

Senate Study Bill 1260 - Introduced

SENATE FILE _____
BY (PROPOSED COMMITTEE ON
APPROPRIATIONS BILL BY
CHAIRPERSON KRAAYENBRINK)

A BILL FOR

1 An Act modifying certain area education agency categorical
2 funding supplement calculations and enrollment
3 determinations and including effective date provisions.
4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

DIVISION I

AREA EDUCATION AGENCY PAYMENTS

1
2
3 Section 1. Section 257.35, Code 2021, is amended by striking
4 the section and inserting in lieu thereof the following:

5 **257.35 Area education agency payments.**

6 1. The department of management shall deduct the amounts
7 calculated for special education support services, media
8 services, area education agency teacher salary supplement
9 district cost, area education agency professional development
10 supplement district cost, and educational services for each
11 school district from the state aid due to the district pursuant
12 to this chapter and shall pay the amounts to the respective
13 area education agencies on a monthly basis from September 15
14 through June 15 during each school year. The department of
15 management shall notify each school district of the amount
16 of state aid deducted for these purposes and the balance of
17 state aid shall be paid to the district. If a district does
18 not qualify for state aid under this chapter in an amount
19 sufficient to cover its amount due to the area education agency
20 as calculated by the department of management, the school
21 district shall pay the deficiency to the area education agency
22 from other moneys received by the district, on a quarterly
23 basis during each school year.

24 2. Notwithstanding subsection 1, the state aid for area
25 education agencies and the portion of the combined district
26 cost calculated for these agencies for the fiscal year
27 beginning July 1, 2021, and each succeeding fiscal year, shall
28 be reduced by the department of management by twenty-two
29 million five hundred thousand dollars. The department shall
30 calculate a reduction such that each area education agency
31 shall receive a reduction proportionate to the amount that the
32 area education agency would otherwise have received under this
33 section if the reduction imposed pursuant to this subsection
34 did not apply.

35 3. Notwithstanding section 257.37, an area education

1 agency may use the funds determined to be available under this
2 section in a manner which the area education agency determines
3 is appropriate to best maintain the level of required area
4 education agency special education services. An area education
5 agency may also use unreserved fund balances for media services
6 or education services in a manner which the area education
7 agency determines is appropriate to best maintain the level of
8 required area education agency special education services.

9 Sec. 2. EFFECTIVE DATE. This division of this Act, being
10 deemed of immediate importance, takes effect upon enactment.

11 DIVISION II

12 AREA EDUCATION AGENCY SPECIAL EDUCATION SUPPORT

13 Sec. 3. Section 257.9, subsections 3 and 4, Code 2021, are
14 amended to read as follows:

15 3. *Special education support services state cost per pupil*
16 *for ~~1991-1992~~ 2020-2021.* For the budget year beginning July
17 1, ~~1991~~ 2020, ~~for~~ the special education support services state
18 cost per pupil, ~~the department of management shall divide the~~
19 ~~total of the approved budgets of the area education agencies~~
20 ~~for special education support services for that year approved~~
21 ~~by the state board of education under section 273.3, subsection~~
22 ~~12, by the total of the weighted enrollment for special~~
23 ~~education support services in the state for the budget year is~~
24 three hundred eight dollars and fifty-six cents. ~~The special~~
25 ~~education support services state cost per pupil for the budget~~
26 ~~year is the amount calculated by the department of management~~
27 ~~under this subsection.~~

28 4. *Special education support services state cost per pupil*
29 *for ~~1992-1993~~ 2021-2022 and succeeding years.* For the budget
30 year beginning July 1, ~~1992~~ 2021, and succeeding budget years,
31 the special education support services state cost per pupil for
32 the budget year is the special education support services state
33 cost per pupil for the base year plus the special education
34 support services supplemental state aid for the budget year.

35 Sec. 4. Section 257.10, subsections 3, 4, and 7, Code 2021,

1 are amended to read as follows:

2 3. *Special education support services district cost per pupil*
3 *for ~~1991-1992~~ 2020-2021*. For the budget year beginning July 1,
4 ~~1991~~ 2020, ~~for~~ the special education support services district
5 cost per pupil, ~~the department of management shall divide the~~
6 ~~approved budget of each area education agency for special~~
7 ~~education support services for that year approved by the state~~
8 ~~board of education, under section 273.3, subsection 12, by~~
9 ~~the total of the weighted enrollment for special education~~
10 ~~support services in the area for that~~ is the special education
11 support services district cost per pupil for the base year plus
12 the special education support services supplemental state aid
13 for the budget year. The special education support services
14 district cost per pupil for each school district in an area for
15 the budget year is the amount calculated by the department of
16 management under this subsection.

17 4. *Special education support services district cost per pupil*
18 *for ~~1992-1993~~ 2021-2022 and succeeding years.*

19 a. For the budget year beginning July 1, ~~1992~~ 2021, and
20 succeeding budget years, the special education support services
21 district cost per pupil for the budget year is the special
22 education support services ~~district~~ state cost per pupil for
23 the base year plus the special education support services
24 supplemental state aid for the budget year.

25 b. Notwithstanding the ~~special education support services~~
26 ~~district cost per pupil for the budget year beginning July 1,~~
27 ~~1991, calculated under subsection 3 paragraph "a", for area~~
28 ~~education agencies that, based on the total budget enrollment~~
29 ~~of the school districts comprising the area education agency,~~
30 ~~have fewer than three and five-tenths public school ten pupils~~
31 ~~per square mile for the budget year beginning July 1, 2021, the~~
32 ~~special education support services district cost per pupil for~~
33 ~~the budget year beginning July 1, ~~1991~~ 2021, and succeeding~~
34 ~~budget years, is one hundred forty-seven dollars one hundred~~
35 ~~three percent of the amount calculated under paragraph "a".~~

1 supplemental state aid for media services in the budget year by
2 multiplying the state media services cost per pupil in the base
3 year times the state percent of growth for the budget year, ~~and~~
4 ~~the~~. For budget years beginning on or after July 1, 2021, the
5 state media services cost per pupil for each budget year is
6 equal to the state media services cost per pupil for the base
7 year plus the supplemental state aid for media services in the
8 budget year.

9 c. For the budget year beginning July 1, 2021, and
10 succeeding budget years, the area media services cost per
11 pupil is equal to the state media services cost per pupil for
12 the budget year. However, for area education agencies that,
13 based on the total budget enrollment of the school districts
14 comprising the area education agency, have fewer than ten
15 pupils per square mile for the budget year beginning July 1,
16 2021, the area media services cost per pupil is equal to one
17 hundred three percent of the state media services cost per
18 pupil for the budget year.

19 d. The total amount funded in each area for media services
20 cost in the budget year equals the area media services cost
21 per pupil in the base budget year ~~plus the supplemental state~~
22 ~~aid for media services in the budget year~~ times the enrollment
23 served in the budget year. Funds shall be paid to area
24 education agencies as provided in [section 257.35](#).

25 Sec. 7. EFFECTIVE DATE. This division of this Act, being
26 deemed of immediate importance, takes effect upon enactment.

27 DIVISION IV

28 AREA EDUCATION AGENCY EDUCATIONAL SERVICES

29 Sec. 8. Section 257.37, subsection 3, Code 2021, is amended
30 to read as follows:

31 3. a. For the budget year beginning July 1, ~~1991~~ 2020, and
32 succeeding budget years, the total amount funded in each area
33 for educational services shall be computed as provided in this
34 subsection.

35 b. For the budget year beginning July 1, ~~1991~~ 2020, the

1 ~~total amount funded in each area for educational services~~
2 ~~in the base year shall be divided by the enrollment served~~
3 ~~in the area in the base year to provide an area educational~~
4 ~~services cost per pupil in the base year, and the department~~
5 ~~of management shall compute the state educational services~~
6 ~~cost per pupil in the base year, which is equal to the average~~
7 ~~of the area educational services costs per pupil in the base~~
8 ~~year sixty-three dollars and forty-eight cents. For the budget~~
9 ~~year beginning July 1, 1991 2021, and succeeding budget years,~~
10 the department of management shall compute the supplemental
11 state aid for educational services by multiplying the state
12 educational services cost per pupil in the base year times the
13 state percent of growth for the budget year, ~~and the.~~ For
14 budget years beginning on or after July 1, 2021, the state
15 educational services cost per pupil for each budget year is
16 equal to the state educational services cost per pupil for
17 the base year plus the supplemental state aid for educational
18 services in the budget year.

19 c. For the budget year beginning July 1, 2021, and
20 succeeding budget years, the area educational services cost per
21 pupil is equal to the state educational services cost per pupil
22 for the budget year. However, for area education agencies
23 that, based on the total budget enrollment of the school
24 districts comprising the area education agency, have fewer than
25 ten pupils per square mile for the budget year beginning July
26 1, 2021, the area educational services cost per pupil is equal
27 to one hundred three percent of the state educational services
28 cost per pupil for the budget year.

29 d. The total amount funded in each area for educational
30 services for the budget year equals the area educational
31 services cost per pupil for the base budget year ~~plus the~~
32 supplemental state aid for educational services in the budget
33 year times the enrollment served in the area in the budget
34 year. Funds shall be paid to area education agencies as
35 provided in [section 257.35](#).

1 (4) For the budget year beginning July 1, 2024, eighty
2 percent of the total preschool budget enrollment as determined
3 under section 256C.5 for all school districts within the area.

4 (5) For each budget year beginning on or after July 1,
5 2025, the total preschool budget enrollment as determined under
6 section 256C.5 for all school districts within the area.

7 Sec. 11. EFFECTIVE DATE. This division of this Act, being
8 deemed of immediate importance, takes effect upon enactment.

9

DIVISION VI

10

AREA EDUCATION AGENCY WEIGHTED ENROLLMENT

11

Sec. 12. Section 257.6, subsection 5, paragraph b, Code
12 2021, is amended to read as follows:

13

b. (1) ~~Weighted enrollment for special~~ Special education
14 support services ~~costs~~ weighted enrollment is equal to the
15 weighted enrollment minus the additional pupils added due
16 to the application of the supplementary weighting budget
17 enrollment plus the preschool budget enrollment under
18 subparagraph (2), plus the nonpublic school enrollment under
19 subparagraph (3), plus the sum of the number of students in the
20 area education agency being served under either part B or part
21 C of the federal Individuals with Disabilities Education Act.

22

(2) For purposes of this paragraph, "preschool budget
23 enrollment" means:

24

(a) For the budget year beginning July 1, 2021, twenty
25 percent of the school district's preschool budget enrollment as
26 determined under section 256C.5.

27

(b) For the budget year beginning July 1, 2022, forty
28 percent of the school district's preschool budget enrollment as
29 determined under section 256C.5.

30

(c) For the budget year beginning July 1, 2023, sixty
31 percent of the school district's preschool budget enrollment as
32 determined under section 256C.5.

33

(d) For the budget year beginning July 1, 2024, eighty
34 percent of the school district's preschool budget enrollment as
35 determined under section 256C.5.

1 (e) For each budget year beginning on or after July 1, 2025,
2 the school district's preschool budget enrollment as determined
3 under section 256C.5.

4 (3) For purposes of this paragraph, "nonpublic school
5 enrollment" means:

6 (a) For the budget year beginning July 1, 2021, twenty
7 percent of the resident pupils attending an accredited
8 nonpublic school.

9 (b) For the budget year beginning July 1, 2022, forty
10 percent of the resident pupils attending an accredited
11 nonpublic school.

12 (c) For the budget year beginning July 1, 2023, sixty
13 percent of the resident pupils attending an accredited
14 nonpublic school.

15 (d) For the budget year beginning July 1, 2024, eighty
16 percent of the resident pupils attending an accredited
17 nonpublic school.

18 (e) For each budget year beginning on or after July 1, 2025,
19 the number of resident pupils attending an accredited nonpublic
20 school.

21 Sec. 13. Section 273.23, subsection 8, Code 2021, is amended
22 to read as follows:

23 8. For the school year beginning on the effective date
24 of an area education agency reorganization as provided in
25 this subchapter, the special education support services
26 cost per pupil shall be ~~based upon the combined base year~~
27 ~~budgets for special education support services of the area~~
28 ~~education agencies that reorganized to form the newly formed~~
29 ~~area education agency, divided by the total of the weighted~~
30 ~~enrollment for special education support services in the~~
31 ~~reorganized area education agency for the base year equal~~
32 to the highest special education support services cost per
33 pupil for the base year among all area education agencies that
34 reorganized plus the supplemental state aid amount per pupil
35 for special education support services for the budget year as

1 calculated in [section 257.8](#).

2 Sec. 14. EFFECTIVE DATE. This division of this Act, being
3 deemed of immediate importance, takes effect upon enactment.

4

DIVISION VII

5

AREA EDUCATION AGENCY TEACHER SALARY SUPPLEMENT

6 Sec. 15. Section 257.9, subsection 9, Code 2021, is amended
7 to read as follows:

8 9. *Area education agency teacher salary supplement state cost*
9 *per pupil.*

10 a. For the budget year beginning July 1, 2009, for the
11 area education agency teacher salary supplement state cost per
12 pupil, the department of management shall add together the
13 teacher compensation allocation made to each area education
14 agency for the fiscal year beginning July 1, 2008, pursuant to
15 section 284.13, subsection 1, paragraph "i", Code 2009, and
16 the phase II allocation made to each area education agency for
17 the fiscal year beginning July 1, 2008, pursuant to section
18 294A.9, Code 2009, and divide that sum by the statewide special
19 education support services weighted enrollment for the fiscal
20 year beginning July 1, 2009.

21 b. The area education agency teacher salary supplement state
22 cost per pupil for the budget year beginning July 1, 2010, and
23 succeeding budget years beginning before July 1, 2025, shall
24 be the amount calculated by the department of management under
25 this subsection for the base year plus a supplemental state
26 aid amount that is equal to the teacher salary supplement
27 categorical state percent of growth, pursuant to section
28 257.8, subsection 2, for the budget year, multiplied by the
29 amount calculated by the department of management under this
30 subsection for the base year.

31 c. The area education agency teacher salary supplement
32 state cost per pupil for the budget year beginning July 1,
33 2025, shall be an amount equal to the sum of the highest area
34 education agency teacher salary supplement district cost per
35 pupil for the base year among all area education agencies in

1 the state plus a supplemental state aid amount that is equal
2 to the categorical state percent of growth for the budget
3 year, multiplied by the area education agency teacher salary
4 supplement state cost per pupil for the base year.

5 d. The area education agency teacher salary supplement
6 state cost per pupil for the budget year beginning July 1,
7 2026, and succeeding budget years, shall be the area education
8 agency teacher salary supplement state cost per pupil for the
9 base year plus a supplemental state aid amount that is equal
10 to the categorical state percent of growth for the budget
11 year, multiplied by the area education agency teacher salary
12 supplement state cost per pupil for the base year.

13 Sec. 16. Section 257.37A, subsection 1, paragraphs a and d,
14 Code 2021, are amended to read as follows:

15 a. (1) For the budget year beginning July 1, 2009, the
16 department of management shall add together the teacher
17 compensation allocation made to each area education agency for
18 the fiscal year beginning July 1, 2008, pursuant to section
19 284.13, subsection 1, paragraph "i", Code 2009, and the phase II
20 allocation made to each area education agency for the fiscal
21 year beginning July 1, 2008, pursuant to section 294A.9, Code
22 2009, and divide that sum by the special education support
23 services weighted enrollment in the fiscal year beginning July
24 1, 2009, to determine the area education agency teacher salary
25 supplement cost per pupil. For the budget year beginning July
26 1, 2010, and succeeding budget years beginning before July
27 1, 2026, the area education agency teacher salary supplement
28 district cost per pupil for each area education agency for a
29 budget year is equal to the sum of the following:

30 (a) The area education agency teacher salary supplement
31 district cost per pupil for the base year plus the.

32 (b) The area education agency teacher salary supplement
33 supplemental state aid amount for the budget year.

34 (c) The area education agency's teacher salary supplement
35 differential for the budget year.

1 (2) For budget years beginning on or after July 1,
2 2021, but before July 1, 2026, each area education agency's
3 teacher salary supplement differential shall be the following
4 percentages of the difference between the area education
5 agency's teacher salary supplement district cost per pupil for
6 the budget year beginning July 1, 2020, and the highest area
7 education agency teacher salary supplement district cost per
8 pupil among all area education agencies in the state for the
9 budget year beginning July 1, 2020:

10 (a) For the budget year beginning July 1, 2021, twenty
11 percent.

12 (b) For the budget year beginning July 1, 2022, forty
13 percent.

14 (c) For the budget year beginning July 1, 2023, sixty
15 percent.

16 (d) For the budget year beginning July 1, 2024, eighty
17 percent.

18 (e) For the budget year beginning July 1, 2025, one hundred
19 percent.

20 (3) For the budget year beginning July 1, 2026, and
21 succeeding budget years, the area education agency teacher
22 salary supplement district cost per pupil for each area
23 education agency for a budget year is the area education agency
24 teacher salary supplement state cost per pupil for the budget
25 year.

26 ~~*d.* For the budget year beginning July 1, 2009, the use~~
27 ~~of the funds calculated under [this subsection](#) shall comply~~
28 ~~with requirements of [chapter 284](#) and shall be distributed to~~
29 ~~teachers pursuant to [section 284.3A](#).~~ For the budget year
30 beginning July 1, 2010, and succeeding budget years, the use of
31 the funds calculated under [this subsection](#) shall comply with
32 the requirements of [chapter 284](#) and shall be distributed to
33 teachers pursuant to [section 284.3A](#).

34 Sec. 17. EFFECTIVE DATE. This division of this Act, being
35 deemed of immediate importance, takes effect upon enactment.

DIVISION VIII

AREA EDUCATION AGENCY PROFESSIONAL DEVELOPMENT SUPPLEMENT

Sec. 18. Section 257.9, subsection 10, Code 2021, is amended to read as follows:

10. *Area education agency professional development supplement state cost per pupil.*

a. For the budget year beginning July 1, 2009, for the area education agency professional development supplement state cost per pupil, the department of management shall add together the professional development allocation made to each area education agency for the fiscal year beginning July 1, 2008, pursuant to section 284.13, subsection 1, paragraph "d", Code 2009, and divide that sum by the statewide special education support services weighted enrollment for the fiscal year beginning July 1, 2009.

b. The area education agency professional development supplement state cost per pupil for the budget year beginning July 1, 2010, and succeeding budget years beginning before July 1, 2025, shall be the amount calculated by the department of management under [this subsection](#) for the base year plus a supplemental state aid amount that is equal to the professional development supplement categorical state percent of growth, pursuant to [section 257.8, subsection 2](#), for the budget year, multiplied by the amount calculated by the department of management under [this subsection](#) for the base year.

c. The area education agency professional development supplement state cost per pupil for the budget year beginning July 1, 2025, shall be an amount equal to the sum of the highest area education agency professional development supplement district cost per pupil for the base year among all area education agencies in the state plus a supplemental state aid amount that is equal to the categorical state percent of growth for the budget year, multiplied by the area education agency professional development supplement state cost per pupil for the base year.

1 d. The area education agency professional development
2 supplement state cost per pupil for the budget year beginning
3 July 1, 2026, and succeeding budget years, shall be the area
4 education agency professional development supplement state
5 cost per pupil for the base year plus a supplemental state aid
6 amount that is equal to the categorical state percent of growth
7 for the budget year, multiplied by the area education agency
8 professional development supplement state cost per pupil for
9 the base year.

10 Sec. 19. Section 257.37A, subsection 2, paragraph a, Code
11 2021, is amended to read as follows:

12 ~~a. (1) For the budget year beginning July 1, 2009, the~~
13 ~~department of management shall divide the area education agency~~
14 ~~professional development supplement made to each area education~~
15 ~~agency for the fiscal year beginning July 1, 2008, pursuant~~
16 ~~to [section 284.13, subsection 1](#), paragraph "d", Code 2009, by~~
17 ~~the special education support services weighted enrollment~~
18 ~~in the fiscal year beginning July 1, 2009, to determine the~~
19 ~~professional development supplement cost per pupil. For the~~
20 ~~budget year beginning July 1, 2010, and succeeding budget~~
21 ~~years beginning before July 1, 2026, the area education agency~~
22 ~~professional development supplement district cost per pupil for~~
23 ~~each area education agency for a budget year is the equal to~~
24 ~~the sum of the following:~~

25 (a) The area education agency professional development
26 supplement district cost per pupil for the base year plus the.

27 (b) The area education agency professional development
28 supplement supplemental state aid amount for the budget year.

29 (c) The area education agency's professional development
30 supplement differential for the budget year.

31 (2) For budget years beginning on or after July 1, 2021, but
32 before July 1, 2026, each area education agency's professional
33 development supplement differential shall be the following
34 percentages of the difference between the area education
35 agency's professional development supplement district cost

1 per pupil for the budget year beginning July 1, 2020, and the
2 highest area education agency professional supplement district
3 cost per pupil among all area education agencies in the state
4 for the budget year beginning July 1, 2020:

5 (a) For the budget year beginning July 1, 2021, twenty
6 percent.

7 (b) For the budget year beginning July 1, 2022, forty
8 percent.

9 (c) For the budget year beginning July 1, 2023, sixty
10 percent.

11 (d) For the budget year beginning July 1, 2024, eighty
12 percent.

13 (e) For the budget year beginning July 1, 2025, one hundred
14 percent.

15 (3) For the budget year beginning July 1, 2026, and
16 succeeding budget years, the area education agency professional
17 development supplement district cost per pupil for each area
18 education agency for a budget year is the area education agency
19 professional development supplement state cost per pupil for
20 the budget year.

21 Sec. 20. EFFECTIVE DATE. This division of this Act, being
22 deemed of immediate importance, takes effect upon enactment.

23 EXPLANATION

24 The inclusion of this explanation does not constitute agreement with
25 the explanation's substance by the members of the general assembly.

26 This bill relates to area education agencies by modifying
27 certain categorical funding supplement calculations and
28 enrollment determinations.

29 Division I of the bill strikes and replaces Code section
30 257.35 relating to the deduction of amounts calculated for
31 special education support services, media services, area
32 education agency teacher salary supplement district cost,
33 area education agency professional development supplement
34 district cost, and educational services from the state aid due
35 to each school district and the payment of such amounts to the

1 respective area education agencies. The bill provides that the
2 state aid for area education agencies and the portion of the
3 combined district cost calculated for these agencies for the
4 fiscal year beginning July 1, 2021, and each succeeding fiscal
5 year, is reduced by the department of management by \$22.5
6 million. The department of management is required to calculate
7 a reduction such that each area education agency receives a
8 reduction proportionate to the amount that it would otherwise
9 have received if the reduction did not apply.

10 Division I of the bill takes effect upon enactment.

11 Division II of the bill modifies the calculation of the
12 special education support services state cost per pupil by
13 providing that for the budget year beginning July 1, 2020, the
14 special education support services state cost per pupil is
15 \$308.56. Then, for the budget year beginning July 1, 2021, and
16 succeeding budget years, the special education support services
17 state cost per pupil for the budget year is the special
18 education support services state cost per pupil for the base
19 year plus the special education support services supplemental
20 state aid for the budget year.

21 Division II of the bill also provides that the special
22 education support services district cost per pupil for the
23 budget year beginning July 1, 2021, and succeeding budget
24 years, is the special education support services state cost
25 per pupil for the base year plus the special education support
26 services supplemental state aid for the budget year. However,
27 for area education agencies that, based on school district
28 budget enrollments, have fewer than 10 pupils per square
29 mile for the budget year beginning July 1, 2021, the special
30 education support services district cost per pupil for the
31 budget year beginning July 1, 2021, and succeeding budget
32 years, is 103 percent of the amount otherwise calculated
33 under the bill. The bill also makes inapplicable the special
34 education support services district cost adjustment provision
35 in Code section 257.10(7) for the budget year beginning July

1 1, 2021.

2 Division II of the bill takes effect upon enactment.

3 Division III of the bill modifies the calculation of the
4 state media services cost per pupil and specifies that the
5 state media services cost per pupil for the budget year
6 beginning July 1, 2020, is equal to \$57.53. For budget years
7 beginning on or after July 1, 2021, the state media services
8 cost per pupil for each budget year is then equal to the state
9 media services cost per pupil for the base year plus the
10 supplemental state aid for media services in the budget year.

11 Division III of the bill also provides that for the budget
12 year beginning July 1, 2021, and succeeding budget years, the
13 area media services cost per pupil is equal to the state media
14 services cost per pupil for the budget year. However, for
15 area education agencies that, based on school district budget
16 enrollments, have fewer than 10 pupils per square mile for the
17 budget year beginning July 1, 2021, the area media services
18 cost per pupil is equal to 103 percent of the state media
19 services cost per pupil for the budget year.

20 Division III of the bill takes effect upon enactment.

21 Division IV of the bill modifies the calculation of the state
22 educational services cost per pupil and specifies that for
23 the budget year beginning July 1, 2020, the state educational
24 services cost per pupil is equal to \$63.48. For budget years
25 beginning on or after July 1, 2021, the state educational
26 services cost per pupil for each budget year is equal to the
27 state educational services cost per pupil for the base year
28 plus the supplemental state aid for educational services in the
29 budget year.

30 Division IV of the bill also provides that for the budget
31 year beginning July 1, 2021, and succeeding budget years,
32 the area educational services cost per pupil is equal to the
33 state educational services cost per pupil for the budget
34 year. However, for area education agencies that, based on
35 school district budget enrollments, have fewer than 10 pupils

1 per square mile for the budget year beginning July 1, 2021,
2 the area educational services cost per pupil is equal to 103
3 percent of the state educational services cost per pupil for
4 the budget year.

5 Division IV of the bill takes effect upon enactment.

6 Division V of the bill amends the definition of "enrollment
7 served" used to calculate certain funding amounts for area
8 education agencies. For school budget years beginning on
9 or after July 1, 2021, the bill adds to the current law
10 calculation of "enrollment served", an "area preschool
11 budget enrollment". Under the bill, "area preschool budget
12 enrollment" means the following percentages of the total
13 preschool budget enrollment for all school districts in the
14 area under Code section 256C.5: (1) for the budget year
15 beginning July 1, 2021, 20 percent; (2) for the budget year
16 beginning July 1, 2022, 40 percent; (3) for the budget year
17 beginning July 1, 2023, 60 percent; (4) for the budget year
18 beginning July 1, 2024, 80 percent; and (5) for each budget
19 year beginning on or after July 1, 2025, 100 percent.

20 Division V of the bill takes effect upon enactment.

21 Division VI of the bill amends the calculation of special
22 education support services weighted enrollment under Code
23 section 257.6(5)(b). Under the bill, special education support
24 services weighted enrollment for each school district is
25 equal to budget enrollment plus a specified percentage of the
26 preschool budget enrollment, plus a specified percentage of
27 the resident nonpublic school enrollment, plus the sum of the
28 number of students in the area education agency being served
29 under either part B or part C of the federal Individuals with
30 Disabilities Education Act.

31 Division VI also modifies provisions relating to the
32 special education support services cost per pupil following a
33 reorganization.

34 Division VI of the bill takes effect upon enactment.

35 Division VII of the bill modifies the calculation of the area

1 education agency teacher salary supplement state cost per pupil
2 for certain school budget years. Under the bill, the area
3 education agency teacher salary supplement state cost per pupil
4 for the budget year beginning July 1, 2025, is an amount equal
5 to the sum of the highest area education agency teacher salary
6 supplement district cost per pupil for the base year among all
7 area education agencies in the state plus a supplemental state
8 aid amount that is equal to the categorical state percent of
9 growth for the budget year, multiplied by the area education
10 agency teacher salary supplement state cost per pupil for the
11 base year. Then, for the budget year beginning July 1, 2026,
12 and succeeding budget years, the area education agency teacher
13 salary supplement state cost per pupil is equal to the area
14 education agency teacher salary supplement state cost per pupil
15 for the base year plus a supplemental state aid amount that is
16 equal to the categorical state percent of growth for the budget
17 year, multiplied by the area education agency teacher salary
18 supplement state cost per pupil for the base year.

19 Division VII of the bill also modifies the calculation of the
20 area education agency teacher salary supplement district cost
21 per pupil. For the budget years beginning before July 1, 2026,
22 the area education agency teacher salary supplement district
23 cost per pupil for each area education agency for a budget year
24 is equal to the sum of the following: (1) the education agency
25 teacher salary supplement district cost per pupil for the base
26 year; (2) the area education agency teacher salary supplement
27 supplemental state aid amount for the budget year; and (3) the
28 area education agency's teacher salary supplement differential
29 for the budget year, as determined in the bill. Then, for
30 the budget year beginning July 1, 2026, and succeeding budget
31 years, the area education agency teacher salary supplement
32 district cost per pupil for each area education agency for
33 a budget year is the area education agency teacher salary
34 supplement state cost per pupil for the budget year.

35 Division VII of the bill takes effect upon enactment.

1 Division VIII of the bill modifies the calculation of the
2 area education agency professional development supplement state
3 cost per pupil and specifies that the area education agency
4 professional development supplement state cost per pupil for
5 the budget year beginning July 1, 2025, is an amount equal
6 to the sum of the highest area education agency professional
7 development supplement district cost per pupil for the base
8 year among all area education agencies in the state plus a
9 supplemental state aid amount that is equal to the categorical
10 state percent of growth for the budget year, multiplied by
11 the area education agency professional development supplement
12 state cost per pupil for the base year. Then, the area
13 education agency professional development supplement state
14 cost per pupil for the budget year beginning July 1, 2026, and
15 succeeding budget years, is equal to the area education agency
16 professional development supplement state cost per pupil for
17 the base year plus a supplemental state aid amount that is
18 equal to the categorical state percent of growth for the budget
19 year, multiplied by the area education agency professional
20 development supplement state cost per pupil for the base year.

21 Division VIII also modifies the calculation of the area
22 education agency professional development supplement cost per
23 pupil. For budget years beginning before July 1, 2026, the
24 area education agency professional development supplement
25 district cost per pupil for each area education agency for a
26 budget year is equal to the sum of the following: (1) the area
27 education agency professional development supplement district
28 cost per pupil for the base year; (2) the area education agency
29 professional development supplement supplemental state aid
30 amount for the budget year; and (3) the area education agency's
31 professional development supplement differential for the budget
32 year, as determined in the bill. Then, for the budget year
33 beginning July 1, 2026, and succeeding budget years, the area
34 education agency professional development supplement district
35 cost per pupil for each area education agency for a budget

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1 year is the area education agency professional development

2 supplement state cost per pupil for the budget year.

3 Division VIII of the bill takes effect upon enactment.