House Study Bill 735

Bill Text

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  1  1     Section 1.  Section 257.13, Code Supplement 1999, is
  1  2 amended by adding the following new subsection:
  1  3    NEW SUBSECTION.  7.  For the school budget year beginning
  1  4 July 1, 2000, if a school district's actual enrollment for the
  1  5 budget year, as determined under section 257.6, is greater
  1  6 than its budget enrollment for the budget year, and if the
  1  7 school district received on-time funding for new students
  1  8 pursuant to this section for the school budget year beginning
  1  9 July 1, 1999, the school district shall be eligible to receive
  1 10 an on-time funding budget adjustment equal to fifty percent of
  1 11 the amount of on-time funding received by the school district
  1 12 for the budget year beginning July 1, 1999.  A school district
  1 13 seeking an on-time funding budget adjustment pursuant to this
  1 14 section shall notify the department of education by November
  1 15 1, 2000, and the department of education shall instruct the
  1 16 department of management to establish a modified allowable
  1 17 growth equivalent to fifty percent of the amount of on-time
  1 18 funding received by the school district for the previous
  1 19 budget year.
  1 20    Sec. 2.  Section 257.14, subsection 1, Code Supplement
  1 21 1999, is amended to read as follows:
  1 22    1.  For the budget
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~~years~~
— year commencing

~~July 1, 1997, July~~
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~~1, 1998, and~~
— July 1,

~~1999~~
— 2000, if the department of

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  1 24 management determines that the regular program district cost
  1 25 of a school district for a budget year is less than ninety-
  1 26 nine percent of the total of the regular program district cost
  1 27 plus any adjustment added under this section for the base year
  1 28 for that school district, the department of management shall
  1 29 provide a budget adjustment for that district for that budget
  1 30 year that is equal to the difference.  A school district may
  1 31 use moneys from its unexpended cash balance or cash reserve
  1 32 moneys to reduce any increase in the district's property tax
  1 33 levy that would otherwise be necessary to fund the budget
  1 34 adjustment provided pursuant to this subsection.
  1 35    Sec. 3.  EFFECTIVE DATE.  This Act, being deemed of
  2  1 immediate importance, takes effect upon enactment.
  2  2                         EXPLANATION
  2  3    This bill provides additional funding authority for school
  2  4 districts.
  2  5    The bill provides that for the school budget year beginning
  2  6 July 1, 2000, if the department of management determines that
  2  7 the regular program district cost of a school district for a
  2  8 budget year is less than 99 percent of the total of the
  2  9 regular program district cost plus any adjustment added under
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2 10 Code section 257.14 for the base year for that school
2 11 district, the department of management shall provide a budget
2 12 adjustment for that district for that budget year that is
2 13 equal to the difference. Currently, for the budget year
2 14 beginning July 1, 1999, a similar provision for a 100 percent
2 15 cost guarantee is in place. The bill provides that a school
2 16 district shall be authorized to utilize moneys from its
2 17 unexpended cash balance or cash reserve moneys to reduce the
2 18 amount of property tax which shall otherwise be levied to fund
2 19 this provision.
2 20   The bill also provides that a school district which
2 21 received on-time funding for new students pursuant to Code
2 22 section 257.13 for the school budget year beginning July 1,
2 23 1999, shall be eligible to receive an on-time funding budget
2 24 adjustment equal to 50 percent of that amount for the budget
2 25 year beginning July 1, 2000. The bill provides that a school
2 26 district which seeks an on-time funding budget adjustment
2 27 pursuant to this section shall notify the department of
2 28 education by November 1, 2000, and the department of education
2 29 shall instruct the department of management to establish a
2 30 modified allowable growth for the budget year by the amount
2 31 corresponding to 50 percent of the previously received on-time
2 32 funding amount.
2 33   The bill takes effect upon enactment.
2 34 LSB 6550YC 78
2 35 rn/as/5.1