

Senate File 455

H-8010

1 Amend Senate File 455, as amended, passed, and reprinted by  
2 the Senate, as follows:

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

5 <DIVISION I

6 STATE AND DISTRICT COSTS PER PUPIL

7 Section 1. Section 257.2, subsection 12, Code 2018, is  
8 amended to read as follows:

9 12. *"Supplemental state aid"* means the amount by which state  
10 cost per pupil and district cost per pupil will increase from  
11 one budget year to the next as the result of the state percent  
12 of growth.

13 Sec. 2. Section 257.8, subsection 5, Code 2018, is amended  
14 to read as follows:

15 5. *Alternate supplemental state aid — definitions.*

16 a. For budget years beginning July 1, 2000, and subsequent  
17 budget years, references to the terms *"supplemental state aid"*,  
18 *"regular program state cost per pupil"*, and *"regular program*  
19 *district cost per pupil"* shall mean those terms as calculated  
20 for those school districts that calculated regular program  
21 supplemental state aid for the school budget year beginning  
22 July 1, 1999, with the additional thirty-eight dollars  
23 specified in [section 257.8, subsection 4, Code 2013.](#)

24 b. For the budget year beginning July 1, 2018, and  
25 subsequent budget years, references to "supplemental state  
26 aid" and "regular program state cost per pupil" shall mean  
27 those terms as calculated including the additional amount for  
28 the budget year beginning July 1, 2018, under section 257.9,  
29 subsection 2, paragraph "b", and references to "regular program  
30 district cost per pupil" shall mean that term as calculated  
31 including any adjustments made under section 257.10, subsection  
32 2.

33 Sec. 3. Section 257.9, subsection 2, Code 2018, is amended  
34 to read as follows:

35 2. *Regular program state cost per pupil for 1992-1993 and*

1 *succeeding years.*

2 a. For the budget year beginning July 1, 1992, and  
3 succeeding budget years beginning before July 1, 2018, the  
4 regular program state cost per pupil for a budget year is the  
5 regular program state cost per pupil for the base year plus the  
6 regular program supplemental state aid for the budget year.

7 b. For the budget year beginning July 1, 2018, the regular  
8 program state cost per pupil is the regular program state  
9 cost per pupil for the base year plus the regular program  
10 supplemental state aid for the budget year, plus five dollars.

11 c. For the budget year beginning July 1, 2019, and  
12 succeeding budget years, the regular program state cost per  
13 pupil for a budget year is the regular program state cost per  
14 pupil for the base year plus the regular program supplemental  
15 state aid for the budget year.

16 Sec. 4. Section 257.10, subsection 2, paragraph b, Code  
17 2018, is amended to read as follows:

18 b. If the regular program district cost per pupil of a  
19 school district for the budget year under paragraph "a" exceeds  
20 one hundred five percent of the regular program state cost  
21 per pupil for the budget year and the state percent of growth  
22 for the budget year is greater than two percent, the regular  
23 program district cost per pupil for the budget year for that  
24 district shall be reduced to one hundred five percent of the  
25 regular program state cost per pupil for the budget year.

26 However, under such conditions, if the difference between the  
27 regular program district cost per pupil for the budget year and  
28 the regular program state cost per pupil for the budget year  
29 is greater than an amount equal to two percent multiplied by  
30 the regular program state cost per pupil for the base year, the  
31 regular program district cost per pupil for the budget year  
32 shall be reduced by the amount equal to two percent multiplied  
33 by the regular program state cost per pupil for the base year.

34 Sec. 5. Section 257.10, subsection 2, Code 2018, is amended  
35 by adding the following new paragraph:



1 cost per pupil differential for the budget year.

2 *c.* For purposes of this section:

3 (1) "*Statewide average transportation cost per pupil*" means  
4 the total transportation cost for all school districts in the  
5 state used to calculate each school district's transportation  
6 cost per pupil under paragraph "*d*" divided by the total  
7 enrollment for all school districts used to calculate each  
8 school district's transportation cost per pupil under paragraph  
9 "*d*".

10 (2) "*Transportation cost per pupil differential*" means an  
11 amount equal to a school district's transportation cost per  
12 pupil minus the statewide adjusted transportation cost per  
13 pupil for the same budget year.

14 *d.* A school district's transportation cost per pupil  
15 shall be determined by dividing the school district's actual  
16 transportation cost for all children transported in all school  
17 buses for a school year pursuant to section 285.1, subsection  
18 12, less the amount received for transporting nonpublic school  
19 pupils under section 285.1, by the district's actual enrollment  
20 for the school year, excluding the shared-time enrollment for  
21 the school year as defined in section 257.6.

22 3. *a.* A transportation equity fund is created as a separate  
23 and distinct fund in the state treasury under the control of  
24 the department of management. Moneys in the fund include  
25 revenues credited to the fund, appropriations made to the  
26 fund, and other moneys deposited in the fund. For each fiscal  
27 year beginning on or after July 1, 2018, there is appropriated  
28 all moneys in the fund to the department of management for  
29 purposes of making transportation equity aid payments under  
30 this section.

31 *b.* If the balance of the fund exceeds the amount necessary  
32 to make all transportation equity aid payments under  
33 subsection 2, moneys remaining in the fund shall be used for  
34 transportation base funding payments under subsection 4.

35 *c.* If the balance of the fund exceeds the amount necessary

1 to make all transportation equity aid payments and all  
2 transportation base funding payments, moneys remaining in the  
3 fund at the end of a fiscal year, notwithstanding section 8.33,  
4 shall remain in the fund and shall be available for expenditure  
5 for the purposes of this section in subsequent fiscal years.

6 4. For budget years beginning on or after July 1, 2018, if  
7 funding is available as provided in subsection 3, paragraph  
8 "b", each school district in the state shall receive a  
9 transportation base funding payment in an amount equal to  
10 the school district's enrollment used under subsection 2,  
11 paragraph "d", multiplied by the lesser of the statewide  
12 average transportation cost per pupil or the school district's  
13 transportation cost per pupil for the budget year. If an  
14 amount appropriated for a budget year is insufficient to pay  
15 all transportation base funding payments, the department of  
16 management shall prorate such payment amounts.

17 5. a. The sum of the transportation equity aid payment  
18 and the transportation base funding payment paid to a school  
19 district for a budget year shall not exceed the school  
20 district's actual transportation cost used to calculate  
21 the school district's transportation cost per pupil under  
22 subsection 2, paragraph "d", for the budget year.

23 b. Transportation equity aid payments and transportation  
24 base funding payments shall be paid at the same time and in the  
25 same manner as foundation aid is paid under section 257.16,  
26 and may be included in the monthly payment of state aid under  
27 section 257.16, subsection 2.

28 6. Transportation equity aid payments and transportation  
29 base funding payments received under this section are  
30 miscellaneous income and shall be deposited in the general fund  
31 of the school district. However, the transportation equity aid  
32 amount and the transportation base funding amount shall not be  
33 included in district cost. Transportation equity aid under  
34 this section shall not affect the receipt or amount of a budget  
35 adjustment received under section 257.14 or transportation

1 assistance aid under section 257.31, subsection 17.

2 Sec. 8. TRANSPORTATION EQUITY FUND — APPROPRIATION. There  
3 is appropriated from the general fund of the state to the  
4 department of management for the fiscal year beginning July  
5 1, 2018, and ending June 30, 2019, the following amount, or  
6 so much thereof as is necessary, to be used for the purposes  
7 designated:

8 For deposit in the transportation equity fund created  
9 pursuant to section 257.16C, subsection 3:

10 ..... \$ 11,200,000

11 Sec. 9. EFFECTIVE DATE. This division of this Act, being  
12 deemed of immediate importance, takes effect upon enactment.>

13 2. Title page, by striking lines 1 through 7 and inserting  
14 <An Act relating to school district funding by modifying and  
15 establishing provisions relating to state school foundation  
16 program and school district transportation costs, making  
17 appropriations, and including effective date provisions.>

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COMMITTEE ON APPROPRIATIONS  
GRASSLEY of Butler, Chairperson