

March 10, 1969  
Passed on File  
Schools 3-12, *Pass 4-15*

SENATE FILE 387

By COMMITTEE ON SCHOOLS

Passed Senate, Date *4-29-69* Passed House, Date *5-5-69*

Vote: Ayes *56* Nays *0* Vote: Ayes *101* Nays *0*

Approved *May 8, 1969*

# A BILL FOR *Sub. for A.F. 779, 5-5*

- 1 An Act relating to the effect of federal aid to schools upon
- 2 state aid to schools.
- 3 *Be It Enacted by the General Assembly of the State of Iowa:*
- 4 Section 1. Chapter three hundred fifty-six (356), section
- 5 fifteen (15), Acts of the Sixty-second General Assembly, is
- 6 hereby amended by inserting in line eight (8), after the
- 7 word "aids," the words "except federal aids paid in antici-
- 8 pation of or reimbursement for expenses caused by a federal
- 9 activity in or near a school district which would otherwise
- 10 need to be paid from local sources,".

## EXPLANATION OF SENATE FILE 387

There are two general types of federal grants and aids. One type provides funds for programs and activities in addition to those which the local school district would be able or likely to carry on with its other resources. Said type is the variety with which the section proposed to be amended by this bill has been heretofore concerned. It has been excluded, and would remain excluded, from computation of state aid, for the reason that it has historically been viewed improper to pay aid on aid. However, the other type of federal aid is designed to reimburse a district for increased costs, which would otherwise have to be met from local resources, when such increased costs are attributable to the existence of some federally-caused activity in the vicinity. Federal statutes providing the latter variety of grants and aids also provide that such grants and aids will not be paid if payment results in loss of any part of the state aid receivable where the cost is met from local sources. The purpose of this bill is to assure school districts of eligibility to receive the latter variety of federal grants and aid under P.L. 874.