SENATE FILE 2078

BY COMMITTEE ON EDUCATION

(SUCCESSOR TO SSB 3107)

A BILL FOR

1 An Act relating to school district property tax replacement
2   payments.
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1   Section 1. Section 257.16B, subsection 2, paragraph b,
2 unnumbered paragraph 1, Code 2014, is amended to read as
3 follows:
4   For ~~each~~ the budget year beginning ~~on or after~~ July 1, 2014,
5 the department of management shall calculate for each school
6 district all of the following:
7   Sec. 2. Section 257.16B, subsection 2, paragraph b,
8 subparagraph (3), Code 2014, is amended to read as follows:
9   (3) The amount of each school district's property tax
10 replacement payment. Each school district's property tax
11 replacement payment equals the school district's weighted
12 enrollment for the budget year beginning July 1, 2014,
13 multiplied by the remainder of the amount calculated for
14 the school district under subparagraph (2) minus the amount
15 calculated for the school district under subparagraph (1).
16   Sec. 3. Section 257.16B, subsection 2, Code 2014, is amended
17 by adding the following new paragraph:
18   NEW PARAGRAPH. *c.* For each budget year beginning on
19 or after July 1, 2015, the department of management shall
20 calculate for each school district all of the following:
21   (1) The regular program state cost per pupil for the budget
22 year beginning July 1, 2012, multiplied by one hundred percent
23 less the regular program foundation base per pupil percentage
24 pursuant to section 257.1.
25   (2) The regular program state cost per pupil for the budget
26 year beginning July 1, 2015, multiplied by one hundred percent
27 less the regular program foundation base per pupil percentage
28 pursuant to section 257.1.
29   (3) The amount of each school district's property tax
30 replacement payment. Each school district's property tax
31 replacement payment equals the school district's weighted
32 enrollment for the budget year multiplied by the remainder
33 of the amount calculated for the school district under
34 subparagraph (2) minus the amount calculated for the school
35 district under subparagraph (1).

1   EXPLANATION

4   Current Code section 257.16B provides for school district
5 property tax replacement payments. For the budget year
6 beginning July 1, 2013, each school district's property tax
7 replacement payment amount is equal to the school district's
8 weighted enrollment for that budget year multiplied by the
9 difference of the following: (1) the regular program state
10 cost per pupil for the budget year beginning July 1, 2013,
11 multiplied by 100 percent less the regular program foundation
12 base per pupil percentage; and (2) the regular program state
13 cost per pupil for the budget year beginning July 1, 2012,
14 multiplied by 100 percent less the regular program foundation
15 base per pupil percentage. For each budget year beginning on
16 or after July 1, 2014, each school district's property tax
17 replacement payment amount is equal to the school district's
18 weighted enrollment for the budget year multiplied by the
19 difference of the following: (1) the regular program state
20 cost per pupil for the budget year beginning July 1, 2014,
21 multiplied by 100 percent less the regular program foundation
22 base per pupil percentage; and (2) the regular program state
23 cost per pupil for the budget year beginning July 1, 2012,
24 multiplied by 100 percent less the regular program foundation
25 base per pupil percentage.
26   This bill modifies the replacement payment calculation for
27 budget years beginning on or after July 1, 2015. For each
28 budget year beginning on or after July 1, 2015, each school
29 district's property tax replacement payment amount is equal to
30 the school district's weighted enrollment for the budget year
31 multiplied by the difference of the following: (1) the regular
32 program state cost per pupil for the budget year beginning July
33 1, 2015, multiplied by 100 percent less the regular program
34 foundation base per pupil percentage; and (2) the regular
35 program state cost per pupil for the budget year beginning July

1 1, 2012, multiplied by 100 percent less the regular program
2 foundation base per pupil percentage.