**Fiscal Note**

*Fiscal Services Division*

**HF 2577** – School District Transparency (LSB6167HZ)
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Fiscal Note Version – New

**Description**

*House File 2577* makes a variety of changes to the Iowa Code regarding education.

**Division I** — School District Transparency: The Department of Education (DE) is required to include compliance with the Bill’s requirements in annual Phase I monitoring of school districts as detailed in Iowa Code section 256.11. If the DE finds a school district is not in compliance with the Bill’s requirements, an opportunity for remedy is provided and civil penalties will apply as detailed in the Bill. The DE will also notify the Board of Educational Examiners of any individual licensed who is in violation of the Bill’s requirements.

The Bill requires each school district and charter school to adopt a policy describing the procedures for a parent or guardian of a student enrolled in the school to review instructional materials used in the student’s classroom and allow for an opt-out of use of those materials. A definition of “instructional materials” is provided in the Bill. The policy is required to be prominently displayed on the school’s Internet site, and a written or electronic copy of the policy will be provided at least annually to the parent or guardian of each student enrolled in the school.

The Bill also requires the school district or charter school to provide to the parent or guardian of a student enrolled in the school the following information related to the current school year:

- A course syllabus or written summary of the material that will be taught in the student’s classes.
- How the student’s classes meet or exceed the educational standards established in Iowa Code section 256.11.

The school district or charter school may meet the Bill’s information reporting requirements by providing the parent or guardian of a student enrolled in the school an option to view the instructional materials electronically or by providing view-only access to the materials on the classroom management software platform used by the school. By July 1, 2024, the school will be required to meet the Bill’s information reporting requirements by providing view-only access to the materials of the classroom management software platform used by the school.

If materials are modified during the school year from what was initially reported, the school is required to update the information maintained under the Bill within seven days after the modification occurs to reflect the use of the new materials.

The Bill also requires each school district or charter school to make available to the parent or guardian of a student enrolled in the school a comprehensive list of all books available in the library operated by the school by providing a link on the school’s Internet site to the electronic catalog of the books available. For school years beginning prior to July 1, 2025, the school may request a waiver from the DE if the school does not use an electronic catalog.
The Bill also requires each school district or charter school to provide instruction on the school’s Internet site showing the procedures or policies in effect for the parent or guardian of a student enrolled in the school to request the reconsideration or removal of a book that is available in a library operated by the school. The form for requesting reconsideration or removal of a book must be prominently displayed on the school's Internet site.

The Bill also requires each school district or charter school to do the following:

- Adopt protocols for the selection, review, reconsideration, and removal of materials from libraries operated by the school.
- Adopt protocols for a student no-check-out process of designated materials as requested by the parent or guardian of a student enrolled in the school.
- Provide for the process of parent or guardian objection of materials, including appeal to the State Board of Education.
- Requires the school to create a document that illustrates the procedure for a parent or guardian of a student enrolled in a school to request the reconsideration or removal of a book that is available to students in a library operated by the school.

Prior to the start of each school year, the school board or charter governing board is required to provide instructions to the parent or guardian of each student enrolled on how to access the materials and information required by the Bill. The school district or charter school will publish on the school’s Internet site training and professional development courses and programs offered by the school in which school employees have participated during the current school year. Providing information as required by the Bill will not infringe upon copyright or intellectual property rights.

**Division II — Social Studies Instruction:** The Bill requires a specified assessment of student knowledge to be included in the currently required United States Government class. Each school district or nonpublic school will submit results of the required assessment to the DE by June 30 of each year.

**Background**

**Division I — School District Transparency:** School districts may use multiple systems for data collection and reporting as determined by the needs of the school. A Learning Content Management System allows for creating, managing, hosting, and tracking digital learning content. A Learning Management System is used for creating, delivering, tracking, and reporting educational courses and outcomes. Student Information Systems track and manage student data. Integrated Library Systems allow for management of school library resources.

A survey by the Iowa Association of School Boards (IASB) was completed with the following results from responding districts:

- 83.8% of school districts responded “yes” to using learning management software; 9.6% of school districts responded “yes, but only at the high school level”; and 6.6% of school districts responded “no” to using a learning management software.
- 54.5% of school districts responded “yes” to having an online library that can be accessed by the public, and 45.5% responded “no” to having an online library that can be accessed by the public.
- The average cost of classroom management software was $37,000.
- The average annual cost of software to support an online library catalog was $16,000.

Iowa Code section 256.11 details the requirements for prekindergarten through grade 12 educational programs in the State. School districts are required to offer and teach the courses as detailed. Additional information on the Iowa Academic Standards can be found [here](#).
Iowa Administrative Code 281—12 includes the definition of “library program” and the standards for library programs. The standards include the requirement that school boards of each school district adopt policies to address selection and reconsideration of school library materials.

Division II — Social Studies Instruction: In December 2016, the Education Commission of the States issued a 50-state comparison of civic education policies. This report found that 47 states, including Iowa, address civic education in state statute. Every state requires students to complete coursework in civics or social studies to graduate. The 2020 version of the United States Citizenship and Immigration Services civics test with answers can be found here.

Assumptions

Division I — School District Transparency:

- The DE will administer the provisions of the Bill using existing operating resources if no appropriation for administration is provided.
- According to DE statistics, for the 2020-2021 school year, there were 37,774 full-time teachers. Each teacher will require three work days of time to prepare materials for posting. A substitute teacher to release one teacher for one day is estimated to be $145.

Division II — Social Studies Instruction:

- Students would have the opportunity to take the test in written or digital format during regular class time. School districts may need to adjust curriculums to include the 128 questions from the United States Citizenship and Immigration Services civics test to accommodate the new required assessment, but it is assumed that adjustments will be made through existing resources.

Fiscal Impact

House File 2577 will have no fiscal impact to the State but will have a fiscal impact to local school districts as outlined below by division.

Division I — School District Transparency: The requirement of the Bill to provide information via a classroom management software platform and library electronic catalog may be beyond the current capabilities of school district software and systems. Additional administrative costs may be required to support the software and systems and support internal and external users. These costs cannot be estimated and would vary by school district.

School districts would need to provide classroom coverage for the time teachers would need to prepare materials for reporting or add additional contract days for completion of the work. If substitutes were used rather than additional contract days, the statewide cost to school districts is estimated to be $16.4 million.

It is unclear whether the required reporting of materials would apply to individual students within each classroom who may have an Individualized Education Program (IEP), are participating in a gifted and talented program, or are English learners. The reporting of materials and maintaining multiple syllabi used for individual students within a classroom would increase the amount of time a teacher would need to prepare the materials for reporting.

It is unclear whether the required reporting of materials would apply to online classes, concurrent enrollment classes, or other coursework provided through a higher education institution. Additional permissions and costs may be required for the reporting of materials that are from course providers outside of the school district.

Reporting of materials online may cause additional costs to districts if local translation into additional languages is needed, but these costs cannot be estimated.
**Division II** — Social Studies Instruction: No fiscal impact is anticipated for this Division of the Bill.

House File 2577 may include a State mandate as defined in Iowa Code section 25B.3, which requires that any State mandate in the Bill be paid by a school district from the State Foundation Aid appropriation.

**Sources**
Department of Education  
Iowa Association of School Boards  
Urban Education Network  
Rural School Advocates of Iowa  
Iowa State Education Association  
Education Commission of the States  
U.S. Citizenship and Immigration Services

/s/ Holly M. Lyons  
March 28, 2022

Doc ID 1289053

The fiscal note for this Bill was prepared pursuant to Joint Rule 17 and the Iowa Code. Data used in developing this fiscal note is available from the Fiscal Services Division of the Legislative Services Agency upon request.

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