Place On Calendar

HOUSE FILE 2044

BY COMMITTEE ON EDUCATION

(Formerly House Study Bill 502)

Passed House, Date 1-15-10 (p. 18) Passed Senate, Date 3/13/90 (p. 1021)

Vote: Ayes 98 Nays 0 Vote: Ayes 47 Nays 0

Approved 70 arch 19,1998

A BILL FOR

1 An Act relating to the sale, lease, or other disposition of
2 student-constructed buildings and related school property.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:
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- Section 1. Section 297.22, Code 1989, is amended to read 2 as follows:
- 3 297.22 POWER TO SELL, LEASE, OR DISPOSE OF PROPERTY -- 4 TAX.
- 5 1. The board of directors of a school district may sell,
- 6 lease, or dispose of, in whole or in part, a schoolhouse,
- 7 site, or other property belonging to the district. However,
- 8 if the appraised value exceeds twenty-five thousand dollars,
- 9 the board shall hold a public hearing before the board takes
- 10 final action on the property.
- 11 Proceeds from the sale, lease or disposition of real
- 12 property shall be placed in the schoolhouse fund and proceeds
- 13 from the sale, lease or disposition of property other than
- 14 real property shall be placed in the general fund.
- 15 Before the board of directors may sell, lease or dispose of
- 16 any property belonging to the school district it shall comply
- 17 with the requirements set forth in sections 297.15 to 297.20
- 18 and sections 297.23 and 297.24. Any real estate proposed to
- 19 be sold shall be appraised by three disinterested freeholders
- 20 residing in the school district and appointed by the chief
- 21 judge of the judicial district of the county in which said
- 22 real estate is located from the list of compensation
- 23 commissioners.
- 24 The board of directors of a school corporation district may
- 25 sell, lease, exchange, give, or grant, and accept any interest
- 26 in real property to, with, or from a county, municipal
- 27 corporation, school district, or township if the real property
- 28 is within the jurisdiction of both the grantor and grantee.
- 29 In this case sections 297.15 to 297.20, sections 297.23 and
- 30 297.24, and appraisal requirements of this section do not
- 31 apply to the transaction.
- 32 The-board-of-directors-of-a-school-corporation-may-sell;
- 33 lease, or dispose of a student constructed building and the
- 34 property-on-which-the-student-constructed-building-is-located,
- 35 and-may-purchase-sites-for-the-erection-of-additional

1 structures,-by-any-procedure-which-is-adopted-by-the-board-

- 2 The board of directors of a school corporation district may
- 3 lease a portion of an existing school building in which the
- 4 remaining portion of the building will be used for school
- 5 purposes for a period of not to exceed five years. The lease
- 6 may be renewed at the option of the board. Sections 297.15 to
- 7 297.20, sections 297.23 and 297.24, and the appraisal
- 8 requirements of this section do not apply to the lease of a
- 9 portion of an existing school building. A school corporation
- 10 district shall pay out of the revenue from a lease to the
- 11 state of Iowa, and to the city, school district and any other
- 12 political subdivision authorized to levy taxes, an amount as
- 13 determined by this section. The amount shall be determined by
- 14 applying the annual tax rate of the taxing district to the
- 15 assessed value of the portion of the building leased, prorated
- 16 for the term of the lease during the appropriate taxing
- 17 period. The provisions of this section relating to the
- 18 payment of property tax because of leases shall only apply to
- 19 leases to private, for-profit entities which lease a portion
- 20 of a school building for a period of thirty or more
- 21 consecutive days.
- 22 2. The provisions in subsection 1, relating to the sale,
- 23 lease, or disposition of school district property do not apply
- 24 to student-constructed buildings and the property on which
- 25 student-constructed buildings are located. The board of
- 26 directors of a school district may sell, lease, or dispose of
- 27 a student-constructed building and the property on which the
- 28 student-constructed building is located, and may purchase
- 29 sites for the erection of additional structures, by any
- 30 procedure which is adopted by the board.
- 31 EXPLANATION
- 32 This bill provides that the sale, lease, or disposition of
- 33 student-constructed buildings and the property on which the
- 34 buildings are located are not subject to the procedures
- 35 required for the sale, lease, or disposition of other school

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1 district property. The bill also changes the word
 2 "corporation" to "district" to create uniform use of terms
3 within the statute.
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HSB 502
EDUCATION

HOUSE FILE 2044 BY (PROPOSED COMMITTEE ON EDUCATION BILL BY OLLIE)

Passed	House,	Date	Passed	Senate,	Date	
Vote:	Ayes	Nays	Vote:	Ayes	Nays	
	Ap	proved				

A BILL FOR 1 An Act relating to the sale, lease, or other disposition of student-constructed buildings and related school property. 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

> TLSB 7067HC 73 lw/jw/5

- 1 Section 1. Section 297.22, Code 1989, is amended to read 2 as follows:
- 3 297.22 POWER TO SELL, LEASE, OR DISPOSE OF PROPERTY -- 4 TAX.
- 5 1. The board of directors of a school district may sell,
- 6 lease, or dispose of, in whole or in part, a schoolhouse,
- 7 site, or other property belonging to the district. However,
- 8 if the appraised value exceeds twenty-five thousand dollars,
- 9 the board shall hold a public hearing before the board takes
- 10 final action on the property.
- 11 Proceeds from the sale, lease or disposition of real
- 12 property shall be placed in the schoolhouse fund and proceeds
- 13 from the sale, lease or disposition of property other than
- 14 real property shall be placed in the general fund.
- Before the board of directors may sell, lease or dispose of
- 16 any property belonging to the school district it shall comply
- 17 with the requirements set forth in sections 297.15 to 297.20
- 18 and sections 297.23 and 297.24. Any real estate proposed to
- 19 be sold shall be appraised by three disinterested freeholders
- 20 residing in the school district and appointed by the chief
- 21 judge of the judicial district of the county in which said
- 22 real estate is located from the list of compensation
- 23 commissioners.
- 24 The board of directors of a school corporation district may
- 25 sell, lease, exchange, give, or grant, and accept any interest
- 26 in real property to, with, or from a county, municipal
- 27 corporation, school district, or township if the real property
- 28 is within the jurisdiction of both the grantor and grantee.
- 29 In this case sections 297.15 to 297.20, sections 297.23 and
- 30 297.24, and appraisal requirements of this section do not
- 31 apply to the transaction.
- 32 The-board-of-directors-of-a-school-corporation-may-sell;
- 33 lease; -or-dispose-of-a-student-constructed-building-and-the
- 34 property-on-which-the-student-constructed-building-is-located-
- 35 and-may-purchase-sites-for-the-erection-of-additional

1 structures_-by-any-procedure-which-is-adopted-by-the-board-The board of directors of a school corporation district may 3 lease a portion of an existing school building in which the 4 remaining portion of the building will be used for school 5 purposes for a period of not to exceed five years. The lease 6 may be renewed at the option of the board. Sections 297.15 to 7 297.20, sections 297.23 and 297.24, and the appraisal 8 requirements of this section do not apply to the lease of a 9 portion of an existing school building. A school corporation 10 district shall pay out of the revenue from a lease to the 11 state of Iowa, and to the city, school district and any other 12 political subdivision authorized to levy taxes, an amount as 13 determined by this section. The amount shall be determined by 14 applying the annual tax rate of the taxing district to the 15 assessed value of the portion of the building leased, prorated 16 for the term of the lease during the appropriate taxing 17 period. The provisions of this section relating to the 18 payment of property tax because of leases shall only apply to 19 leases to private, for-profit entities which lease a portion 20 of a school building for a period of thirty or more 21 consecutive days.

22 2. The provisions in subsection 1, relating to the sale,
23 lease, or disposition of school district property do not apply
24 to student-constructed buildings and the property on which
25 student-constructed buildings are located. The board of
26 directors of a school district may sell, lease, or dispose of
27 a student-constructed building and the property on which the
28 student-constructed building is located, and may purchase
29 sites for the erection of additional structures, by any
30 procedure which is adopted by the board.

31 EXPLANATION

This bill provides that the sale, lease, or disposition of 33 student-constructed buildings and the property on which the 34 buildings are located are not subject to the procedures 35 required for the sale, lease, or disposition of other school

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1 district property. The bill also changes the word
2 "corporation" to "district" to create uniform use of terms
 3 within the statute.
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S.F. H.F.

HOUSE FILE 2044

AN ACT

RELATING TO THE SALE, LEASE, OR OTHER DISPOSITION OF STUDENT-CONSTRUCTED BUILDINGS AND RELATED SCHOOL PROPERTY.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

Section 1. Section 297.22, Code 1989, is amended to read as follows:

297.22 POWER TO SELL, LEASE, OR DISPOSE OF PROPERTY -- TAX.

1. The board of directors of a school district may sell, lease, or dispose of, in whole or in part, a schoolhouse, site, or other property belonging to the district. However, if the appraised value exceeds twenty-five thousand dollars, the board shall hold a public hearing before the board takes final action on the property.

Proceeds from the sale, lease or disposition of real property shall be placed in the schoolhouse fund and proceeds from the sale, lease or disposition of property other than real property shall be placed in the general fund.

Before the board of directors may sell, lease or dispose of any property belonging to the school district it shall comply with the requirements set forth in sections 297.15 to 297.20 and sections 297.23 and 297.24. Any real estate proposed to be sold shall be appraised by three disinterested freeholders residing in the school district and appointed by the chief judge of the judicial district of the county in which said real estate is located from the list of compensation commissioners.

The board of directors of a school corporation <u>district</u> may sell, lease, exchange, give, or grant, and accept any interest in real property to, with, or from a county, municipal corporation, school district, or township if the real property

is within the jurisdiction of both the grantor and grantee. In this case sections 297.15 to 297.20, sections 297.23 and 297.24, and appraisal requirements of this section do not apply to the transaction.

The-board-of-directors-of-a-school-corporation-may-selly lease;-or-dispose-of-a-student-constructed-building-and-the property-on-which-the-student-constructed-building-is-located; and-may-purchase-sites-for-the-erection-of-additional structures;-by-any-procedure-which-is-adopted-by-the-board;

The board of directors of a school corporation district may lease a portion of an existing school building in which the remaining portion of the building will be used for school purposes for a period of not to exceed five years. The lease may be renewed at the option of the board. Sections 297.15 to 297.20, sections 297.23 and 297.24, and the appraisal requirements of this section do not apply to the lease of a portion of an existing school building. A school corporation district shall pay out of the revenue from a lease to the state of Iowa, and to the city, school district and any other political subdivision authorized to levy taxes, an amount as determined by this section. The amount shall be determined by applying the annual tax rate of the taxing district to the assessed value of the portion of the building leased, prorated for the term of the lease during the appropriate taxing period. The provisions of this section relating to the payment of property tax because of leases shall only apply to leases to private, for-profit entities which lease a portion of a school building for a period of thirty or more consecutive days.

2. The provisions in subsection 1, relating to the sale, lease, or disposition of school district property do not apply to student-constructed buildings and the property on which student-constructed buildings are located. The board of directors of a school district may sell, lease, or dispose of a student-constructed building and the property on which the

student-constructed building is located, and may purchase sites for the erection of additional structures, by any procedure which is adopted by the board.

DONALD D. AVENSON
Speaker of the House

JO ANN ZIMMERMAN
President of the Senate

I hereby certify that this bill originated in the House and is known as House File 2044, Seventy-third General Assembly.

JOSEPH O'HERN

Chief Clerk of the House

Approved March 19, 199

TERRY E. BRANSTAD

Governor