IN THE SENATE

SENATE BILL NO. 1438

BY STATE AFFAIRS COMMITTEE

AN ACT

RELATING TO EDUCATION FUNDING; AMENDING SECTION 33-915, IDAHO CODE, AS ADDED 2 BY SECTION 17 OF HOUSE BILL NO. 521, IF ENACTED BY THE SECOND REGULAR 3 SESSION OF THE SIXTY-SEVENTH IDAHO LEGISLATURE, TO REVISE PROVISIONS 4 REGARDING THE DISTRIBUTION OF SCHOOL MODERNIZATION FACILITIES FUNDS TO 5 SCHOOL DISTRICTS; AMENDING SECTION 33-916, IDAHO CODE, AS ADDED BY SEC-6 TION 18 OF HOUSE BILL NO. 521, IF ENACTED BY THE SECOND REGULAR SESSION 7 OF THE SIXTY-SEVENTH IDAHO LEGISLATURE, TO REVISE PROVISIONS REGARD-8 ING THE ELIGIBILITY OF SCHOOL DISTRICTS FOR SCHOOL MODERNIZATION FACIL-9 ITIES FUND DISTRIBUTIONS; AND DECLARING AN EMERGENCY AND PROVIDING AN 10 EFFECTIVE DATE. 11

Be It Enacted by the Legislature of the State of Idaho: 12

13 SECTION 1. That Section 33-915, Idaho Code, as added by Section 17 of House Bill No. 521, if enacted by the Second Regular Session of the Sixty-14 seventh Idaho Legislature, be, and the same is hereby amended to read as fol-15 lows: 16

17 33-915. FIXED DISTRIBUTION -- SCHOOL MODERNIZATION FACILITIES FUND. (1) The state department of education shall establish a fixed distri-18 bution of funds to be made available for voluntary election to each school 19 district subject to the conditions in this section. 20

(a) The distribution shall be calculated in state fiscal year 2025 for 21 each school district, as defined in section 33-1001(21), Idaho Code, 22 23 that is in operation as of July 1, 2024.

(b) The distribution shall be calculated by multiplying the following 24 two (2) factors, both of which shall be based on the most recent data 25 available in the state fiscal year coinciding with the distribution 26 calculation: 27

Calculate the per-pupil amount, using the average daily at-28 (i) tendance calculation provided in section 33-1003A, Idaho Code, 29 for each student in kindergarten through grade 12 at physical 30 facilities that are part of and on school grounds of the school 31 district in which the student is enrolled with verification, as 32 needed, by the office of the state board of education. Upon formal 33 approval by the state board of education, a school district may re-34 ceive an exemption to the physical facility requirement pursuant 35 to this subsection if the student would have attended a physical 36 facility in the school district if not for a stated emergency; and 37 (ii) Calculate, together with the Idaho state building authority, 38 39 the total amount that a bond issuance would generate, based on the

amount established in section 63-3638(19), Idaho Code. 40 (c) In no case shall the amount awarded to any school district be less 41 than twenty-five thousand dollars (\$25,000) one hundred thousand dol-42

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1 lars (\$100,000) over the ten (10) year period. Except as provided in 2 paragraph (d) of this subsection, and notwithstanding any other provi-3 sion of law to the contrary, in no case shall the amount awarded to any 4 school district exceed one hundred million dollars (\$100,000,000) over 5 the ten (10) year period.

(d) In no case shall the amount awarded to any school district with an 6 active charter district maintenance and operation levy pursuant to sec-7 tion 33-802(6), Idaho Code, or a charter district supplemental mainte-8 nance and operation levy pursuant to section 33-802(4), Idaho Code, ex-9 ceed forty million dollars (\$40,000,000) over the ten (10) year period. 10 11 Excess funds shall be distributed proportionately according to the factors established in paragraph (b) of this subsection to remaining 12 school districts that received initial allocations below forty million 13 dollars (\$40,000,000). Any districts receiving reallocations under 14 this paragraph shall not exceed forty million dollars (\$40,000,000). 15

(e) For the purposes of this section, the Idaho school for the deaf and
 the blind shall be considered a school district and shall receive a dis tribution based on the average daily attendance of the school.

(2) The provisions of this section shall be null, void, and of no forceand effect on and after June 30, 2034.

SECTION 2. That Section 33-916, Idaho Code, as added by Section 18 of House Bill No. 521, if enacted by the Second Regular Session of the Sixtyseventh Idaho Legislature, be, and the same is hereby amended to read as follows:

33-916. ELIGIBILITY OF SCHOOL DISTRICTS FOR SCHOOL MODERNIZATION FA CILITIES FUND DISTRIBUTIONS. The state department of education shall not ap prove school district requests for annualized distributions or for distri bution from the applicable bond proceeds until the following conditions are
 satisfied:

30 (1) The school district has submitted a ten (10) year facilities plan in
 31 accordance with provisions of section 33-918, Idaho Code;

(2) The school district attests that if it operated on a five (5) day 32 school week during fiscal year 2024, it will not convert to a four (4) day 33 school week during the period for which the school district has elected 34 35 to receive funding from the school modernization facilities fund. If the school district does convert from a five (5) day school week to a four (4) day 36 37 school week or if it operated on a four (4) day school week during fiscal year 2024, it must attest that it meets the minimum contract days and minimum stu-38 dent instructional day requirements of the state board of education, which 39 requirements shall be implemented promulgated by rule by the state board of 40 education no later than July 1, 2024, subject to legislative approval. Any 41 42 attesting school district that converts from a five (5) day school week to a four (4) day school week or that operated on a four (4) day school week shall 43 implement the requirements of such rules no later than August 1, 2024 July 1, 44 2025; and 45

(3) The school district attests compliance with the dignity and nondiscrimination in public education requirements specified in section 33-138,
Idaho Code, and further attests that the school district does not require job
applicants to sign written diversity statements.

SECTION 3. An emergency existing therefor, which emergency is hereby declared to exist, this act shall be in full force and effect on and after July 1, 2024.