

*Substitute for
HF 269
4/3/97 (P. 1002)*

FILED FEB 20 1997

SENATE FILE 189
BY COMMITTEE ON EDUCATION

(SUCCESSOR TO SSB 124)

Passed Senate, ^(P. 664) Date 3/18/97 Passed House, ^(P. 1002) Date 4/3/97
Vote: Ayes 50 Nays 0 Vote: Ayes 99 Nays 0
Approved April 9, 1997

A BILL FOR

1 An Act extending the regular program district cost guarantee for
2 school districts for two years, and providing an effective
3 date.

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

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S.F. 189

1 Section 1. Section 257.14, subsection 1, Code 1997, is
2 amended to read as follows:

3 1. For the budget years commencing ~~July 1, 1991, July 1,~~
4 ~~1992, July 1, 1993, July 1, 1994,~~ July 1, 1995 1997, and July
5 1, 1996 1998, if the department of management determines that
6 the regular program district cost of a school district for a
7 budget year is less than the total of the regular program
8 district cost plus any adjustment added under this section for
9 the base year for that school district, the department of
10 management shall provide a budget adjustment for that district
11 for that budget year that is equal to the difference.

12 Sec. 2. Section 257.14, subsection 3, Code 1997, is
13 amended by striking the subsection.

14 Sec. 3. This Act, being deemed of immediate importance,
15 takes effect upon enactment for the purpose of computations
16 required for the budget year beginning July 1, 1997.

17 EXPLANATION

18 This bill continues through the fiscal years beginning July
19 1, 1997, and July 1, 1998, a provision directing the
20 department of management to provide a budget adjustment to
21 ensure that a school district's regular program district cost
22 is not less than 100 percent of the level of the previous
23 budget year. The bill also strikes an outdated subsection.

24 The bill takes effect upon enactment.

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SENATE FILE 189
FISCAL NOTE

A fiscal note for Senate File 189 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 189 provides a 100.0% regular program budget guarantee in the School Foundation Aid Formula for FY 1998 and FY 1999.

ASSUMPTIONS

1. The allowable growth factor for FY 1998 is 3.5%.
2. Estimates are based on 379 school districts, the four districts reorganizing in FY 1998 are estimated separately.

FISCAL IMPACT

Senate File 189 is estimated to increase the FY 1998 property taxes by \$2,457,720 compared to current law. At 3.5% allowable growth, 60 school districts are on the 100.0% budget guarantee.

(LSB 1956SV, JAS)

FILED FEBRUARY 24, 1997

BY DENNIS PROUTY, FISCAL DIRECTOR

SENATE FILE 189

S-3076

1 Amend Senate File 189 as follows:

2 1. Page 1, by striking line 1 and inserting the
3 following:

4 "Section 1. Section 257.1, subsection 2,
5 unnumbered paragraph 3, Code 1997, is amended to read
6 as follows:

7 For the budget year ~~years~~ commencing July 1, 1995
8 1997, and July 1, 1998, the department of management
9 shall add the amount of the additional budget
10 adjustment computed in section 257.14, subsection 2,
11 to the combined foundation base.

12 Sec. 2. Section 257.14, subsections 1 and 2, Code
13 1997, are".

14 2. Page 1, by inserting after line 11 the
15 following:

16 "2. For the budget year ~~years~~ beginning July 1,
17 1995 1997, and July 1, 1998, if the department of
18 management determines that the regular program
19 district cost plus the budget adjustment computed
20 under subsection 1 of a school district is less than
21 one hundred one percent of the total of the regular
22 program district cost plus any adjustment added under
23 this section for the base year for that school
24 district, the department of management shall provide
25 an additional budget adjustment for that budget year
26 that is equal to the difference."

27 3. Title page, line 1, by striking the word
28 "extending" and inserting the following:
29 "increasing".

30 4. By renumbering as necessary.

By JOHN P. KIBBIE
MIKE CONNOLLY

S-3076 FILED FEBRUARY 24, 1997

*Host 3/18/97
(P.664)*

SENATE FILE 189

S-3075

1 Amend Senate File 189 as follows:

2 1. Page 1, by inserting before line 1 the
3 following:

4 "Section 1. NEW SECTION. 257.13 ADVANCE FOR
5 INCREASING ENROLLMENT.

6 If a district's actual enrollment for the budget
7 year, determined under section 257.6, is greater than
8 its budget enrollment for the budget year, the
9 district is granted an advance from the state equal to
10 its regular program district cost per pupil for the
11 budget year multiplied by the difference between the
12 actual enrollment for the budget year and the budget
13 enrollment for the budget year. The advance is
14 miscellaneous income to the district.

15 If a district receives an advance under this
16 section for a budget year, the department of
17 management shall determine the amount of the advance
18 which would have been generated by local property tax
19 revenues if the actual enrollment for the budget year
20 had been used in determining district cost for that
21 budget year. The department of management shall
22 reduce, but not by more than the amount of the
23 advance, the district's total state school aids
24 otherwise available under this chapter for the next
25 following budget year by the amount so determined, and
26 shall increase the district's additional property tax
27 levy for the next following budget year by the amount
28 necessary to compensate for the reduction in state
29 aid, so that the local property tax for the next
30 following year will be increased only by the amount
31 which it would have been increased in the budget year
32 if the enrollment calculated in this section could
33 have been used to establish the levy.

34 There is appropriated each fiscal year from the
35 general fund of the state to the department of
36 education the amount required to pay advances
37 authorized under this section, which shall be paid to
38 school districts in monthly installments beginning on
39 December 15 and ending on June 15 of a budget year."

40 2. Title page, line 1, by inserting after the
41 word "Act" the following: "relating to school finance
42 by providing a formula to fund costs resulting from
43 increased student enrollment and".

44 3. Title page, line 2, by inserting after the
45 word "years," the following: "making an
46 appropriation,".

47 4. By renumbering as necessary.

By MARY NEUHAUSER

S-3075 FILED FEBRUARY 24, 1997

Out of Order 3/5/97
(P. 496)

SENATE FILE 189

H-1548

1 Amend Senate File 189, as passed by the Senate, as
2 follows:

3 1. Page 1, by striking line 1 and inserting the
4 following:

5 "Section 1. Section 257.1, subsection 2,
6 unnumbered paragraph 3, Code 1997, is amended to read
7 as follows:

8 For the budget year commencing July 1, ~~1995~~ 1997,
9 the department of management shall add the amount of
10 the additional budget adjustment computed in section
11 257.14, subsection 2, to the combined foundation base.

12 Sec. 2. Section 257.14, subsections 1 and 2, Code
13 1997, are".

14 2. Page 1, by inserting after line 11 the
15 following:

16 "2. For the budget year beginning July 1, ~~1995~~
17 1997, if the department of management determines that
18 the regular program district cost plus the budget
19 adjustment computed under subsection 1 of a school
20 district is less than one hundred one percent of the
21 total of the regular program district cost plus any
22 adjustment added under this section for the base year
23 for that school district, the department of management
24 shall provide an additional budget adjustment for that
25 budget year that is equal to the difference."

26 3. Title page, line 2, by inserting after the
27 word "years," the following: "increasing the amount
28 of that guarantee for one year,".

29 4. By renumbering as necessary.

By OSTERHAUS of Jackson

H-1548 FILED APRIL 3, 1997

WITHDRAWN

4-3-97

(p. 1002)

Angelo, Chair
J. Black
Kibbie

SSB 124
Education
Succeeded By
SFY HF 189

SENATE FILE _____
BY (PROPOSED COMMITTEE ON
EDUCATION BILL BY
CHAIRPERSON REDFERN)

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

A BILL FOR

1 An Act extending the regular program district cost guarantee for
2 school districts for two years, and providing an effective
3 date.

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4 ~~1992, July 1, 1993, July 1, 1994,~~ July 1, 1995 1997, and July
5 1, 1996 1998, if the department of management determines that
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7 budget year is less than the total of the regular program
8 district cost plus any adjustment added under this section for
9 the base year for that school district, the department of
10 management shall provide a budget adjustment for that district
11 for that budget year that is equal to the difference.

12 Sec. 2. Section 257.14, subsection 3, Code 1997, is
13 amended by striking the subsection.

14 Sec. 3. This Act, being deemed of immediate importance,
15 takes effect upon enactment for the purpose of computations
16 required for the budget year beginning July 1, 1997.

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18 This bill continues through the fiscal years beginning July
19 1, 1997, and July 1, 1998, a provision directing the
20 department of management to provide a budget adjustment to
21 ensure that a school district's regular program district cost
22 is not less than 100 percent of the level of the previous
23 budget year. The bill also strikes an outdated subsection.

24 The bill takes effect upon enactment.

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Sec. 3. This Act, being deemed of immediate importance, takes effect upon enactment for the purpose of computations required for the budget year beginning July 1, 1997.

SENATE FILE 189

AN ACT

EXTENDING THE REGULAR PROGRAM DISTRICT COST GUARANTEE FOR SCHOOL DISTRICTS FOR TWO YEARS, AND PROVIDING AN EFFECTIVE DATE.

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

Section 1. Section 257.14, subsection 1, Code 1997, is amended to read as follows:

1. For the budget years commencing ~~July 1, 1997~~, ~~July 1, 1997~~, ~~July 1, 1998~~, ~~July 1, 1994~~, July 1, 1995 1997, and July 1, 1996 1998, if the department of management determines that the regular program district cost of a school district for a budget year is less than the total of the regular program district cost plus any adjustment added under this section for the base year for that school district, the department of management shall provide a budget adjustment for that district for that budget year that is equal to the difference.

Sec. 2. Section 257.14, subsection 3, Code 1997, is amended by striking the subsection.

.....
MARY E. KRAMER
President of the Senate

.....
RON J. CORBETT
Speaker of the House

I hereby certify that this bill originated in the Senate and is known as Senate File 189, Seventy-seventh General Assembly.

.....
MARY PAUL GUNDERSON
Secretary of the Senate

Approved *April 9*, 1997

.....
TERRY E. BRANSTAD
Governor