HOUSE FILE 384 BY SCHULTZ

## A BILL FOR

- 1 An Act authorizing area education agencies to competitively
- 2 bid to provide services to school districts and accredited
- 3 nonpublic schools.
- 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 256B.2, subsections 4 and 5, Code 2011, 2 are amended to read as follows:

Every child requiring special education shall, if 3 4. 4 reasonably possible, receive a level of education commensurate 5 with the level provided each child who does not require special 6 education. The cost of providing such an education shall 7 be paid as provided in section sections 273.9 and 273.16, 8 this chapter, and chapter 257. It shall be the primary 9 responsibility of each school district to provide special 10 education to children who reside in that district if the 11 children requiring special education are properly identified, 12 the educational program or service has been approved, the 13 teacher or instructor has been licensed, the number of children 14 requiring special education needing that educational program or 15 service is sufficient to make offering the program or service 16 feasible, and the program or service cannot more economically 17 and equably be obtained from the area education agency, another 18 school district, another group of school districts, a qualified 19 private agency, or in cooperation with one or more other 20 districts.

5. Moneys received by the school district of the child's residence for the child's education, derived from moneys received through chapter 257, this chapter, and section 273.9 shall be paid by the school district of the child's residence to the appropriate education agency, private agency, or other school district providing special education for the child pursuant to contractual arrangements as provided in section 28 273.3, subsections 5 and 6, or section 273.16.

29 Sec. 2. Section 273.2, subsections 3 and 4, Code 2011, are 30 amended to read as follows:

31 3. The Except as provided in section 273.16, the area 32 education agency board shall furnish educational services 33 and programs as provided in sections 273.1 to 273.9 and 34 chapter 256B to the pupils enrolled in public or nonpublic 35 schools located within its boundaries which are on the list of

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1 accredited schools pursuant to section 256.11. The programs 2 and services provided shall be at least commensurate with 3 programs and services existing on July 1, 1974. The programs 4 and services provided to pupils enrolled in nonpublic schools 5 shall be comparable to programs and services provided to pupils 6 enrolled in public schools within constitutional guidelines. a. The Except as provided in section 273.16, the area 7 4. 8 education agency board shall provide for special education 9 services and media services for the local school districts in 10 the area and shall encourage and assist school districts in the 11 area to establish programs for gifted and talented children. b. The board shall assist in facilitating interlibrary loans 12 13 of materials between school districts and other libraries. 14 Each area education agency shall include as a member of its 15 media center advisory committee a library service area trustee 16 or library service area staff member, who is appointed to the 17 committee by the commission of libraries.

18 Sec. 3. Section 273.3, subsections 2 and 12, Code 2011, are
19 amended to read as follows:

20 2. Be authorized to receive and expend money for providing 21 programs and services as provided in sections 273.1 to 273.9, 22 <u>and 273.16</u>, and chapters 256B and 257. All costs incurred in 23 providing the programs and services, including administrative 24 costs, shall be paid from funds received pursuant to sections 25 273.1 to 273.9, and 273.16, and chapters 256B and 257.

12. Prepare an annual budget estimating income and expenditures for programs and services as provided in sections 28 273.1 to 273.9, and 273.16, and chapter 256B within the limits 29 of funds provided under section 256B.9 and chapter 257. The 30 board shall give notice of a public hearing on the proposed 31 budget by publication in an official county newspaper in each 32 county in the territory of the area education agency in which 33 the principal place of business of a school district that is 34 a part of the area education agency is located. The notice 35 shall specify the date, which shall be not later than March 1

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1 of each year, the time, and the location of the public hearing. 2 The proposed budget as approved by the board shall then be 3 submitted to the state board of education, on forms provided 4 by the department, no later than March 15 preceding the next 5 fiscal year for approval. The state board shall review the 6 proposed budget of each area education agency and shall before 7 April 1, either grant approval or return the budget without 8 approval with comments of the state board included. An 9 unapproved budget shall be resubmitted to the state board for 10 final approval not later than April 15. For the fiscal year 11 beginning July 1, 1999, and each succeeding fiscal year, the 12 state board shall give final approval only to budgets submitted 13 by area education agencies accredited by the state board or 14 that have been given conditional accreditation by the state 15 board.

16 Sec. 4. Section 273.5, unnumbered paragraph 1, Code 2011, 17 is amended to read as follows:

18 There shall be established a division of special education 19 of the area education agency which shall provide for special 20 education programs and services to the local school districts 21 and to school districts pursuant to section 273.16. The 22 division of special education shall be headed by a director 23 of special education who meets certification standards of the 24 department of education. The director of special education 25 shall have the responsibility for implementation of state 26 regulations and guidelines relating to special education 27 programs and services. The director of special education shall 28 have the following powers and duties:

29 Sec. 5. Section 273.9, subsection 1, Code 2011, is amended 30 to read as follows:

31 1. School districts shall pay for the programs and services 32 provided through the <u>an</u> area education agency and shall include 33 expenditures for the programs and services in their budgets, in 34 accordance with this section.

35 Sec. 6. NEW SECTION. 273.16 Competitive bidding procedures.

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1. The board of directors of a school district or the
 2 authorities in charge of an accredited nonpublic school may
 3 issue to any area education agency established under this
 4 chapter a request for bids and proposals for items and services
 5 that an area education agency is required or authorized under
 6 this chapter and chapter 256B to provide to a school district
 7 or accredited nonpublic school located within its boundaries.
 8 An area education agency that enters into a contract pursuant
 9 to this section shall meet all of the requirements of this
 10 chapter and chapter 256B relating to the provision of the item
 11 or service that the area education agency is under contract to
 12 provide.

13 2. A school district or accredited nonpublic school shall 14 only enter into a contract with the lowest responsible bidder. 15 3. If a contract entered into pursuant to this section is 16 for special education services for a child requiring special 17 education under chapter 256B, the contract shall be entered 18 into with the area education agency with the lowest responsible 19 bid that also maintains a special education instructional 20 program that is appropriate to meet the child's educational 21 needs.

4. If an area education agency other than the area education agency in which the school district or accredited nonpublic school is located is awarded a contract by a school district or accredited nonpublic school pursuant to this section, the area education agency in which the school district or accredited nonpublic school is located shall be responsible for accredited nonpublic school is located shall be responsible for weightings or the actual special education costs, whichever amount is greater, to the area education agency awarded the contract for the duration of the contract.

5. Notwithstanding any other provision to the contrary, if a school district or accredited nonpublic school enters into a contract with an area education agency other than the area beducation agency in which the school district or school is

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1 located, the area education agency in which the school district 2 or school is located is not responsible for providing the items 3 or services that are the subject of the contract to the school 4 district or school.

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EXPLANATION

6 This bill authorizes the board of directors of a school 7 district or the authorities in charge of an accredited 8 nonpublic school to issue to any area education agency (AEA) 9 in the state a request for bids and proposals for items and 10 services that an AEA is required or authorized to provide 11 to a school district or accredited nonpublic school located 12 within its boundaries. An AEA that enters into such a contract 13 pursuant to this section shall meet all of the requirements 14 of Code chapter 273 and Code chapter 256B relating to the 15 provision of the item or service that the AEA is under contract 16 to provide.

17 A school district or accredited nonpublic school shall only 18 enter into a contract with the lowest responsible bidder. 19 If such a contract entered into is for special education 20 services for a child requiring special education under Code 21 chapter 256B, the contract shall only be entered into with the 22 lowest responsible bid that also maintains a special education 23 instructional program that is appropriate to meet the child's 24 educational needs.

If an AEA other than the AEA in which the school district or accredited nonpublic school is located is awarded such a contract, the AEA in which the school district or accredited nonpublic school is located shall be responsible for the payment, on a quarterly basis, of the cost per pupil plus weightings or actual special education costs incurred in providing appropriate special education, whichever amount is greater, to the AEA awarded the contract for the duration of the contract.

If a school district or accredited nonpublic school enters into such a contract with another AEA, the AEA in which the

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1 school district or school is located is not responsible for 2 providing the items or services contracted for to the school 3 district or school.

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