SENATE FILE 173

BY COMMITTEE ON EDUCATION

(SUCCESSOR TO SSB 1142)

A BILL FOR

1 An Act relating to school district property tax replacement
2   payments and including effective date provisions.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1   Section 1. Section 257.16B, subsection 2, paragraph b,
2 unnumbered paragraph 1, Code 2015, is amended to read as
3 follows:
4   For ~~each~~ the budget year beginning ~~on or after~~ July 1, 2014,
5 the department of management shall calculate for each school
6 district all of the following:
7   Sec. 2. Section 257.16B, subsection 2, paragraph b,
8 subparagraph (3), Code 2015, is amended to read as follows:
9   (3) The amount of each school district's property tax
10 replacement payment. Each school district's property tax
11 replacement payment equals the school district's weighted
12 enrollment for the budget year beginning July 1, 2014,
13 multiplied by the remainder of the amount calculated for
14 the school district under subparagraph (2) minus the amount
15 calculated for the school district under subparagraph (1).
16   Sec. 3. Section 257.16B, subsection 2, Code 2015, is amended
17 by adding the following new paragraph:
18   NEW PARAGRAPH. *c.* For each budget year beginning on or
19 after July 1, 2015, unless otherwise provided by law, the
20 department of management shall calculate for each school
21 district all of the following:
22   (1) The regular program state cost per pupil for the budget
23 year beginning July 1, 2012, multiplied by one hundred percent
24 less the regular program foundation base per pupil percentage
25 pursuant to section 257.1.
26   (2) The regular program state cost per pupil for the budget
27 year beginning July 1, 2015, multiplied by one hundred percent
28 less the regular program foundation base per pupil percentage
29 pursuant to section 257.1.
30   (3) The amount of each school district's property tax
31 replacement payment. Each school district's property tax
32 replacement payment equals the school district's weighted
33 enrollment for the budget year multiplied by the remainder
34 of the amount calculated for the school district under
35 subparagraph (2) minus the amount calculated for the school

1 district under subparagraph (1).

2 Sec. 4. EFFECTIVE UPON ENACTMENT. This Act, being deemed of

3 immediate importance, takes effect upon enactment.

4   EXPLANATION

7   Current Code section 257.16B provides for school district

8 property tax replacement payments. For the budget year

9 beginning July 1, 2013, each school district's property tax

10 replacement payment amount is equal to the school district's

11 weighted enrollment for that budget year multiplied by the

12 difference of the following: (1) the regular program state

13 cost per pupil for the budget year beginning July 1, 2013,

14 multiplied by 100 percent less the regular program foundation

15 base per pupil percentage; and (2) the regular program state

16 cost per pupil for the budget year beginning July 1, 2012,

17 multiplied by 100 percent less the regular program foundation

18 base per pupil percentage. For each budget year beginning on

19 or after July 1, 2014, each school district's property tax

20 replacement payment amount is equal to the school district's

21 weighted enrollment for the budget year multiplied by the

22 difference of the following: (1) the regular program state

23 cost per pupil for the budget year beginning July 1, 2014,

24 multiplied by 100 percent less the regular program foundation

25 base per pupil percentage; and (2) the regular program state

26 cost per pupil for the budget year beginning July 1, 2012,

27 multiplied by 100 percent less the regular program foundation

28 base per pupil percentage.

29   This bill modifies the replacement payment calculation

30 for budget years beginning on or after July 1, 2015. For

31 each budget year beginning on or after July 1, 2015, unless

32 otherwise provided by law, each school district's property tax

33 replacement payment amount is equal to the school district's

34 weighted enrollment for the budget year multiplied by the

35 difference of the following: (1) the regular program state

1 cost per pupil for the budget year beginning July 1, 2015,
2 multiplied by 100 percent less the regular program foundation
3 base per pupil percentage; and (2) the regular program state
4 cost per pupil for the budget year beginning July 1, 2012,
5 multiplied by 100 percent less the regular program foundation
6 base per pupil percentage.