

House File 810 - Introduced

HOUSE FILE 810
BY RINKER

A BILL FOR

1 An Act relating to granting supplemental aid or a modified
2 supplemental amount for school districts with high open
3 enrollments, and including effective date and applicability
4 provisions.

5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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1 Section 1. Section 257.31, subsection 5, paragraph o, Code
2 2025, is amended to read as follows:

3 o. (1) The percentage of students enrolled in the school
4 district as the result of open enrollment under section 282.18 is
5 equal to or greater than forty-five percent of the total number
6 of students enrolled in the school district. The committee shall
7 not approve supplemental aid or a modified supplemental amount
8 that exceeds an amount equal to fifty percent of the product
9 of the net change in the school district's expected enrollment
10 due to open enrollment multiplied by the sum of the following
11 amounts:

12 (a) The difference between the district's regular program
13 district cost per pupil minus the regular program state cost per
14 pupil.

15 ~~(b) The teacher salary supplement district cost per pupil.~~

16 ~~(e)~~ (b) The professional development supplement district
17 cost per pupil.

18 ~~(d)~~ (c) The early intervention supplement district cost per
19 pupil.

20 (2) Prior to filing a request for supplemental aid or a
21 modified supplemental amount based on the grounds specified in
22 this paragraph, the board of directors shall hold a public
23 hearing on the issue and shall publish the notice of the time
24 and place of the public hearing. Notice of the time and place of
25 the public hearing shall be published not less than ten nor more
26 than twenty days before the public hearing in a newspaper that is
27 a newspaper of general circulation in the school district.

28 (3) A school district is not eligible for supplemental aid or
29 a modified supplemental amount under this paragraph if a majority
30 of the students enrolled in the school district as the result of
31 open enrollment are students receiving online instruction from a
32 private provider under section 256.43, subsection 2.

33 ~~(4) A school district is only eligible for supplemental aid~~
34 ~~or a modified supplemental amount under this paragraph for the~~
35 ~~budget year beginning July 1, 2024~~ If a school district is

1 granted a modified supplemental amount under this paragraph for
2 a budget year beginning on or after July 1, 2025, the school
3 district's combined property tax rate per one thousand dollars
4 for all school district levies for the succeeding budget year
5 shall not exceed the combined property tax rate for all such
6 levies for the budget year for which the modified supplemental
7 amount was granted.

8 Sec. 2. REPEAL. 2024 Iowa Acts, chapter 1152, section 45, is
9 repealed.

10 Sec. 3. EFFECTIVE DATE. This Act, being deemed of immediate
11 importance, takes effect upon enactment.

12 Sec. 4. APPLICABILITY. This Act applies to school budget
13 years beginning on or after July 1, 2025.

14 EXPLANATION

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

17 Code section 257.31(5) establishes circumstances under which
18 the school budget review committee (committee) may grant
19 supplemental aid or a modified supplemental amount to a district.
20 This bill modifies the calculations for supplemental aid or a
21 modified supplemental amount for such school districts under
22 circumstances of high open enrollment into the district by
23 striking the teacher salary supplement district cost per pupil
24 from the amount.

25 The bill strikes the limitation that specified a school
26 district is only eligible for supplemental aid or a modified
27 supplemental amount related to increasing open enrollment for the
28 budget year beginning July 1, 2024.

29 The bill also strikes a provision in 2024 Iowa Acts, chapter
30 1152, section 45, and moves the provision to Code section
31 257.31(5)(o) with modifications. The provision specifies that
32 if a school district with high open enrollment into the district
33 is granted a modified supplemental amount for a budget year
34 beginning on or after July 1, 2025, the school district's
35 combined property tax rate for all school district levies for

1 the succeeding budget year shall not exceed the combined property
2 tax rate for all such levies for the budget year for which the
3 modified supplemental amount was granted.

4 The bill takes effect upon enactment and applies to school
5 budget years beginning on or after July 1, 2025.

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