

Senate File 423

S-3084

1 Amend Senate File 423 as follows:

2 1. By striking everything after the enacting clause
3 and inserting:

4 <DIVISION I

5 INSTRUCTIONAL HOURS

6 Section 1. Section 256.7, subsection 19, Code 2013,
7 is amended to read as follows:

8 19. Define the ~~minimum school day as a day~~
9 ~~consisting of five and one-half hours of instructional~~
10 ~~time for grades one through twelve. The minimum hours~~
11 ~~as time that shall be exclusive of the lunch period,~~
12 ~~but may include passing time between classes. Time~~
13 ~~spent on parent-teacher conferences shall be considered~~
14 ~~instructional time. A school or school district may~~
15 ~~record a day of school with less than the minimum~~
16 ~~instructional hours as a minimum school day if any of~~
17 ~~the following apply:~~

18 a. ~~If emergency health or safety factors require~~
19 ~~the late arrival or early dismissal of students on a~~
20 ~~specific day.~~

21 b. ~~If the total hours of instructional school~~
22 ~~time for grades one through twelve for any five~~
23 ~~consecutive school days equal a minimum of twenty-seven~~
24 ~~and one-half hours, even though any one day of~~
25 ~~school is less than the minimum instructional hours~~
26 ~~because of a staff development opportunity provided~~
27 ~~for the professional instructional staff or because~~
28 ~~parent-teacher conferences have been scheduled~~
29 ~~beyond the regular school day. Furthermore, if the~~
30 ~~total hours of instructional time for the first four~~
31 ~~consecutive days equal at least twenty-seven and~~
32 ~~one-half hours because parent-teacher conferences~~
33 ~~have been scheduled beyond the regular school day, a~~
34 ~~school or school district may record zero hours of~~
35 ~~instructional time on the fifth consecutive school day~~
36 ~~as a minimum school day.~~

37 Sec. 2. Section 256F.4, subsection 5, Code 2013, is
38 amended to read as follows:

39 5. A charter school or innovation zone school shall
40 provide instruction for at least the number of ~~days~~
41 ~~hours~~ required by section 279.10, subsection 1, ~~or~~
42 ~~shall provide at least the equivalent number of total~~
43 ~~hours.~~

44 Sec. 3. Section 279.10, subsection 1, Code 2013, is
45 amended to read as follows:

46 1. The school year for each school district and
47 accredited nonpublic school shall begin on the first
48 day of July 1 and each regularly established elementary
49 and secondary school shall begin no sooner than a day
50 during the calendar week in which the first day of

1 September falls but no later than the first Monday
2 in December. However, if the first day of September
3 falls on a Sunday, school may begin on a day during the
4 calendar week which immediately precedes the first day
5 of September. ~~School shall continue for at least one~~
6 ~~hundred eighty days, except as provided in subsection~~
7 ~~3, and may be maintained~~ The school calendar shall
8 include not less than one thousand eighty hours of
9 instruction during the entire calendar year. However,
10 if The board of directors of a school district and the
11 authorities in charge of an accredited nonpublic school
12 shall set the number of hours of required attendance
13 for the school year as provided in section 299.1,
14 subsection 2, but the board of directors of a school
15 district shall hold a public hearing on any proposed
16 school calendar prior to adopting the school calendar.
17 If the board of directors of a district or the
18 authorities in charge of an accredited nonpublic school
19 extends the school calendar because inclement weather
20 caused the school district or accredited nonpublic
21 school to temporarily close school during the regular
22 school calendar, the school district or accredited
23 nonpublic school may excuse a graduating senior who
24 has met district or school requirements for graduation
25 from attendance during the extended school calendar. A
26 school corporation may begin employment of personnel
27 for in-service training and development purposes before
28 the date to begin elementary and secondary school.

29 Sec. 4. Section 279.10, subsection 2, Code 2013, is
30 amended to read as follows:

31 2. The board of directors shall hold a public
32 hearing on any proposal relating to the school calendar
33 prior to submitting it to the department of education
34 for approval.

35 Sec. 5. Section 299.1, subsection 2, Code 2013, is
36 amended to read as follows:

37 2. The board of directors of a public school
38 district or the governing body of an accredited
39 nonpublic school shall set the number of ~~days~~ hours of
40 required attendance for the schools under its control.
41 The board of directors of a public school district or
42 the governing body of an accredited nonpublic school
43 may, by resolution, require attendance for the entire
44 time when the schools are in session in any school year
45 and adopt a policy or rules relating to the reasons
46 considered to be valid or acceptable excuses for
47 absence from school.

48 Sec. 6. Section 299.4, subsection 1, Code 2013, is
49 amended to read as follows:

50 1. The parent, guardian, or legal custodian of a

1 child who is of compulsory attendance age, who places
2 the child under competent private instruction under
3 either section 299A.2 or 299A.3, not in an accredited
4 school or a home school assistance program operated by
5 a school district or accredited nonpublic school, shall
6 furnish a report in duplicate on forms provided by the
7 public school district, to the district by ~~the earliest~~
8 ~~starting date specified in section 279.10, subsection 1~~
9 September 1 of the school year in which the child will
10 be under competent private instruction. The secretary
11 shall retain and file one copy and forward the other
12 copy to the district's area education agency. The
13 report shall state the name and age of the child, the
14 period of time during which the child has been or will
15 be under competent private instruction for the year,
16 an outline of the course of study, texts used, and
17 the name and address of the instructor. The parent,
18 guardian, or legal custodian of a child, who is placing
19 the child under competent private instruction for
20 the first time, shall also provide the district with
21 evidence that the child has had the immunizations
22 required under section 139A.8, and, if the child is
23 elementary school age, a blood lead test in accordance
24 with section 135.105D. The term "*outline of course of*
25 *study*" shall include subjects covered, lesson plans,
26 and time spent on the areas of study.

27 Sec. 7. EFFECTIVE DATE. This division of this Act
28 takes effect July 1, 2014.

29 DIVISION II

30 STATE SCHOOL FOUNDATION PROGRAM

31 Sec. 8. Section 257.2, subsection 9, Code 2013, is
32 amended by adding the following new paragraph:

33 NEW PARAGRAPH. *d.* Property tax replacement
34 payments received under section 257.16B.

35 Sec. 9. Section 257.4, subsection 1, paragraph
36 a, Code 2013, is amended by adding the following new
37 subparagraph:

38 NEW SUBPARAGRAPH. (9) The amount of the school
39 district property tax replacement payment received by
40 the school district under section 257.16B.

41 Sec. 10. Section 257.4, subsection 1, paragraph b,
42 Code 2013, is amended to read as follows:

43 *b.* For the budget year beginning July 1, 2008, and
44 succeeding budget years, the department of management
45 shall annually determine an adjusted additional
46 property tax levy and a statewide maximum adjusted
47 additional property tax levy rate, not to exceed the
48 statewide average additional property tax levy rate,
49 calculated by dividing the total adjusted additional
50 property tax levy dollars statewide by the statewide

1 total net taxable valuation. For purposes of this
2 paragraph, the adjusted additional property tax levy
3 shall be that portion of the additional property
4 tax levy corresponding to the state cost per pupil
5 multiplied by a school district's weighted enrollment,
6 ~~and~~ then multiplied by one hundred percent less the
7 regular program foundation base per pupil percentage
8 pursuant to section 257.1, and then reduced by the
9 amount of property tax replacement received under
10 section 257.16B. The district shall receive adjusted
11 additional property tax levy aid in an amount equal
12 to the difference between the adjusted additional
13 property tax levy rate and the statewide maximum
14 adjusted additional property tax levy rate, as applied
15 per thousand dollars of assessed valuation on all
16 taxable property in the district. ~~The statewide~~
17 ~~maximum adjusted additional property tax levy rate~~
18 ~~shall be annually determined by the department~~
19 ~~taking into account amounts allocated pursuant to~~
20 ~~section 257.15, subsection 4.~~ The statewide maximum
21 adjusted additional property tax levy rate shall be
22 annually determined by the department taking into
23 account amounts allocated pursuant to section 257.15,
24 subsection 4, and the balance of the property tax
25 equity and relief fund created in section 257.16A at
26 the end of the calendar year.

27 Sec. 11. Section 257.8, subsections 1 and 2, Code
28 2013, are amended to read as follows:

29 1. *State percent of growth.* ~~The state percent of~~
30 ~~growth for the budget year beginning July 1, 2010,~~
31 ~~is two percent.~~ The state percent of growth for the
32 budget year beginning July 1, 2012, is two percent.
33 The state percent of growth for the budget year
34 beginning July 1, 2013, is two percent. The state
35 percent of growth for the budget year beginning July
36 1, 2014, is two percent. The state percent of growth
37 for each subsequent budget year shall be established
38 by statute which shall be enacted within thirty days
39 of the submission in the year preceding the base year
40 of the governor's budget under section 8.21. The
41 establishment of the state percent of growth for a
42 budget year shall be the only subject matter of the
43 bill which enacts the state percent of growth for a
44 budget year.

45 2. *Categorical state percent of growth.* ~~The~~
46 ~~categorical state percent of growth for the budget~~
47 ~~year beginning July 1, 2010, is two percent.~~ The
48 categorical state percent of growth for the budget
49 year beginning July 1, 2012, is two percent. The
50 categorical state percent of growth for the budget

1 year beginning July 1, 2013, is two percent. The
2 categorical state percent of growth for the budget
3 year beginning July 1, 2014, is two percent. The
4 categorical state percent of growth for each budget
5 year shall be established by statute which shall
6 be enacted within thirty days of the submission in
7 the year preceding the base year of the governor's
8 budget under section 8.21. The establishment of the
9 categorical state percent of growth for a budget year
10 shall be the only subject matter of the bill which
11 enacts the categorical state percent of growth for a
12 budget year. The categorical state percent of growth
13 may include state percents of growth for the teacher
14 salary supplement, the professional development
15 supplement, and the early intervention supplement.

16 Sec. 12. Section 257.15, subsection 4, paragraph b,
17 Code 2013, is amended to read as follows:

18 b. After lowering all school district adjusted
19 additional property tax levy rates to the statewide
20 maximum adjusted additional property tax levy rate
21 under paragraph "a", the department of management shall
22 use any remaining funds at the end of the calendar
23 year to further lower additional property taxes by
24 increasing for the budget year beginning the following
25 July 1, the state foundation base percentage. Moneys
26 used pursuant to this paragraph shall supplant an equal
27 amount of the appropriation made from the general fund
28 of the state pursuant to section 257.16 that represents
29 the increase in state foundation aid.

30 Sec. 13. **NEW SECTION. 257.16B School district**
31 **property tax replacement payments.**

32 1. For each fiscal year beginning on or after July
33 1, 2013, there is appropriated from the general fund
34 of the state to the department of education an amount
35 necessary to make all school district property tax
36 replacement payments under this section, as calculated
37 in subsection 2, paragraph "c".

38 2. For each budget year beginning on or after July
39 1, 2013, the department of management shall calculate
40 for each school district all of the following:

41 a. The state cost per pupil for the budget year
42 beginning July 1, 2012, multiplied by one hundred
43 percent less the regular program foundation base per
44 pupil percentage pursuant to section 257.1.

45 b. The state cost per pupil for the budget year
46 multiplied by one hundred percent less the regular
47 program foundation base per pupil percentage pursuant
48 to section 257.1.

49 c. The amount of each school district's property
50 tax replacement payment. Each school district's

1 property tax replacement payment equals the school
2 district's weighted enrollment for the budget year
3 multiplied by the remainder of the amount calculated
4 for the school district under paragraph "b" minus
5 the amount calculated for the school district under
6 paragraph "a".

7 3. School district property tax replacement
8 payments under this section shall be paid by the
9 department of education at the same time and in the
10 same manner as foundation aid is paid and may be
11 included in the monthly payment of state aid under
12 section 257.16, subsection 2.

13 Sec. 14. CODE SECTION 257.8 — IMPLEMENTATION. The
14 requirements of section 257.8, subsections 1 and
15 2, regarding the enactment of bills establishing
16 the regular program state percent of growth and the
17 categorical state percent of growth within thirty days
18 of the submission in the year preceding the base year
19 of the governor's budget and regarding the subject
20 matter limitation of such bills do not apply to this
21 division of this Act.

22 Sec. 15. EFFECTIVE UPON ENACTMENT. This division
23 of this Act, being deemed of immediate importance,
24 takes effect upon enactment.

25 DIVISION III

26 SCHOOL DISTRICT FUNDING TERMINOLOGY

27 Sec. 16. Section 256C.4, subsection 1, paragraph f,
28 Code 2013, is amended to read as follows:

29 f. The receipt of funding by a school district
30 for the purposes of this chapter, the need for
31 additional funding for the purposes of this chapter,
32 or the enrollment count of eligible students under
33 this chapter shall not be considered to be unusual
34 circumstances, create an unusual need for additional
35 funds, or qualify under any other circumstances that
36 may be used by the school budget review committee
37 to grant supplemental aid to or establish modified
38 ~~allowable growth~~ supplemental state aid for a school
39 district under section 257.31.

40 Sec. 17. Section 257.2, subsection 1, Code 2013, is
41 amended by striking the subsection.

42 Sec. 18. Section 257.2, subsection 12, Code 2013,
43 is amended to read as follows:

44 12. "*State percent of growth*" means the percent
45 of growth which is established by statute pursuant to
46 section 257.8, and which is used in determining the
47 ~~allowable growth~~ supplemental state aid.

48 Sec. 19. Section 257.2, Code 2013, is amended by
49 adding the following new subsection:

50 NEW SUBSECTION. 12A. "*Supplemental state aid*" means

1 the amount by which state cost per pupil and district
2 cost per pupil will increase from one budget year to
3 the next.

4 Sec. 20. Section 257.6, subsection 1, paragraph
5 a, subparagraph (5), Code 2013, is amended to read as
6 follows:

7 (5) Resident pupils receiving competent private
8 instruction from a licensed practitioner provided
9 through a public school district pursuant to chapter
10 299A shall be counted as three-tenths of one pupil.
11 Revenues received by a school district attributed to
12 a school district's weighted enrollment pursuant to
13 this subparagraph shall be expended for the purpose
14 for which the weighting was assigned under this
15 subparagraph. If the school district determines that
16 the expenditures associated with providing competent
17 private instruction pursuant to chapter 299A are
18 in excess of the revenue attributed to the school
19 district's weighted enrollment for such instruction in
20 accordance with this subparagraph, the school district
21 may submit a request to the school budget review
22 committee for modified ~~allowable-growth supplemental~~
23 state aid in accordance with section 257.31, subsection
24 5, paragraph "n". A home school assistance program
25 shall not provide moneys received pursuant to this
26 subparagraph, nor resources paid for with moneys
27 received pursuant to this subparagraph, to parents or
28 students utilizing the program. Moneys received by a
29 school district pursuant to this subparagraph shall be
30 used as provided in section 299A.12.

31 Sec. 21. Section 257.8, subsections 3, 6, and 7,
32 Code 2013, are amended to read as follows:

33 3. ~~Allowable-growth Supplemental state aid~~
34 calculation. The department of management shall
35 calculate the regular program ~~allowable-growth~~
36 supplemental state aid for a budget year by multiplying
37 the state percent of growth for the budget year by
38 the regular program state cost per pupil for the base
39 year and shall calculate the special education support
40 services ~~allowable-growth supplemental state aid~~ for
41 the budget year by multiplying the state percent of
42 growth for the budget year by the special education
43 support services state cost per pupil for the base
44 year.

45 6. ~~Combined allowable-growth supplemental state~~
46 aid. The combined ~~allowable-growth supplemental state~~
47 aid per pupil for each school district is the sum of
48 the regular program ~~allowable-growth supplemental~~
49 state aid per pupil and the special education support
50 services ~~allowable-growth supplemental state aid~~ per

1 pupil for the budget year, which may be modified as
2 follows:

3 a. By the school budget review committee under
4 section 257.31.

5 b. By the department of management under section
6 257.36.

7 7. Alternate allowable growth supplemental state
8 aid — definitions. For budget years beginning July
9 1, 2000, and subsequent budget years, references
10 to the terms "~~allowable growth~~" "supplemental state
11 aid", "regular program state cost per pupil", and
12 "regular program district cost per pupil" shall
13 mean those terms as calculated for those school
14 districts that calculated regular program ~~allowable~~
15 growth supplemental state aid for the school budget
16 year beginning July 1, 1999, with the additional
17 thirty-eight dollars specified in section 257.8,
18 subsection 4, Code 2013.

19 Sec. 22. Section 257.8, subsections 4 and 5, Code
20 2013, are amended by striking the subsections.

21 Sec. 23. Section 257.9, subsection 1, paragraph b,
22 Code 2013, is amended to read as follows:

23 b. The total calculated under this subsection shall
24 be divided by the total of the budget enrollments of
25 all school districts for the budget year beginning July
26 1, 1990, calculated under section 257.6, subsection
27 4, if section 257.6, subsection 4, had been in effect
28 for that budget year. The regular program state
29 cost per pupil for the budget year beginning July 1,
30 1991, is the amount calculated by the department of
31 management under this subsection plus ~~an allowable~~
32 growth a supplemental state aid amount, as defined in
33 this division of this Act, that is equal to the state
34 percent of growth for the budget year multiplied by the
35 amount calculated by the department of management under
36 this subsection.

37 Sec. 24. Section 257.9, subsections 2, 4, 6, 7, 8,
38 9, and 10, Code 2013, are amended to read as follows:

39 2. Regular program state cost per pupil for
40 1992-1993 and succeeding years. For the budget year
41 beginning July 1, 1992, and succeeding budget years,
42 the regular program state cost per pupil for a budget
43 year is the regular program state cost per pupil for
44 the base year plus the regular program ~~allowable growth~~
45 supplemental state aid for the budget year.

46 4. Special education support services state cost
47 per pupil for 1992-1993 and succeeding years. For the
48 budget year beginning July 1, 1992, and succeeding
49 budget years, the special education support services
50 state cost per pupil for the budget year is the special

1 education support services state cost per pupil for the
2 base year plus the special education support services
3 ~~allowable growth~~ supplemental state aid for the budget
4 year.

5 6. *Teacher salary supplement state cost per*
6 *pupil.* For the budget year beginning July 1, 2009, for
7 the teacher salary supplement state cost per pupil, the
8 department of management shall add together the teacher
9 compensation allocation made to each district for the
10 fiscal year beginning July 1, 2008, pursuant to section
11 284.13, subsection 1, paragraph "h", Code 2009, and
12 the phase II allocation made to each district for the
13 fiscal year beginning July 1, 2008, pursuant to section
14 294A.9, Code 2009, and divide that sum by the statewide
15 total budget enrollment for the fiscal year beginning
16 July 1, 2009. The teacher salary supplement state
17 cost per pupil for the budget year beginning July 1,
18 2010, and succeeding budget years, shall be the amount
19 calculated by the department of management under this
20 subsection for the base year plus ~~an allowable growth~~
21 a supplemental state aid amount that is equal to the
22 teacher salary supplement categorical state percent of
23 growth, pursuant to section 257.8, subsection 2, for
24 the budget year, multiplied by the amount calculated
25 by the department of management under this subsection
26 for the base year.

27 7. *Professional development supplement state cost*
28 *per pupil.* For the budget year beginning July 1, 2009,
29 for the professional development supplement state
30 cost per pupil, the department of management shall
31 add together the professional development allocation
32 made to each district for the fiscal year beginning
33 July 1, 2008, pursuant to section 284.13, subsection
34 1, paragraph "d", Code 2009, and divide that sum
35 by the statewide total budget enrollment for the
36 fiscal year beginning July 1, 2009. The professional
37 development supplement state cost per pupil for the
38 budget year beginning July 1, 2010, and succeeding
39 budget years, shall be the amount calculated by the
40 department of management under this subsection for
41 the base year plus ~~an allowable growth~~ a supplemental
42 state aid amount that is equal to the professional
43 development supplement categorical state percent of
44 growth, pursuant to section 257.8, subsection 2, for
45 the budget year, multiplied by the amount calculated
46 by the department of management under this subsection
47 for the base year.

48 8. *Early intervention supplement state cost per*
49 *pupil.* For the budget year beginning July 1, 2009,
50 for the early intervention supplement state cost per

1 pupil, the department of management shall add together
2 the early intervention allocation made to each district
3 for the fiscal year beginning July 1, 2008, pursuant
4 to section 256D.4, Code 2009, and divide that sum by
5 the statewide total budget enrollment for the fiscal
6 year beginning July 1, 2009. The early intervention
7 supplement state cost per pupil for the budget year
8 beginning July 1, 2010, and succeeding budget years,
9 shall be the amount calculated by the department of
10 management under this subsection for the base year plus
11 ~~an allowable growth~~ a supplemental state aid amount
12 that is equal to the early intervention supplement
13 categorical state percent of growth, pursuant to
14 section 257.8, subsection 2, for the budget year,
15 multiplied by the amount calculated by the department
16 of management under this subsection for the base year.

17 9. *Area education agency teacher salary supplement*
18 *state cost per pupil.* For the budget year beginning
19 July 1, 2009, for the area education agency teacher
20 salary supplement state cost per pupil, the department
21 of management shall add together the teacher
22 compensation allocation made to each area education
23 agency for the fiscal year beginning July 1, 2008,
24 pursuant to section 284.13, subsection 1, paragraph
25 "i", Code 2009, and the phase II allocation made
26 to each area education agency for the fiscal year
27 beginning July 1, 2008, pursuant to section 294A.9,
28 Code 2009, and divide that sum by the statewide special
29 education support services weighted enrollment for
30 the fiscal year beginning July 1, 2009. The area
31 education agency teacher salary supplement state
32 cost per pupil for the budget year beginning July 1,
33 2010, and succeeding budget years, shall be the amount
34 calculated by the department of management under this
35 subsection for the base year plus ~~an allowable growth~~
36 a supplemental state aid amount that is equal to the
37 teacher salary supplement categorical state percent of
38 growth, pursuant to section 257.8, subsection 2, for
39 the budget year, multiplied by the amount calculated
40 by the department of management under this subsection
41 for the base year.

42 10. *Area education agency professional development*
43 *supplement state cost per pupil.* For the budget year
44 beginning July 1, 2009, for the area education agency
45 professional development supplement state cost per
46 pupil, the department of management shall add together
47 the professional development allocation made to each
48 area education agency for the fiscal year beginning
49 July 1, 2008, pursuant to section 284.13, subsection
50 1, paragraph "d", Code 2009, and divide that sum by

1 the statewide special education support services
2 weighted enrollment for the fiscal year beginning
3 July 1, 2009. The area education agency professional
4 development supplement state cost per pupil for the
5 budget year beginning July 1, 2010, and succeeding
6 budget years, shall be the amount calculated by the
7 department of management under this subsection for
8 the base year plus ~~an allowable growth~~ a supplemental
9 state aid amount that is equal to the professional
10 development supplement categorical state percent of
11 growth, pursuant to section 257.8, subsection 2, for
12 the budget year, multiplied by the amount calculated
13 by the department of management under this subsection
14 for the base year.

15 Sec. 25. Section 257.10, subsection 1, Code 2013,
16 is amended to read as follows:

17 1. *Regular program district cost per pupil for*
18 *1991-1992.* For the budget year beginning July 1, 1991,
19 in order to determine the regular program district
20 cost per pupil for a district, the department of
21 management shall divide the product of the regular
22 program district cost per pupil of the district for
23 the base year, as regular program district cost per
24 pupil would have been calculated under section 442.9,
25 Code 1989, multiplied by its budget enrollment for
26 the base year as budget enrollment would have been
27 calculated under section 442.4, Code 1989, plus the
28 amount added to district cost pursuant to section
29 442.21, Code 1989, for each school district, by the
30 budget enrollment of the school district for the budget
31 year beginning July 1, 1990, calculated under section
32 257.6, subsection 4, as if section 257.6, subsection 4,
33 had been in effect for that budget year. The regular
34 program district cost per pupil for the budget year
35 beginning July 1, 1991, is the amount calculated by the
36 department of management under this subsection plus
37 ~~the allowable growth supplemental state aid amount,~~
38 as defined in this division of this Act, calculated
39 for regular program state cost per pupil, except that
40 if the regular program district cost per pupil for
41 the budget year calculated under this subsection in
42 any school district exceeds one hundred ten percent
43 of the regular program state cost per pupil for the
44 budget year, the department of management shall reduce
45 the regular program district cost per pupil of that
46 district for the budget year to an amount equal to
47 one hundred ten percent of the regular program state
48 cost per pupil for the budget year, and if the regular
49 program district cost per pupil for the budget year
50 calculated under this subsection in any school district

1 is less than the regular program state cost per pupil
2 for the budget year, the department of management shall
3 increase the regular program district cost per pupil of
4 that district to an amount equal to the regular program
5 state cost per pupil for the budget year.

6 Sec. 26. Section 257.10, subsection 2, paragraph a,
7 Code 2013, is amended to read as follows:

8 a. For the budget year beginning July 1, 1992, and
9 succeeding budget years, the regular program district
10 cost per pupil for each school district for a budget
11 year is the regular program district cost per pupil for
12 the base year plus the regular program ~~allowable-growth~~
13 supplemental state aid for the budget year except as
14 otherwise provided in this subsection.

15 Sec. 27. Section 257.10, subsection 4, paragraph a,
16 Code 2013, is amended to read as follows:

17 a. For the budget year beginning July 1, 1992, and
18 succeeding budget years, the special education support
19 services district cost per pupil for the budget year is
20 the special education support services district cost
21 per pupil for the base year plus the special education
22 support services ~~allowable-growth~~ supplemental state
23 aid for the budget year.

24 Sec. 28. Section 257.10, subsection 5, Code 2013,
25 is amended to read as follows:

26 5. *Combined district cost per pupil.* The combined
27 district cost per pupil for a school district is the
28 sum of the regular program district cost per pupil
29 and the special education support services district
30 cost per pupil. Combined district cost per pupil does
31 not include modified ~~allowable-growth~~ supplemental
32 state aid added for school districts that have a
33 negative balance of funds raised for special education
34 instruction programs, modified ~~allowable-growth~~
35 supplemental state aid granted by the school budget
36 review committee for a single school year, or modified
37 ~~allowable-growth~~ supplemental state aid added for
38 programs for dropout prevention.

39 Sec. 29. Section 257.10, subsection 9, paragraph a,
40 Code 2013, is amended to read as follows:

41 a. For the budget year beginning July 1, 2009,
42 the department of management shall add together the
43 teacher compensation allocation made to each district
44 for the fiscal year beginning July 1, 2008, pursuant
45 to section 284.13, subsection 1, paragraph "h", Code
46 2009, and the phase II allocation made to each district
47 for the fiscal year beginning July 1, 2008, pursuant
48 to section 294A.9, Code 2009, and divide that sum by
49 the district's budget enrollment in the fiscal year
50 beginning July 1, 2009, to determine the teacher salary

1 supplement district cost per pupil. For the budget
2 year beginning July 1, 2010, and succeeding budget
3 years, the teacher salary supplement district cost per
4 pupil for each school district for a budget year is
5 the teacher salary supplement program district cost
6 per pupil for the base year plus the teacher salary
7 supplement ~~state allowable growth~~ supplemental state
8 aid amount for the budget year.

9 Sec. 30. Section 257.10, subsection 10, paragraph
10 a, Code 2013, is amended to read as follows:

11 a. For the budget year beginning July 1, 2009, the
12 department of management shall divide the professional
13 development allocation made to each district for the
14 fiscal year beginning July 1, 2008, pursuant to section
15 284.13, subsection 1, paragraph "d", Code 2009, by
16 the district's budget enrollment in the fiscal year
17 beginning July 1, 2009, to determine the professional
18 development supplement cost per pupil. For the
19 budget year beginning July 1, 2010, and succeeding
20 budget years, the professional development supplement
21 district cost per pupil for each school district for a
22 budget year is the professional development supplement
23 district cost per pupil for the base year plus the
24 professional development supplement ~~state allowable~~
25 growth supplemental state aid amount for the budget
26 year.

27 Sec. 31. Section 257.10, subsection 11, paragraph
28 a, Code 2013, is amended to read as follows:

29 a. For the budget year beginning July 1, 2009,
30 the department of management shall divide the early
31 intervention allocation made to each district for the
32 fiscal year beginning July 1, 2008, pursuant to section
33 256D.4, Code 2009, by the district's budget enrollment
34 in the fiscal year beginning July 1, 2009, to determine
35 the early intervention supplement cost per pupil. For
36 the budget year beginning July 1, 2010, and succeeding
37 budget years, the early intervention supplement
38 district cost per pupil for each school district for
39 a budget year is the early intervention supplement
40 district cost per pupil for the base year plus the
41 early development supplement ~~state allowable growth~~
42 supplemental state aid amount for the budget year.

43 Sec. 32. Section 257.13, subsections 2 and 3, Code
44 2013, are amended to read as follows:

45 2. The board of directors of a school district that
46 wishes to receive an on-time funding budget adjustment
47 shall adopt a resolution to receive the adjustment and
48 notify the school budget review committee annually,
49 but not earlier than November 1, as determined by the
50 department of education. The school budget review

1 committee shall establish a modified ~~allowable growth~~
2 supplemental state aid in an amount determined pursuant
3 to subsection 1.

4 3. If the board of directors of a school district
5 determines that a need exists for additional funds
6 exceeding the authorized budget adjustment for on-time
7 funding pursuant to this section, a request for
8 modified ~~allowable growth~~ supplemental state aid based
9 upon increased enrollment may be submitted to the
10 school budget review committee as provided in section
11 257.31.

12 Sec. 33. Section 257.31, subsection 5, unnumbered
13 paragraph 1, Code 2013, is amended to read as follows:

14 If a district has unusual circumstances, creating
15 an unusual need for additional funds, including
16 but not limited to the circumstances enumerated in
17 paragraphs "a" through "n", the committee may grant
18 supplemental aid to the district from any funds
19 appropriated to the department of education for
20 the use of the school budget review committee for
21 the purposes of this subsection. The school budget
22 review committee shall review a school district's
23 unexpended fund balance prior to any decision regarding
24 unusual finance circumstances. Such aid shall be
25 miscellaneous income and shall not be included in
26 district cost. In addition to or as an alternative to
27 granting supplemental aid the committee may establish
28 a modified ~~allowable growth~~ supplemental state aid
29 for the district by increasing its ~~allowable growth~~
30 supplemental state aid. The school budget review
31 committee shall review a school district's unspent
32 balance prior to any decision to increase modified
33 ~~allowable growth~~ supplemental state aid under this
34 subsection.

35 Sec. 34. Section 257.31, subsection 6, paragraph a,
36 Code 2013, is amended to read as follows:

37 a. The committee shall establish a modified
38 ~~allowable growth~~ supplemental state aid for a district
39 by increasing its ~~allowable growth~~ supplemental
40 state aid when the district submits evidence that it
41 requires additional funding for removal, management,
42 or abatement of environmental hazards due to a state
43 or federal requirement. Environmental hazards
44 shall include but are not limited to the presence of
45 asbestos, radon, or the presence of any other hazardous
46 material dangerous to health and safety.

47 Sec. 35. Section 257.31, subsection 7, paragraph b,
48 Code 2013, is amended to read as follows:

49 b. Other expenditures, including but not limited
50 to expenditures for salaries or recurring costs, are

1 not authorized under this subsection. Expenditures
2 authorized under this subsection shall not be included
3 in ~~allowable-growth supplemental state aid~~ or district
4 cost, and the portion of the unexpended fund balance
5 which is authorized to be spent shall be regarded as if
6 it were miscellaneous income. Any part of the amount
7 not actually spent for the authorized purpose shall
8 revert to its former status as part of the unexpended
9 fund balance.

10 Sec. 36. Section 257.31, subsection 14, paragraph
11 b, subparagraph (3), Code 2013, is amended to read as
12 follows:

13 (3) A school district is only eligible to receive
14 supplemental aid payments during the budget year if
15 the school district certifies to the school budget
16 review committee that for the year following the
17 budget year it will notify the school budget review
18 committee to instruct the director of the department of
19 management to increase the district's ~~allowable-growth~~
20 supplemental state aid and will fund the ~~allowable~~
21 growth supplemental state aid increase either by using
22 moneys from its unexpended fund balance to reduce the
23 district's property tax levy or by using cash reserve
24 moneys to equal the amount of the deficit that would
25 have been property taxes and any part of the state aid
26 portion of the deficit not received as supplemental aid
27 under this subsection. The director of the department
28 of management shall make the necessary adjustments to
29 the school district's budget to provide the modified
30 ~~allowable-growth supplemental state aid~~ and shall make
31 the supplemental aid payments.

32 Sec. 37. Section 257.32, subsection 1, paragraph a,
33 Code 2013, is amended to read as follows:

34 a. An area education agency budget review procedure
35 is established for the school budget review committee
36 created in section 257.30. The school budget review
37 committee, in addition to its duties under section
38 257.31, shall meet and hold hearings each year to
39 review unusual circumstances of area education
40 agencies, either upon the committee's motion or upon
41 the request of an area education agency. The committee
42 may grant supplemental aid to the area education agency
43 from funds appropriated to the department of education
44 for area education agency budget review purposes, or
45 an amount may be added to the area education agency
46 special education support services ~~allowable-growth~~
47 supplemental state aid for districts in an area or
48 an additional amount may be added to district cost
49 for media services or educational services for all
50 districts in an area for the budget year either on a

1 temporary or permanent basis, or both.

2 Sec. 38. Section 257.37, subsections 1 and 3, Code
3 2013, are amended to read as follows:

4 1. For the budget year beginning July 1, 1991,
5 and succeeding budget years, the total amount funded
6 in each area for media services shall be computed as
7 provided in this subsection. For the budget year
8 beginning July 1, 1991, the total amount funded in
9 each area for media services in the base year shall
10 be divided by the enrollment served in the base year
11 to provide an area media services cost per pupil in
12 the base year, and the department of management shall
13 compute the state media services cost per pupil in the
14 base year which is equal to the average of the area
15 media services costs per pupil in the base year. For
16 the budget year beginning July 1, 1991, and succeeding
17 budget years, the department of management shall
18 compute the ~~allowable-growth~~ supplemental state aid
19 for media services in the budget year by multiplying
20 the state media services cost per pupil in the base
21 year times the state percent of growth for the budget
22 year, and the total amount funded in each area for
23 media services cost in the budget year equals the
24 area media services cost per pupil in the base year
25 plus the ~~allowable-growth~~ supplemental state aid for
26 media services in the budget year times the enrollment
27 served in the budget year. Funds shall be paid to area
28 education agencies as provided in section 257.35.

29 3. For the budget year beginning July 1, 1991, and
30 succeeding budget years, the total amount funded in
31 each area for educational services shall be computed
32 as provided in this subsection. For the budget year
33 beginning July 1, 1991, the total amount funded in each
34 area for educational services in the base year shall
35 be divided by the enrollment served in the area in
36 the base year to provide an area educational services
37 cost per pupil in the base year, and the department
38 of management shall compute the state educational
39 services cost per pupil in the base year, which is
40 equal to the average of the area educational services
41 costs per pupil in the base year. For the budget
42 year beginning July 1, 1991, and succeeding budget
43 years, the department of management shall compute the
44 ~~allowable-growth~~ supplemental state aid for educational
45 services by multiplying the state educational services
46 cost per pupil in the base year times the state percent
47 of growth for the budget year, and the total amount
48 funded in each area for educational services for the
49 budget year equals the area educational services cost
50 per pupil for the base year plus the ~~allowable-growth~~

1 supplemental state aid for educational services in the
2 budget year times the enrollment served in the area in
3 the budget year. Funds shall be paid to area education
4 agencies as provided in section 257.35.

5 Sec. 39. Section 257.37A, subsection 1, paragraph
6 a, Code 2013, is amended to read as follows:

7 a. For the budget year beginning July 1, 2009,
8 the department of management shall add together the
9 teacher compensation allocation made to each area
10 education agency for the fiscal year beginning July
11 1, 2008, pursuant to section 284.13, subsection 1,
12 paragraph "i", Code 2009, and the phase II allocation
13 made to each area education agency for the fiscal year
14 beginning July 1, 2008, pursuant to section 294A.9,
15 Code 2009, and divide that sum by the special education
16 support services weighted enrollment in the fiscal
17 year beginning July 1, 2009, to determine the area
18 education agency teacher salary supplement cost per
19 pupil. For the budget year beginning July 1, 2010,
20 and succeeding budget years, the area education agency
21 teacher salary supplement district cost per pupil
22 for each area education agency for a budget year is
23 the area education agency teacher salary supplement
24 district cost per pupil for the base year plus the
25 area education agency teacher salary supplement ~~state~~
26 ~~allowable growth~~ supplemental state aid amount for the
27 budget year.

28 Sec. 40. Section 257.37A, subsection 2, paragraph
29 a, Code 2013, is amended to read as follows:

30 a. For the budget year beginning July 1, 2009,
31 the department of management shall divide the area
32 education agency professional development supplement
33 made to each area education agency for the fiscal year
34 beginning July 1, 2008, pursuant to section 284.13,
35 subsection 1, paragraph "d", Code 2009, by the special
36 education support services weighted enrollment in
37 the fiscal year beginning July 1, 2009, to determine
38 the professional development supplement cost per
39 pupil. For the budget year beginning July 1, 2010,
40 and succeeding budget years, the area education agency
41 professional development supplement district cost per
42 pupil for each area education agency for a budget year
43 is the area education agency professional development
44 supplement district cost per pupil for the base year
45 plus the area education agency professional development
46 supplement ~~state allowable growth~~ supplemental state
47 aid amount for the budget year.

48 Sec. 41. Section 257.38, subsection 1, unnumbered
49 paragraph 1, Code 2013, is amended to read as follows:

50 Boards of school districts, individually or jointly

1 with boards of other school districts, requesting
2 to use modified ~~allowable-growth supplemental state~~
3 ~~aid~~ for programs for returning dropouts and dropout
4 prevention, shall submit comprehensive program plans
5 for the programs and budget costs, including annual
6 requests for modified ~~allowable-growth supplemental~~
7 ~~state aid~~ for funding the programs, to the department
8 of education as a component of the comprehensive school
9 improvement plan submitted to the department pursuant
10 to section 256.7, subsection 21. The program plans
11 shall include:

12 Sec. 42. Section 257.38, subsection 2, Code 2013,
13 is amended to read as follows:

14 2. Program plans shall identify the parts of the
15 plan that will be implemented first upon approval
16 of the request. If a district is requesting to use
17 modified ~~allowable-growth supplemental state aid~~
18 to finance the program, the school district shall
19 not identify more than five percent of its budget
20 enrollment for the budget year as returning dropouts
21 and potential dropouts.

22 Sec. 43. Section 257.40, Code 2013, is amended to
23 read as follows:

24 **257.40 Approval of programs for returning dropouts**
25 **and dropout prevention — annual report.**

26 1. The board of directors of a school district
27 requesting to use modified ~~allowable-growth~~
28 ~~supplemental state aid~~ for programs for returning
29 dropouts and dropout prevention shall submit requests
30 for modified at-risk ~~allowable-growth supplemental~~
31 ~~state aid~~, including budget costs, to the department
32 not later than December 15 of the year preceding the
33 budget year during which the program will be offered.
34 The department shall review the request and shall prior
35 to January 15 either grant approval for the request
36 or return the request for approval with comments of
37 the department included. An unapproved request for a
38 program may be resubmitted with modifications to the
39 department not later than February 1. Not later than
40 February 15, the department shall notify the department
41 of management and the school budget review committee of
42 the names of the school districts for which programs
43 using modified ~~allowable-growth supplemental state aid~~
44 for funding have been approved and the approved budget
45 of each program listed separately for each school
46 district having an approved request.

47 2. Beginning January 15, 2007, the department shall
48 submit an annual report to the chairpersons and ranking
49 members of the senate and house education committees
50 that includes the ways school districts in the previous

1 school year used modified allowable-growth supplemental
2 state aid approved under subsection 1; identifies,
3 by grade level, age, and district size, the students
4 in the dropout and dropout prevention programs for
5 which the department approves a request; describes
6 school district progress toward increasing student
7 achievement and attendance for the students in the
8 programs; and describes how the school districts are
9 using the revenues from the modified allowable-growth
10 supplemental state aid to improve student achievement
11 among minority subgroups.

12 Sec. 44. Section 257.41, subsections 1 and 3, Code
13 2013, are amended to read as follows:

14 1. *Budget.* The budget of an approved program for
15 returning dropouts and dropout prevention for a school
16 district, after subtracting funds received from other
17 sources for that purpose, shall be funded annually on
18 a basis of one-fourth or more from the district cost
19 of the school district and up to three-fourths by an
20 increase in allowable-growth supplemental state aid as
21 defined in section 257.8. Annually, the department of
22 management shall establish a modified allowable-growth
23 supplemental state aid for each such school district
24 equal to the difference between the approved budget
25 for the program for returning dropouts and dropout
26 prevention for that district and the sum of the amount
27 funded from the district cost of the school district
28 plus funds received from other sources.

29 3. *Limitation.* For the fiscal year beginning
30 July 1, 2013, and each succeeding fiscal year, the
31 ratio of the amount of modified allowable-growth
32 supplemental state aid established by the department
33 of management compared to the school district's total
34 regular program district cost shall not exceed two and
35 one-half percent. However, if the school district's
36 highest such ratio so determined for any fiscal year
37 beginning on or after July 1, 2009, but before July 1,
38 2013, exceeded two and one-half percent, the ratio may
39 exceed two and one-half percent but shall not exceed
40 the highest such ratio established during that period.

41 Sec. 45. Section 257.46, subsection 2, Code 2013,
42 is amended to read as follows:

43 2. The remaining portion of the budget shall be
44 funded by the thirty-eight dollar increase in allowable
45 growth supplemental state aid, as defined in this
46 division of this Act, for the school budget year
47 beginning July 1, 1999, multiplied by a district's
48 budget enrollment. The thirty-eight dollar increase
49 for the school budget year beginning July 1, 1999,
50 shall increase in subsequent years by each year's state

1 percent of growth. School districts shall annually
2 report the amount expended for a gifted and talented
3 program to the department of education. The proportion
4 of a school district's budget which corresponds to
5 the thirty-eight dollar increase in ~~allowable growth~~
6 supplemental state aid, as defined in this division of
7 this Act, for the school budget year beginning July 1,
8 1999, added to the amount in subsection 1, shall be
9 utilized exclusively for a school district's gifted and
10 talented program.

11 Sec. 46. Section 273.23, subsection 8, Code 2013,
12 is amended to read as follows:

13 8. For the school year beginning on the effective
14 date of an area education agency reorganization as
15 provided in this subchapter, the special education
16 support services cost per pupil shall be based upon
17 the combined base year budgets for special education
18 support services of the area education agencies that
19 reorganized to form the newly formed area education
20 agency, divided by the total of the weighted enrollment
21 for special education support services in the
22 reorganized area education agency for the base year
23 plus the ~~allowable growth~~ supplemental state aid amount
24 per pupil for special education support services for
25 the budget year as calculated in section 257.8.

26 Sec. 47. Section 280.4, subsection 3, Code 2013, is
27 amended to read as follows:

28 3. In order to provide funds for the excess costs
29 of instruction of limited English proficient students
30 above the costs of instruction of pupils in a regular
31 curriculum, students identified as limited English
32 proficient shall be assigned an additional weighting
33 of twenty-two hundredths, and that weighting shall
34 be included in the weighted enrollment of the school
35 district of residence for a period not exceeding four
36 years. However, the school budget review committee may
37 grant supplemental aid or modified ~~allowable growth~~
38 supplemental state aid to a school district to continue
39 funding a program for students after the expiration of
40 the four-year period.

41 Sec. 48. APPLICABILITY. This division of this Act
42 applies to school budget years beginning on or after
43 July 1, 2014.

44 DIVISION IV

45 IOWA ONLINE INITIATIVE — FEES

46 Sec. 49. Section 256.42, Code 2013, is amended by
47 adding the following new subsection:

48 NEW SUBSECTION. 8. a. Beginning July 1, 2016,
49 the department shall establish fees payable by
50 school districts and accredited nonpublic schools

1 participating in the initiative. Fees collected
2 pursuant to this subsection shall be deposited in the
3 general fund of the state and shall be established
4 so as not to exceed the cost of administering this
5 section.

6 b. Costs of administering this section include
7 the costs of providing professional development
8 necessary to prepare teachers to participate in
9 the initiative, providing supervision of usage of
10 the initiative by licensed teachers, acquiring and
11 maintaining equipment and services necessary for use of
12 the initiative, facilitating access to the initiative
13 by school districts and accredited nonpublic schools,
14 and necessary recordkeeping and accounting. Costs of
15 administering this section do not include any of the
16 following:

- 17 (1) Costs of course development.
- 18 (2) Costs of purchasing access to course materials
19 unless such costs are charged on the basis of usage.

20 DIVISION V

21 TRAINING AND EMPLOYMENT OF TEACHERS

22 Sec. 50. Section 261.2, subsection 8, Code 2013, is
23 amended to read as follows:

24 8. Submit by January 15 annually a report to the
25 general assembly which provides, by program, the number
26 of individuals who received loan forgiveness in the
27 previous fiscal year, the amount paid to individuals
28 under sections 261.23, and 261.73, and ~~261.112~~, and
29 the institutions from which individuals graduated, and
30 that includes any proposed statutory changes and the
31 commission's findings and recommendations.

32 Sec. 51. NEW SECTION. 261.110 **Teach Iowa scholar**
33 **program.**

34 1. A teach Iowa scholar program is established
35 to provide teach Iowa scholar grants to selected
36 high-caliber teachers. The commission shall administer
37 the program in collaboration with the department of
38 education.

39 2. An Iowa resident or nonresident applicant shall
40 be eligible for a teach Iowa scholar grant if the
41 applicant meets all of the criteria specified under, or
42 established in accordance with, subsection 3.

43 3. Criteria for eligibility shall be established by
44 the commission and shall include but are not limited
45 to the following:

46 a. The applicant was in the top twenty-five percent
47 academically of students exiting a teacher preparation
48 program approved by the state board of education
49 pursuant to section 256.7, subsection 3, or a similar
50 teacher preparation program in another state, or had

1 earned other comparable academic credentials.

2 *b.* The applicant is preparing to teach in fields
3 including but not limited to science, technology,
4 engineering, or mathematics; or is preparing to
5 teach in a hard-to-staff subject as identified by the
6 department. The department shall annually identify and
7 designate hard-to-staff subjects for the purpose of
8 this paragraph.

9 4. A selected applicant who meets all of the
10 eligibility requirements of this section shall be
11 eligible for a teach Iowa scholar grant for each year
12 of full-time employment completed in this state as a
13 teacher for a school district, charter school, area
14 education agency, or accredited nonpublic school. A
15 teach Iowa scholar grant shall not exceed four thousand
16 dollars per year per recipient. Grants awarded under
17 this section shall not exceed a total of twenty
18 thousand dollars per recipient over a five-year period.

19 5. The commission, in collaboration with the
20 department of education, shall adopt rules pursuant
21 to chapter 17A to administer this section. The rules
22 shall include but shall not be limited to a process
23 for use by the commission to determine which eligible
24 applicants will receive teach Iowa scholar grants.

25 6. A teach Iowa scholar fund is established in the
26 state treasury. The fund shall be administered by the
27 commission and shall consist of moneys appropriated by
28 the general assembly and any other moneys received by
29 the commission for deposit in the fund. The moneys in
30 the fund are appropriated to the commission for the
31 teach Iowa scholar program. Notwithstanding section
32 8.33, moneys in the fund at the close of the fiscal
33 year shall not revert to the general fund of the state
34 but shall remain available for expenditure for the
35 teach Iowa scholar program for subsequent fiscal years.
36 Notwithstanding section 12C.7, subsection 2, interest
37 or earnings on moneys in the fund shall be credited to
38 the fund.

39 Sec. 52. REPEAL. Section 261.112, Code 2013, is
40 repealed.

41 Sec. 53. SCHOOL YEAR-LONG STUDENT TEACHING FIELD
42 EXPERIENCE REQUIREMENT — STUDY.

43 1. a. Each practitioner preparation program
44 offered at an institution of higher learning governed
45 by the state board of regents shall convene a
46 study committee of education faculty members to
47 study the feasibility of establishing professional
48 development schools for preservice teacher candidates
49 in collaboration with school districts, and the
50 feasibility of requiring students enrolled in

1 practitioner preparation programs to complete a field
2 experience lasting one full school year.

3 b. Each study committee shall evaluate for its
4 institution the following issues relating specifically
5 to a proposed professional development school and
6 relating specifically to a proposed full school year of
7 student teaching field experience:

8 (1) The impact on the likelihood a student will
9 graduate within four years, including but not limited
10 to consideration of the cost to a student, student debt
11 load, and class scheduling.

12 (2) The impact on university faculty and the need
13 to employ more faculty, including the need to deliver
14 coursework and supervision to student teachers in the
15 field.

16 (3) The availability of an adequate number of
17 placements in prekindergarten through grade twelve
18 schools and the impact on a school district, including
19 but not limited to the district's cost to compensate
20 cooperating teachers.

21 (4) The likely impact on the abilities and
22 performance of a student teacher and whether the
23 benefits outweigh the costs.

24 (5) The likely impact on student achievement of
25 students in the student teacher's classroom.

26 c. The study committees convened pursuant to
27 paragraph "a" shall submit their findings and
28 recommendations in a report to the state board of
29 regents, the department of education, the board of
30 educational examiners, the governor, and the general
31 assembly by December 2, 2013.

32 2. The Iowa association of independent colleges
33 is encouraged to form a study committee comprised
34 of education faculty members with duties similar to
35 those provided for in subsection 1 for its member
36 institutions which offer approved practitioner
37 preparation programs, and to submit any resulting
38 findings and recommendations to the general assembly
39 by December 2, 2013.

40 Sec. 54. TRANSITION FUNDING PROVISIONS. On July 1,
41 2014, any unobligated and unencumbered moneys in the
42 teacher shortage loan forgiveness repayment fund shall
43 revert to the general fund of the state. Any remaining
44 obligations of the teacher shortage loan forgiveness
45 program continuing on or after July 1, 2014, shall
46 be met with moneys in the teach Iowa scholar fund
47 established by section 261.110.

48 Sec. 55. EFFECTIVE DATE. The following provisions
49 of this division of this Act take effect July 1, 2014:

50 1. The section of this division of this Act

1 amending section 261.2.

2 2. The section of this division of this Act
3 repealing section 261.112.

4 DIVISION VI

5 TEACHER AND ADMINISTRATOR DEVELOPMENT SYSTEM

6 Sec. 56. Section 256.7, Code 2013, is amended by
7 adding the following new subsections:

8 NEW SUBSECTION. 33. Adopt rules establishing a
9 statewide system of evaluation and performance review
10 requirements for teachers and a statewide system of
11 evaluation requirements for administrators. The
12 systems shall align with Iowa teaching standards
13 or the Iowa standards for school administrators, as
14 appropriate, and shall use clear and concise evaluation
15 and performance review criteria and descriptors;
16 provide for a fair and balanced use of student outcome
17 measures, comprised of objective, reliable measures
18 of student growth, classroom observations and student
19 surveys; include a tiered evaluation or performance
20 review system that differentiates at least four tiers
21 of teacher performance; and be applicable to all
22 teachers and school administrators, as appropriate, in
23 a charter school, school district, or area education
24 agency.

25 NEW SUBSECTION. 34. *a.* Develop by July 1,
26 2015, additional Iowa teaching standards designed
27 specifically for purposes of chapters 279 and 284.
28 The additional standards shall align with nationally
29 accepted teaching standards. The Iowa teaching
30 standards developed pursuant to this paragraph "a"
31 shall be based on significant input from the council on
32 educator development established and convened by the
33 director.

34 *b.* Develop additional Iowa standards for school
35 administrators designed specifically for purposes of
36 chapters 272 and 284A. The standards shall be based
37 on significant input from Iowa administrators and
38 align with nationally accepted school administrator
39 standards.

40 *c.* Submit by October 15, 2015, to the general
41 assembly recommendations relating to implementation
42 of the additional standards developed pursuant to
43 this subsection for changes in policy or statute.
44 If implementation of the additional Iowa teaching
45 standards developed pursuant to paragraph "a" or
46 implementation of the additional Iowa standards for
47 school administrators development pursuant to paragraph
48 "b" require a change in policy or statute, the change
49 shall not be made without statutory approval.

50 Sec. 57. Section 256.9, subsections 46 and 51, Code

1 2013, are amended to read as follows:
2 46. Develop core knowledge and skill criteria,
3 ~~based upon significantly shaped by~~ the Iowa teaching
4 standards and the interstate teacher assessment and
5 support consortium's model core teaching standards,
6 for the evaluation, the advancement, and for teacher
7 career development purposes pursuant to chapter 284.
8 The criteria shall further define the characteristics
9 of quality teaching as established by the Iowa teaching
10 standards and the interstate teacher assessment and
11 support consortium's model core teaching standards.
12 The director, in consultation with the board of
13 educational examiners, shall also develop a transition
14 plan for implementation of the career development
15 standards developed pursuant to section 256.7,
16 subsection 25, with regard to licensure renewal
17 requirements. The plan shall include a requirement
18 that practitioners be allowed credit for career
19 development completed prior to implementation of the
20 career development standards developed pursuant to
21 section 256.7, subsection 25.
22 51. Develop, and periodically review and revise as
23 necessary, Iowa standards for school administrators,
24 including knowledge and skill criteria, and develop,
25 based on the Iowa standards for administrators,
26 mentoring and induction, evaluation processes,
27 and professional development plans pursuant to
28 chapter 284A. The criteria shall further define
29 the characteristics of quality administrators
30 as established by the Iowa standards for school
31 administrators.
32 Sec. 58. Section 256.9, Code 2013, is amended by
33 adding the following new subsection:
34 NEW SUBSECTION. 63. Do all of the following by
35 July 1, 2015, in order to develop and implement an Iowa
36 educator development system:
37 a. Based upon the standards developed pursuant
38 to section 256.7, subsection 34, the director shall
39 develop core knowledge and skill criteria for the
40 evaluation and advancement of teachers, and for teacher
41 career development purposes pursuant to chapter 284.
42 The criteria shall further define the characteristics
43 of quality teaching as significantly shaped by the
44 Iowa teaching standards and the interstate teacher
45 assessment and support consortium's model core teaching
46 standards.
47 b. Review and, where necessary, revise the
48 standards and requirements for the evaluator training
49 program established pursuant to section 284.10.
50 c. Develop and implement a coaching and support

1 system for teachers aligned with the Iowa teacher
2 career paths, leadership roles, and compensation
3 framework established pursuant to section 284.15, if
4 enacted.

5 *d.* Develop and implement a coaching and support
6 system for administrators aligned with the beginning
7 administrator mentoring and induction program created
8 pursuant to section 284A.5.

9 Sec. 59. Section 272.9A, subsection 1, Code 2013,
10 is amended to read as follows:

11 ~~1. Beginning July 1, 2007, requirements~~
12 Requirements for administrator licensure beyond an
13 initial license shall include completion of a beginning
14 administrator mentoring and induction program and
15 demonstration of competence on the administrator Iowa
16 standards for school administrators adopted pursuant to
17 section ~~284A.3~~ 256.7, subsection 27.

18 Sec. 60. Section 279.14, subsection 1, Code 2013,
19 is amended to read as follows:

20 1. The board shall establish written evaluation
21 criteria and shall establish and annually implement
22 evaluation procedures. The evaluation criteria and
23 procedures shall be consistent with the statewide
24 system of performance review requirements established
25 by the state board pursuant to section 256.7,
26 subsection 33, and the provisions of chapter 284.
27 If an exclusive bargaining representative has been
28 certified, the board shall negotiate in good faith with
29 respect to evaluation procedures pursuant to chapter
30 20.

31 Sec. 61. Section 279.23A, Code 2013, is amended to
32 read as follows:

33 **279.23A Evaluation criteria and procedures.**
34 The board shall establish written evaluation
35 criteria and shall establish and annually implement
36 evaluation procedures. The evaluation criteria and
37 procedures shall be consistent with the statewide
38 system of evaluation requirements for administrators
39 established by the state board pursuant to section
40 256.7, subsection 33, and with the provisions of
41 chapter 284A. The board shall also establish written
42 job descriptions for all supervisory positions.

43 Sec. 62. Section 284.3, subsections 2 and 3, Code
44 2013, are amended to read as follows:

45 2. A school board shall provide for the following:
46 *a.* For purposes of comprehensive evaluations
47 for beginning teachers required to allow beginning
48 teachers to progress to career teachers, standards
49 and criteria that are the Iowa teaching standards
50 specified in subsection 1 and the criteria for the

1 Iowa teaching standards developed by the department
2 ~~in accordance with section 256.9, subsection 46~~
3 director. These standards and criteria shall be set
4 forth in an instrument provided by the department. The
5 comprehensive evaluation and instrument are not subject
6 to negotiations or grievance procedures pursuant
7 to chapter 20 or determinations made by the board
8 of directors under section 279.14. A local school
9 board and its certified bargaining representative may
10 negotiate, pursuant to chapter 20, evaluation and
11 grievance procedures for beginning teachers that are
12 not in conflict with this chapter. If, in accordance
13 with section 279.19, a beginning teacher appeals the
14 determination of a school board to an adjudicator under
15 section 279.17, the adjudicator selected shall have
16 successfully completed training related to the Iowa
17 teacher standards, the criteria adopted by the state
18 board of education in accordance with subsection 3, and
19 any additional training required under rules adopted by
20 the public employment relations board in cooperation
21 with the state board of education.

22 *b.* For purposes of performance reviews for teachers
23 other than beginning teachers, evaluations that
24 contain, at a minimum, the Iowa teaching standards
25 specified in subsection 1 and the interstate teacher
26 assessment and support consortium's model core
27 teaching standards, as well as the criteria for
28 the Iowa additional teaching standards developed
29 by the department in accordance with section 256.9,
30 subsection 46 state board if implementation of the
31 additional standards receives statutory approval,
32 and a balanced use of student outcome measurers,
33 comprised of objective, reliable measures of student
34 growth, classroom observation, and student surveys.
35 A local school board and its certified bargaining
36 representative may negotiate, pursuant to chapter
37 20, additional teaching standards and criteria. A
38 local school board and its certified bargaining
39 representative shall negotiate, pursuant to chapter 20,
40 evaluation and grievance procedures for teachers other
41 than beginning teachers that are not in conflict with
42 this chapter.

43 3. The state board shall adopt by rule pursuant to
44 chapter 17A the criteria developed by the ~~department in~~
45 ~~accordance with section 256.9, subsection 46~~ director.

46 Sec. 63. Section 284.8, subsection 2, Code 2013, is
47 amended to read as follows:

48 2. If a supervisor or an evaluator determines, at
49 any time, as a result of a teacher's performance that
50 the teacher is not meeting district expectations under

1 the Iowa teaching standards specified in section 284.3,
2 subsection 1, paragraphs "a" through "h", the criteria
3 for the Iowa teaching standards developed by the
4 ~~department in accordance with section 256.9, subsection~~
5 ~~46~~ director, and any other standards or criteria
6 established in the collective bargaining agreement,
7 the evaluator shall, at the direction of the teacher's
8 supervisor, recommend to the district that the teacher
9 participate in an intensive assistance program. The
10 intensive assistance program and its implementation
11 are subject to negotiation and grievance procedures
12 established pursuant to chapter 20. All school
13 districts shall be prepared to offer an intensive
14 assistance program.

15 Sec. 64. Section 284A.2, subsection 3, Code 2013,
16 is amended to read as follows:

17 3. "*Comprehensive evaluation*" means a summative
18 evaluation of a beginning administrator conducted by
19 an evaluator in accordance with section ~~284A.3~~ 284A.4
20 for purposes of determining a beginning administrator's
21 level of competency for recommendation for licensure
22 based on the Iowa standards for school administrators
23 adopted pursuant to section 256.7, subsection 27.

24 Sec. 65. Section 284A.3, Code 2013, is amended to
25 read as follows:

26 **284A.3 Iowa standards for school administrators**
27 **administrator evaluations.**

28 By July 1, 2008, each school board shall provide
29 for evaluations for administrators under individual
30 professional development plans developed in accordance
31 with section 279.23A, and the Iowa standards for
32 school administrators and related criteria adopted
33 by the state board in accordance with section 256.7,
34 subsection 27. A local school board may establish
35 additional administrator standards and related
36 criteria. This section is repealed July 1, 2015.

37 Sec. 66. COUNCIL ON EDUCATOR DEVELOPMENT
38 ESTABLISHED.

39 1. The director of the department of education
40 shall establish and convene a council on educator
41 development to review the current teacher and
42 administrator evaluation requirements and the
43 teacher performance review requirements, and to make
44 recommendations to the director regarding improvement
45 to the evaluation and performance review requirements
46 for teachers and to the evaluation requirements for
47 administrators.

48 2. The council shall make recommendations to the
49 director concerning development of the following:

50 a. A holistic vision of teacher and administrator

1 development and dissemination of this vision to
2 schools, school districts, and area education agencies.
3 b. Methods designed to foster a culture of
4 continuous learning and improvement within schools,
5 school districts, and area education agencies with
6 differentiated supports for educators.
7 c. Iowa teaching standards and the administrator
8 standards for school administrators.
9 d. Performance review for teachers and evaluation
10 criteria for teachers and administrators.
11 e. A method for incorporating a fair and balanced
12 use of student outcome measures comprised of objective,
13 reliable measures of student growth, classroom
14 observation, and student surveys, into teacher
15 evaluations.
16 f. A means to differentiate teacher performance
17 into four tiers.
18 3. The council shall be comprised of at least
19 seventeen voting members appointed by the director as
20 follows:
21 a. Eight members representing education
22 stakeholders; four of whom shall be practitioners
23 knowledgeable about the Iowa core curriculum, and four
24 of whom shall be knowledgeable about current education
25 research and practice in educator quality.
26 b. One member representing the department of
27 education, who shall serve as chairperson of the
28 council.
29 c. One member representing the area education
30 agencies.
31 d. One member representing a certified employee
32 organization representing teachers licensed under
33 chapter 272.
34 e. One member representing a statewide organization
35 representing school administrators licensed under
36 chapter 272.
37 f. One member representing rural school districts
38 selected by a statewide organization representing the
39 boards of directors of school districts.
40 g. One member representing an organization made
41 up of Iowa school districts with the largest student
42 enrollments.
43 h. One member representing Iowa's approved teacher
44 preparation programs.
45 i. One member representing Iowa's approved
46 administrator preparation programs.
47 j. One member representing parents of Iowa
48 elementary or secondary students.
49 k. Other education stakeholders as determined by
50 the director.

1 4. Four members of the general assembly shall serve
2 as ex officio, nonvoting members of the council, with
3 one member to be appointed by each of the following:
4 the majority leader of the senate, the minority
5 leader of the senate, the speaker of the house of
6 representatives, and the minority leader of the house
7 of representatives.

8 5. The council shall submit its findings and
9 recommendations to the state board of education, the
10 governor, and the general assembly by January 1, 2015.

11 6. The director shall consider the findings and
12 recommendations of the council to revise evaluator
13 training in accordance with section 256.9, subsection
14 63; and to develop a statewide system of performance
15 review requirements for teachers and a statewide system
16 of evaluation requirements for administrators which the
17 director shall submit to the state board of education
18 for approval.

19 DIVISION VII

20 IOWA TEACHER CAREER AND COMPENSATION MATTERS

21 Sec. 67. Section 284.7, subsection 1, paragraph
22 a, subparagraph (2), Code 2013, is amended to read as
23 follows:

24 (2) Beginning July 1, ~~2008~~ 2014, the minimum
25 salary for a beginning teacher shall be ~~twenty-eight~~
26 thirty-three thousand five hundred dollars.

27 ~~Sec. 68.~~ Section 284.7, subsection 1, paragraph b,
28 subparagraph (2), Code 2013, is amended by striking the
29 subparagraph.

30 Sec. 69. EFFECTIVE DATE. This division of this Act
31 takes effect July 1, 2014.

32 DIVISION VIII

33 TRANSPORTATION ASSISTANCE AID

34 Sec. 70. Section 257.31, subsection 17, paragraph
35 a, Code 2013, is amended to read as follows:

36 a. If a district's average transportation costs
37 per pupil exceed the state average transportation
38 costs per pupil determined under paragraph "c" by ~~one~~
39 hundred-fifty seventy percent, the committee may grant
40 transportation assistance aid to the district. Such
41 aid shall be miscellaneous income and shall not be
42 included in district cost.

43 Sec. 71. APPLICABILITY. This division of this Act
44 applies to school budget years beginning on or after
45 July 1, 2014.

46 DIVISION IX

47 INDEPENDENT ACCREDITATION OF NONPUBLIC SCHOOLS

48 Sec. 72. Section 256.11, Code 2013, is amended by
49 adding the following new subsection:

50 NEW SUBSECTION. 16. a. Notwithstanding

1 subsections 1 through 12, a nonpublic school may be
2 accredited by an approved independent accrediting
3 agency instead of by the state board as provided in
4 this subsection. The state board shall maintain a list
5 of approved independent accrediting agencies comprised
6 of at least six regional or national nonprofit,
7 nongovernmental agencies recognized as reliable
8 authorities concerning the quality of education offered
9 by a school and shall publish the list of independent
10 accrediting agencies on the department's internet site.
11 The list shall include accrediting agencies that, as
12 of January 1, 2013, accredited a nonpublic school in
13 this state that was concurrently accredited under
14 this section; and any agency that has a formalized
15 partnership agreement with another agency on the list
16 and has member schools in this state as of January 1,
17 2013.

18 *b.* A nonpublic school that participates in the
19 accreditation process offered by an independent
20 accrediting agency on the approved list published
21 pursuant to paragraph "a" shall be deemed to meet the
22 education standards of this section. However, such a
23 school shall comply with statutory health and safety
24 requirements for school facilities.

25 *c.* If the state board takes preliminary action to
26 remove an agency from the approved list published on
27 the department's internet site pursuant to paragraph
28 "a", the department shall, at least one year prior to
29 removing the agency from the approved list, notify the
30 nonpublic schools participating in the accreditation
31 process offered by the agency of the state board's
32 intent to remove the accrediting agency from its
33 approved list of independent accrediting agencies.
34 The notice shall also be posted on the department's
35 internet site and shall contain the proposed date
36 of removal. The nonpublic school shall attain
37 accreditation under this subsection or subsections 1
38 through 12 not later than one year following the date
39 on which the state board removes the agency from its
40 list of independent accrediting agencies.

41 DIVISION X

42 COMPETENCY-BASED TASK FORCE — GRANT PROGRAM

43 Sec. 73. NEW SECTION. 256.24 **Competency-based**
44 **education grant program.**

45 1. Contingent on a specific appropriation for
46 these purposes, the department shall establish a
47 competency-based education grant program to award
48 grants to not more than ten school districts annually
49 for purposes of developing, implementing, and
50 evaluating competency-based education pilot and

1 demonstration projects.
2 2. The department shall develop grant application,
3 selection, and evaluation criteria.
4 3. Each pilot or demonstration project shall
5 be conducted for a minimum of one year, but may be
6 conducted for multiple school years as proposed by the
7 applicant and approved by the department.
8 4. Grant moneys shall be distributed to selected
9 school districts by the department no later than
10 December 1, 2013. Grant amounts shall be distributed
11 as determined by the department.
12 5. The department shall submit progress reports
13 analyzing the status and preliminary findings of
14 the projects to the state board, the governor, and
15 the general assembly by January 15 annually. The
16 department shall summarize the projects' findings,
17 including student achievement results, and submit the
18 summary and any recommendations in a final report to
19 the state board, the governor, and the general assembly
20 by January 15, 2019.
21 Sec. 74. 2012 Iowa Acts, chapter 1119, section 2,
22 subsection 2, is amended by adding the following new
23 paragraph:
24 NEW PARAGRAPH. *f.* Develop a draft strategic plan
25 and proposed timeline for statewide implementation of
26 competency-based learning for consideration by the
27 general assembly.
28 Sec. 75. EFFECTIVE UPON ENACTMENT. The following
29 provision or provisions of this division of this Act,
30 being deemed of immediate importance, takes effect upon
31 enactment:
32 1. The section of this Act amending 2012 Iowa Acts,
33 chapter 1119, section 2, subsection 2.>

JONI K. ERNST