

Senate File 2201

H-8004

1 Amend Senate File 2201, 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 CATEGORICAL PERCENTS OF GROWTH AND PROPERTY TAX
7 REPLACEMENT PAYMENTS

8 Section 1. Section 257.8, subsections 1 and 2, Code 2026,
9 are amended to read as follows:

10 1. *State percent of growth.* ~~The state percent of growth for~~
11 ~~the budget year beginning July 1, 2023, is three percent.~~ The
12 state percent of growth for the budget year beginning July 1,
13 2024, is two and one-half percent. The state percent of growth
14 for the budget year beginning July 1, 2025, is two percent.
15 The state percent of growth for the budget year beginning July
16 1, 2026, is two and twenty-five hundredths percent. The state
17 percent of growth for each subsequent budget year shall be
18 established by statute which shall be enacted within thirty
19 days of the transmission of the governor's budget required by
20 February 1 under [section 8.21](#) during the regular legislative
21 session beginning in the base year.

22 2. *Categorical state percent of growth.* ~~The categorical~~
23 ~~state percent of growth for the budget year beginning July~~
24 ~~1, 2023, is three percent.~~ The categorical state percent of
25 growth for the budget year beginning July 1, 2024, is two and
26 one-half percent. The categorical state percent of growth for
27 the budget year beginning July 1, 2025, is two percent, except
28 for calculating the appropriation to the transportation equity
29 fund under [section 257.16C](#). The categorical state percent of
30 growth for purposes of calculating the appropriation to the
31 transportation equity fund under [section 257.16C](#) for the budget
32 year beginning July 1, 2025, is five percent. The categorical
33 state percent of growth for the budget year beginning July
34 1, 2026, is two and twenty-five hundredths percent. The
35 categorical state percent of growth for each budget year shall

1 be established by statute which shall be enacted within thirty
2 days of the transmission of the governor's budget required by
3 February 1 under [section 8.21](#) during the regular legislative
4 session beginning in the base year. The categorical state
5 percent of growth may include state percents of growth for
6 the teacher salary supplement, the professional development
7 supplement, the early intervention supplement, the teacher
8 leadership supplement, and for budget years beginning on or
9 after July 1, 2020, transportation equity aid payments under
10 section 257.16C.

11 Sec. 2. Section 257.16B, subsections 1 and 2, Code 2026, are
12 amended to read as follows:

13 1. For each fiscal year beginning on or after July 1, 2023
14 2024, there is appropriated from the general fund of the state
15 to the department of education an amount necessary to make all
16 school district property tax replacement payments under this
17 section, as calculated in [subsection 2](#).

18 ~~2. a. (1) For the budget year beginning July 1, 2023,~~
19 ~~the amount of each school district's property tax replacement~~
20 ~~payment shall be the product of the school district's weighted~~
21 ~~enrollment for the budget year multiplied by the per pupil~~
22 ~~property tax replacement amount for the budget year calculated~~
23 ~~under subparagraph (2).~~

24 ~~(2) The per pupil property tax replacement amount for the~~
25 ~~budget year beginning July 1, 2023, is equal to the sum of one~~
26 ~~hundred fifty-three dollars plus the difference between the~~
27 ~~following:~~

28 ~~(a) The regular program state cost per pupil for the budget~~
29 ~~year beginning July 1, 2023, multiplied by one hundred percent~~
30 ~~less the regular program foundation base per pupil percentage~~
31 ~~pursuant to [section 257.1](#) for the budget year beginning July~~
32 ~~1, 2023.~~

33 ~~(b) The regular program state cost per pupil for the budget~~
34 ~~year beginning July 1, 2021, multiplied by one hundred percent~~
35 ~~less the regular program foundation base per pupil percentage~~

1 ~~pursuant to [section 257.1](#) for the budget year beginning July~~
2 ~~1, 2023.~~

3 ~~b.~~ a. (1) For the budget year beginning July 1, 2024,
4 the amount of each school district's property tax replacement
5 payment shall be the product of the school district's weighted
6 enrollment for the budget year multiplied by the per pupil
7 property tax replacement amount for the budget year calculated
8 under subparagraph (2).

9 (2) The per pupil property tax replacement amount for the
10 budget year beginning July 1, 2024, is equal to the sum of one
11 hundred fifty-three dollars plus the difference between the
12 following:

13 (a) The regular program state cost per pupil for the budget
14 year beginning July 1, 2024, multiplied by one hundred percent
15 less the regular program foundation base per pupil percentage
16 pursuant to [section 257.1](#) for the budget year beginning July
17 1, 2024.

18 (b) The regular program state cost per pupil for the budget
19 year beginning July 1, 2021, multiplied by one hundred percent
20 less the regular program foundation base per pupil percentage
21 pursuant to [section 257.1](#) for the budget year beginning July
22 1, 2024.

23 ~~c.~~ b. (1) For ~~each~~ the budget year beginning ~~on or after~~
24 July 1, 2025, the amount of each school district's property
25 tax replacement payment shall be the product of the school
26 district's weighted enrollment for the budget year multiplied
27 by the per pupil property tax replacement amount for the budget
28 year calculated under subparagraph (2).

29 (2) The per pupil property tax replacement amount for
30 the budget years year beginning ~~on or after~~ July 1, 2025, is
31 equal to the sum of one hundred fifty-three dollars plus the
32 difference between the following:

33 (a) The regular program state cost per pupil for the budget
34 year beginning July 1, 2025, multiplied by one hundred percent
35 less the regular program foundation base per pupil percentage

1 pursuant to section 257.1 for the applicable budget year under
2 ~~this paragraph~~ beginning July 1, 2025.

3 (b) The regular program state cost per pupil for the budget
4 year beginning July 1, 2021, multiplied by one hundred percent
5 less the regular program foundation base per pupil percentage
6 pursuant to section 257.1 for the applicable budget year under
7 ~~this paragraph~~ beginning July 1, 2025.

8 c. (1) For each budget year beginning on or after July
9 1, 2026, the amount of each school district's property
10 tax replacement payment shall be the product of the school
11 district's weighted enrollment for the budget year multiplied
12 by the per pupil property tax replacement amount for the budget
13 year calculated under subparagraph (2).

14 (2) The per pupil property tax replacement amount for budget
15 years beginning on or after July 1, 2026, is equal to the sum
16 of one hundred fifty-three dollars plus the difference between
17 the following:

18 (a) The regular program state cost per pupil for the budget
19 year beginning July 1, 2026, multiplied by one hundred percent
20 less the regular program foundation base per pupil percentage
21 pursuant to section 257.1 for the applicable budget year under
22 this paragraph.

23 (b) The regular program state cost per pupil for the budget
24 year beginning July 1, 2021, multiplied by one hundred percent
25 less the regular program foundation base per pupil percentage
26 pursuant to section 257.1 for the applicable budget year under
27 this paragraph.

28 Sec. 3. CODE SECTION 257.8 — IMPLEMENTATION. The
29 requirement of section 257.8, subsection 1, regarding the
30 enactment of bills establishing the regular program state
31 percent of growth within thirty days of the submission in the
32 year preceding the base year of the governor's budget does not
33 apply to this division of this Act.

34 Sec. 4. EFFECTIVE DATE. This division of this Act, being
35 deemed of immediate importance, takes effect upon enactment.

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DIVISION II

TRANSPORTATION EQUITY AID FUNDING

Sec. 5. Section 257.16C, subsection 2, paragraph b, Code 2026, is amended to read as follows:

b. Each school district that satisfies the criteria of subsection 1 shall receive transportation equity aid in an amount equal to the school district's actual enrollment for the school year, excluding the shared-time enrollment for the school year, multiplied by the school district's transportation cost per pupil differential for the budget year. However, for budget years beginning on or after July 1, 2026, transportation equity aid paid to a school district for a budget year under this paragraph shall not exceed one million dollars.

Sec. 6. EFFECTIVE DATE. This division of this Act, being deemed of immediate importance, takes effect upon enactment.

DIVISION III

SCHOOL DISTRICT BUDGET ADJUSTMENT — FY 2026-2027

Sec. 7. SCHOOL DISTRICT BUDGET ADJUSTMENT — FY 2026-2027.

1. For the school budget year beginning July 1, 2026, the department of management shall add the amount of the school district's budget adjustment under section 257.14, if any, to the combined foundation base under section 257.1, subsection 2, for the budget year.

2. For the school budget year beginning July 1, 2026, a school district's budget adjustment under section 257.14 shall be funded by state foundation aid resulting from the calculation under subsection 1 and shall not be funded through school district property taxes.

Sec. 8. EFFECTIVE DATE. This division of this Act, being deemed of immediate importance, takes effect upon enactment.

DIVISION IV

EDUCATION SUPPORT PERSONNEL SALARY SUPPLEMENT

Sec. 9. EDUCATION SUPPORT PERSONNEL SALARY SUPPLEMENT — FY 2026-2027.

1. If funds are appropriated by the general assembly to the

1 department of education for the fiscal year beginning July 1,
2 2026, and ending June 30, 2027, to make all payments to school
3 districts required under subsection 2, such funds shall be used
4 to provide a funding supplement to each school district during
5 the fiscal year beginning July 1, 2026, and ending June 30,
6 2027, to supplement education support personnel compensation.

7 2. In order to receive the funding supplement, a school
8 district shall first report to the department of education
9 on or before July 1, 2026, the number of education support
10 personnel employed by the school district, including all
11 other information related to such personnel required by the
12 department of education. Each school district's funding
13 supplement amount shall be equal to fourteen million dollars
14 multiplied by the quotient of the school district's budget
15 enrollment for the budget year beginning July 1, 2025, and
16 ending June 30, 2026, divided by the statewide total budget
17 enrollment for the budget year beginning July 1, 2025, and
18 ending June 30, 2026. For purposes of this section, "education
19 support personnel" means regular and part-time employees of a
20 school district who are not salaried.

21 3. The payment of funding supplement amounts under this
22 section shall be paid by the department of education at the
23 same time and in the same manner as foundation aid is paid
24 under section 257.16 for the fiscal year beginning July 1,
25 2026, and ending June 30, 2027, and may be included in the
26 monthly payment of state aid under section 257.16, subsection
27 2. Amounts received under this section are miscellaneous
28 income for purposes of chapter 257.

29 Sec. 10. EFFECTIVE DATE. This division of this Act, being
30 deemed of immediate importance, takes effect upon enactment.>

31 2. Title page, by striking lines 5 through 7 and inserting
32 <transportation equity aid funding, and funding for school
33 district budget adjustments, and establishing an education
34 support personnel salary supplement, and including effective
35 date provisions.>

COMMITTEE ON APPROPRIATIONS

MOHR of Scott, Chairperson