HOUSE FILE 140 BY DOLECHECK, ALONS, KLEIN, HUSEMAN, BYRNES, SCHULTZ, STECKMAN, and DRAKE

## A BILL FOR

An Act relating to school district funding by establishing
 a supplementary weighting program for shared operational
 functions of school districts and area education agencies.
 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 257.11, Code 2013, is amended by adding
2 the following new subsection:

NEW SUBSECTION. 6A. Shared operational functions —
4 increased student opportunities — budget years beginning in 2014
5 through 2019.

(1) In order to provide additional funding to increase 6 a. 7 student opportunities and redirect more resources to student 8 programming for school districts that share operational 9 functions, a supplementary weighting of two hundredths per 10 pupil shall be assigned to pupils enrolled in a district that 11 shares with a political subdivision one or more operational 12 functions of a curriculum director, school administration 13 manager, mental health therapist, school counselor, or school 14 librarian, or one or more operational functions in the areas 15 of superintendent management, business management, human 16 resources, transportation, or operation and maintenance for The additional 17 at least twenty percent of the school year. 18 weighting shall be assigned for each discrete operational 19 function shared. The operational function sharing arrangement 20 does not need to be a newly implemented sharing arrangement 21 to receive supplementary weighting under this subsection. 22 However, to receive supplementary weighting under this 23 subsection for an ongoing operational function sharing 24 arrangement that began before July 1, 2014, the district 25 shall submit information to the department documenting the 26 cost savings directly attributable to the shared operational 27 functions and describe the district's consideration of 28 additional shared operational functions.

(2) For the purposes of this section, "political 30 subdivision" means a city, township, county, school corporation, 31 merged area, area education agency, institution governed by the 32 state board of regents, or any other governmental subdivision. 33 b. School districts that share operational functions with 34 other school districts are not required to be contiguous school 35 districts. If two or more districts sharing operational

-1-

LSB 1830YH (2) 85 md/sc

1/5

1 functions are not contiguous to each other, the districts
2 separating those districts are not required to be a party to
3 the operational functions sharing arrangement.

4 C. Supplementary weighting pursuant to this subsection 5 shall be available to a school district for a maximum of 6 five years during the period commencing with the budget year 7 beginning July 1, 2014, through the budget year beginning July 8 1, 2019. The minimum amount of additional weighting for which 9 a school district shall be eligible is an amount equivalent to 10 ten additional pupils, and the maximum amount of additional ll weighting for which a school district shall be eligible is 12 an amount equivalent to forty additional pupils. Receipt of 13 supplementary weighting by a school district pursuant to this 14 subsection for more than one year shall be contingent upon 15 the annual submission of information by the district to the 16 department documenting cost savings directly attributable to 17 the shared operational functions. Criteria for determining 18 the number of years for which supplementary weighting shall 19 be received pursuant to this subsection, subject to the 20 five-year maximum, and for determining qualification of 21 operational functions for supplementary weighting shall be 22 determined by the department by rule, through consideration of 23 long-term savings by the school district or increased student 24 opportunities.

*d.* Supplementary weighting pursuant to this subsection shall be available to an area education agency for a maximum of five years during the period commencing with the budget year beginning July 1, 2014, through the budget year beginning July 1, 2019. The minimum amount of additional funding for which an area education agency shall be eligible is fifty thousand dollars, and the maximum amount of additional funding for which an area education agency shall be eligible is two hundred thousand dollars. The department of management shall annually set a weighting for each area education agency to generate the approved operational sharing expense using the

-2-

LSB 1830YH (2) 85 md/sc

1 area education agency's special education cost per pupil amount 2 and foundation level. Receipt of supplementary weighting 3 by an area education agency for more than one year shall be 4 contingent upon the annual submission of information by the 5 district to the department documenting cost savings directly 6 attributable to the shared operational functions. Criteria 7 for determining the number of years for which supplementary 8 weighting shall be received pursuant to this subsection, 9 subject to the five-year maximum, and the amount generated by 10 the supplementary weighting, and for determining qualification 11 of operational functions for supplementary weighting shall be 12 determined by the department by rule, through consideration of 13 long-term savings by the area education agency or increased 14 student opportunities.

15 e. This subsection is repealed effective July 1, 2020.
16 EXPLANATION

This bill enacts Code section 257.11, new subsection 6A, to 17 18 allow supplementary weighting for school districts and area 19 education agencies that share operational functions. The 20 bill is similar to the supplementary weighting provisions for 21 shared operational functions in current Code section 257.11, 22 subsection 6, which is repealed effective July 1, 2014. The 23 bill provides supplementary weighting of two hundredths per 24 pupil enrolled in a district that shares with a political 25 subdivision one or more operational functions. Under the bill, 26 eligible shared operational functions include the operational 27 functions of a curriculum director, school administration 28 manager, mental health therapist, school counselor, or school 29 librarian, or one or more operational functions in the areas 30 of superintendent management, business management, human 31 resources, transportation, or operation and maintenance. То 32 be eligible for the supplementary weighting, the operational 33 function must be shared for at least 20 percent of the school 34 year.

35 Under the bill, the operational functions sharing

-3-

LSB 1830YH (2) 85 md/sc

H.F. 140

1 arrangement does not need to be a newly implemented sharing 2 arrangement to receive supplementary weighting. However, to 3 receive supplementary weighting under the bill for an ongoing 4 operational functions sharing arrangement that began before 5 July 1, 2014, the district must submit information to the 6 department of education documenting the cost savings directly 7 attributable to the shared operational functions and describe 8 the district's consideration of additional shared operational 9 functions.

10 The bill does not require school districts that share 11 operational functions with other school districts to be 12 contiguous school districts. In addition, if two or more 13 districts sharing operational functions are not contiguous to 14 each other, the districts separating those districts are not 15 required to be a party to the operational functions sharing 16 arrangement.

17 The supplementary weighting provided in the bill is 18 available to a school district for a maximum of five years 19 during the period commencing with the budget year beginning 20 July 1, 2014, through the budget year beginning July 1, 21 2019. The bill establishes a minimum amount and a maximum 22 amount of additional weighting for which a school district is 23 eligible. In order to receive the supplementary weighting for 24 more than one year, the school district must annually submit 25 information to the department documenting cost savings directly 26 attributable to the shared operational functions.

27 Under the bill, supplementary weighting is available to 28 an area education agency for a maximum of five years during 29 the period commencing with the budget year beginning July 1, 30 2014, through the budget year beginning July 1, 2019. The 31 bill establishes a minimum amount and a maximum amount of 32 additional weighting for which an area education agency is 33 eligible. In order to receive the supplementary weighting for 34 more than one year, the area education agency must annually 35 submit information to the department documenting cost savings

-4-

LSB 1830YH (2) 85 md/sc

1 directly attributable to the shared operational functions. The 2 bill requires the department of management to annually set 3 a weighting for each area education agency to generate the 4 approved operational sharing expense using the area education 5 agency's special education cost per pupil amount and foundation 6 level.

7 The bill provides that Code section 257.11, new subsection 8 6A, is repealed effective July 1, 2020.

-5-