times a number which represents the number of~~  
41 ~~hours in which the part-time student is actually~~  
42 ~~enrolled divided by twelve semester hours,~~ may receive  
43 vocational-technical tuition grants for not more than  
44 eight semesters or the trimester or quarter equivalent  
45 of two full years of full-time study.

46 Sec. 25. Section 261.17, subsection 4, Code 1999,  
47 is amended to read as follows:

48 4. a. The amount of a vocational-technical  
49 tuition grant to a qualified full-time student shall  
50 not exceed the lesser of six hundred fifty dollars per

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1 year or the amount of the student's established  
2 financial need.

3 b. The amount of a vocational-technical tuition  
4 grant to a qualified part-time student enrolled in a  
5 course of study including at least three semester  
6 hours but fewer than twelve semester hours or the  
7 trimester or quarter equivalent shall be equal to the  
8 amount of a vocational-technical tuition grant that  
9 would be paid to a full-time student, except that the  
10 commission shall prorate the amount in a manner  
11 consistent with the federal Pell grant program  
12 proration.

13 Sec. 26. Section 261.25, subsections 1 through 3,  
14 Code 1999, are amended to read as follows:

15 1. There is appropriated from the general fund of  
16 the state to the commission for each fiscal year the  
17 sum of ~~forty-four~~ forty-seven million six hundred  
18 sixty-four thousand ~~seven hundred fifty~~ dollars for  
19 tuition grants.

20 2. There is appropriated from the general fund of  
21 the state to the commission for each fiscal year the  
22 sum of four hundred ~~seventy-four~~ ninety-eight thousand  
23 ~~eight five hundred forty~~ dollars for scholarships.

24 3. There is appropriated from the general fund of  
25 the state to the commission for each fiscal year the  
26 sum of two million ~~two four~~ four hundred ~~forty-four~~ eighty-  
27 two thousand ~~one four~~ hundred ninety-seven dollars for  
28 vocational-technical tuition grants.

29 Sec. 27. Section 261.25, subsection 4, Code 1999,  
30 is amended by striking the subsection.

31 Sec. 28. Section 261.38, subsection 1, Code 1999,  
32 is amended to read as follows:

33 1. The commission shall establish a loan reserve  
34 ~~account from which any default on a guaranteed student~~  
35 ~~loan shall be paid~~ and an agency operating account as  
36 authorized by the federal Higher Education Act of  
37 1965. The commission shall credit to this account  
38 these accounts all moneys designated exclusively for  
39 the reserve fund provided for the state student loan  
40 program by the United States, the state of Iowa, or  
41 any of their agencies, departments or  
42 instrumentalities, as well as any funds accruing to  
43 the program which are not required for current  
44 administrative expenses. The department of management  
45 ~~shall determine the actuarially sound reserve~~  
46 ~~requirement for the amount of guaranteed loans~~  
47 outstanding commission may expend moneys in the loan  
48 reserve and agency operating accounts as authorized by  
49 the federal Higher Education Act of 1965.

50 Sec. 29. Section 261.38, subsection 2, Code 1999,

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1 is amended by striking the subsection.

2 Sec. 30. Section 261.38, subsections 3, 4, and 5,  
3 Code 1999, are amended to read as follows:

4 3. The payment of any funds for the default on a  
5 guaranteed student loan shall be solely from the loan  
6 reserve ~~account and agency operating accounts~~. The  
7 general assembly shall not be obligated to appropriate  
8 any moneys to pay for any defaults or to appropriate  
9 any moneys to be credited to the loan reserve account.  
10 The commission shall not give or lend the credit of  
11 the state of Iowa.

12 4. Funds Notwithstanding section 8.33, funds on  
13 deposit in the loan reserve ~~account-or-in-the~~  
14 administrative-account and operating accounts shall  
15 not revert to the state general fund at the close of  
16 any fiscal year.

17 5. The treasurer of state shall invest any funds,  
18 including those in the loan reserve ~~account and~~  
19 operating accounts, and, notwithstanding section  
20 12C.7, the interest income earned shall be credited  
21 back to the ~~loan-reserve appropriate~~ account.

22 Sec. 31. Section 261.38, subsection 6, Code 1999,  
23 is amended by striking the subsection.

24 Sec. 32. Section 261.38, subsection 7, unnumbered  
25 paragraph 1, Code 1999, is amended to read as follows:

26 The commission may ~~expend-funds-in-the-reserve~~  
27 ~~account-and~~ enter into agreements with the Iowa  
28 student loan liquidity corporation in order to  
29 increase access for students to education loan  
30 programs that the commission determines meet the  
31 education needs of Iowa residents. The agreements  
32 shall permit the establishment, funding, and operation  
33 of alternative education loan programs, as described  
34 in section 144(b)(1)(B) of the Internal Revenue Code  
35 of 1986 as amended, as defined in section 422.3, in  
36 addition to programs permitted under the federal  
37 Higher Education Act of 1965. In accordance with  
38 those agreements, the Iowa student loan liquidity  
39 corporation may issue bonds, notes, or other  
40 obligations to the public and others for the purpose  
41 of funding the alternative education loan programs.  
42 This authority to issue ~~such~~ bonds, notes, or other  
43 obligations shall be in addition to the authority  
44 established in the articles of incorporation and  
45 bylaws of the Iowa student loan liquidity corporation.

46 Sec. 33. Section 261.71, subsection 1, paragraph  
47 c, Code 1999, is amended to read as follows:

48 c. The student practices agrees to practice in an  
49 underserved area in the state of Iowa for a period of  
50 time to be determined by the commission at the time

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1 the loan is awarded.

2 Sec. 34. Section 261.71, subsections 2 and 3, Code  
3 1999, are amended to read as follows:

4 2. ~~Of the moneys loaned to an eligible student,~~  
5 ~~for each year of up to and including four years of~~  
6 ~~practice in Iowa, an amount equal to twenty-five~~  
7 ~~percent of the original principal and the~~  
8 ~~proportionate share of accrued interest, or one~~  
9 ~~thousand one hundred dollars, whichever is greater,~~  
10 ~~shall be forgiven. If a student fails to complete a~~  
11 ~~year of practice in the state, as practice is defined~~  
12 ~~by the college student aid commission, the loan amount~~  
13 ~~for that year shall not be forgiven. The contract for~~  
14 the loan repayment shall stipulate the time period the  
15 chiropractor shall practice in an underserved area in  
16 this state. In addition, the contract shall stipulate  
17 that the chiropractor repay any funds paid on the  
18 chiropractor's loan by the commission if the  
19 chiropractor fails to practice in an underserved area  
20 in this state for the required period of time.

21 Forgivable loans made to eligible students shall not  
22 become due, for repayment purposes, until one year  
23 after the student has graduated. A loan that has not  
24 been forgiven may be sold to a bank, savings and loan  
25 association, credit union, or nonprofit agency  
26 eligible to participate in the guaranteed student loan  
27 program under the federal Higher Education Act of  
28 1965, 20 U.S.C. § 1071 et seq., by the commission when  
29 the loan becomes due for repayment.

30 3. For purposes of this section "graduate student"  
31 means a student who has completed at least ninety  
32 semester hours, or the trimester or quarter  
33 equivalent, of postsecondary course work at a public  
34 higher education institution or at an accredited  
35 private institution, as defined under section 261.9.  
36 "Underserved area" means a geographical area included  
37 on the Iowa governor's health practitioner shortage  
38 area list, which is compiled by the center for rural  
39 health and primary care of the Iowa department of  
40 public health. The college-student-aid commission  
41 shall adopt rules, consistent with rules used for  
42 students enrolled in higher education institutions  
43 under the control of the state board of regents, for  
44 purposes of determining Iowa residency status of  
45 graduate students under this section. The commission  
46 shall also adopt rules which provide standards,  
47 guidelines, and procedures for the receipt,  
48 processing, and administration of student applications  
49 and loans under this section.

50 Sec. 35. NEW SECTION. 261.86 NATIONAL GUARD

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## 1 EDUCATIONAL ASSISTANCE PROGRAM.

2 1. A national guard educational assistance program  
3 is established to be administered by the college  
4 student aid commission for members of the Iowa  
5 national guard who are enrolled as undergraduate  
6 students in a community college, an institution of  
7 higher learning under the state board of regents, or  
8 an accredited private institution. The college  
9 student aid commission shall adopt rules pursuant to  
10 chapter 17A to administer this section. An individual  
11 is eligible for the national guard educational  
12 assistance program if the individual meets all of the  
13 following conditions:

14 a. Is a resident of the state and a member of an  
15 Iowa army or air national guard unit while receiving  
16 educational assistance pursuant to this section.

17 b. Satisfactorily completed required initial  
18 active duty training.

19 c. Maintains satisfactory performance of duty upon  
20 return from initial active duty training, including  
21 attending a minimum ninety percent of scheduled drill  
22 dates and attending annual training.

23 d. Is enrolled as an undergraduate student in a  
24 community college as defined in section 260C.2, an  
25 institution of higher learning under the control of  
26 the board of regents, or an accredited private  
27 institution as defined in section 261.9, and is  
28 maintaining satisfactory academic progress.

29 e. Provides proper notice of national guard status  
30 to the community college or institution at the time of  
31 registration for the term in which tuition benefits  
32 are sought.

33 f. Submits an application to the adjutant general  
34 of Iowa, on forms prescribed by the adjutant general,  
35 who shall determine eligibility and whose decision is  
36 final.

37 2. The amount of educational assistance received  
38 by a national guard member pursuant to this section  
39 shall be determined by the adjutant general and shall  
40 not exceed the resident tuition rate established for  
41 institutions of higher learning under the control of  
42 the state board of regents. If the amount  
43 appropriated in a fiscal year for purposes of this  
44 section is insufficient to provide educational  
45 assistance to all national guard members who apply for  
46 the program and who are determined by the adjutant  
47 general to be eligible for the program, the adjutant  
48 general shall determine the amount of educational  
49 assistance each eligible guard member shall receive.  
50 However, educational assistance paid to an eligible

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1 national guard member shall not be less than an amount  
2 equal to fifty percent of the resident tuition rate  
3 established for institutions of higher learning under  
4 the control of the state board of regents. The  
5 adjutant general shall not determine educational  
6 assistance amounts based upon a national guard  
7 member's unit, the location at which drills are  
8 attended, or whether the eligible individual is a  
9 member of the Iowa army or air national guard.

10 3. An eligible member of the national guard,  
11 attending an institution as provided in subsection 1,  
12 paragraph "d", as a full-time student, shall not  
13 receive educational assistance under this section for  
14 more than eight semesters, or if attending as a part-  
15 time student for not more than sixteen semesters, of  
16 undergraduate study, or the trimester or quarter  
17 equivalent. A national guard member who has met the  
18 educational requirements for a baccalaureate degree is  
19 ineligible for educational assistance under this  
20 section.

21 4. The eligibility of applicants and amounts of  
22 educational assistance to be paid shall be certified  
23 by the adjutant general of Iowa to the college student  
24 aid commission, and all amounts that are or become due  
25 to a community college, accredited private  
26 institution, or institution of higher learning under  
27 the control of the state board of regents under this  
28 section shall be paid to the college or institution by  
29 the college student aid commission upon receipt of  
30 certification by the president or governing board of  
31 the educational institution as to accuracy of charges  
32 made, and as to the attendance and academic progress  
33 of the individual at the educational institution. The  
34 college student aid commission shall maintain an  
35 annual record of the number of participants and the  
36 dollar value of the educational assistance provided.

37 5. For purposes of this section, unless otherwise  
38 required, "educational assistance" means the same as  
39 "cost of attendance" as defined in Title IV, part B,  
40 of the federal Higher Education Act of 1965 as  
41 amended.

42 Sec. 36. Section 261.111, Code 1999, is amended by  
43 striking the section and inserting in lieu thereof the  
44 following:

45 261.111 TEACHER SHORTAGE FORGIVABLE LOAN PROGRAM.

46 1. A teacher shortage forgivable loan program is  
47 established to be administered by the college student  
48 aid commission. An individual is eligible for the  
49 forgivable loan program if the individual is a  
50 resident of this state who is enrolled as a sophomore,

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1 junior, senior, or graduate student in an approved  
2 practitioner preparation program in a designated area  
3 in which teacher shortages are anticipated, at an  
4 institution of higher learning under the control of  
5 the state board of regents or an accredited private  
6 institution as defined in section 261.9.

7 2. The director of the department of education  
8 shall annually designate the areas in which teacher  
9 shortages are anticipated. The director shall  
10 periodically conduct a survey of school districts,  
11 accredited nonpublic schools, and approved  
12 practitioner preparation programs to determine current  
13 shortage areas and predict future shortage areas.

14 3. Each applicant shall, in accordance with the  
15 rules of the commission, do the following:

16 a. Complete and file an application for a teacher  
17 shortage forgivable loan. The individual shall be  
18 responsible for the prompt submission of any  
19 information required by the commission.

20 b. File a new application and submit information  
21 as required by the commission annually on the basis of  
22 which the applicant's eligibility for the renewed  
23 forgivable loan will be evaluated and determined.

24 4. Forgivable loans to eligible students shall not  
25 become due until after the student graduates or leaves  
26 school. The individual's total loan amount, including  
27 principal and interest, shall be reduced by twenty  
28 percent for each year in which the individual remains  
29 an Iowa resident and is employed in Iowa by a school  
30 district or an accredited nonpublic school as a  
31 practitioner in the teacher shortage area for which  
32 the loan was approved. If the commission determines  
33 that the person does not meet the criteria for  
34 forgiveness of the principal and interest payments,  
35 the commission shall establish a plan for repayment of  
36 the principal and interest over a ten-year period. If  
37 a person required to make the repayment does not make  
38 the required payments, the commission shall provide  
39 for payment collection.

40 5. The amount of a teacher shortage forgivable  
41 loan shall not exceed three thousand dollars annually,  
42 or the amount of the student's established financial  
43 need, whichever is less.

44 6. The commission shall prescribe by rule the  
45 interest rate for the forgivable loan.

46 7. A teacher shortage forgivable loan repayment  
47 fund is created for deposit of payments made by  
48 forgivable loan recipients who do not fulfill the  
49 conditions of the forgivable loan program and any  
50 other moneys appropriated to or received by the

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1 commission for deposit in the fund. Notwithstanding  
2 section 8.33, moneys deposited in the fund shall not  
3 revert to the general fund of the state at the end of  
4 any fiscal year but shall remain in the forgivable  
5 loan repayment fund and be continuously available to  
6 make additional loans under the program.  
7 Notwithstanding section 12C.7, subsection 2, interest  
8 or earnings on moneys deposited in the fund shall be  
9 credited to the fund.

10 8. For purposes of this section, unless the  
11 context otherwise requires, "teacher" means the same  
12 as defined in section 272.1.

13 Sec. 37. Section 294A.25, subsections 6, 11, and  
14 12, Code 1999, are amended to read as follows:

15 6. For the fiscal year beginning July 1, ~~1997~~  
16 1999, and ending June 30, ~~1998 2000~~, from phase III  
17 moneys the amount of fifty thousand dollars to the  
18 department of education for the geography alliance.

19 11. For the fiscal year beginning July 1, ~~1998~~  
20 1999, and ending June 30, ~~1999 2000~~, to the department  
21 of education from phase III moneys the amount of one  
22 million two hundred fifty thousand dollars for support  
23 for the operations of the new Iowa schools development  
24 corporation and for school transformation design and  
25 implementation projects administered by the  
26 corporation. Of the amount provided in this  
27 subsection, one hundred fifty thousand dollars shall  
28 be used for the school and community planning  
29 initiative.

30 12. For the fiscal year beginning July 1, ~~1998~~  
31 1999, and ending June 30, 2000, to the department of  
32 education from phase III moneys the amount of one  
33 hundred fifty thousand dollars to the Iowa public  
34 broadcasting division for overnight transmitter feeds.

35 Sec. 38. Section 294A.25, Code 1999, is amended by  
36 adding the following new subsections:

37 NEW SUBSECTION. 13. For the fiscal year beginning  
38 July 1, 1999, and ending June 30, 2000, to the  
39 department of education from phase III moneys the  
40 amount of fifty thousand dollars for participation in  
41 the national assessment of education progress.

42 NEW SUBSECTION. 14. For the fiscal year beginning  
43 July 1, 1999, and ending June 30, 2000, to the  
44 department of education from phase III moneys the  
45 amount of fifty thousand dollars for the Iowa  
46 mathematics and science coalition.

47 Sec. 39. Section 303.16, Code 1999, is amended by  
48 adding the following new subsection:

49 NEW SUBSECTION. 10. a. The general assembly  
50 finds that the country school that served Iowa's

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1 educational needs for much of its history offered a  
2 unique opportunity to students and communities,  
3 providing for multigenerational attendance, high  
4 educational performance, a safe environment, a focus  
5 for community support, and a caring, attentive  
6 environment.

7 b. A country schools historical resource  
8 preservation grant program is therefore established to  
9 be administered by the historical division for the  
10 preservation of one-room and two-room buildings once  
11 used as country schools. In developing grant approval  
12 criteria, the division shall place a priority on the  
13 educational uses planned for the country school  
14 building, which may include, but are not limited to,  
15 historical interpretation and use as a teaching museum  
16 or as an operational classroom accessible to a school  
17 district or accredited nonpublic school for  
18 provisional instructional purposes.

19 c. Notwithstanding any other provision of this  
20 section, the amount of a grant shall not exceed  
21 twenty-five thousand dollars and applicants shall  
22 match grant funding on a dollar-for-dollar basis, of  
23 which at least one-half of the local match must be in  
24 cash.

25 Sec. 40. EMERGENCY RULES. The commission of  
26 libraries shall adopt emergency rules under section  
27 17A.4, subsection 2, and section 17A.5, subsection 2,  
28 paragraph "b", adopting the performance measures  
29 referred to in 286 IAC 3.6 and implement the  
30 provisions of section 7, subsection 5, paragraph "b",  
31 of this Act, and the rules shall be effective  
32 immediately upon filing unless a later date is  
33 specified in the rules. Any rules adopted in  
34 accordance with this section shall also be published  
35 as a notice of intended action as provided in section  
36 17A.4.

37 Sec. 41. Sections 261.21 and 261.112, Code 1999,  
38 are repealed.

39 Sec. 42. EFFECTIVE DATES.

40 1. Section 4 of this Act, relating to the  
41 remaining national guard tuition aid balance, being  
42 deemed of immediate importance, takes effect upon  
43 enactment.

44 2. Section 5 of this Act, relating to the  
45 remaining industrial technology forgivable loan  
46 program balance, being deemed of immediate importance,  
47 takes effect upon enactment.

48 3. Section 9 of this Act, relating to board of  
49 educational examiners licensing fees, being deemed of  
50 immediate importance, takes effect upon enactment.

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- 1 4. Section 10 of this Act, relating to the
- 2 distribution of FY 1999-2000 extended school year
- 3 grant moneys, being deemed of immediate importance,
- 4 takes effect upon enactment.
- 5 5. Section 40 of this Act, relating to emergency
- 6 rules, being deemed of immediate importance, takes
- 7 effect upon enactment."

RECEIVED FROM THE HOUSE

S-3463 FILED APRIL 22, 1999

ADOPTED

*Senate Concurred 4/22/99 p.1272*

SENATE FILE 464

S-3472

- 1 Amend the House amendment, S-3463, to Senate File
- 2 464, as amended, passed, and reprinted by the Senate,
- 3 as follows:
- 4 1. Page 8, line 26, by inserting after the figure
- 5 "256.44" the following: ", if 1999 Iowa Acts, House
- 6 File 766, is enacted."
- 7 2. Page 11, line 17, by striking the figure
- 8 "675,000" and inserting the following: "735,000".
- 9 3. Page 11, line 43, by striking the figure
- 10 "60,000" and inserting the following: "120,000".
- 11 4. By renumbering as necessary.

By KITTY REHBERG  
JEFF ANGELO

S-3472 FILED APRIL 22, 1999

ADOPTED

*(p.1271)*

SENATE FILE 464

S-3473

- 1 Amend the House amendment, S-3463, to Senate File
- 2 464, as amended, passed, and reprinted by the Senate,
- 3 as follows:
- 4 1. Page 24, line 17, by striking the word "six"
- 5 and inserting the following: "six nine".
- 6 2. Page 24, line 18, by striking the word "sixty-
- 7 four" and inserting the following: "sixty-four
- 8 fourteen".
- 9 3. By renumbering as necessary.

By MIKE CONNOLLY  
STEVEN D. HANSEN

S-3473 FILED APRIL 22, 1999

LOST

*(p.1271)*

## SENATE FILE 464

S-3476

1 Amend the House amendment, S-3463, to Senate File  
2 464, as amended, passed, and reprinted by the Senate,  
3 as follows:

4 1. Page 9, lines 33 and 34, by striking the words  
5 and figures ", if enacted by 1999 Iowa Acts, Senate  
6 File 232".

7 2. Page 23, by inserting after line 7 the  
8 following:

9 "Sec. \_\_\_\_\_. NEW SECTION. 256E.1 DEFINITIONS.

10 As used in this chapter, unless the context  
11 otherwise requires:

12 1. "Beginning teacher" means an individual serving  
13 under an initial provisional or conditional license,  
14 issued by the board of educational examiners under  
15 chapter 272, who is assuming a position as a classroom  
16 teacher.

17 2. "Board" means the board of directors of a  
18 school district or a collaboration of boards of  
19 directors of school districts.

20 3. "Classroom teacher" means an individual who  
21 holds a valid practitioner's license and who is  
22 employed under a teaching contract with a school  
23 district or area education agency in this state to  
24 provide classroom instruction to students.

25 4. "Department" means the department of education.

26 5. "Director" means the director of the department  
27 of education.

28 6. "District facilitator" means a licensed  
29 professional pursuant to chapter 272 who is appointed  
30 by a board to serve as the liaison between the board  
31 and the department for the beginning teacher induction  
32 program.

33 7. "Mentor" means an individual employed by a  
34 school district or area education agency as a  
35 classroom teacher who holds a valid license to teach  
36 issued under chapter 272. The individual must have a  
37 record of four years of successful teaching practice,  
38 must be employed as a classroom teacher on a  
39 nonprobationary basis, and must demonstrate  
40 professional commitment to the improvement of teaching  
41 and learning, and the development of beginning  
42 teachers.

43 Sec. \_\_\_\_\_. NEW SECTION. 256E.2 BEGINNING TEACHER  
44 INDUCTION PROGRAM ESTABLISHED -- GRANTS.

45 1. If the general assembly appropriates moneys for  
46 purposes of teacher induction, the department of  
47 education shall coordinate a beginning teacher  
48 induction program to promote excellence in teaching,  
49 build a supportive environment within school  
50 districts, increase the retention of promising

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1 beginning teachers, and promote the personal and  
2 professional well-being of teachers.

3 2. The department shall adopt rules concerning the  
4 grant application and award process, including  
5 reasonable cost estimates for beginning teacher  
6 induction programs. The department may disapprove a  
7 plan submitted by a board if the plan does not meet  
8 the minimum criteria set forth in section 256E.3,  
9 subsection 2, or the plan exceeds the reasonable costs  
10 as determined by the department. If the cost  
11 estimates submitted by a board exceed reasonable cost  
12 estimates as determined by the department, the  
13 department shall work with the board to identify  
14 measures for reducing plan costs. If the department  
15 determines that moneys appropriated by the general  
16 assembly are insufficient to meet the grant requests  
17 for all approved beginning teacher induction program  
18 plans, the department shall award grants based on the  
19 geographic location and district population of the  
20 school districts with approved plans. Grants may be  
21 awarded in subsequent years based upon the most recent  
22 plan on file with the department. It is the intent of  
23 the general assembly that the department approve plans  
24 that incorporate local innovation and take into  
25 consideration local needs.

26 Sec. \_\_\_\_ . NEW SECTION. 256E.3 DISTRICT  
27 FACILITATOR AND PLAN.

28 1. An area education agency shall prepare a model  
29 beginning teacher induction program plan and shall  
30 provide the model plan to each school district within  
31 its area. The plan shall include a model evaluation  
32 component by which a school district may measure the  
33 effectiveness of its program. Any modifications to  
34 the model plan shall be submitted to school districts  
35 as soon as practical. A board that wishes to  
36 participate in the program shall adopt a beginning  
37 teacher induction program plan and written procedures  
38 for the program, and may use, alter, or revise the  
39 model plan provided by the area education agency at  
40 the board's discretion.

41 2. A board that wishes to participate in the  
42 beginning teacher induction program shall appoint a  
43 district facilitator, whose duties shall include, but  
44 are not limited to, overseeing the implementation of a  
45 plan for meeting the goals of the program as set forth  
46 in section 256E.2. The plan shall, at a minimum,  
47 provide the process for the selection of and the  
48 number of mentors; the mentor training process; the  
49 timetable by which the plan shall be implemented;  
50 placement of mentors and beginning teachers; the

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1 minimum amount of contact time between mentors and  
2 beginning teachers; the minimum amount of release time  
3 for mentors and beginning teachers for meetings for  
4 planning, demonstration, observation, feedback, and  
5 workshops; the process for dissolving mentor and  
6 beginning teacher partnerships; and the process for  
7 measuring the results of the program.

8 3. The district facilitator shall submit the plan,  
9 and the proposed costs of implementing the plan, to  
10 the board, which shall consider the plan and, once  
11 approved, submit the plan and a reasonable cost  
12 proposal to the department of education.

13 4. The district facilitator is encouraged to work  
14 with area education agencies and postsecondary  
15 institutions in the preparation and implementation of  
16 a plan.

17 5. The district facilitator shall place beginning  
18 teachers participating in the program in a manner that  
19 provides the greatest opportunity to work with the  
20 largest number of mentors.

21 Sec. \_\_\_\_ . NEW SECTION. 256E.4 BEGINNING TEACHER  
22 INDUCTION STATE SUBSIDY -- FUND.

23 1. A mentor in a beginning teacher induction  
24 program approved under this chapter shall be eligible  
25 for an award of five hundred dollars per semester, at  
26 a minimum, for participation in the program, which  
27 shall be paid from moneys received pursuant to this  
28 chapter by the school district.

29 2. Moneys received by a school district pursuant  
30 to this chapter shall be expended to provide mentors  
31 with awards in accordance with subsection 1, to  
32 implement the plan, to provide for a stipend for the  
33 district facilitator, and to pay any applicable costs  
34 of the employer's share of contributions to federal  
35 social security and the Iowa public employees'  
36 retirement system or a pension and annuity retirement  
37 system established under chapter 294, for such amounts  
38 paid by the district.

39 3. Moneys received by a school district under this  
40 chapter are miscellaneous income for purposes of  
41 chapter 257 or are considered encumbered. A school  
42 district shall maintain a separate listing within its  
43 budget for payments received and expenditures made  
44 pursuant to this section.

45 4. A beginning teacher induction fund is  
46 established in the office of the treasurer of state to  
47 be administered by the department. Moneys  
48 appropriated by the general assembly for deposit in  
49 the fund shall be used to provide funding to school  
50 districts pursuant to this section.

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1 Sec. \_\_\_\_ . NEW SECTION. 256E.5 REPORTS.

2 The board implementing an approved beginning  
3 teacher induction program as provided in this chapter  
4 shall submit an assessment of the program's results by  
5 July 1 of the fiscal year succeeding the year in which  
6 the school district received moneys under this  
7 chapter. The department shall annually report the  
8 statewide results of the program to the chairpersons  
9 and the ranking members of the senate and house  
10 education committees by January 1."

11 3. Page 31, by inserting after line 24 the  
12 following:

13 "Sec. \_\_\_\_ . EMERGENCY RULES. The department of  
14 education may adopt emergency rules under section  
15 17A.4, subsection 2, and section 17A.5, subsection 2,  
16 paragraph "b", to implement the provisions of Code  
17 chapter 256E as enacted by this Act and the rules  
18 shall be effective immediately upon filing unless a  
19 later date is specified in the rules. Any rules  
20 adopted in accordance with this section shall also be  
21 published as a notice of intended action as provided  
22 in section 17A.4."

23 4. By renumbering, relettering, and redesignating  
24 as necessary.

By JEFF ANGELO  
KITTY REHBERG

S-3476 FILED APRIL 22, 1999  
ADOPTED

(P. 1271)



THOMAS J. VILSACK  
GOVERNOR

**OFFICE OF THE GOVERNOR**  
STATE CAPITOL  
DES MOINES, IOWA 50319  
515 281-5211  
FAX 515-281-6611

SALLY J. PEDERSON  
LT. GOVERNOR

RECEIVED

May 25, 1999

MAY 26 1999

LEGISLATIVE SERVICE  
BUREAU

The Honorable Chester Culver  
Secretary of State  
State Capitol Building  
LOCAL

Dear Mr. Secretary:

I hereby transmit Senate File 464, an Act relating to the funding of, operation of, and appropriation of moneys to the college student aid commission, the department of cultural affairs, the department of education, and the state board of regents, providing related statutory changes, and providing effective dates.

This bill, which provides funding for portions of our K-12 education and most of our higher education system, is a vital part of our state's efforts to provide the best educational system in the nation. I believe that this bill will build on our tradition of excellence in many areas of critical importance to Iowa.

I am pleased, for example, that the Legislature adopted my recommendation to fully fund formula increases for our community colleges. Iowa's community colleges are an important local resource for job training, community and economic development, and higher education, and this support will enhance their ability to carry forward with their mission.

I am also pleased that the Legislature supported my recommendations for a new public health initiative at the University of Iowa, a new center for plant science research at Iowa State University, and a new master's degree program in social work at the University of Northern Iowa. These will enhance the educational offerings and stature of our regents institutions and also contribute to key statewide objectives such as making Iowa the food capital of the world and providing affordable health care for all Iowans.

This bill also provides important resources for our communities. I am pleased that the Legislature has adopted my recommendation that we make a statewide commitment to upgrade our public libraries. Our local public libraries are an important community resource, and I would encourage the Legislature to follow up their one-year



pilot project with a longer-term commitment to enrich Iowa through improvements to our local libraries.

I am encouraged that the Legislature has adopted a portion of my recommendation to reimburse local school districts for the costs of acquiring and using employability skills assessment tools for students. This is only a small part, however, of my recommendation to provide funds to test all state ninth and twelfth grade students. I recommended use of Work Keys, which is also supported by Iowa Business Council. I am directing the Department of Education to utilize this tool as well, because it provides us the opportunity to develop a statewide standard for assessment of student work skills. Once implemented, Work Keys will be an outstanding way for students to judge their progress toward attaining the skills they need in the workforce and for businesses to attain the qualified workers they need. I encourage the Legislature to provide the funding necessary to implement my recommendation statewide.

There are other important initiatives contained within this bill, including my recommendation to double the funding for local empowerment zones to bring needed early childhood services to Iowans, to provide additional support for tuition grants, to create a teacher shortage forgivable loan program and a beginning teacher induction program. I am hopeful that the Legislature will continue to work with me to provide the resources necessary to enhance these opportunities in the future.

Senate File 464 is, therefore, approved on this date with the following exceptions, which I hereby disapprove.

I am unable to approve the item designated as Section 2 in its entirety. Sections 33 through 37 bring the Code in conformance with the Federal Higher Education Act of 1965, eliminating the need for this appropriation.

I am unable to approve the items designated as Section 3 and Section 27 in their entirety. This language limits default reduction services to a few emergency loan recipients. The College Student Aid Commission has designed a comprehensive default reduction program that will help a substantially larger number of needy students at risk of defaulting on their student loans. The Commission's program will provide access to expanded default avoidance resources developed by the Commission's Default Avoidance Task Force for all students attending Iowa colleges and universities, with priority given to low income students. Those who need additional assistance will have the opportunity to access the Commission's counseling service, which will provide individualized services. The Commission is also implementing a five-year pilot grant program for foster children. I encourage the Commission to continue to provide default reduction services to the maximum number of students with priority given to low income students.

I am unable to approve Section 7, subsection 4, paragraph a, unnumbered paragraph 7, which requires the division of vocational rehabilitation to enter into a 28E

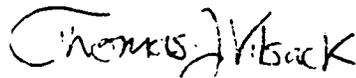
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agreement with Creative Employment Options (CEO) at the University of Iowa for the purpose of counting CEO's state appropriation as a local match. This requirement conflicts with the federal Rehabilitation Act of 1973. Iowa's vocational rehabilitation plan would not be approved if this were implemented.

I am unable to approve the designated portion of Section 13, subsection 3, paragraph c, unnumbered paragraph 3. This would direct the cooperative extension service at Iowa State University, in consultation with the department of human services, to identify educational materials, seminars, and assistance which are duplicative, directly or in subject area, of educational materials, seminars, and assistance offered by the department of human services. The extension service is to submit a report to the General Assembly and the Legislative Fiscal Bureau by January 15, 2000. I have already expressed my concerns, in the human services appropriations bill, for required studies and reports that remove time and resources for the core work of state government, which is to provide services to Iowans. In this case, neither the department of human services nor the extension service was provided additional resources for this task. The broad requirements of the study would unnecessarily divert resources from the important services provided by the extension service.

For the above reasons, I hereby respectfully approve Senate File 464 with the exceptions noted above.

Sincerely,



Thomas J. Vilsack  
Governor

TJV:jmc

cc: Secretary of the Senate  
Chief Clerk of the House

AN ACT

RELATING TO THE FUNDING OF, OPERATION OF, AND APPROPRIATION OF MONEYS TO THE COLLEGE STUDENT AID COMMISSION, THE DEPARTMENT OF CULTURAL AFFAIRS, THE DEPARTMENT OF EDUCATION, AND THE STATE BOARD OF REGENTS, PROVIDING RELATED STATUTORY CHANGES, AND PROVIDING EFFECTIVE DATES.

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

COLLEGE STUDENT AID COMMISSION

Section 1. There is appropriated from the general fund of the state to the college student aid commission for the fiscal year beginning July 1, 1999, and ending June 30, 2000, the following amounts, or so much thereof as may be necessary, to be used for the purposes designated:

1. GENERAL ADMINISTRATION

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 331,727
..... FTEs 5.40

2. UNIVERSITY OF OSTEOPATHIC MEDICINE AND HEALTH SCIENCES

a. For forgivable loans to Iowa students attending the university of osteopathic medicine and health sciences under the forgivable loan program pursuant to section 261.19:

..... \$ 379,260

b. For the university of osteopathic medicine and health sciences for an initiative in primary health care to direct primary care physicians to shortage areas in the state:

..... \$ 395,000

3. STUDENT AID PROGRAMS

For payments to students for the Iowa grant program:
..... \$ 1,161,850
4. NATIONAL GUARD TUITION AID PROGRAM
For purposes of providing national guard tuition aid under the program established in section 261.86:
..... \$ 833,900
5. CHIROPRACTIC GRADUATE STUDENT FORGIVABLE LOAN PROGRAM
For purposes of providing forgivable loans under the program established in section 261.71:
..... \$ 100,000
6. TEACHER SHORTAGE FORGIVABLE LOAN PROGRAM
For the teacher shortage forgivable loan program established in section 261.111:
..... \$ 250,000

Sec. 2. There is appropriated from the loan reserve account to the college student aid commission for the fiscal year beginning July 1, 1999, and ending June 30, 2000, the following amount, or so much thereof as may be necessary, to be used for the purposes designated:

For operating costs of the Stafford loan program including salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:
..... \$ 5,226,983
..... FTEs 33.61

Sec. 3. The department of revenue and finance shall deposit interest earned on the Pub. L. No. 105-33 roll account within the office of the treasurer of state during the fiscal year ending June 30, 1999, in the fund 61 default reduction account. Moneys in the fund 61 default reduction account are appropriated to the college student aid commission for the fiscal year beginning July 1, 1999, and ending June 30, for purposes of issuing emergency loans to assist needy students in avoiding default on a guaranteed or parental loan made under chapter 261.

Retained

Retained

Sec. 4. REMAINING NATIONAL GUARD TUITION AID PROGRAM BALANCE. Notwithstanding section 8.33, the unencumbered or unobligated moneys remaining at the end of the fiscal year ending June 30, 1999, from the appropriations made in 1998 Iowa Acts, chapter 1215, section 1, subsection 4, shall not revert but shall be available for expenditure during the subsequent fiscal year for the purposes of the national guard tuition aid program.

Sec. 5. REMAINING INDUSTRIAL TECHNOLOGY FORGIVABLE LOAN PROGRAM BALANCE. Notwithstanding section 8.33 or section 261.25, subsection 4, Code 1999, or any other provision to the contrary, unencumbered or unobligated funds remaining on June 30, 1999, for purposes of the industrial technology forgivable loan program established in section 261.111, shall be available to the college student aid commission for expenditure for the fiscal year beginning July 1, 1999, and for succeeding fiscal years for the purposes of the teacher shortage forgivable loan program established in section 261.111 if enacted by an Act of the 1999 Session.

DEPARTMENT OF CULTURAL AFFAIRS

Sec. 6. There is appropriated from the general fund of the state to the department of cultural affairs for the fiscal year beginning July 1, 1999, and ending June 30, 2000, the following amounts, or so much thereof as is necessary, to be used for the purposes designated:

1. ARTS DIVISION

For salaries, support, maintenance, miscellaneous purposes, including funds to match federal grants and for not more than the following full-time equivalent positions:  
..... \$ 1,444,795  
..... FTEs 10.00

2. HISTORICAL DIVISION

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 3,188,307  
..... FTEs 65.70

3. HISTORIC SITES

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 596,001  
..... FTEs 8.00

4. ADMINISTRATION

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 236,562  
..... FTEs 4.30

The department of cultural affairs shall coordinate activities with the tourism division of the department of economic development to promote attendance at the state historical building and at this state's historic sites.

5. LOCAL ARTS COMPREHENSIVE EDUCATIONAL STRATEGIES PROGRAM (LACES)

For contracting with the Iowa alliance for arts education to execute their local arts comprehensive educational strategies:

..... \$ 25,000

6. COMMUNITY CULTURAL GRANTS

For planning and programming for the community cultural grants program established under section 303.3, and for not more than the following full-time equivalent position:

..... \$ 713,557  
..... FTEs 0.70

DEPARTMENT OF EDUCATION

Sec. 7. There is appropriated from the general fund of the state to the department of education for the fiscal year beginning July 1, 1999, and ending June 30, 2000, the following amounts, or so much thereof as may be necessary, to be used for the purposes designated:

1. GENERAL ADMINISTRATION

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 5,719,322  
..... FTEs 98.45

2. VOCATIONAL EDUCATION ADMINISTRATION

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 554,481  
..... FTEs 15.60

3. BOARD OF EDUCATIONAL EXAMINERS

a. For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 205,396  
..... FTEs 2.00

b. For purposes of implementing a multilevel voluntary para-educator licensing system in accordance with section 272.12:

..... \$ 50,000

4. VOCATIONAL REHABILITATION SERVICES DIVISION

a. For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 4,631,873  
..... FTEs 302.25

From the funds appropriated in this lettered paragraph, up to \$2,000,000 shall be used to provide services to persons without regard to an order of selection. The division shall seek additional local matching funds in an amount sufficient to avoid any loss of federal funds.

The division of vocational rehabilitation services shall seek a waiver from the federal government to accept

assessments of clients performed by area education agencies or any other governmental subdivision. The division shall also seek additional federal waivers to improve and increase the availability of supported employment services to Iowans.

The division of vocational rehabilitation services shall seek funds other than federal funds, which may include but are not limited to local funds from local provider entities, community colleges, area education agencies, and local education agencies, for purposes of matching federal vocational rehabilitation funds. The funds collected by the division may exceed the amount needed to match available federal vocational rehabilitation funds in an effort to qualify for additional federal funds when such funds become available.

Except where prohibited under federal law, the division of vocational rehabilitation services of the department of education shall accept client assessments, or assessments of potential clients, performed by other agencies in order to reduce duplication of effort.

Notwithstanding the full-time equivalent position limit established in this lettered paragraph, for the fiscal year ending June 30, 2000, if federal funding is received to pay the costs of additional employees for the vocational rehabilitation services division who would have duties relating to vocational rehabilitation services paid for through federal funding, authorization to hire not more than 4.00 additional full-time equivalent employees shall be provided, the full-time equivalent position limit shall be exceeded, and the additional employees shall be hired by the division.

The division of vocational rehabilitation services shall enter into a chapter 28E agreement with the creative employment options program at the state university of Iowa, or take ~~other~~ other action is necessary, to enable the division to count as a local match the state fund ~~...~~

*Subced*

appropriated to the university for purposes of the creative employment options program.

b. For matching funds for programs to enable persons with severe physical or mental disabilities to function more independently, including salaries and support, and for not more than the following full-time equivalent positions:

.....	\$	76,067
.....	FTEs	1.50

The highest priority use for the moneys appropriated under this lettered paragraph shall be for programs that emphasize employment and assist persons with severe physical or mental disabilities to find and maintain employment to enable them to function more independently.

5. STATE LIBRARY

a. For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

.....	\$	3,153,168
.....	FTEs	21.00

Reimbursement of the institutions of higher learning under the state board of regents for participation in the access plus program during the fiscal year beginning July 1, 1999, and ending June 30, 2000, shall not exceed the total amount of reimbursement paid to the regents institutions of higher learning for participation in the access plus program during the fiscal year beginning July 1, 1998, and ending June 30, 1999.

b. For a one-year enrich Iowa pilot program:

.....	\$	700,000
-------	----	---------

(1) Funds allocated for purposes of the enrich Iowa pilot program as provided in this lettered paragraph shall be distributed by the division of libraries and information services to eligible public libraries that are in compliance with performance measures adopted by rule by the commission. The funds allocated as provided in this lettered paragraph

shall not be used for the costs of administration by the division. The amount distributed to each eligible public library shall be based upon the following:

(a) The level of compliance by the eligible public library with the performance measures adopted by the commission as provided in this subsection.

(b) The number of people residing within an eligible library's geographic service area for whom the library provides services.

(c) The amount of other funding the eligible public library received in the previous fiscal year for providing services to rural residents and to contracting communities.

(2) Moneys received by a public library under this lettered paragraph shall supplement, not supplant, any other funding received by the library.

(3) For purposes of this section, "eligible public library" means a public library that meets at least all of the following requirements:

(a) Submits to the division all of the following:

(i) The report provided for under section 256.51, subsection 1, paragraph "h".

(ii) An application and accreditation report, in a format approved by the commission, that provides evidence of the library's compliance with at least one level of the standards established in accordance with section 256.51, subsection 1, paragraph "k".

(iii) Any other application or report the division deems necessary for the implementation of the enrich Iowa program.

(b) Participates in the library resource and information sharing programs established by the state library.

(c) Is a public library established by city ordinance or a county library as provided in chapter 336.

(4) Each eligible public library shall maintain a separate listing within its budget for payments received and expenditures made pursuant to this section, and shall annually submit this listing to the division.

(5) By January 15, 2000, the division shall submit a program evaluation report to the general assembly and the governor detailing the uses and the impacts of funds allocated under this lettered paragraph. It is the intent of the general assembly to address the continuation of the enrich Iowa pilot program during the 2000 legislative session.

6. REGIONAL LIBRARY

For state aid:

..... \$ 1,687,000

The division of libraries and information services shall submit a list of current regional library employees and their salaries to the department of management by August 1, 1999. The list shall be used by the department for purposes of calculating the annual salary increase need, based on the salary increases negotiated by the American federation of state, county, and municipal employees. The amount calculated by the department for salary need shall be included in the regional library budget request submitted to the governor for the fiscal year beginning July 1, 2000, and ending June 30, 2001.

7. PUBLIC BROADCASTING DIVISION

For salaries, support, maintenance, capital expenditures, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 7,661,324  
..... FTEs 106.40

8. VOCATIONAL EDUCATION TO SECONDARY SCHOOLS

For reimbursement for vocational education expenditures made by secondary schools:

..... \$ 3,308,850

Funds appropriated in this subsection shall be used for expenditures made by school districts to meet the standards set in sections 256.11, 258.4, and 260C.14 as a result of the enactment of 1989 Iowa Acts, chapter 278. Funds shall be used as reimbursement for vocational education expenditures made by

secondary schools in the manner provided by the department of education for implementation of the standards set in 1989 Iowa Acts, chapter 278.

9. SCHOOL FOOD SERVICE

For use as state matching funds for federal programs that shall be disbursed according to federal regulations, including salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 2,716,859  
..... FTEs 14.00

10. IOWA EMPOWERMENT FUND

For deposit in the school ready children grants account of the Iowa empowerment fund created in section 7I.8:

..... \$ 10,400,000

11. TEXTBOOKS OF NONPUBLIC SCHOOL PUPILS

To provide funds for costs of providing textbooks to each resident pupil who attends a nonpublic school as authorized by section 301.1. The funding is limited to \$20 per pupil and shall not exceed the comparable services offered to resident public school pupils:

..... \$ 650,000

12. VOCATIONAL AGRICULTURE YOUTH ORGANIZATION

To assist a vocational agriculture youth organization sponsored by the schools to support the foundation established by that vocational agriculture youth organization and for other youth activities:

..... \$ 107,900

13. NATIONAL BOARD CERTIFICATION

For the issuance of national board certification awards in accordance with section 256.44, if 1999 Iowa Acts, House File 766, is enacted:

..... \$ 1,000,000

Notwithstanding section 8.33, funds appropriated for purposes of this section which remain unencumbered or

unobligated at the close of the fiscal year, shall not revert but shall be available for expenditure for purposes of issuing national board certification awards during the succeeding fiscal year.

14. EMPLOYABILITY SKILLS ASSESSMENTS REIMBURSEMENTS

For reimbursement of school district claims for the costs of acquiring and using employability skills assessment tools as provided in this subsection:

..... \$ 185,000

a. The department of education shall reimburse school district claims for the costs of acquiring, administering, and scoring assessment tools to assess the employability skills of students. The director of education shall identify available employability skills assessment tools that school districts may use to meet the claim reimbursement requirements of this subsection.

b. In order to be eligible for reimbursement under this subsection, a school district shall submit a claim on forms provided by the department by July 15, 2000, and the claim shall state the actual costs incurred and shall be accompanied by an affidavit of an officer of the school district affirming the accuracy of the claim.

c. A school district that submits to the department a claim for reimbursement in accordance with this subsection shall develop and integrate specific employability skills goals and activities into the comprehensive school improvement plan required under section 256.7, subsection 21, paragraph "a".

d. The department of education shall certify to the department of revenue and finance the amounts of approved claims to be paid, and the department of revenue and finance shall draw warrants payable to school districts with approved claims, taking into consideration the relative budget and cash position of the state resources.

e. Moneys received under this subsection shall not be commingled with state aid payments made under section 257.16 to a school district and shall be accounted for by the school district separately from state aid payments. Payments made to a school district under this subsection are miscellaneous income for purposes of chapter 257.

f. If the funds appropriated in this subsection are insufficient to pay in full the claims submitted by school districts and approved by the department, the amounts of approved claims shall be prorated among all school districts with approved claims.

15. BEGINNING TEACHER INDUCTION PROGRAM

For purposes of the beginning teacher induction program as provided in section 256E.2:

..... \$ 300,000

Notwithstanding section 8.33, moneys appropriated in this section that remain unencumbered or unobligated at the close of the fiscal year shall not revert but shall remain available for expenditure for the purposes designated until the close of the succeeding fiscal year.

16. COMMUNITY COLLEGES

For general state financial aid, including general financial aid to merged areas in lieu of personal property tax replacement payments, to merged areas as defined in section 260C.2, for vocational education programs in accordance with chapters 258 and 260C:

..... \$141,577,403

The funds appropriated in this subsection shall be allocated as follows:

- a. Merged Area I ..... \$ 6,788,405
- b. Merged Area II ..... \$ 7,981,873
- c. Merged Area III ..... \$ 7,452,448
- d. Merged Area IV ..... \$ 3,638,156
- e. Merged Area V ..... \$ 7,598,634
- f. Merged Area VI ..... \$ 7,059,555

g. Merged Area VII .....	\$ 10,138,631
h. Merged Area IX .....	\$ 12,444,971
i. Merged Area X .....	\$ 19,480,613
j. Merged Area XI .....	\$ 20,720,212
k. Merged Area XII .....	\$ 8,173,625
l. Merged Area XIII .....	\$ 8,395,697
m. Merged Area XIV .....	\$ 3,684,420
n. Merged Area XV .....	\$ 11,561,901
o. Merged Area XVI .....	\$ 6,458,262

**Sec. 8. DISTRIBUTION OF FUNDS APPROPRIATED.** For the fiscal year beginning July 1, 1999, and ending June 30, 2000, moneys appropriated by the general assembly from the general fund to the department of education for community colleges for a fiscal year shall be allocated to each community college by the department of education in the following manner:

1. **BASE FUNDING.** The base funding for a fiscal year shall be equal to the amount each community college received as an allocation from appropriations made from the general fund of the state in the most recent fiscal year.

2. **DISTRIBUTION FOR INFLATION.** First priority shall be to give each college an increase based upon inflation. The inflation increase shall be not less than 2 percent. However, the inflation increase shall be equal to the national inflation rate, if it exceeds 2 percent, if the amount of state aid appropriated is equal to or greater than the national inflation rate.

3. **DISTRIBUTION BASED ON PROPORTIONAL SHARE OF ENROLLMENT.** The balance of the growth in state aid appropriations, once the inflation increase has been satisfied, shall be distributed based on each college's proportional share of enrollment. However, a minimum of one percent of the total growth shall be distributed in this manner.

4. If the total appropriation made by the general assembly is less than 2 percent growth, the entire increase shall be distributed as inflation.

**Sec. 9. BOARD OF EDUCATIONAL EXAMINERS LICENSING FEES.**

Notwithstanding section 272.10, up to 85 percent of any funds received annually resulting from an increase in fees approved and implemented for licensing by the state board of educational examiners after July 1, 1997, shall be available for the fiscal year beginning July 1, 1999, to the state board for purposes related to the state board's duties, including, but not limited to, additional full-time equivalent positions. The director of revenue and finance shall draw warrants upon the treasurer of state from the funds appropriated as provided in this section and shall make the funds resulting from the increase in fees available during the fiscal year to the state board on a monthly basis.

**Sec. 10. FISCAL YEAR 1999-2000 EXTENDED SCHOOL YEAR GRANT MONEYS -- DISTRIBUTION.**

1. Notwithstanding section 8.33 and section 256.22, subsection 4, from the funds appropriated in 1998 Iowa Acts, chapter 1216, section 1, subsection 1, to the department of education for extended school year grants, which remain unencumbered or unobligated on June 30, 1999, the sum of \$735,000 shall not revert to the general fund of the state and shall not be available for expenditure for the following fiscal year for purposes of extended school year grants, but shall be reallocated by the department as follows:

a. The sum of \$200,000 to the board of educational examiners for a one-year pilot program study to assess the performance of teacher education graduates at no charge to the graduates. The department of education, the board of educational examiners, and the college student aid commission shall determine the number of students that will be tested at each postsecondary institution that provides an approved practitioner preparation program in a manner that will result in a reliable statistical sampling. It is the intent of the general assembly that if the board recommends statewide implementation of the assessment prior to initial licensure,

the costs of an assessment shall be paid by the teacher education graduate applying for initial licensure.

b. The sum of \$100,000 to the division of libraries and information services for promotion of the next decennial federal census.

c. The sum of \$100,000 to the department of education for distribution to the reading recovery center.

d. The sum of \$120,000 to the department of education for support of the family resource center demonstration program established under chapter 256C.

e. The sum of \$165,000 to the department of education for reimbursement of school district claims for the costs of acquiring and using employability skills assessment tools as provided in section 7, subsection 14, of this Act.

f. The sum of \$50,000 to the department of cultural affairs for the local arts comprehensive educational strategies program (LACES) for contracting with the Iowa alliance for arts education to execute their local arts comprehensive educational strategies. The sum reallocated in this lettered paragraph is in addition to funds appropriated in section 6, subsection 5, of this Act.

Sec. 11. REGIONAL LIBRARIES STUDY. The legislative council is requested to establish an interim study committee to review the issues concerning making regional library staff state employees. The interim study committee shall submit a report of recommendations concerning these issues and recommendations for any necessary legislation to the general assembly by December 1, 1999.

Sec. 12. COMMUNITY COLLEGE GOVERNANCE TASK FORCE. The legislative council is requested to establish an interim task force consisting of members of both political parties from both houses of the general assembly, the office of the governor, representatives of the Iowa association of community college trustees, the Iowa association of community college presidents, and the division of community colleges and

workforce preparation of the department of education, to identify and study options for restructuring the community college governance system. The goal of the task force shall be to determine a plan for a community college governance structure that causes community colleges to operate more cooperatively, effectively, and efficiently as a state system, while recognizing the strong local character of community colleges. The task force shall review the current community college governance system; ongoing collaborative efforts among the community colleges; the relationships between the community colleges and local school districts, accredited nonpublic schools, other accredited postsecondary institutions in Iowa, and the department of education; and changes necessary to enhance the accountability of community colleges. The task force shall submit its findings and recommendations for a plan for a restructuring of the community college governance system that achieves the goals set forth in this section in a report to the chairpersons and ranking members of the senate and house standing committees on education and the joint appropriations subcommittee on education by December 1, 1999.

STATE BOARD OF REGENTS

Sec. 13. There is appropriated from the general fund of the state to the state board of regents for the fiscal year beginning July 1, 1999, and ending June 30, 2000, the following amounts, or so much thereof as may be necessary, to be used for the purposes designated:

1. OFFICE OF STATE BOARD OF REGENTS

- a. For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:
  - ..... \$ 1,235,518
  - ..... FTEs 15.63

The state board of regents, the department of management, and the legislative fiscal bureau shall cooperate to determine

and agree upon, by November 15, 1999, the amount that needs to be appropriated for tuition replacement for the fiscal year beginning July 1, 2000.

The state board of regents shall submit a monthly financial report in a format agreed upon by the state board of regents office and the legislative fiscal bureau.

b. For allocation by the state board of regents to the state university of Iowa, the Iowa state university of science and technology, and the university of northern Iowa to reimburse the institutions for deficiencies in their operating funds resulting from the pledging of tuitions, student fees and charges, and institutional income to finance the cost of providing academic and administrative buildings and facilities and utility services at the institutions:

..... \$ 27,927,851

c. For funds to be allocated to the southwest Iowa graduate studies center:

..... \$ 111,113

d. For funds to be allocated to the siouxland interstate metropolitan planning council for the tristate graduate center under section 262.9, subsection 21:

..... \$ 81,716

e. For funds to be allocated to the quad-cities graduate studies center:

..... \$ 167,086

2. STATE UNIVERSITY OF IOWA

a. General university, including lakeside laboratory

For salaries, support, maintenance, equipment, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$237,554,141

..... FTEs 4,048.62

b. University hospitals

For salaries, support, maintenance, equipment, and miscellaneous purposes and for medical and surgical treatment

of indigent patients as provided in chapter 255, for medical education, and for not more than the following full-time equivalent positions:

..... \$ 31,812,568

..... FTEs 5,511.67

The university of Iowa hospitals and clinics shall, within the context of chapter 255 and when medically appropriate, make reasonable efforts to extend the university of Iowa hospitals and clinics' use of home telemedicine and other technologies to reduce the frequency of visits to the hospital required by indigent patients. The university of Iowa hospitals and clinics shall submit a report to the general assembly and the legislative fiscal bureau by January 15, 2000, describing its use of these technologies to accomplish this purpose.

The university of Iowa hospitals and clinics shall submit quarterly a report regarding the portion of the appropriation in this lettered paragraph expended on medical education. The report shall be submitted in a format jointly developed by the university of Iowa hospitals and clinics, the legislative fiscal bureau, and the department of management, and shall delineate the expenditures and purposes of the funds.

Funds appropriated in this lettered paragraph shall not be used to perform abortions except medically necessary abortions, and shall not be used to operate the early termination of pregnancy clinic except for the performance of medically necessary abortions. For the purpose of this lettered paragraph, an abortion is the purposeful interruption of pregnancy with the intention other than to produce a live-born infant or to remove a dead fetus, and a medically necessary abortion is one performed under one of the following conditions:

(1) The attending physician certifies that continuing the pregnancy would endanger the life of the pregnant woman.

(2) The attending physician certifies that the fetus is physically deformed, mentally deficient, or afflicted with a congenital illness.

(3) The pregnancy is the result of a rape which is reported within 45 days of the incident to a law enforcement agency or public or private health agency which may include a family physician.

(4) The pregnancy is the result of incest which is reported within 150 days of the incident to a law enforcement agency or public or private health agency which may include a family physician.

(5) The abortion is a spontaneous abortion, commonly known as a miscarriage, wherein not all of the products of conception are expelled.

The total quota allocated to the counties for indigent patients for the fiscal year beginning July 1, 1999, shall not be lower than the total quota allocated to the counties for the fiscal year commencing July 1, 1998. The total quota shall be allocated among the counties on the basis of the 1990 census pursuant to section 255.16.

c. Psychiatric hospital

For salaries, support, maintenance, equipment, miscellaneous purposes, for the care, treatment, and maintenance of committed and voluntary public patients, and for not more than the following full-time equivalent positions:

..... \$ 7,968,070  
..... FTEs 292.18

d. Hospital-school

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 6,991,199  
..... FTEs 161.56

From the funds appropriated in this lettered paragraph, \$200,000 shall be allocated for purposes of the creative employment options program.

e. Oakdale campus

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 3,100,866  
..... FTEs 60.58

f. State hygienic laboratory

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 3,870,920  
..... FTEs 102.49

g. Family practice program

For allocation by the dean of the college of medicine, with approval of the advisory board, to qualified participants, to carry out chapter 148D for the family practice program, including salaries and support, and for not more than the following full-time equivalent positions:

..... \$ 2,312,290  
..... FTEs 192.40

h. Child health care services

For specialized child health care services, including childhood cancer diagnostic and treatment network programs, rural comprehensive care for hemophilia patients, and the Iowa high-risk infant follow-up program, including salaries and support, and for not more than the following full-time equivalent positions:

..... \$ 601,434  
..... FTEs 9.36

i. Agricultural health and safety programs

For agricultural health and safety programs, and for not more than the following full-time equivalent positions:

..... \$ 272,634  
 ..... FTEs 3.48

j. Statewide cancer registry

For the statewide cancer registry, and for not more than the following full-time equivalent positions:

..... \$ 209,730  
 ..... FTEs 3.07

k. Substance abuse consortium

For funds to be allocated to the Iowa consortium for substance abuse research and evaluation, and for not more than the following full-time equivalent positions:

..... \$ 72,028  
 ..... FTEs 1.15

l. Center for biocatalysis

For the center for biocatalysis, and for not more than the following full-time equivalent positions:

..... \$ 1,058,058  
 ..... FTEs 10.40

m. National advanced driving simulator

For the national advanced driving simulator, and for not more than the following full-time equivalent positions:

..... \$ 284,951  
 ..... FTEs 3.58

n. Primary health care initiative

For the primary health care initiative in the college of medicine and for not more than the following full-time equivalent positions:

..... \$ 865,623  
 ..... FTEs 11.00

From the funds appropriated in this lettered paragraph, \$330,000 shall be allocated to the department of family practice at the state university of Iowa college of medicine for family practice faculty and support staff.

o. Birth defects registry

For the birth defects registry and for not more than the following full-time equivalent position:

..... \$ 50,000  
 ..... FTEs 0.90

p. School of public health and public health initiative

For purposes of establishing an accredited school of public health and to fund an initiative for the health and independence of elderly Iowans, and for not more than the following full-time equivalent positions:

..... \$ 1,050,000  
 ..... FTEs 16.00

3. IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY

a. General university

For salaries, support, maintenance, equipment, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$185,808,896  
 ..... FTEs 3,598.44

From the funds appropriated in this lettered paragraph, \$40,000 shall be allocated for purposes of the institute for public leadership.

b. Agricultural experiment station

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 34,982,675  
 ..... FTEs 546.98

c. Cooperative extension service in agriculture and home economics

For salaries, support, maintenance, miscellaneous purposes, including salaries and support for the fire service institute, and for not more than the following full-time equivalent positions:

..... \$ 22,706,446  
 ..... FTEs 445.80

From the funds appropriated in this lettered paragraph, \$150,000 shall be used for the food, fiber, and environmental science program, and \$1,066,000 shall be used for the value-added agricultural projects as part of the extension 21 program.

The cooperative extension service in agriculture and home economics at Iowa state university of science and technology shall conduct a study, in consultation with the department of human services, that identifies all educational materials, seminars, and assistance offered by the extension service which are duplicative, either directly or in subject area, of educational materials, seminars, and assistance offered by the department of human services. The cooperative extension service shall submit its findings in a report to the general assembly and the legislative fiscal bureau by January 15, 2000.

d. Leopold center

For agricultural research grants at Iowa state university under section 266.39B, and for not more than the following full-time equivalent positions:

..... \$ 574,983
..... FTEs 11.25

e. Livestock disease research

For deposit in and the use of the livestock disease research fund under section 267.8, and for not more than the following full-time equivalent positions:

..... \$ 277,573
..... FTEs 3.17

f. Center for excellence in fundamental plant science

For salaries, support, maintenance, equipment, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 2,200,000
..... FTEs 17.96

4. UNIVERSITY OF NORTHERN IOWA

a. General university

For salaries, support, maintenance, equipment, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 83,402,982
..... FTEs 1,402.86

b. Recycling and reuse center

For purposes of the recycling and reuse center, and for not more than the following full-time equivalent positions:

..... \$ 244,025
..... FTEs 1.50

c. Masters in social work

For implementation of a masters in social work program and for not more than the following full-time equivalent positions:

..... \$ 300,000
..... FTEs 4.00

5. STATE SCHOOL FOR THE DEAF

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 7,737,161
..... FTEs 126.60

6. IOWA BRAILLE AND SIGHT SAVING SCHOOL

For salaries, support, maintenance, miscellaneous purposes, and for not more than the following full-time equivalent positions:

..... \$ 4,303,242
..... FTEs 91.05

7. TUITION AND TRANSPORTATION COSTS

For payment to local school boards for the tuition and transportation costs of students residing in the Iowa braille and sight saving school and the state school for the deaf pursuant to section 262.43 and for payment of certain clothing and transportation costs for students at these schools pursuant to section 270.5:

..... \$ 16,941

Sec. 14. STATE BOARD OF REGENTS STUDY. The state board of regents shall, in consultation with the Iowa association of independent colleges and universities and the Iowa coordinating council for post-high school education, complete a study of the number and type of undergraduate and graduate degree programs offered at the satellite locations of all institutions of higher learning under the control of the state board of regents and at the satellite locations of all accredited private postsecondary institutions. The study shall include a listing of degree programs currently in operation and those the Iowa coordinating council has approved, but which have not yet begun operation. By January 15, 2000, the state board of regents shall submit a report to the chairpersons and ranking members of the senate and house joint appropriations subcommittee on education, the legislative fiscal bureau, the secretary of the senate, and the chief clerk of the house of representatives, that contains the following information:

1. A listing of all satellite locations where degree programs are offered.
  2. A listing of all degree programs offered, identified by satellite location and postsecondary institution.
  3. The enrollment in each degree program by resident, nonresident, and the combined enrollment total.
  4. The date each degree program was approved by the Iowa coordinating council for post-high school education.
  5. The date each degree program actually began operation.
- For purposes of this section, "satellite" means a facility not attached to the campus of the main postsecondary institution.

Sec. 15. MEDICAL ASSISTANCE -- SUPPLEMENTAL AMOUNTS. For the fiscal year beginning July 1, 1999, and ending June 30, 2000, the department of human services shall continue the supplemental disproportionate share and a supplemental

indirect medical education adjustment applicable to state-owned acute care hospitals with more than 500 beds and shall reimburse qualifying hospitals pursuant to that adjustment with a supplemental amount for services provided medical assistance recipients. The adjustment shall generate supplemental payments intended to equal the state appropriation made to a qualifying hospital for treatment of indigent patients as provided in chapter 255. To the extent of the supplemental payments, a qualifying hospital shall, after receipt of the funds, transfer to the department of human services an amount equal to the actual supplemental payments that were made in that month. The aggregate amounts for the fiscal year shall not exceed the state appropriation made to the qualifying hospital for treatment of indigent patients as provided in chapter 255. The department of human services shall deposit the portion of these funds equal to the state share in the department's medical assistance account and the balance shall be credited to the general fund of the state. To the extent that state funds appropriated to a qualifying hospital for the treatment of indigent patients as provided in chapter 255 have been transferred to the department of human services as a result of these supplemental payments made to the qualifying hospital, the department shall not, directly or indirectly, recoup the supplemental payments made to a qualifying hospital for any reason, unless an equivalent amount of the funds transferred to the department of human services by a qualifying hospital pursuant to this provision is transferred to the qualifying hospital by the department.

If the state supplemental amount allotted to the state of Iowa for the federal fiscal year beginning October 1, 1999, and ending September 30, 2000, pursuant to section 1923(f)(3) of the federal Social Security Act, as amended, or pursuant to federal payments for indirect medical education is greater than the amount necessary to fund the federal share of the

supplemental payments specified in the preceding paragraph, the department of human services shall increase the supplemental disproportionate share or supplemental indirect medical education adjustment by the lesser of the amount necessary to utilize fully the state supplemental amount or the amount of state funds appropriated to the state university of Iowa general education fund and allocated to the university for the college of medicine. The state university of Iowa shall transfer from the allocation for the college of medicine to the department of human services, on a monthly basis, an amount equal to the additional supplemental payments made during the previous month pursuant to this paragraph. A qualifying hospital receiving supplemental payments pursuant to this paragraph that are greater than the state appropriation made to the qualifying hospital for treatment of indigent patients as provided in chapter 255 shall be obligated as a condition of its participation in the medical assistance program to transfer to the state university of Iowa general education fund on a monthly basis an amount equal to the funds transferred by the state university of Iowa to the department of human services. To the extent that state funds appropriated to the state university of Iowa and allocated to the college of medicine have been transferred to the department of human services as a result of these supplemental payments made to the qualifying hospital, the department shall not, directly or indirectly, recoup these supplemental payments made to a qualifying hospital for any reason, unless an equivalent amount of the funds transferred to the department of human services by the state university of Iowa pursuant to this paragraph is transferred to the qualifying hospital by the department.

Continuation of the supplemental disproportionate share and supplemental indirect medical education adjustment shall preserve the funds available to the university hospital for medical and surgical treatment of indigent patients as

provided in chapter 255 and to the state university of Iowa for educational purposes at the same level as provided by the state funds initially appropriated for that purpose.

The department of human services shall, in any compilation of data or other report distributed to the public concerning payments to providers under the medical assistance program, set forth reimbursements to a qualifying hospital through the supplemental disproportionate share and supplemental indirect medical education adjustment as a separate item and shall not include such payments in the amounts otherwise reported as the reimbursement to a qualifying hospital for services to medical assistance recipients.

For purposes of this section, "supplemental payment" means a supplemental payment amount paid for medical assistance to a hospital qualifying for that payment under this section.

Sec. 16. STATE UNIVERSITY OF IOWA -- DEPARTMENT OF HUMAN SERVICES. The department of human services shall transfer to the state university of Iowa for the purposes of the creative employment options program the same amount of moneys in the fiscal year beginning July 1, 1999, and ending June 30, 2000, as was transferred in the fiscal year beginning July 1, 1997, and ending June 30, 1998.

Sec. 17. For the fiscal year beginning July 1, 1999, and ending June 30, 2000, the state board of regents may use notes, bonds, or other evidences of indebtedness issued under section 262.48 to finance projects that will result in energy cost savings in an amount that will cause the state board to recover the cost of the projects within an average of six years.

Sec. 18. Notwithstanding section 270.7, the department of revenue and finance shall pay the state school for the deaf and the Iowa braille and sight saving school the moneys collected from the counties during the fiscal year beginning July 1, 1999, for expenses relating to prescription drug costs for students attending the state school for the deaf and the Iowa braille and sight saving school.

Sec. 19. Section 256.22, subsection 2, Code 1999, is amended to read as follows:

2. Grant moneys shall be distributed to qualifying school districts by the department no later than October 15, 1998 1999. Grant amounts shall be distributed as determined by the department.

Sec. 20. Section 256.44, Code 1999, as amended by 1999 Iowa Acts, House File 766, if enacted, is amended by adding the following new subsection:

NEW SUBSECTION. 8. Notwithstanding section 8.33, funds appropriated for purposes of this section which remain unencumbered or unobligated at the close of the fiscal year for which the funds were appropriated shall not revert but shall be available for expenditure for the following fiscal year for purposes of this section.

Sec. 21. NEW SECTION. 256.67A INSURANCE ELIGIBILITY.

Personnel employed by a regional library shall be considered state employees for purposes of eligibility for receiving employee health and dental insurance as provided to state employees by the department of personnel. If a regional library elects to participate in a state employee health and dental insurance program, the regional library shall continue to pay the costs of employee participation in a program from funds appropriated for purposes of the regional libraries by the general assembly.

Sec. 22. NEW SECTION. 256E.1 DEFINITIONS.

As used in this chapter, unless the context otherwise requires:

1. "Beginning teacher" means an individual serving under an initial provisional or conditional license, issued by the board of educational examiners under chapter 272, who is assuming a position as a classroom teacher.

2. "Board" means the board of directors of a school district or a collaboration of boards of directors of school districts.

3. "Classroom teacher" means an individual who holds a valid practitioner's license and who is employed under a teaching contract with a school district or area education agency in this state to provide classroom instruction to students.

4. "Department" means the department of education.

5. "Director" means the director of the department of education.

6. "District facilitator" means a licensed professional pursuant to chapter 272 who is appointed by a board to serve as the liaison between the board and the department for the beginning teacher induction program.

7. "Mentor" means an individual employed by a school district or area education agency as a classroom teacher who holds a valid license to teach issued under chapter 272. The individual must have a record of four years of successful teaching practice, must be employed as a classroom teacher on a nonprobationary basis, and must demonstrate professional commitment to the improvement of teaching and learning, and the development of beginning teachers.

Sec. 23. NEW SECTION. 256E.2 BEGINNING TEACHER INDUCTION PROGRAM ESTABLISHED -- GRANTS.

1. If the general assembly appropriates moneys for purposes of teacher induction, the department of education shall coordinate a beginning teacher induction program to promote excellence in teaching, build a supportive environment within school districts, increase the retention of promising beginning teachers, and promote the personal and professional well-being of teachers.

2. The department shall adopt rules concerning the grant application and award process, including reasonable cost estimates for beginning teacher induction programs. The department may disapprove a plan submitted by a board if the plan does not meet the minimum criteria set forth in section 256E.3, subsection 2, or the plan exceeds the reasonable costs

as determined by the department. If the cost estimates submitted by a board exceed reasonable cost estimates as determined by the department, the department shall work with the board to identify measures for reducing plan costs. If the department determines that moneys appropriated by the general assembly are insufficient to meet the grant requests for all approved beginning teacher induction program plans, the department shall award grants based on the geographic location and district population of the school districts with approved plans. Grants may be awarded in subsequent years based upon the most recent plan on file with the department. It is the intent of the general assembly that the department approve plans that incorporate local innovation and take into consideration local needs.

Sec. 24. NEW SECTION. 256E.3 DISTRICT FACILITATOR AND PLAN.

1. An area education agency shall prepare a model beginning teacher induction program plan and shall provide the model plan to each school district within its area. The plan shall include a model evaluation component by which a school district may measure the effectiveness of its program. Any modifications to the model plan shall be submitted to school districts as soon as practical. A board that wishes to participate in the program shall adopt a beginning teacher induction program plan and written procedures for the program, and may use, alter, or revise the model plan provided by the area education agency at the board's discretion.

2. A board that wishes to participate in the beginning teacher induction program shall appoint a district facilitator, whose duties shall include, but are not limited to, overseeing the implementation of a plan for meeting the goals of the program as set forth in section 256E.2. The plan shall, at a minimum, provide the process for the selection of and the number of mentors; the mentor training process; the timetable by which the plan shall be implemented; placement of

mentors and beginning teachers; the minimum amount of contact time between mentors and beginning teachers; the minimum amount of release time for mentors and beginning teachers for meetings for planning, demonstration, observation, feedback, and workshops; the process for dissolving mentor and beginning teacher partnerships; and the process for measuring the results of the program.

3. The district facilitator shall submit the plan, and the proposed costs of implementing the plan, to the board, which shall consider the plan and, once approved, submit the plan and a reasonable cost proposal to the department of education.

4. The district facilitator is encouraged to work with area education agencies and postsecondary institutions in the preparation and implementation of a plan.

5. The district facilitator shall place beginning teachers participating in the program in a manner that provides the greatest opportunity to work with the largest number of mentors.

Sec. 25. NEW SECTION. 256E.4 BEGINNING TEACHER INDUCTION STATE SUBSIDY -- FUND.

1. A mentor in a beginning teacher induction program approved under this chapter shall be eligible for an award of five hundred dollars per semester, at a minimum, for participation in the program, which shall be paid from moneys received pursuant to this chapter by the school district.

2. Moneys received by a school district pursuant to this chapter shall be expended to provide mentors with awards in accordance with subsection 1, to implement the plan, to provide for a stipend for the district facilitator, and to pay any applicable costs of the employer's share of contributions to federal social security and the Iowa public employees' retirement system or a pension and annuity retirement system established under chapter 294, for such amounts paid by the district.

3. Moneys received by a school district under this chapter are miscellaneous income for purposes of chapter 257 or are considered encumbered. A school district shall maintain a separate listing within its budget for payments received and expenditures made pursuant to this section.

4. A beginning teacher induction fund is established in the office of the treasurer of state to be administered by the department. Moneys appropriated by the general assembly for deposit in the fund shall be used to provide funding to school districts pursuant to this section.

Sec. 26. NEW SECTION. 256E.5 REPORTS.

The board implementing an approved beginning teacher induction program as provided in this chapter shall submit an assessment of the program's results by July 1 of the fiscal year succeeding the year in which the school district received moneys under this chapter. The department shall annually report the statewide results of the program to the chairpersons and the ranking members of the senate and house education committees by January 1.

Sec. 27. ~~Section 261.2, Code 1999,~~ is amended by adding the following new subsection:

NEW SUBSECTION. 15. Be prohibited from expending interest moneys ~~located~~ on accounts of the commission located within the office of the treasurer of state unless the general assembly specifically appropriates the interest moneys for use by the commission. If the general assembly appropriates interest moneys transferred from the Pub. L. No. 105-33 recall account within the office of the treasurer of state to the fund, 61 default reduction account, the commission shall adopt rules for the expenditure of the interest moneys for purposes of issuing emergency loans to assist needy students in avoiding default on a guaranteed or parental loan made under this chapter.

Sec. 28. Section 261.12, subsection 1, paragraph b, Code 1999, is amended to read as follows:

b. For the fiscal year beginning July 1, ~~1998~~ 1999, and for each following fiscal year, three thousand ~~six~~ nine hundred ~~fifty~~ dollars.

Sec. 29. Section 261.17, subsection 3, unnumbered paragraph 1, Code 1999, is amended to read as follows:

A qualified full-time student may receive vocational-technical tuition grants for not more than four semesters, ~~eight-quarters~~ or the trimester or quarter equivalent of two full years of study. ~~The amount of a vocational-technical tuition grant to a~~ A qualified part-time student enrolled in a course of study including at least three semester hours but fewer than twelve semester hours or the trimester or quarter equivalent ~~shall be equal to the amount of a tuition grant that would be paid to a full-time student times a number which represents the number of hours in which the part-time student is actually enrolled divided by twelve semester hours,~~ may receive vocational-technical tuition grants for not more than eight semesters or the trimester or quarter equivalent of two full years of full-time study.

Sec. 30. Section 261.17, subsection 4, Code 1999, is amended to read as follows:

4. a. The amount of a vocational-technical tuition grant to a qualified full-time student shall not exceed the lesser of six hundred fifty dollars per year or the amount of the student's established financial need.

b. The amount of a vocational-technical tuition grant to a qualified part-time student enrolled in a course of study including at least three semester hours but fewer than twelve semester hours or the trimester or quarter equivalent shall be equal to the amount of a vocational-technical tuition grant that would be paid to a full-time student, except that the commission shall prorate the amount in a manner consistent with the federal Pell grant program proration.

Sec. 31. Section 261.25, subsections 1 through 3, Code 1999, are amended to read as follows:

*Retired*

1. There is appropriated from the general fund of the state to the commission for each fiscal year the sum of ~~forty-four~~ forty-seven million six hundred sixty-four thousand seven hundred fifty dollars for tuition grants.

2. There is appropriated from the general fund of the state to the commission for each fiscal year the sum of four hundred ~~seventy-four~~ ninety-eight thousand eight ~~five~~ hundred forty dollars for scholarships.

3. There is appropriated from the general fund of the state to the commission for each fiscal year the sum of two million ~~two~~ four hundred ~~forty-four~~ eighty-two thousand one ~~four~~ hundred ninety-seven dollars for vocational-technical tuition grants.

Sec. 32. Section 261.25, subsection 4, Code 1999, is amended by striking the subsection.

Sec. 33. Section 261.38, subsection 1, Code 1999, is amended to read as follows:

1. The commission shall establish a loan reserve account ~~from which any default on a guaranteed student loan shall be paid and an agency operating account as authorized by the federal Higher Education Act of 1965.~~ The commission shall credit to ~~this account~~ these accounts all moneys designated ~~exclusively for the reserve fund provided for the state student loan program~~ by the United States, the state of Iowa, or any of their agencies, departments or instrumentalities, as well as any funds accruing to the program which are not required for current administrative expenses. ~~The department of management shall determine the actuarially sound reserve requirement for the amount of guaranteed loans outstanding~~ commission may expend moneys in the loan reserve and agency operating accounts as authorized by the federal Higher Education Act of 1965.

Sec. 34. Section 261.38, subsection 2, Code 1999, is amended by striking the subsection.

Sec. 35. Section 261.38, subsections 3, 4, and 5, Code 1999, are amended to read as follows:

3. The payment of any funds for the default on a guaranteed student loan shall be solely from the loan reserve ~~account~~ and agency operating accounts. The general assembly shall not be obligated to appropriate any moneys to pay for any defaults or to appropriate any moneys to be credited to the loan reserve account. The commission shall not give or lend the credit of the state of Iowa.

4. ~~Funds~~ Notwithstanding section 8.33, funds on deposit in the loan reserve ~~account or in the administrative account and operating accounts~~ shall not revert to the state general fund at the close of any fiscal year.

5. The treasurer of state shall invest any funds, including those in the loan reserve ~~account~~ and operating accounts, and, ~~notwithstanding section 12C.7,~~ the interest income earned shall be credited back to the ~~loan-reserve~~ appropriate account.

Sec. 36. Section 261.38, subsection 6, Code 1999, is amended by striking the subsection.

Sec. 37. Section 261.38, subsection 7, unnumbered paragraph 1, Code 1999, is amended to read as follows:

The commission may ~~expend funds in the reserve account and~~ enter into agreements with the Iowa student loan liquidity corporation in order to increase access for students to education loan programs that the commission determines meet the education needs of Iowa residents. The agreements shall permit the establishment, funding, and operation of alternative education loan programs, as described in section 144(b)(1)(B) of the Internal Revenue Code of 1986 as amended, as defined in section 422.3, in addition to programs permitted under the federal Higher Education Act of 1965. In accordance with those agreements, the Iowa student loan liquidity corporation may issue bonds, notes, or other obligations to the public and others for the purpose of funding the

alternative education loan programs. This authority to issue such bonds, notes, or other obligations shall be in addition to the authority established in the articles of incorporation and bylaws of the Iowa student loan liquidity corporation.

Sec. 38. Section 261.71, subsection 1, paragraph c, Code 1999, is amended to read as follows:

c. The student practices agrees to practice in an underserved area in the state of Iowa for a period of time to be determined by the commission at the time the loan is awarded.

Sec. 39. Section 261.71, subsections 2 and 3, Code 1999, are amended to read as follows:

2. ~~Of the moneys loaned to an eligible student, for each year of up to and including four years of practice in Iowa, an amount equal to twenty-five percent of the original principal and the proportionate share of accrued interest, or one thousand one hundred dollars, whichever is greater, shall be forgiven. If a student fails to complete a year of practice in the state, as practice is defined by the college student aid commission, the loan amount for that year shall not be forgiven. The contract for the loan repayment shall stipulate the time period the chiropractor shall practice in an underserved area in this state. In addition, the contract shall stipulate that the chiropractor repay any funds paid on the chiropractor's loan by the commission if the chiropractor fails to practice in an underserved area in this state for the required period of time.~~ Forgivable loans made to eligible students shall not become due, for repayment purposes, until one year after the student has graduated. A loan that has not been forgiven may be sold to a bank, savings and loan association, credit union, or nonprofit agency eligible to participate in the guaranteed student loan program under the federal Higher Education Act of 1965, 20 U.S.C. § 1071 et seq., by the commission when the loan becomes due for repayment.

3. For purposes of this section "graduate student" means a student who has completed at least ninety semester hours, or the trimester or quarter equivalent, of postsecondary course work at a public higher education institution or at an accredited private institution, as defined under section 261.9. "Underserved area" means a geographical area included on the Iowa governor's health practitioner shortage area list, which is compiled by the center for rural health and primary care of the Iowa department of public health. The college student-aid commission shall adopt rules, consistent with rules used for students enrolled in higher education institutions under the control of the state board of regents, for purposes of determining Iowa residency status of graduate students under this section. The commission shall also adopt rules which provide standards, guidelines, and procedures for the receipt, processing, and administration of student applications and loans under this section.

Sec. 40. NEW SECTION. 261.86 NATIONAL GUARD EDUCATIONAL ASSISTANCE PROGRAM.

1. A national guard educational assistance program is established to be administered by the college student aid commission for members of the Iowa national guard who are enrolled as undergraduate students in a community college, an institution of higher learning under the state board of regents, or an accredited private institution. The college student aid commission shall adopt rules pursuant to chapter 17A to administer this section. An individual is eligible for the national guard educational assistance program if the individual meets all of the following conditions:

a. Is a resident of the state and a member of an Iowa army or air national guard unit while receiving educational assistance pursuant to this section.

b. Satisfactorily completed required initial active duty training.

c. Maintains satisfactory performance of duty upon return from initial active duty training, including attending a minimum ninety percent of scheduled drill dates and attending annual training.

d. Is enrolled as an undergraduate student in a community college as defined in section 260C.2, an institution of higher learning under the control of the board of regents, or an accredited private institution as defined in section 261.9, and is maintaining satisfactory academic progress.

e. Provides proper notice of national guard status to the community college or institution at the time of registration for the term in which tuition benefits are sought.

f. Submits an application to the adjutant general of Iowa, on forms prescribed by the adjutant general, who shall determine eligibility and whose decision is final.

2. The amount of educational assistance received by a national guard member pursuant to this section shall be determined by the adjutant general and shall not exceed the resident tuition rate established for institutions of higher learning under the control of the state board of regents. If the amount appropriated in a fiscal year for purposes of this section is insufficient to provide educational assistance to all national guard members who apply for the program and who are determined by the adjutant general to be eligible for the program, the adjutant general shall determine the amount of educational assistance each eligible guard member shall receive. However, educational assistance paid to an eligible national guard member shall not be less than an amount equal to fifty percent of the resident tuition rate established for institutions of higher learning under the control of the state board of regents. The adjutant general shall not determine educational assistance amounts based upon a national guard member's unit, the location at which drills are attended, or whether the eligible individual is a member of the Iowa army or air national guard.

3. An eligible member of the national guard, attending an institution as provided in subsection 1, paragraph "d", as a full-time student, shall not receive educational assistance under this section for more than eight semesters, or if attending as a part-time student for not more than sixteen semesters, of undergraduate study, or the trimester or quarter equivalent. A national guard member who has met the educational requirements for a baccalaureate degree is ineligible for educational assistance under this section.

4. The eligibility of applicants and amounts of educational assistance to be paid shall be certified by the adjutant general of Iowa to the college student aid commission, and all amounts that are or become due to a community college, accredited private institution, or institution of higher learning under the control of the state board of regents under this section shall be paid to the college or institution by the college student aid commission upon receipt of certification by the president or governing board of the educational institution as to accuracy of charges made, and as to the attendance and academic progress of the individual at the educational institution. The college student aid commission shall maintain an annual record of the number of participants and the dollar value of the educational assistance provided.

5. For purposes of this section, unless otherwise required, "educational assistance" means the same as "cost of attendance" as defined in Title IV, part B, of the federal Higher Education Act of 1965 as amended.

Sec. 41. Section 261.111, Code 1999, is amended by striking the section and inserting in lieu thereof the following:

261.111. TEACHER SHORTAGE FORGIVABLE LOAN PROGRAM.

1. A teacher shortage forgivable loan program is established to be administered by the college student aid commission. An individual is eligible for the forgivable loan

program if the individual is a resident of this state who is enrolled as a sophomore, junior, senior, or graduate student in an approved practitioner preparation program in a designated area in which teacher shortages are anticipated, at an institution of higher learning under the control of the state board of regents or an accredited private institution as defined in section 261.9.

2. The director of the department of education shall annually designate the areas in which teacher shortages are anticipated. The director shall periodically conduct a survey of school districts, accredited nonpublic schools, and approved practitioner preparation programs to determine current shortage areas and predict future shortage areas.

3. Each applicant shall, in accordance with the rules of the commission, do the following:

a. Complete and file an application for a teacher shortage forgivable loan. The individual shall be responsible for the prompt submission of any information required by the commission.

b. File a new application and submit information as required by the commission annually on the basis of which the applicant's eligibility for the renewed forgivable loan will be evaluated and determined.

4. Forgivable loans to eligible students shall not become due until after the student graduates or leaves school. The individual's total loan amount, including principal and interest, shall be reduced by twenty percent for each year in which the individual remains an Iowa resident and is employed in Iowa by a school district or an accredited nonpublic school as a practitioner in the teacher shortage area for which the loan was approved. If the commission determines that the person does not meet the criteria for forgiveness of the principal and interest payments, the commission shall establish a plan for repayment of the principal and interest over a ten-year period. If a person required to make the

repayment does not make the required payments, the commission shall provide for payment collection.

5. The amount of a teacher shortage forgivable loan shall not exceed three thousand dollars annually, or the amount of the student's established financial need, whichever is less.

6. The commission shall prescribe by rule the interest rate for the forgivable loan.

7. A teacher shortage forgivable loan repayment fund is created for deposit of payments made by forgivable loan recipients who do not fulfill the conditions of the forgivable loan program and any other moneys appropriated to or received by the commission for deposit in the fund. Notwithstanding section 8.33, moneys deposited in the fund shall not revert to the general fund of the state at the end of any fiscal year but shall remain in the forgivable loan repayment fund and be continuously available to make additional loans under the program. Notwithstanding section 12C.7, subsection 2, interest or earnings on moneys deposited in the fund shall be credited to the fund.

8. For purposes of this section, unless the context otherwise requires, "teacher" means the same as defined in section 272.1.

Sec. 42. Section 294A.25, subsections 6, 11, and 12, Code 1999, are amended to read as follows:

6. For the fiscal year beginning July 1, ~~1997~~ 1999, and ending June 30, ~~1998~~ 2000, from phase III moneys the amount of fifty thousand dollars to the department of education for the geography alliance.

11. For the fiscal year beginning July 1, ~~1998~~ 1999, and ending June 30, ~~1999~~ 2000, to the department of education from phase III moneys the amount of one million two hundred fifty thousand dollars for support for the operations of the new Iowa schools development corporation and for school transformation design and implementation projects administered by the corporation. Of the amount provided in this

subsection, one hundred fifty thousand dollars shall be used for the school and community planning initiative.

12. For the fiscal year beginning July 1, ~~1998~~ 1999, and ending June 30, 2000, to the department of education from phase III moneys the amount of one hundred fifty thousand dollars to the Iowa public broadcasting division for overnight transmitter feeds.

Sec. 43. Section 294A.25, Code 1999, is amended by adding the following new subsections:

NEW SUBSECTION. 13. For the fiscal year beginning July 1, 1999, and ending June 30, 2000, to the department of education from phase III moneys the amount of fifty thousand dollars for participation in the national assessment of education progress.

NEW SUBSECTION. 14. For the fiscal year beginning July 1, 1999, and ending June 30, 2000, to the department of education from phase III moneys the amount of fifty thousand dollars for the Iowa mathematics and science coalition.

Sec. 44. Section 303.16, Code 1999, is amended by adding the following new subsection:

NEW SUBSECTION. 10. a. The general assembly finds that the country school that served Iowa's educational needs for much of its history offered a unique opportunity to students and communities, providing for multigenerational attendance, high educational performance, a safe environment, a focus for community support, and a caring, attentive environment.

b. A country schools historical resource preservation grant program is therefore established to be administered by the historical division for the preservation of one-room and two-room buildings once used as country schools. In developing grant approval criteria, the division shall place a priority on the educational uses planned for the country school building, which may include, but are not limited to, historical interpretation and use as a teaching museum or as an operational classroom accessible to a school district or

accredited nonpublic school for provisional instructional purposes.

c. Notwithstanding any other provision of this section, the amount of a grant shall not exceed twenty-five thousand dollars and applicants shall match grant funding on a dollar-for-dollar basis, of which at least one-half of the local match must be in cash.

Sec. 45. EMERGENCY RULES. The department of education may adopt emergency rules under section 17A.4, subsection 2, and section 17A.5, subsection 2, paragraph "b", to implement the provisions of Code chapter 256E as enacted by this Act and the rules shall be effective immediately upon filing unless a later date is specified in the rules. Any rules adopted in accordance with this section shall also be published as a notice of intended action as provided in section 17A.4.

Sec. 46. EMERGENCY RULES. The commission of libraries shall adopt emergency rules under section 17A.4, subsection 2, and section 17A.5, subsection 2, paragraph "b", adopting the performance measures referred to in 286 IAC 3.6 and implement the provisions of section 7, subsection 5, paragraph "b", of this Act, and the rules shall be effective immediately upon filing unless a later date is specified in the rules. Any rules adopted in accordance with this section shall also be published as a notice of intended action as provided in section 17A.4.

Sec. 47. Sections 261.21 and 261.112, Code 1999, are repealed.

Sec. 48. EFFECTIVE DATES.

1. Section 4 of this Act, relating to the remaining national guard tuition aid balance, being deemed of immediate importance, takes effect upon enactment.

2. Section 5 of this Act, relating to the remaining industrial technology forgivable loan program balance, being deemed of immediate importance, takes effect upon enactment.

3. Section 9 of this Act, relating to board of educational examiners licensing fees, being deemed of immediate importance, takes effect upon enactment.

4. Section 10 of this Act, relating to the distribution of FY 1999-2000 extended school year grant moneys, being deemed of immediate importance, takes effect upon enactment.

5. Section 46 of this Act, relating to emergency rules, being deemed of immediate importance, takes effect upon enactment.

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MARY E. KRAMER  
President of the Senate

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BRENT SIEGRIST  
Speaker of the House

I hereby certify that this bill originated in the Senate and is known as Senate File 464, Seventy-eighth General Assembly.

*Stem*  
Approved 5/25/99, 1999

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MICHAEL E. MARSHALL  
Secretary of the Senate

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THOMAS J. VILSACK  
Governor