

## CHAPTER 78

## MERIT SYSTEM EMERGENCY EXEMPTIONS

H. F. 348

AN ACT relating to exemptions of temporary employees subject to a federally funded emergency employment utilization program from the state merit system and providing penalties.

*Be It Enacted by the General Assembly of the State of Iowa:*

1 SECTION 1. Notwithstanding the provisions of chapter nineteen A  
2 (19A) of the Code, a person employed under a temporary, emergency  
3 employment utilization program funded by the federal government  
4 which program does not exceed one year and which program is not sub-  
5 ject to merit system standards by federal law, shall be exempt from  
6 chapter nineteen A (19A) of the Code except as provided by this Act.

1 SEC. 2. The provisions of section nineteen A point eighteen  
2 (19A.18) of the Code relating to political activity and the civil penal-  
3 ties contained in such section shall apply to this Act. Section nineteen  
4 A point nineteen (19A.19) of the Code relating to prohibited actions  
5 shall, where consistent with the provisions of section one (1) of this Act,  
6 apply to this Act.

1 SEC. 3. Any person violating the provisions of this Act shall be sub-  
2 ject to the penalty provided for in section nineteen A point twenty  
3 (19A.20) of the Code.

1 SEC. 4. This Act, being deemed of immediate importance, shall  
2 take effect and be in force from and after its publication in the Farmer-  
3 Labor Press, a newspaper\* published in Council Bluffs, Iowa, and in  
4 The Evening Sentinel, a newspaper published in Shenandoah, Iowa.

Approved May 6, 1975

I hereby certify that the foregoing Act, House File 348, was published in the Farmer-Labor Press, Council Bluffs, Iowa, May 15, 1975, and in The Evening Sentinel, Shenandoah, Iowa, May 13, 1975.

MELVIN D. SYNHORST, *Secretary of State*

\*According to enrolled Act

## CHAPTER 79

## ELEMENTARY, SECONDARY AND PREKINDERGARTEN EDUCATION

H. F. 558

AN ACT relating to elementary, secondary and prekindergarten education, by changing the certification date of school budgets, providing for enforcement of school standards and prescribing time periods for compliance, clarifying the provision of auxiliary services, clarifying duties of the area education agency board and administrator, the director of special education, the department of public instruction, and the state comptroller, limiting reorganization under certain conditions, modifying reimbursement provisions for driver education, modifying the two hundred dollar minimum state foundation aid, providing new methods for defining enrollment and augmenting declining enrollment, clarifying authorized expenditures, providing a state percent of growth for the 1975-76 school year, new methods for determining state percent of growth and allowable growth, correcting methods of computing state cost and district cost per pupil, modifying the authority of the school budget review committee to reduce allowable growth, authorizing an enrichment program funded by property tax, state aid, and an income surtax to replace the former income surtax provisions, providing new methods for determining and funding costs of media services

and other services provided through the area education agencies, providing an advance to compensate for increasing enrollment, modifying reimbursement for special education services formerly offered by local districts and county or joint county school systems, providing certain special education support funds in addition to the programmed and approved costs, correcting references, making an appropriation, and providing a retroactive effective date.

*Be It Enacted by the General Assembly of the State of Iowa:*

1 SECTION 1. Section twenty-four point seventeen (24.17), unnum-  
2 bered paragraph one (1), Code 1975, is amended to read as follows:

3 The local budgets of the various political subdivisions, ~~except for lo-~~  
4 ~~cal school districts~~, shall be certified by the chairman of the certifying  
5 board or levying board, as the case may be, in duplicate to the county  
6 auditor not later than March ~~15~~ *fifteenth* of each year on blanks pre-  
7 scribed by the state board, and according to the rules and instruction  
8 which shall be furnished all certifying and levying boards in printed  
9 form by the state board. ~~The local budgets of local school districts shall~~  
10 ~~be certified not later than February 15 in the same manner as local~~  
11 ~~budgets of the various political subdivisions are certified.~~

1 SEC. 2. Section two hundred fifty-seven point twenty-five (257.25),  
2 subsections ten (10) and eleven (11), Code 1975, are amended to read as  
3 follows:

4 10. As a basis for inclusion on the list of approved schools, the state  
5 department of public instruction shall evaluate the school educational  
6 program in the several school systems of the state for the purposes of  
7 school improvement and approval, and each public and nonpublic  
8 school system shall make such reports as the superintendent of public  
9 instruction deems necessary to show compliance with the curriculum  
10 programs and other requirements prescribed in the Code. *The state de-*  
11 *partment, in consultation with the board of directors and adminis-*  
12 *tration of the school district, shall conduct an immediate evaluation*  
13 *of the educational program of each school district which the depart-*  
14 *ment determines has failed to comply with the curriculum programs*  
15 *and other requirements prescribed in the Code.*

16 The state superintendent shall make recommendations and sugges-  
17 tions in writing to each school and school district which is subject to  
18 this section when the department of public instruction determines, af-  
19 ter due investigation, that deficiencies exist in any school or school dis-  
20 trict.

21 The state board of public instruction shall adopt approval standards  
22 and rules to implement, interpret and make effective the provisions of  
23 this section. In adopting the same, the board shall take into account  
24 recognized educational standards. Standards and rules shall be of gen-  
25 eral application without specific regard to school population.

26 Such standards and rules shall be subject to the provisions of chapter  
27 17A. In addition, such standards and rules shall be reported by the  
28 state board to the general assembly within twenty days after the com-  
29 mencement of a regular legislative session. No school or school district  
30 shall be removed from the approved list for failure to comply with such  
31 standards or rules, until at least one hundred twenty days have elapsed  
32 following the reporting of such standards and rules to the general as-  
33 sembly as provided in this section.

34 11. The state board of public instruction shall remove for cause, af-  
35 ter due investigation and notice, any school or school district from the  
36 approved list which fails to comply with such approval standards and  
37 rules *in the manner prescribed in this subsection.* The state board  
38 shall allow a reasonable period of time *after notification of noncom-*

39 ~~pliance, which shall be at least one~~ *not to exceed the following school*  
 40 *year, for compliance with such approval standards and rules. If such* ~~if such~~ *If*  
 41 *the school or school district is making a good faith effort and substan-*  
 42 *tial progress toward full compliance and if the failure to comply is due*  
 43 *to factors beyond the control of the board of directors or governing*  
 44 *body of such school or school district* ~~additional time may be granted.~~  
 45 *In allowing such time for compliance, the board shall follow consistent*  
 46 *policies, taking into account the circumstances of each case. The reason-*  
 47 *able period of time for compliance may be, but need not be given*  
 48 ~~prior to~~ *shall not exceed the one-year notice requirement that is re-*  
 49 ~~quired under of~~ *subsection 12. A school or school district which is re-*  
 50 ~~moved from the approved list pursuant to the provisions of this section~~  
 51 ~~shall be ineligible to receive state financial aid during the period of~~  
 52 ~~noncompliance.~~

53 *The* ~~During the period of time allowed for compliance, the super-~~  
 54 *intendent of public instruction and the president of the state board*  
 55 *shall confer with the affected school board and with the school boards*  
 56 *of contiguous school districts to assist the affected school board in de-*  
 57 *termining how best to offer the students of that district an approved*  
 58 *educational program. When a school district has been removed from*  
 59 *the approved list, is ineligible to receive state aid, and can no longer*  
 60 *continue to operate, the board of directors shall seek to merge the terri-*  
 61 *tory of the school district with one or more contiguous school districts*  
 62 *pursuant to the provisions of chapter 275. If by the first of July the*  
 63 *following school year, the district has not met the approval standards*  
 64 *and any portion of the district has not been merged with one or more*  
 65 *contiguous school districts, the portion that has not been merged shall*  
 66 *be merged with one or more contiguous school districts by the state*  
 67 *board and the provisions of sections 275.25 to 275.38 shall apply.*

1 SEC. 3. Section two hundred fifty-seven point twenty-five (257.25),  
 2 subsection twelve (12), Code 1975, is amended by adding the following  
 3 new unnumbered paragraph:

4 NEW UNNUMBERED PARAGRAPH. After notification of removal from  
 5 the approved list, the board of directors shall seek to merge the territo-  
 6 ry of the school district with one or more contiguous school districts  
 7 pursuant to the provisions of chapter two hundred seventy-five (275) of  
 8 the Code. If on the date specified for removal from the approved list,  
 9 the district, or any portion of the district, has not been merged with  
 10 one or more contiguous school districts, the portion that has not been  
 11 merged shall be merged with one or more contiguous school districts by  
 12 the state board, and the provisions of sections two hundred seventy-  
 13 five point twenty-five (275.25) through two hundred seventy-five point  
 14 thirty-eight (275.38) of the Code shall apply. Until the merger is com-  
 15 pleted, the school district shall pay tuition for its resident students to  
 16 an approved school district under the provisions of section two hundred  
 17 seventy-nine point eighteen (279.18) of the Code.

1 SEC. 4. Section two hundred seventy-three point two (273.2), subsec-  
 2 tion four (4), Code 1975, is amended by striking the subsection and in-  
 3 serting in lieu thereof the following:

4 4. Auxiliary services for nonpublic school pupils as provided in sec-  
 5 tion two hundred fifty-seven point twenty-six (257.26) of the Code.  
 6 However, if auxiliary services are provided their funding shall be based  
 7 on the type of service provided.

1 SEC. 5. Section two hundred seventy-three point two (273.2), un-  
 2 numbered paragraph five (5), Code 1975, is amended to read as fol-  
 3 lows:

4 The board of directors of an area education agency shall not estab-  
 5 lish programs and services which duplicate programs and services  
 6 *which are or may be* provided by the area schools under the provisions  
 7 of chapter 280A. An area education agency shall contract, whenever  
 8 practicable, with other school corporations for the use of personnel,  
 9 buildings, facilities, supplies, equipment, programs, and services.

1 SEC. 6. Section two hundred seventy-three point three (273.3), sub-  
 2 sections two (2) and seven (7), Code 1975, are amended to read as fol-  
 3 lows:

4 2. Be authorized to receive and expend money for providing pro-  
 5 grams and services as provided in sections 273.1 to 273.9 ~~and~~, chapter  
 6 281 ~~and chapter four hundred forty-two (442) of the Code~~. All costs  
 7 incurred in providing the programs and services, including administra-  
 8 tive costs, shall be paid from funds received pursuant to sections 273.1  
 9 to 273.9 and chapters 281 and 442.

10 7. Be authorized, subject to the approval of the ~~department state~~  
 11 *board* of public instruction, to lease, receive by gift and operate and  
 12 maintain such facilities and buildings as deemed necessary to provide  
 13 authorized programs and services. *However, the state board shall not*  
 14 *approve the leasing or renting of facilities or buildings until it is*  
 15 *satisfied by investigation that no public school corporations within*  
 16 *the area have suitable facilities available.*

1 SEC. 7. Section two hundred seventy-three point three (273.3), Code  
 2 1975, is amended by adding the following new subsection:

3 NEW SUBSECTION. Be authorized, subject to the approval of the de-  
 4 partment of public instruction, to acquire by retransfer from the coun-  
 5 ty board of education of a county school system, within one year  
 6 from the effective date of this Act, at a cost not to exceed one thou-  
 7 sand dollars, any land formerly held by the United States department  
 8 of health, education, and welfare.

1 SEC. 8. Section two hundred seventy-three point four (273.4), Code  
 2 1975, is amended by adding the following new subsection:

3 NEW SUBSECTION. Submit program plans each year to the depart-  
 4 ment of public instruction to reflect the needs of the area education  
 5 agency for media services as provided in section two hundred seventy-  
 6 three point six (273.6) of the Code.

1 SEC. 9. Section two hundred seventy-three point five (273.5), sub-  
 2 section six (6), Code 1975, is amended to read as follows:

3 6. Submit to the department of public instruction special education  
 4 instructional and support program plans and applications including  
 5 those for new or expanded programs and services, subject to criteria  
 6 listed in chapter 281 ~~and this chapter~~, for approval by November 4  
 7 *first* of each year for the school year commencing the following July 4  
 8 *first*.

9 *For the school years subsequent to the school year beginning July*  
 10 *1, 1975, the director shall include in the program plans submitted to*  
 11 *the department for support services the costs necessary to fund the*  
 12 *newly identified nonpublic school pupils served by the area with*  
 13 *support services not previously counted in the program plans for*  
 14 *support services.*

1 SEC. 10. Section two hundred seventy-three point eight (273.8), sub-  
 2 section two (2), unnumbered paragraph five (5), Code 1975, is amended  
 3 to read as follows:

4 Vacancies, as defined in section 277.29, in the membership of the

5 area education agency board shall be filled for the unexpired portion  
6 of the term by the board of the school district in which the member re-  
7 sided at a special director district convention called and conducted  
8 in the manner provided in this subsection for regular director dis-  
9 trict conventions.

1 SEC. 11. Section two hundred seventy-three point nine (273.9),  
2 Code 1975, is amended by striking the section and inserting in lieu  
3 thereof the following:

4 **273.9 Funding.**

5 1. For the school year beginning July 1, 1975, and each succeeding  
6 school year, school districts shall pay for the programs and services  
7 provided through the area education agency and shall include expendi-  
8 tures for the programs and services in their budgets, in accordance with  
9 the provisions of this section.

10 2. School districts shall pay the costs of special education instruc-  
11 tional programs with the moneys available to the districts for each  
12 child requiring special education, by application of the special educa-  
13 tion weighting plan in section two hundred eighty-one point nine  
14 (281.9) of the Code. Special education instructional programs shall be  
15 provided at the local level if practicable, or otherwise by contractual  
16 arrangements with the area education agency board as provided in sec-  
17 tion two hundred seventy-three point three (273.3), subsection five (5)  
18 of the Code, but in each case the total money available through sec-  
19 tion two hundred eighty-one point nine (281.9) and chapter four  
20 hundred forty-two (442) of the Code because of weighted enrollment  
21 for each child requiring special education instruction shall be made  
22 available to the district or agency which provides the special education  
23 instructional program to the child, subject to adjustments for transpor-  
24 tation or other costs which may be paid by the school district in which  
25 the child is enrolled. Each district shall cooperate with its area educa-  
26 tion agency to provide an appropriate special education instructional  
27 program for each child who requires special education instruction, as  
28 identified and counted within the certification by the area director of  
29 special education or as identified by the area director of special educa-  
30 tion subsequent to the certification, and shall not provide a special ed-  
31 ucation instructional program to a child who has not been so identified  
32 and counted within the certification or identified subsequent to the cer-  
33 tification.

34 3. The costs of special education support services provided through  
35 the area education agency shall be funded by an increase in the allow-  
36 able growth of each school district, determined as provided in section  
37 four hundred forty-two point seven (442.7) of the Code. Special educa-  
38 tion support services shall not be funded until the program plans sub-  
39 mitted by the special education directors of each area education  
40 agency as required by section two hundred seventy-three point five  
41 (273.5) of the Code are modified as necessary and approved by the de-  
42 partment of public instruction according to the criteria and limitations  
43 of chapter two hundred eighty-one (281) and section four hundred  
44 forty-two point seven (442.7) of the Code.

45 4. The costs of media services provided through the area education  
46 agency shall be funded as provided in the first new section of section  
47 twenty-five (25) of this Act. Media services shall not be funded until  
48 the program plans submitted by the administrators of each area educa-  
49 tion agency as required by section two hundred seventy-three point  
50 four (273.4) of the Code are modified as necessary and approved by the  
51 department of public instruction according to the criteria and limita-

52 tions of section two hundred seventy-three point six (273.6) of the Code  
53 and the first new section of section twenty-five (25) of this Act.

54 5. The costs of other services provided through the area education  
55 agency shall be funded within the limitations in the first new section  
56 of section twenty-five (25) of this Act. The department of public in-  
57 struction shall promulgate rules under chapter seventeen A (17A) of the  
58 Code, as necessary to implement performance of its approval duties  
59 under this section.

1 SEC. 12. Chapter two hundred seventy-three (273), Code 1975, is  
2 amended by adding the following new section:

3 **NEW SECTION. Media production.** The purchase or lease of equip-  
4 ment or facilities for media production or reproduction by an area edu-  
5 cation agency shall require the approval of the state board of public  
6 instruction. However, the purchase or lease of equipment for television  
7 production, television transmission, or closed circuit television trans-  
8 mission by an area education agency is prohibited. If the area educa-  
9 tion agency wishes to use equipment for television production,  
10 television transmission, or closed circuit television transmission, the  
11 area education agency shall contract with the state educational radio  
12 and television facility board.

1 SEC. 13. Chapter two hundred seventy-five (275), Code 1975, is  
2 amended by adding the following new section:

3 **NEW SECTION.** A school district which is enlarged, reorganized, or  
4 changes its boundaries under the provisions of sections two hundred  
5 seventy-five point twelve (275.12) through two hundred seventy-five  
6 point twenty-three (275.23) of the Code, shall not be allowed to file a  
7 petition under the provisions of section two hundred seventy-five point  
8 twelve (275.12) of the Code for the purpose of reducing the area served  
9 or changing the boundaries to exclude areas encompassed by the en-  
10 largement, reorganization or boundary changes for a period of five  
11 years following the effective date of the enlargement, reorganization or  
12 boundary change unless such action is approved by the state board of  
13 public instruction.

1 SEC. 14. Section two hundred eighty-one point eleven (281.11), un-  
2 numbered paragraph one (1), Code 1975, is amended to read as fol-  
3 lows:

4 Program plans submitted to the department of public instruction  
5 pursuant to section ~~273.4~~ *two hundred seventy-three point five*  
6 *(273.5) of the Code* for approval shall establish all of the following:

1 SEC. 15. Section three hundred twenty-one point one hundred  
2 seventy-eight (321.178), subsection one (1), Code 1975, is amended to  
3 read as follows:

4 **321.178 Driver education.**

5 1. Approved course. An approved driver education course as pro-  
6 grammed by the department of public instruction shall consist of at  
7 least thirty clock hours of classroom instruction, and six or more clock  
8 hours of laboratory instruction of which at least three clock hours shall  
9 consist of street or highway driving.

10 The state shall reimburse each public school district in an amount  
11 not to exceed thirty dollars per student for each student enrolled in  
12 and regularly attending an approved driver education course offered or  
13 made available by the school district. Every public school district in  
14 Iowa shall offer or make available to all students residing in the school  
15 district or Iowa students attending a nonpublic school in the district

16 an approved course in driver education. Said courses may be offered at  
 17 sites other than at the public school, including nonpublic school facili-  
 18 ties within the public school districts. ~~The public school district offer-~~  
 19 ~~ing said course in a nonpublic school within the public school district~~  
 20 ~~shall be eligible for the thirty dollar state reimbursement for each stu-~~  
 21 ~~dent in the course regardless of the public school district in which the~~  
 22 ~~student happens to reside.~~ An approved course offered during the sum-  
 23 mer months, on Saturdays, after regular school hours during the regu-  
 24 lar terms or partly in one term or summer vacation period and partly  
 25 in the succeeding term or summer vacation period, as the case may be,  
 26 shall satisfy the requirements of this section to the same extent as an  
 27 approved course offered during the regular school hours of the school  
 28 term. A student who successfully completes and obtains certification in  
 29 an approved course in driver education may, upon proof of such fact,  
 30 be excused from any field test which he would otherwise be required to  
 31 take in demonstrating his ability to operate a motor vehicle. ~~Funds for~~  
 32 ~~such reimbursement shall be appropriated by the legislature to a spe-~~  
 33 ~~cial driver education fund to be administered by the department of~~  
 34 ~~public instruction. Four percent of the annual amount allocated to the~~  
 35 ~~special driver education fund, shall be available to the department of~~  
 36 ~~public instruction for use in discharging the cost of administration of~~  
 37 ~~this section.~~

1 SEC. 16. Section four hundred forty-two point one (442.1), Code  
 2 1975, is amended to read as follows:

3 **442.1 State school foundation program.** This chapter establishes  
 4 a state school foundation program. For each school year, each school  
 5 district in the state is entitled to receive state school foundation aid,  
 6 which shall be an amount per pupil equal to the difference between the  
 7 amount per pupil of foundation property tax in the district, and the  
 8 state foundation base or the district cost per pupil, whichever is less.  
 9 However, if the amount so determined for any district is less than two  
 10 hundred dollars per pupil, the district is entitled to receive not less  
 11 than two hundred dollars per pupil ~~except when a district's total gener-~~  
 12 ~~al fund tax rate is reduced to ninety percent or less of the district's to-~~  
 13 ~~tal general fund tax rate for the school year beginning July 1, 1970.~~  
 14 ~~However, if this computation is made for the school years beginning~~  
 15 ~~July 1, 1975, and July 1, 1976, the general fund levy for each district~~  
 16 ~~for the school year which began July 1, 1970, shall be determined by~~  
 17 ~~including the levy certified by the county school system or joint coun-~~  
 18 ~~ty system in which the district was located, for the school year which~~  
 19 ~~began July 1, 1970. In this case the district is entitled to receive only~~  
 20 ~~that portion of the two hundred dollars per pupil necessary to retain~~  
 21 ~~that ten percent reduction. However if the receipt of two hundred~~  
 22 ~~dollars by a school district plus the money raised by the foundation~~  
 23 ~~property tax exceeds the maximum allowed district cost for the bud-~~  
 24 ~~get year, the district shall be entitled to receive in state foundation~~  
 25 ~~aid an amount equal to the difference between the money raised by~~  
 26 ~~the foundation property tax for the budget year and the district cost~~  
 27 ~~for the budget year. In making computations and payments under this~~  
 28 ~~chapter, except in the case of computations relating to funding of~~  
 29 ~~special education support services, media services and other services~~  
 30 ~~provided through the area education agencies, the state comptroller~~  
 31 ~~shall round amounts to the nearest whole dollar.~~

1 SEC. 17. Section four hundred forty-two point four (442.4), Code  
 2 1975, is amended by striking the section and inserting in lieu thereof  
 3 the following:

**4 442.4 Enrollment.**

5 1. Basic enrollment for the budget year is determined by adding the  
6 resident pupils who were enrolled on the second Friday of January in  
7 the base year in public elementary and secondary schools of the district  
8 and in public elementary and secondary schools in another district or  
9 state for which tuition is paid by the district. For the school year be-  
10 ginning July 1, 1975, pupils who were enrolled on the second Friday of  
11 January in the base year in special education programs conducted by a  
12 county or joint county school system are included in basic enrollment.  
13 For the school year beginning July 1, 1975, and each succeeding school  
14 year, pupils enrolled in prekindergarten programs other than special  
15 education programs are not included in basic enrollment.

16 Resident pupils of high school age for which the district pays tuition  
17 to attend an Iowa area school are included in basic enrollment on a  
18 full-time equivalent basis as of the second Friday of January in the  
19 base year.

20 Shared-time and part-time pupils of school age, irrespective of the  
21 districts in which the pupils reside, are included in basic enrollment as  
22 of the second Friday of January in the base year, in the proportion  
23 that the time for which they are enrolled or receive instruction for the  
24 school year is to the time that full-time pupils carrying a normal  
25 course schedule, at the same grade level, in the same school district, for  
26 the same school year, are enrolled and receive instruction. Tuition  
27 charges to the parent or guardian of a shared-time or part-time out-of-  
28 district pupil shall be reduced by the amount of any increased state aid  
29 occasioned by the counting of the pupil.

30 Pupils attending a university laboratory school are not counted in  
31 any district's basic enrollment, but the laboratory school shall report  
32 them directly to the department of public instruction.

33 A school district shall certify its basic enrollment to the state depart-  
34 ment of public instruction by January twenty-fifth of each year, and  
35 the department shall promptly forward the information to the state  
36 comptroller. For purposes of determining whether a district is entitled  
37 to an advance for increasing enrollment, and for record-keeping pur-  
38 poses, a determination of enrollment shall be made on the second Fri-  
39 day of September in the budget year, in the same manner as the  
40 January basic enrollment is determined.

41 However, for the school year beginning July 1, 1974, basic enroll-  
42 ment is equal to the actual enrollment used for that year prior to ad-  
43 justment for decreasing enrollment.

44 2. An adjusted enrollment for each district shall be computed as fol-  
45 lows:

46 a. For the school year beginning July 1, 1975, if a district has a de-  
47 crease from the sum of the basic enrollment in the base year plus ad-  
48 justments for decreasing enrollment made in the base year, to the basic  
49 enrollment in the budget year, the state comptroller shall compute an  
50 amount to be added to the basic enrollment for the budget year. The  
51 amount to be added is equal to fifty percent of this decrease, to the ex-  
52 tent that the decrease does not exceed five percent of the sum of the  
53 basic enrollment in the base year plus adjustments made for decreasing  
54 enrollment in the base year, and twenty-five percent of the remaining  
55 decrease. If the district does not experience this decrease, the adjusted  
56 enrollment for the budget year is equal to the basic enrollment for the  
57 budget year.

58 b. For the school years subsequent to the school year beginning July  
59 1, 1975, if a district has a decrease from the basic enrollment in the  
60 base year to the basic enrollment in the budget year the state comp-



61 troller shall compute an amount to be added to the basic enrollment  
 62 for the budget year. The amount to be added is equal to fifty percent  
 63 of the basic enrollment decrease to the extent that it does not exceed  
 64 five percent of the base year's basic enrollment, and twenty-five per-  
 65 cent of the remaining basic enrollment decrease. If the school district  
 66 does not experience a decrease from the basic enrollment in the base  
 67 year to the basic enrollment in the budget year the adjusted enroll-  
 68 ment for the budget year is equal to the basic enrollment for the bud-  
 69 get year.

70 3. Weighted enrollment is the adjusted enrollment as modified by  
 71 application of the special education weighting plan in section two  
 72 hundred eighty-one point nine (281.9) of the Code.

1 SEC. 18. Section four hundred forty-two point five (442.5), subsec-  
 2 tion one (1), paragraph a, and subsection two (2), Code 1975, are  
 3 amended to read as follows:

4 a. "Miscellaneous income" means all receipts deposited to the gener-  
 5 al fund of a school district which are not obtained from state aid pro-  
 6 vided under section 442.1 or 442.11, or from property tax *authorized*  
 7 *under section four hundred forty-two point two (442.2) or four*  
 8 *hundred forty-two point nine (442.9) of the Code.*

9 2. The authorized expenditures during a school year may not exceed  
 10 the lesser of the budget for that year certified under section 24.17 plus  
 11 any allowable amendments permitted in this section, or the *authorized*  
 12 *budget, which is the* sum of the district cost for that year plus the ac-  
 13 tual miscellaneous income received for that year plus the actual un-  
 14 spent balance from the preceding year. If actual miscellaneous income  
 15 for a school year exceeds the anticipated miscellaneous income in the  
 16 certified budget for that year, *or if an unspent balance has not been*  
 17 *previously certified*, a school district may amend its certified budget.  
 18 ~~A school district receiving voter approval to levy an income surtax may~~  
 19 ~~include, in the expenditures of the year prior to actual receipt of such~~  
 20 ~~funds, an estimation of the yield of the surtax rate. Actual expendi-~~  
 21 ~~tures following the last effective year of the approved surtax must be~~  
 22 ~~reduced by the amount of such estimate.~~

1 SEC. 19. Section four hundred forty-two point seven (442.7), Code  
 2 1975, is amended by striking the section and inserting in lieu thereof  
 3 the following:

4 **442.7 State percent of growth—allowable growth.**

5 1. For the school year beginning July 1, 1975, the state percent of  
 6 growth is ten and seven-tenths percent.

7 Seven-tenths of one percent of the state percent of growth is to  
 8 compensate for the cost of improvements to the Iowa public employ-  
 9 ees' retirement system and also to fund a portion of the cost of driver  
 10 education classes offered by the district and formerly funded partly by  
 11 a state appropriation.

12 2. For school years subsequent to the school year beginning July 1,  
 13 1975, a state percent of growth for the budget year shall be computed  
 14 by the state comptroller prior to February fifteenth of each year and  
 15 forwarded to the superintendent of public instruction. The state per-  
 16 cent of growth shall be an average of the following six percentages of  
 17 growth:

18 a. The difference in the state general fund revenues received during  
 19 the year, adjusted for changes in rates or basis, computed or estimated  
 20 as a percentage of change for each of the following periods:

21 (1) From the year immediately preceding the base year to the base  
 22 year.

- 23 (2) From the base year to the budget year.
- 24 b. The difference in the statewide assessed valuation of real property  
25 adjusted for statewide changes in assessment practices computed or es-  
26 timated as a percentage of change for each of the following periods:
- 27 (1) From January first of the year immediately preceding the base  
28 year to January first of the base year.
- 29 (2) From January first of the base year to January first of the bud-  
30 get year.
- 31 c. The difference in the Iowa consumer price index which shall be  
32 computed by the state comptroller prior to January 1, 1976, and recom-  
33 puted each month subsequent to January 1, 1976, based upon a com-  
34 prehensive sampling of the costs of goods and services within Iowa,  
35 and until an Iowa consumer price index is available, the consumer  
36 price index published by the bureau of labor statistics, United States  
37 department of labor computed or estimated as a percentage of change  
38 for the following periods:
- 39 (1) From July first of the base year to July first of the budget year.
- 40 (2) From July first of the budget year to July first of the year im-  
41 mediately following the budget year.
- 42 3. If the state percent of growth so computed is negative, that per-  
43 centage shall not be used and the state percent of growth shall be zero.
- 44 4. Each year prior to February fifteenth the state comptroller shall  
45 recompute the state percent of growth for the previous year using ad-  
46 justed estimates and the actual figures available. The difference be-  
47 tween the recomputed state percent of growth for the base year and the  
48 original computation shall be added to or subtracted from the state  
49 percent of growth for the budget year, as applicable.
- 50 5. The state comptroller shall compute an estimated state percent of  
51 growth for the budget year prior to September fifteenth in the base  
52 year and shall forward this estimate to the superintendent of public in-  
53 struction.
- 54 6. The basic allowable growth per pupil for the budget year shall be  
55 computed by multiplying the state cost per pupil for the base year  
56 times the state percent of growth for the budget year.
- 57 7. The allowable growth per pupil for each school district is the basic  
58 allowable growth per pupil, for the budget year modified as follows:
- 59 a. If the state cost per pupil in the base year exceeds the district cost  
60 per pupil in the base year, the basic allowable growth per pupil for the  
61 budget year is modified to equal the lesser of one hundred twenty-five  
62 percent of the basic allowable growth per pupil for the budget year or  
63 an amount sufficient to equalize the district cost per pupil in the bud-  
64 get year with the state cost per pupil in the budget year.
- 65 b. By the school budget review committee under section four  
66 hundred forty-two point thirteen (442.13) of the Code.
- 67 c. For the school year beginning July 1, 1975 only, by adding to the  
68 basic allowable growth per pupil for the budget year an amount to  
69 compensate for the costs of special education support services provided  
70 through the area education agency. The total amount for each area  
71 shall be based upon the program plans submitted by the special educa-  
72 tion director of the area education agency as required by section two  
73 hundred seventy-three point five (273.5) of the Code, which shall be  
74 modified as necessary and approved by the department of public in-  
75 struction according to the criteria and limitations of section two  
76 hundred seventy-three point five (273.5) and chapter two hundred  
77 eighty-one (281) of the Code. The amount of additional allowable  
78 growth per pupil for the budget year for each district in an area  
79 shall be determined by dividing the total amount for the area so de-

80 terminated by the weighted enrollment of the area for the budget year.  
 81 d. For each year following the school year beginning July 1, 1975,  
 82 by adding to the basic allowable growth an amount to compensate for  
 83 the additional costs of special education support services provided  
 84 through the area education agency. The total amount for each area  
 85 shall be based upon the amount needed in the area to serve children  
 86 newly identified as requiring the services pursuant to plans submitted  
 87 by the special education director of the area education agency as re-  
 88 quired by section two hundred seventy-three point five (273.5) of the  
 89 Code, which shall be modified as necessary and approved by the de-  
 90 partment of public instruction according to the criteria and limitations  
 91 of section two hundred seventy-three point five (273.5) and chapter two  
 92 hundred eighty-one (281) of the Code. The amount of additional al-  
 93 lowable growth per pupil for the budget year for each district in an  
 94 area shall be determined by dividing the total amount for the area so  
 95 determined by the weighted enrollment of the area for the budget  
 96 year.

97 e. For the additional allowable growth computed under paragraphs c  
 98 or d of this subsection, the department of public instruction, in cooper-  
 99 ation with the appropriate personnel of the area education agency,  
 100 shall determine the amounts for each area education agency, as re-  
 101 quired and the state comptroller shall calculate the amounts of addi-  
 102 tional allowable growth for each district, and shall calculate the  
 103 amounts due from each district to its area education agency by multi-  
 104 plying the additional allowable growth per pupil by the weighted en-  
 105 rollment in the district for the budget year. The state comptroller shall  
 106 deduct the amounts so calculated for each school district from the state  
 107 aid due to the district pursuant to chapter four hundred forty-two (442)  
 108 of the Code, and shall pay the amounts to the area education agencies  
 109 on a quarterly basis during each school year. The state comptroller  
 110 shall notify each school district of the amount of state aid deducted for  
 111 this purpose and the balance of state aid will be paid to the district. If  
 112 a district does not qualify for state aid under chapter four hundred  
 113 forty-two (442) of the Code in an amount sufficient to cover its amount  
 114 due to the area education agency as calculated by the state comptrol-  
 115 ler, the school district shall pay the deficiency to the area education  
 116 agency from other moneys received by the district, on a quarterly basis  
 117 during each school year.

1 SEC. 20. Section four hundred forty-two point eight (442.8), Code  
 2 1975, is amended to read as follows:

3 **442.8 State cost per pupil.** *As used in this chapter, "state cost*  
 4 *per pupil" for the school year beginning July 1, 1974, and prior*  
 5 *school years means state cost per pupil in enrollment as enrollment*  
 6 *was determined under section four hundred forty-two point four*  
 7 *(442.4) of the Code prior to January 1, 1975, and "state cost per*  
 8 *pupil" for the school year beginning July 1, 1975, and subsequent*  
 9 *school years means state cost per pupil in weighted enrollment. The*  
 10 *state cost per pupil for the school year beginning July 1, 1972, is nine*  
 11 *hundred three dollars. The state cost per pupil for the school year be-*  
 12 *ginning on July 1, 1973, and for each succeeding school year is the pre-*  
 13 *vious base year's state cost per pupil plus the allowable growth for the*  
 14 *budget year. If the state percent of growth is zero or less, the state cost*  
 15 *per pupil shall be the same as the previous base year's state cost per*  
 16 *pupil.*

17 For the school year beginning July 1, 1975, the allowable growth  
 18 added to the state cost per pupil shall be the *basic* allowable growth as

19 otherwise computed under section 442.7, increased by an amount equal  
 20 to the average of the amounts of allowable growth added for each  
 21 school district in the state for special education support services provid-  
 22 ed through the area education agencies under ~~section~~ sections 273.9,  
 23 subsection 4 three (3), and four hundred forty-two point seven  
 24 (442.7), subsection seven (7), paragraph c of the Code. For each suc-  
 25 ceeding school year, the allowable growth added to the state cost per  
 26 pupil as otherwise computed under section 442.7 shall be *the basic al-*  
 27 *lowable growth* increased by an amount equal to the average of the  
 28 amounts of allowable growth added for each school district in the state  
 29 for additional special education support services needed for that year  
 30 to serve newly identified children who require the services, under ~~sec-~~  
 31 ~~tion~~ sections 273.9, subsection 4 three (3), and four hundred forty-two  
 32 point seven (442.7), subsection seven (7), paragraph d of the Code.  
 33 The state comptroller shall compute the applicable amount of allow-  
 34 able growth to be added to the state cost per pupil for each school  
 35 year.

1 SEC. 21. Section four hundred forty-two point nine (442.9), subsec-  
 2 tion one (1), paragraphs a and b, Code 1975, are amended to read as  
 3 follows:

4 a. *As used in this chapter, "district cost per pupil" for the school*  
 5 *year beginning July 1, 1974, and for prior school years means the*  
 6 *district cost per pupil in enrollment, as enrollment was determined*  
 7 *under section four hundred forty-two point four (442.4) of the Code*  
 8 *prior to January 1, 1975, and "district cost per pupil" for the school*  
 9 *year beginning July 1, 1975, and subsequent school years means dis-*  
 10 *trict cost per pupil in weighted enrollment. The district cost per pu-*  
 11 *pil for the budget year is equal to the district cost per pupil for the base*  
 12 *year plus the allowable growth. However, in determining the district*  
 13 *cost per pupil for the budget year beginning July 1, 1973, district cost*  
 14 *per pupil in the base year means the general fund budget for the*  
 15 *school year beginning July 1, 1971, as authorized and funded under*  
 16 *Acts of the Sixty-fourth General Assembly, chapter 72, including addi-*  
 17 *tional approved funding authorized by the school budget review com-*  
 18 *mittee, less the amount of adjusted miscellaneous income including*  
 19 *adjustments pursuant to section 442.25, divided by the fall enrollment*  
 20 *certified in September of 1971, plus the allowable growth for the school*  
 21 *year beginning July 1, 1972, as computed on the basis of state cost per*  
 22 *pupil excluding miscellaneous income. Also, in determining the district*  
 23 *cost per pupil for the budget year beginning July 1, 1975, the amount*  
 24 *received by a school district under sections 281.9 to 281.11, as state re-*  
 25 *imbursement for special education costs for the school year beginning*  
 26 *July 1, 1974, shall be deducted.*

27 b. The district cost for the budget year is equal to the district cost  
 28 per pupil for the budget year multiplied by the weighted enrollment,  
 29 plus the additional district cost allocated to the district under the  
 30 first new section of section twenty-five (25) of this Act to fund me-  
 31 dia services and other services provided through the area education  
 32 agency. A school district may not increase its district cost for the bud-  
 33 get year except to the extent that an excess tax levy is authorized by  
 34 the school budget review committee as provided in section 442.13, sub-  
 35 section 7.

1 SEC. 22. Section four hundred forty-two point thirteen (442.13),  
 2 subsection four (4), Code 1975, is amended by striking the subsection.

1 SEC. 23. Section four hundred forty-two point fourteen (442.14),

2 Code 1975, is amended by striking the section and inserting in lieu  
3 thereof the following:

4 **442.14 Additional enrichment amount.**

5 1. For the budget year beginning July 1, 1976, and each succeeding  
6 school year, if a school board wishes to spend more than the amount  
7 permitted under sections four hundred forty-two point one (442.1)  
8 through four hundred forty-two point thirteen (442.13) of the Code,  
9 and the school board has not attempted by resolution to raise an addi-  
10 tional enrichment amount for that budget year, the school board may  
11 raise an additional enrichment amount not to exceed five percent of  
12 the state cost per pupil multiplied by the adjusted enrollment in the  
13 district, as provided in this section. However, the additional enrich-  
14 ment amount may be used only for educational research, curriculum  
15 maintenance or development, or innovative programs.

16 2. The board shall determine the additional enrichment amount per  
17 pupil needed, within the limits of this section, and shall direct the  
18 county commissioner of elections to submit the question of whether to  
19 raise that amount under the provisions of this section and section four  
20 hundred forty-two point fifteen (442.15) of the Code, to the qualified  
21 electors of the school district at a regular or special school election held  
22 not later than February fifteenth of the base year. If a majority of  
23 those voting favors raising the enrichment amount, the board may in-  
24 clude the approved amount in its certified budget.

25 3. The additional enrichment amount needed shall be raised within  
26 the limits provided in this section by a combination of an enrichment  
27 property tax and a school district income surtax imposed in the propor-  
28 tion of a property tax of twenty-seven cents per thousand dollars of as-  
29 sessed valuation of taxable property in the district for each two and  
30 one-half percent of income surtax.

31 4. The additional enrichment amount for a district is limited to the  
32 amount which may be raised by a combination tax in the prescribed  
33 proportion which does not exceed a property tax of fifty-four cents per  
34 thousand dollars of assessed valuation and an income surtax of five  
35 percent.

1 SEC. 24. Section four hundred forty-two point fifteen (442.15),  
2 Code 1975, is amended by striking the section and inserting in lieu  
3 thereof the following:

4 **442.15 Computation of enrichment amount.** If a majority of  
5 those voting in an election approves raising the additional enrichment  
6 amount under section four hundred forty-two point fourteen (442.14) of  
7 the Code and this section, the board shall certify to the state comptrol-  
8 ler that the required procedures have been carried out, and the state  
9 comptroller shall establish the amount of additional enrichment prop-  
10 erty tax to be levied and the amount of school district income surtax to  
11 be imposed for each school year for which the additional enrichment  
12 amount is authorized. The state comptroller shall determine these  
13 amounts based upon the most recent figures available for the district's  
14 valuation of taxable property, individual state income tax paid, and  
15 adjusted enrollment in the district, and shall certify to the district's  
16 county auditor the amount of enrichment property tax, and to the di-  
17 rector of revenue the amount of school district income surtax to be im-  
18 posed.

19 The school district income surtax shall be imposed on the state indi-  
20 vidual income tax for the calendar year during which the school's bud-  
21 get year begins, or for a taxpayer's fiscal year ending during the  
22 second half of that calendar year or the first half of the succeeding cal-

23 endar year, and shall be imposed on all individuals residing in the  
 24 school district on the last day of the applicable tax year. As used in  
 25 this section, "state individual income tax" means the tax computed un-  
 26 der section four hundred twenty-two point five (422.5) of the Code, less  
 27 the deductions allowed in section four hundred twenty-two point  
 28 twelve (422.12) of the Code.

29 An additional enrichment amount authorized under section four  
 30 hundred forty-two point fourteen (442.14) of the Code or a lesser  
 31 amount than the amount so authorized may be continued as provided  
 32 in this section for a period of five school years. If the amount autho-  
 33 rized is less than the maximum of five percent of the state cost per  
 34 pupil and the board wishes to increase the amount, it shall reestablish  
 35 its authority to do so in the manner provided in section four hundred  
 36 forty-two point fourteen (442.14) of the Code. If the board wishes to  
 37 continue any additional enrichment amount beyond the five-year peri-  
 38 od, it shall reestablish its authority to do so in the manner provided in  
 39 section four hundred forty-two point fourteen (442.14) of the Code  
 40 within the twelve-month period prior to termination of the five-year  
 41 period.

1 SEC. 25. Chapter four hundred forty-two (442), Code 1975, is  
 2 amended by adding the following new sections:

3 **NEW SECTION. Funding media and other services.** Media ser-  
 4 vices and other services provided through the area education agencies  
 5 shall be funded, to the extent provided, by an addition to the district  
 6 cost of each school district, determined as follows:

7 1. For the budget year beginning July 1, 1975, the total amount  
 8 funded in each area for media services shall be the greater of an  
 9 amount equal to the costs for media services in the area in the base  
 10 year times the sum of one hundred percent plus the state percent of  
 11 growth, or an amount equal to five dollars times the enrollment served  
 12 in the area in the budget year. The costs for media services in the area  
 13 in the base year beginning July 1, 1974, shall be a proportionate part  
 14 of the budgeted expenditures by county school systems and joint county  
 15 systems formerly serving pupils in the area based upon the enroll-  
 16 ment served in that area in the base year by each county school system  
 17 and joint county system compared to the total enrollment served by  
 18 that county system or joint county system.

19 2. For each succeeding budget year, the total amount funded in each  
 20 area for media services shall be the total amount funded in the area for  
 21 media services in the base year times the sum of one hundred percent  
 22 plus the state percent of growth.

23 3. However, the total amount funded in each area for media services  
 24 in any budget year shall not exceed an amount equal to eight dollars  
 25 times the enrollment served in the area in the budget year.

26 4. For the budget year beginning July 1, 1975, the total amount  
 27 funded in each area for other services shall be an amount equal to ten  
 28 dollars times the enrollment served in the area in the budget year.

29 5. For each succeeding budget year, the total amount funded in each  
 30 area for other services shall be the total amount funded in the area for  
 31 other services in the base year times the sum of one hundred percent  
 32 plus the state percent of growth. Part of the amount funded for other  
 33 services may be used by the area education agencies for nonrecurring  
 34 media costs for the school year beginning July 1, 1975.

35 6. Of the total amounts funded in each area each year for media ser-  
 36 vices and other services, a portion shall be allocated to each district in  
 37 the area. The portion to be allocated to each district in an area shall

38 be the same percentage of the total amount that the enrollment served  
39 in the budget year in the district is of the enrollment served in the  
40 budget year in the area.

41 7. The portion allocated to each district in an area each budget  
42 year for media services and other services shall be added to the district  
43 cost of that district for the budget year as provided in section four  
44 hundred forty-two point nine (442.9) of the Code.

45 8. The department of public instruction and the state comptroller  
46 shall determine the total amounts funded in each area for media ser-  
47 vices and other services each year, and the amounts to be allocated to  
48 each district. The state comptroller shall deduct the amounts so calcu-  
49 lated for each school district from the state aid due to the district pur-  
50 suant to this chapter and shall pay the amounts to the districts' area  
51 education agencies on a quarterly basis during each school year. The  
52 state comptroller shall notify each school district the amount of state  
53 aid deducted for this purpose and the balance which will be paid to the  
54 district. If a district does not qualify for state aid under this chapter in  
55 an amount sufficient to cover the amount due to its area education  
56 agency as calculated by the state comptroller, the school district shall  
57 pay the deficiency to its area education agency from other moneys re-  
58 ceived by the district, on a quarterly basis during each school year.

59 9. "Enrollment served" means the basic enrollment plus the number  
60 of nonpublic school pupils served with media services or other services,  
61 as applicable, except that if a nonpublic school pupil receives services  
62 through an area other than the area of the pupil's residence, the pupil  
63 shall be deemed to be served by the area of his residence, which shall  
64 by contractual arrangement reimburse the area through which the pu-  
65 pil actually receives services. For the budget year beginning July 1,  
66 1975, the total number of nonpublic pupils served by each area educa-  
67 tion agency and the number of nonpublic school pupils residing within  
68 each school district in the area to be served by the area education  
69 agency for media and other services shall be submitted by the depart-  
70 ment of public instruction to the state comptroller within one week af-  
71 ter this Act is duly published. For school years subsequent to the  
72 school year beginning July 1, 1975, each school district shall include in  
73 the second Friday in January enrollment report the number of non-  
74 public school pupils within each school district for media and other ser-  
75 vices served by the area.

76 **NEW SECTION. Advance for increasing enrollment.** If a district's  
77 weighted enrollment on the second Friday of September in the budget  
78 year, determined in the same manner as the January weighted enroll-  
79 ment is determined under section four hundred forty-two point four  
80 (442.4) of the Code, is higher than its weighted enrollment on the sec-  
81 ond Friday of January in the base year, the district is entitled to an  
82 advance from the state of an amount equal to its district cost per pupil  
83 less the amount per pupil for special education support services, media  
84 services and other services computed as a part of district cost under the  
85 provisions of section four hundred forty-two point seven (442.7) of the  
86 Code and the first new section of section twenty-five (25) of this Act for  
87 the budget year multiplied by its increase in weighted enrollment. The  
88 advance shall be miscellaneous income.

89 If a district receives an advance under this section for a budget year,  
90 the state comptroller shall determine the amount of the advance which  
91 would have been met by local property tax revenues if the September  
92 weighted enrollment had been used for that budget year, less the  
93 amount of the adjustment to the district cost for increases in the  
94 weighted enrollment made in the first unnumbered paragraph in this

95 section, shall reduce the district's total state school aids available under  
96 this chapter for the next following budget year by the amount so  
97 determined, and shall increase the district's tax levy computed under  
98 section four hundred forty-two point nine (442.9) of the Code, for the  
99 next following budget year by the amount necessary to compensate for  
100 the reduction in state aid, so that the local property tax for the next  
101 following year will be increased only by the amount which it would  
102 have been increased in the budget year if the September weighted enrollment  
103 could have been used to establish the levy less the amount of the  
104 adjustment to the district cost for increases in the weighted enrollment  
105 made in the first unnumbered paragraph in this section.

106 There is appropriated each year from the general fund of the state  
107 the amount required to pay advances authorized under this section,  
108 which shall be paid to school districts in the same manner as other  
109 state aids are paid under section four hundred forty-two point twenty-  
110 six (442.26) of the Code.

1 SEC. 26. Notwithstanding the provisions of sections two hundred  
2 eighty-one point nine (281.9) and two hundred eighty-one point eleven  
3 (281.11) of the Code as those sections are in effect prior to July 1, 1975,  
4 reimbursement shall not be made to local school districts for the special  
5 education costs for the school year beginning July 1, 1974, incurred for  
6 programs provided for the school year beginning July 1, 1971, or prior  
7 years, but reimbursement shall be made to local school districts for new  
8 and expanded programs for the school year beginning July 1, 1974, be-  
9 yond those programs provided for the school year beginning July 1,  
10 1971, and reimbursement applied for by county boards of education  
11 and joint county boards of education under those sections shall be  
12 made.

1 SEC. 27. All sections of this Act except the section amending sec-  
2 tion three hundred twenty-one point one hundred seventy-eight  
3 (321.178) of the Code, shall be retroactive to January 1, 1975, and take  
4 effect for the 1975-1976 school year and succeeding school years.

1 SEC. 28. This Act, being deemed of immediate importance, shall  
2 take effect and be in force from and after its publication in The Des  
3 Moines Register, a newspaper published in Des Moines, Iowa, and in  
4 The Cedar Rapids Gazette, a newspaper published in Cedar Rapids,  
5 Iowa.

Approved June 3, 1975

I hereby certify that the foregoing Act, House File 558, was published in The Des Moines Register, Des Moines, Iowa, June 7, 1975, and in The Cedar Rapids Gazette, Cedar Rapids, Iowa, June 10, 1975.

MELVIN D. SYNHORST, *Secretary of State*