

3/4/96 Referred to W. & M.

FILED FEB 22 1996

SENATE FILE **2284**
BY COMMITTEE ON EDUCATION

(SUCCESSOR TO SSB 2186)

Passed Senate, Date _____ Passed House, Date _____

Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____

Approved _____

A BILL FOR

1 An Act providing for special motor vehicle registration plates
2 for education, for the transfer and appropriation of revenue
3 from the sale of the plates to the school budget review
4 committee, for properly related matters, and for an effective
5 date.

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

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SF. 2284

1 Section 1. Section 257.31, Code 1995, is amended by adding
2 the following new subsection:

3 NEW SUBSECTION. 17. a. If a district's average
4 transportation costs per pupil exceed the state average
5 transportation costs per pupil determined under paragraph "c"
6 by one hundred fifty percent, the committee may grant
7 transportation assistance aid to the district. Such aid shall
8 be miscellaneous income and shall not be included in district
9 cost.

10 b. To be eligible for transportation assistance aid, a
11 school district shall annually certify its actual cost for all
12 children transported in all school buses not later than July
13 31 after each school year on forms prescribed by the
14 committee.

15 c. A district's average transportation costs per pupil
16 shall be determined by dividing the district's actual cost for
17 all children transported in all school buses for a school year
18 pursuant to section 285.1, subsection 12, less the amount
19 received for transporting nonpublic school pupils under
20 section 285.1, by the district's actual enrollment for the
21 school year excluding the shared-time enrollment for the
22 school year as defined in section 257.6. The state average
23 transportation costs per pupil shall be determined by dividing
24 the total actual costs for all children transported in all
25 districts for a school year, by the total of all districts'
26 actual enrollments for the school year.

27 d. Funds transferred to the committee in accordance with
28 section 321.34, subsection 18, are appropriated to and may be
29 expended for the purposes of the committee, as described in
30 this section. However, highest priority shall be given to
31 districts that meet the conditions described in this
32 subsection. Notwithstanding any other provision of the Code,
33 unencumbered or unobligated funds transferred to the committee
34 pursuant to section 321.34, subsection 18, remaining on June
35 30 of the fiscal year for which the funds were transferred,

1 shall not revert but shall be available for expenditure for
2 the purposes of this subsection in subsequent fiscal years.

3 Sec. 2. Section 321.34, Code Supplement 1995, is amended
4 by adding the following new subsection:

5 NEW SUBSECTION. 18. EDUCATION PLATES.

6 a. Upon application and payment of the proper fees, the
7 director may issue education plates to the owner of a motor
8 vehicle subject to registration under section 321.109,
9 subsection 1, light delivery truck, panel delivery truck,
10 pickup, motor home, multipurpose vehicle, or travel trailer.

11 b. Education plates shall be designed by the department in
12 cooperation with the department of education.

13 c. The special school transportation fee for letter number
14 designated education plates is thirty-five dollars. The fee
15 for personalized education plates is twenty-five dollars,
16 which shall be paid in addition to the special school
17 transportation fee of thirty-five dollars. The fees collected
18 by the director under this subsection shall be paid monthly to
19 the treasurer of state and credited to the road use tax fund.
20 Notwithstanding section 423.24, and prior to the crediting of
21 revenues to the road use tax fund under section 423.24,
22 subsection 1, paragraph "d", the treasurer of state shall
23 transfer monthly from those revenues to the school budget
24 review committee in accordance with section 257.31, subsection
25 16, the amount of the special school transportation fees
26 collected in the previous month for the education plates.

27 d. Upon receipt of the special registration plates, the
28 applicant shall surrender the current registration receipt and
29 plates to the county treasurer. The county treasurer shall
30 validate the special registration plates in the same manner as
31 regular registration plates are validated under this section.
32 The annual special school transportation fee for letter number
33 designated plates is ten dollars, which shall be paid in
34 addition to the regular annual registration fee. The annual
35 fee for personalized education plates is five dollars, which

1 shall be paid in addition to the annual special school
2 transportation fee and the regular annual registration fee.
3 The annual special school transportation fee shall be credited
4 as provided under paragraph "c".

5 Sec. 3. EFFECTIVE DATE. This Act takes effect on January
6 1, 1997.

7 EXPLANATION

8 This bill provides for the issuance of special license
9 plates for education and for the transfer of special license
10 plates for education revenues to the school budget review
11 committee.

12 The bill requires the payment of additional fees for the
13 special plate as well as additional fees for subsequent
14 renewal of the registration of the vehicle with the special
15 plate. The additional fees collected for the special plate
16 shall be transferred to the school budget review committee,
17 which may use the funds for the purposes of the committee.
18 However, the committee shall give highest priority in granting
19 funds derived from the education license plate revenue to
20 school districts whose average transportation costs per pupil
21 exceed the state average transportation costs per pupil by one
22 hundred fifty percent.

23 The special school transportation fee for letter number
24 designated education plates is \$35. An additional fee of \$25
25 is assessed for personalized education plates. The annual
26 special school transportation fee for letter number designated
27 plates is \$10, paid in addition to the regular annual
28 registration fee. The annual fee for personalized education
29 plates is \$5, paid in addition to the annual special school
30 transportation fee and the regular annual registration fee.

31 The bill takes effect on January 1, 1997.

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**SENATE FILE 2284
FISCAL NOTE**

A fiscal note for **Senate File 2284** is hereby submitted pursuant to Joint Rule 17. Data used in developing this fiscal note is available from the Legislative Fiscal Bureau to members of the Legislature upon request.

Senate File 2284 creates a new Education vehicle license plate. The Bill charges a special school transportation fee of \$35 for the initial purchase of the plate and an annual renewal fee of \$10. These fees are paid in addition to the regular annual registration fee of the vehicle and are transferred to the School Budget Review Committee. A fee of \$25 is charged for the initial purchase of personalized plates with an annual renewal fee of \$5. These fees are credited to the Road Use Tax Fund. The School Budget Review Committee may use the funds for the purposes of the Committee but are required to give the highest priority to school districts whose average transportation costs per pupil exceed the State average transportation costs per pupil by 150.0%.

ASSUMPTIONS

The sale of Education plates will be similar to the first year sales of Sesquicentennial plates. First year sales are estimated at 45,000 of which 4,500 are estimated to be personalized.

FISCAL IMPACT

Revenue transferred to the School Budget Review Committee:

First Year Revenue: 45,000 plates @ \$35 = \$1,575,000

Second and subsequent year revenue: 45,000 plates @ \$10 = \$450,000

Road Use Tax Fund Revenue:

First Year Revenue: 4,500 plates @ \$25 = \$112,500

Second and subsequent year revenue: 4,500 plates @ \$5 = \$22,500

Road Use Tax Fund Expense:

First Year Production Cost: 45,000 plates @ \$2.70 = \$121,500

(LSB 4270sv, JAS)

FILED FEBRUARY 27, 1996

BY DENNIS PROUTY, FISCAL DIRECTOR

Connolly
Murphy
Redfern

SSB. 2186
Education

Succeeded By
SENATE FILE SP/HF 2284
BY (PROPOSED COMMITTEE ON
EDUCATION BILL BY
CHAIRPERSON CONNOLLY)

Passed Senate, Date _____ Passed House, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
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