

JAN 26 1999

EDUCATION

3/2/99 Do Pass
S-3/15/99 Education
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144

HOUSE FILE
BY HEATON

Passed House, ^(P. 662) Date 3/15/99 Passed Senate, ^(P. 924) Date 4/5/99
Vote: Ayes 95 Nays 0 Vote: Ayes 47 Nays 0
Approved April 14, 1999

A BILL FOR

1 An Act relating to the distribution of moneys held in trust for a
2 participant in the certified school to career program.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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HF 144

1 Section 1. Section 15.364, subsection 9, paragraph b, Code
2 1999, is amended to read as follows:

3 b. That if a participant does not complete the certified
4 program contemplated by the agreement prior to entering a
5 postsecondary education program, one-half of the moneys being
6 held in trust for the participant's postsecondary education
7 shall be paid either to a postsecondary education institution
8 as defined in section 261C.3 of the participant's choice or,
9 notwithstanding any provision of this part to the contrary, to
10 an apprenticeship program of the participant's choice which
11 has been approved under 29 C.F.R., subtit. A, pt. 29, to pay
12 tuition or expenses of the participant. The other one-half of
13 the trust moneys shall be paid back to the employer. Any
14 moneys to be transferred for the benefit of the participant
15 which are not transferred within five years for purposes of
16 education at the designated postsecondary institution, shall
17 be paid back to the employer.

18 EXPLANATION

19 This bill affects the distribution of moneys held in trust
20 for a participant in the certified school to career program.

21 Currently, under the Code, a participant in a certified
22 program is defined as an individual between the ages of 16 and
23 24 who is enrolled in a public or private secondary or
24 postsecondary school and who initiated participation in a
25 certified school to career program as part of secondary school
26 education. The participant's employer, as part of a certified
27 program agreement between the participant and employer, agrees
28 to pay the participant a base wage and an additional sum to be
29 held in trust and applied toward the participant's
30 postsecondary education, which is required for completion of
31 the certified program.

32 If the participant does not complete the certified program
33 prior to entering a postsecondary education program, one-half
34 of the moneys being held in trust for the participant's
35 postsecondary education shall be paid to an Iowa postsecondary

1 educational institution of the participant's choice to pay
2 tuition or expenses of the participant. This bill expands the
3 participant's options for use of this half of the trust moneys
4 by allowing the moneys to be paid to an apprenticeship program
5 of the participant's choice, to pay tuition or expenses of the
6 participant, if the program has been approved under a
7 provision of the federal regulations titled "labor standards
8 for the registration of apprenticeship programs".

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AN ACT

RELATING TO THE DISTRIBUTION OF MONEYS HELD IN TRUST FOR A PARTICIPANT IN THE CERTIFIED SCHOOL TO CAREER PROGRAM.

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

Section 1. Section 15.364, subsection 9, paragraph b, Code 1999, is amended to read as follows:

b. That if a participant does not complete the certified program contemplated by the agreement prior to entering a postsecondary education program, one-half of the moneys being held in trust for the participant's postsecondary education shall be paid either to a postsecondary education institution as defined in section 261C.3 of the participant's choice or, notwithstanding any provision of this part to the contrary, to an apprenticeship program of the participant's choice which has been approved under 29 C.F.R., subtit. A, pt. 29, to pay tuition or expenses of the participant. The other one-half of the trust moneys shall be paid back to the employer. Any moneys to be transferred for the benefit of the participant which are not transferred within five years for purposes of

education at the designated postsecondary institution, shall be paid back to the employer.

RON J. CORBETT
Speaker of the House

MARY E. KRAMER
President of the Senate

I hereby certify that this bill originated in the House and is known as House File 144, Seventy-eighth General Assembly.

ELIZABETH ISAACSON
Chief Clerk of the House

Approved April 14, 1999

THOMAS J. VILSACK
Governor