## **HOUSE BILL No. 1169**

#### DIGEST OF INTRODUCED BILL

**Citations Affected:** IC 20-26; IC 20-33-5; IC 20-40; IC 20-41; IC 20-42-3-10.

**Synopsis:** Textbooks. Requires public schools to provide curricular materials to students at no cost to a student. Establishes the curricular materials fund (fund) to provide state reimbursements for costs incurred by public schools to provide curricular materials to students at no cost. Provides that the department of education shall administer the fund. Provides that money in the fund is continually appropriated. Makes conforming changes consistent with 2017 legislation and other corresponding changes.

**Effective:** July 1, 2018; January 1, 2019.

## **Pelath**

January 8, 2018, read first time and referred to Committee on Ways and Means.



#### Second Regular Session of the 120th General Assembly (2018)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2017 Regular Session of the General Assembly.

# **HOUSE BILL No. 1169**

A BILL FOR AN ACT to amend the Indiana Code concerning education and to make an appropriation.

Be it enacted by the General Assembly of the State of Indiana:

1	SECTION 1. IC 20-26-5-4, AS AMENDED BY P.L.121-2016,
2	SECTION 25, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
3	JULY 1, 2018]: Sec. 4. (a) In carrying out the school purposes of a
4	school corporation, the governing body acting on the school
5	corporation's behalf has the following specific powers:
6	(1) In the name of the school corporation, to sue and be sued and
7	to enter into contracts in matters permitted by applicable law.
8	However, a governing body may not use funds received from the
9	state to bring or join in an action against the state, unless the
10	governing body is challenging an adverse decision by a state
11	agency, board, or commission.
12	(2) To take charge of, manage, and conduct the educational affairs
13	of the school corporation and to establish, locate, and provide the
14	necessary schools, school libraries, other libraries where
15	permitted by law, other buildings, facilities, property, and
16	equipment.
17	(3) To appropriate from the school corporation's general fund an



1	amount, not to exceed the greater of three thousand dollars
2	(\$3,000) per budget year or one dollar (\$1) per pupil, not to
3	exceed twelve thousand five hundred dollars (\$12,500), based on
4	the school corporation's ADM of the previous year (as defined in
5	IC 20-43-1-7) to promote the best interests of the school
6	corporation through:
7	(A) the purchase of meals, decorations, memorabilia, or
8	awards;
9	(B) provision for expenses incurred in interviewing job
0	applicants; or
1	(C) developing relations with other governmental units.
2	(4) To do the following:
3	(A) Acquire, construct, erect, maintain, hold, and contract for
4	construction, erection, or maintenance of real estate, real estate
5	improvements, or an interest in real estate or real estate
6	improvements, as the governing body considers necessary for
7	school purposes, including buildings, parts of buildings,
8	additions to buildings, rooms, gymnasiums, auditoriums,
9	playgrounds, playing and athletic fields, facilities for physical
20	training, buildings for administrative, office, warehouse, repair
21	activities, or housing school owned buses, landscaping, walks,
.2	drives, parking areas, roadways, easements and facilities for
23 24	power, sewer, water, roadway, access, storm and surface
	water, drinking water, gas, electricity, other utilities and
2.5 2.6	similar purposes, by purchase, either outright for cash (or
26	under conditional sales or purchase money contracts providing
.7	for a retention of a security interest by the seller until payment
28	is made or by notes where the contract, security retention, or
.9	note is permitted by applicable law), by exchange, by gift, by
0	devise, by eminent domain, by lease with or without option to
1	purchase, or by lease under IC 20-47-2, IC 20-47-3, or
2	IC 20-47-5.
3	(B) Repair, remodel, remove, or demolish, or to contract for
4	the repair, remodeling, removal, or demolition of the real
5	estate, real estate improvements, or interest in the real estate
6	or real estate improvements, as the governing body considers
7	necessary for school purposes.
8	(C) Provide for conservation measures through utility
9	efficiency programs or under a guaranteed savings contract as
0	described in IC 36-1-12.5.
-1	(5) To acquire personal property or an interest in personal
-2	property as the governing body considers necessary for school



purposes, including buses, motor vehicles, equipment, apparatus, appliances, books, furniture, and supplies, either by cash purchase or under conditional sales or purchase money contracts providing for a security interest by the seller until payment is made or by notes where the contract, security, retention, or note is permitted by applicable law, by gift, by devise, by loan, or by lease with or without option to purchase and to repair, remodel, remove, relocate, and demolish the personal property. All purchases and contracts specified under the powers authorized under subdivision (4) and this subdivision are subject solely to applicable law relating to purchases and contracting by municipal corporations in general and to the supervisory control of state agencies as provided in section 6 of this chapter.

- (6) To sell or exchange real or personal property or interest in real or personal property that, in the opinion of the governing body, is not necessary for school purposes, in accordance with IC 20-26-7, to demolish or otherwise dispose of the property if, in the opinion of the governing body, the property is not necessary for school purposes and is worthless, and to pay the expenses for the demolition or disposition.
- (7) To lease any school property, **except curricular materials**, for a rental that the governing body considers reasonable or to permit the free use of school property for:
  - (A) civic or public purposes; or
- (B) the operation of a school age child care program for children who are at least five (5) years of age and less than fifteen (15) years of age that operates before or after the school day, or both, and during periods when school is not in session; if the property is not needed for school purposes. Under this subdivision, the governing body may enter into a long term lease with a nonprofit corporation, community service organization, or other governmental entity, if the corporation, organization, or other governmental entity will use the property to be leased for civic or public purposes or for a school age child care program. However, if payment for the property subject to a long term lease is made from money in the school corporation's debt service fund, all proceeds from the long term lease must be deposited in the school corporation's debt service fund so long as payment for the property has not been made. The governing body may, at the governing body's option, use the procedure specified in IC 36-1-11-10 in leasing property under this subdivision.
- (8) To do the following:



1	(A) Employ, contract for, and discharge superintendents,
2	supervisors, principals, teachers, librarians, athletic coaches
3	(whether or not they are otherwise employed by the school
4	corporation and whether or not they are licensed under
5	IC 20-28-5), business managers, superintendents of buildings
6	and grounds, janitors, engineers, architects, physicians,
7	dentists, nurses, accountants, teacher aides performing
8	noninstructional duties, educational and other professional
9	consultants, data processing and computer service for school
10	purposes, including the making of schedules, the keeping and
11	analyzing of grades and other student data, the keeping and
12	preparing of warrants, payroll, and similar data where
13	approved by the state board of accounts as provided below,
14	and other personnel or services as the governing body
15	considers necessary for school purposes.
16	(B) Fix and pay the salaries and compensation of persons and
17	services described in this subdivision that are consistent with
18	IC 20-28-9-1 5

- IC 20-28-9-1.5.
- (C) Classify persons or services described in this subdivision and to adopt a compensation plan with a salary range that is consistent with IC 20-28-9-1.5.
- (D) Determine the number of the persons or the amount of the services employed or contracted for as provided in this subdivision.
- (E) Determine the nature and extent of the duties of the persons described in this subdivision.

The compensation, terms of employment, and discharge of teachers are, however, subject to and governed by the laws relating to employment, contracting, compensation, and discharge of teachers. The compensation, terms of employment, and discharge of bus drivers are subject to and governed by laws relating to employment, contracting, compensation, and discharge of bus drivers.

(9) Notwithstanding the appropriation limitation in subdivision (3), when the governing body by resolution considers a trip by an employee of the school corporation or by a member of the governing body to be in the interest of the school corporation, including attending meetings, conferences, or examining equipment, buildings, and installation in other areas, to permit the employee to be absent in connection with the trip without any loss in pay and to reimburse the employee or the member the employee's or member's reasonable lodging and meal expenses



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- and necessary transportation expenses. To pay teaching personnel for time spent in sponsoring and working with school related trips or activities.
  - (10) Subject to IC 20-27-13, to transport children to and from school, when in the opinion of the governing body the transportation is necessary, including considerations for the safety of the children. The transportation must be otherwise in accordance with applicable law.
  - (11) To provide a lunch program for a part or all of the students attending the schools of the school corporation, including the establishment of kitchens, kitchen facilities, kitchen equipment, lunch rooms, the hiring of the necessary personnel to operate the lunch program, and the purchase of material and supplies for the lunch program, charging students for the operational costs of the lunch program, fixing the price per meal or per food item. To operate the lunch program as an extracurricular activity, subject to the supervision of the governing body. To participate in a surplus commodity or lunch aid program.
  - (12) To purchase curricular materials **and** to furnish curricular materials without cost. or to rent curricular materials to students, and to participate in a curricular materials aid program, all in accordance with applicable law.
  - (13) To accept students transferred from other school corporations and to transfer students to other school corporations in accordance with applicable law.
  - (14) To make budgets, to appropriate funds, and to disburse the money of the school corporation in accordance with applicable law. To borrow money against current tax collections and otherwise to borrow money, in accordance with IC 20-48-1.
  - (15) To purchase insurance or to establish and maintain a program of self-insurance relating to the liability of the school corporation or the school corporation's employees in connection with motor vehicles or property and for additional coverage to the extent permitted and in accordance with IC 34-13-3-20. To purchase additional insurance or to establish and maintain a program of self-insurance protecting the school corporation and members of the governing body, employees, contractors, or agents of the school corporation from liability, risk, accident, or loss related to school property, school contract, school or school related activity, including the purchase of insurance or the establishment and maintenance of a self-insurance program protecting persons described in this subdivision against false



1	imprisonment, false arrest, libel, or slander for acts committed in
2	the course of the persons' employment, protecting the school
3	corporation for fire and extended coverage and other casualty
4	risks to the extent of replacement cost, loss of use, and other
5	insurable risks relating to property owned, leased, or held by the
6	school corporation. In accordance with IC 20-26-17, to:
7	(A) participate in a state employee health plan under
8	IC 5-10-8-6.7;
9	(B) purchase insurance; or
10	(C) establish and maintain a program of self-insurance;
11	to benefit school corporation employees, including accident,
12	sickness, health, or dental coverage, provided that a plan of
13	self-insurance must include an aggregate stop-loss provision.
14	(16) To make all applications, to enter into all contracts, and to
15	sign all documents necessary for the receipt of aid, money, or
16	property from the state, the federal government, or from any other
17	source.
18	(17) To defend a member of the governing body or any employee
19	of the school corporation in any suit arising out of the
20	performance of the member's or employee's duties for or
21	employment with, the school corporation, if the governing body
22	by resolution determined that the action was taken in good faith.
23	To save any member or employee harmless from any liability,
24	cost, or damage in connection with the performance, including the
25	payment of legal fees, except where the liability, cost, or damage
26	is predicated on or arises out of the bad faith of the member or
27	employee, or is a claim or judgment based on the member's or
28	employee's malfeasance in office or employment.
29	(18) To prepare, make, enforce, amend, or repeal rules,
30	regulations, and procedures:
31	(A) for the government and management of the schools,
32	property, facilities, and activities of the school corporation, the
33	school corporation's agents, employees, and pupils and for the
34	operation of the governing body; and
35	(B) that may be designated by an appropriate title such as
36	"policy handbook", "bylaws", or "rules and regulations".
37	(19) To ratify and approve any action taken by a member of the
38	governing body, an officer of the governing body, or an employee
39	of the school corporation after the action is taken, if the action
40	could have been approved in advance, and in connection with the
41	action to pay the expense or compensation permitted under
42	IC 20-26-1 through IC 20-26-5, IC 20-26-7, IC 20-40-12, and



1	IC 20-48-1 or any other law.
2	(20) To exercise any other power and make any expenditure in
3	carrying out the governing body's general powers and purposes
4	provided in this chapter or in carrying out the powers delineated
5	in this section which is reasonable from a business or educational
6	standpoint in carrying out school purposes of the school
7	corporation, including the acquisition of property or the
8	employment or contracting for services, even though the power or
9	expenditure is not specifically set out in this chapter. The specific
10	powers set out in this section do not limit the general grant of
11	powers provided in this chapter except where a limitation is set
12	out in IC 20-26-1 through IC 20-26-5, IC 20-26-7, IC 20-40-12,
13	and IC 20-48-1 by specific language or by reference to other law.
14	(b) A superintendent hired under subsection (a)(8):
15	(1) is not required to hold a teacher's license under IC 20-28-5;
16	and
17	(2) is required to have obtained at least a master's degree from an
18	accredited postsecondary educational institution.
19	SECTION 2. IC 20-26-5-4, AS AMENDED BY P.L.244-2017,
20	SECTION 42, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
21	JANUARY 1, 2019]: Sec. 4. (a) In carrying out the school purposes of
22	a school corporation, the governing body acting on the school
23	corporation's behalf has the following specific powers:
24	(1) In the name of the school corporation, to sue and be sued and
25	to enter into contracts in matters permitted by applicable law.
26	However, a governing body may not use funds received from the
27	state to bring or join in an action against the state, unless the
28	governing body is challenging an adverse decision by a state
29	agency, board, or commission.
30	(2) To take charge of, manage, and conduct the educational affairs
31	of the school corporation and to establish, locate, and provide the
32	necessary schools, school libraries, other libraries where
33	permitted by law, other buildings, facilities, property, and
34	equipment.
35	(3) To appropriate from the school corporation's general fund
36	(before January 1, 2019) or the school corporation's operations
37	fund (after December 31, 2018) an amount, not to exceed the
38	greater of three thousand dollars (\$3,000) per budget year or one
39	dollar (\$1) per pupil, not to exceed twelve thousand five hundred
40	dollars (\$12,500), based on the school corporation's ADM of the

previous year (as defined in IC 20-43-1-7) to promote the best

interests of the school corporation through:



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1	(A) the purchase of meals, decorations, memorabilia, or
2	awards;
3	(B) provision for expenses incurred in interviewing job
4	applicants; or
5	(C) developing relations with other governmental units.
6	(4) To do the following:
7	(A) Acquire, construct, erect, maintain, hold, and contract for
8	construction, erection, or maintenance of real estate, real estate
9	improvements, or an interest in real estate or real estate
10	improvements, as the governing body considers necessary for
11	school purposes, including buildings, parts of buildings,
12	additions to buildings, rooms, gymnasiums, auditoriums,
13	playgrounds, playing and athletic fields, facilities for physical
14	training, buildings for administrative, office, warehouse, repair
15	activities, or housing school owned buses, landscaping, walks,
16	drives, parking areas, roadways, easements and facilities for
17	power, sewer, water, roadway, access, storm and surface
18	water, drinking water, gas, electricity, other utilities and
19	similar purposes, by purchase, either outright for cash (or
20	under conditional sales or purchase money contracts providing
21	for a retention of a security interest by the seller until payment
22	is made or by notes where the contract, security retention, or
23	note is permitted by applicable law), by exchange, by gift, by
24	devise, by eminent domain, by lease with or without option to
25	purchase, or by lease under IC 20-47-2, IC 20-47-3, or
26	IC 20-47-5.
27	(B) Repair, remodel, remove, or demolish, or to contract for
28	the repair, remodeling, removal, or demolition of the real
29	estate, real estate improvements, or interest in the real estate
30	or real estate improvements, as the governing body considers
31	necessary for school purposes.
32	(C) Provide for conservation measures through utility
33	efficiency programs or under a guaranteed savings contract as
34	described in IC 36-1-12.5.
35	(5) To acquire personal property or an interest in personal
36	property as the governing body considers necessary for school
37	purposes, including buses, motor vehicles, equipment, apparatus,
38	appliances, books, furniture, and supplies, either by cash purchase
39	or under conditional sales or purchase money contracts providing
40	for a security interest by the seller until payment is made or by
41	notes where the contract, security, retention, or note is permitted
42	by applicable law, by gift, by devise, by loan, or by lease with or



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1	without option to purchase and to repair, remodel, remove,
2	relocate, and demolish the personal property. All purchases and
3	contracts specified under the powers authorized under subdivision
4	(4) and this subdivision are subject solely to applicable law
5	relating to purchases and contracting by municipal corporations
6	in general and to the supervisory control of state agencies as
7	provided in section 6 of this chapter.
8	(6) To sell or exchange real or personal property or interest in real
9	or personal property that, in the opinion of the governing body, is
10	not necessary for school purposes, in accordance with IC 20-26-7,
11	to demolish or otherwise dispose of the property if, in the opinion
12	of the governing body, the property is not necessary for school
13	purposes and is worthless, and to pay the expenses for the
14	demolition or disposition.
15	(7) To lease any school property, except curricular materials,

- for a rental that the governing body considers reasonable or to permit the free use of school property for:
  - (A) civic or public purposes; or
- (B) the operation of a school age child care program for children who are at least five (5) years of age and less than fifteen (15) years of age that operates before or after the school day, or both, and during periods when school is not in session; if the property is not needed for school purposes. Under this subdivision, the governing body may enter into a long term lease with a nonprofit corporation, community service organization, or other governmental entity, if the corporation, organization, or other governmental entity will use the property to be leased for civic or public purposes or for a school age child care program. However, if payment for the property subject to a long term lease is made from money in the school corporation's debt service fund, all proceeds from the long term lease must be deposited in the school corporation's debt service fund so long as payment for the property has not been made. The governing body may, at the governing body's option, use the procedure specified in IC 36-1-11-10 in leasing property under this subdivision.
- (8) To do the following:
  - (A) Employ, contract for, and discharge superintendents, supervisors, principals, teachers, librarians, athletic coaches (whether or not they are otherwise employed by the school corporation and whether or not they are licensed under IC 20-28-5), business managers, superintendents of buildings and grounds, janitors, engineers, architects, physicians,



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1	dentists, nurses, accountants, teacher aides performing
2	noninstructional duties, educational and other professional
3	consultants, data processing and computer service for school
4	purposes, including the making of schedules, the keeping and
5	analyzing of grades and other student data, the keeping and
6	preparing of warrants, payroll, and similar data where
7	approved by the state board of accounts as provided below,
8	and other personnel or services as the governing body
9	considers necessary for school purposes.
10	(B) Fix and pay the salaries and compensation of persons and
11	services described in this subdivision that are consistent with
12	IC 20-28-9-1.5.
13	(C) Classify persons or services described in this subdivision
14	and to adopt a compensation plan with a salary range that is
15	consistent with IC 20-28-9-1.5.
16	(D) Determine the number of the persons or the amount of the

- services employed or contracted for as provided in this subdivision.
- (E) Determine the nature and extent of the duties of the persons described in this subdivision.

The compensation, terms of employment, and discharge of teachers are, however, subject to and governed by the laws relating to employment, contracting, compensation, and discharge of teachers. The compensation, terms of employment, and discharge of bus drivers are subject to and governed by laws relating to employment, contracting, compensation, and discharge of bus drivers.

- (9) Notwithstanding the appropriation limitation in subdivision (3), when the governing body by resolution considers a trip by an employee of the school corporation or by a member of the governing body to be in the interest of the school corporation, including attending meetings, conferences, or examining equipment, buildings, and installation in other areas, to permit the employee to be absent in connection with the trip without any loss in pay and to reimburse the employee or the member the employee's or member's reasonable lodging and meal expenses and necessary transportation expenses. To pay teaching personnel for time spent in sponsoring and working with school related trips or activities.
- (10) Subject to IC 20-27-13, to transport children to and from school, when in the opinion of the governing body the transportation is necessary, including considerations for the safety



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of the	children.	The	transportation	must	be	otherwise	in
accorda	nce with a	pplica	able law.				

- (11) To provide a lunch program for a part or all of the students attending the schools of the school corporation, including the establishment of kitchens, kitchen facilities, kitchen equipment, lunch rooms, the hiring of the necessary personnel to operate the lunch program, and the purchase of material and supplies for the lunch program, charging students for the operational costs of the lunch program, fixing the price per meal or per food item. To operate the lunch program as an extracurricular activity, subject to the supervision of the governing body. To participate in a surplus commodity or lunch aid program.
- (12) To purchase curricular materials **and** to furnish curricular materials without cost. <del>or to rent curricular materials to students, and to participate in a curricular materials aid program, all in accordance with applicable law.</del>
- (13) To accept students transferred from other school corporations and to transfer students to other school corporations in accordance with applicable law.
- (14) To make budgets, to appropriate funds, and to disburse the money of the school corporation in accordance with applicable law. To borrow money against current tax collections and otherwise to borrow money, in accordance with IC 20-48-1.
- (15) To purchase insurance or to establish and maintain a program of self-insurance relating to the liability of the school corporation or the school corporation's employees in connection with motor vehicles or property and for additional coverage to the extent permitted and in accordance with IC 34-13-3-20. To purchase additional insurance or to establish and maintain a program of self-insurance protecting the school corporation and members of the governing body, employees, contractors, or agents of the school corporation from liability, risk, accident, or loss related to school property, school contract, school or school related activity, including the purchase of insurance or the establishment and maintenance of a self-insurance program protecting persons described in this subdivision against false imprisonment, false arrest, libel, or slander for acts committed in the course of the persons' employment, protecting the school corporation for fire and extended coverage and other casualty risks to the extent of replacement cost, loss of use, and other insurable risks relating to property owned, leased, or held by the school corporation. In accordance with IC 20-26-17, to:



1	(A) participate in a state employee health plan under
2	IC 5-10-8-6.7;
3	(B) purchase insurance; or
4	(C) establish and maintain a program of self-insurance;
5	to benefit school corporation employees, including accident,
6	sickness, health, or dental coverage, provided that a plan of
7	self-insurance must include an aggregate stop-loss provision.
8	(16) To make all applications, to enter into all contracts, and to
9	sign all documents necessary for the receipt of aid, money, or
10	property from the state, the federal government, or from any other
11	source.
12	(17) To defend a member of the governing body or any employee
13	of the school corporation in any suit arising out of the
14	performance of the member's or employee's duties for or
15	employment with, the school corporation, if the governing body
16	by resolution determined that the action was taken in good faith
17	To save any member or employee harmless from any liability.
18	cost, or damage in connection with the performance, including the
19	payment of legal fees, except where the liability, cost, or damage
20	is predicated on or arises out of the bad faith of the member or
21 22	employee, or is a claim or judgment based on the member's or
22	employee's malfeasance in office or employment.
23 24	(18) To prepare, make, enforce, amend, or repeal rules
	regulations, and procedures:
25	(A) for the government and management of the schools
26	property, facilities, and activities of the school corporation, the
27	school corporation's agents, employees, and pupils and for the
28	operation of the governing body; and
29	(B) that may be designated by an appropriate title such as
30	"policy handbook", "bylaws", or "rules and regulations".
31	(19) To ratify and approve any action taken by a member of the
32	governing body, an officer of the governing body, or an employee
33	of the school corporation after the action is taken, if the action
34	could have been approved in advance, and in connection with the
35	action to pay the expense or compensation permitted under
36	IC 20-26-1 through IC 20-26-5, IC 20-26-7, IC 20-40-12, and
37	IC 20-48-1 or any other law.
38	(20) To exercise any other power and make any expenditure in
39	carrying out the governing body's general powers and purposes
40	provided in this chapter or in carrying out the powers delineated
41	in this section which is reasonable from a business or educational



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standpoint in carrying out school purposes of the school

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1	corporation, including the acquisition of property or the
2	employment or contracting for services, even though the power or
3	expenditure is not specifically set out in this chapter. The specific
4	powers set out in this section do not limit the general grant of
5	powers provided in this chapter except where a limitation is set
6	out in IC 20-26-1 through IC 20-26-5, IC 20-26-7, IC 20-40-12,
7	IC 20-40-18 (after December 31, 2018), and IC 20-48-1 by
8	specific language or by reference to other law.
9	(b) A superintendent hired under subsection (a)(8):
10	(1) is not required to hold a teacher's license under IC 20-28-5;
11	and
12	(2) is required to have obtained at least a master's degree from an
13	accredited postsecondary educational institution.
14	SECTION 3. IC 20-26-12-1, AS AMENDED BY P.L.233-2015,
15	SECTION 150, IS AMENDED TO READ AS FOLLOWS
16	[EFFECTIVE JULY 1, 2018]: Sec. 1. (a) Except as provided in

(1) in compliance with the minimum certification standards of the state board; and

subsection (b) and notwithstanding any other law, each governing body

shall purchase from a publisher, either individually or through a

purchasing cooperative of school corporations, the curricular materials

selected by the proper local officials, and shall rent provide at no cost

the curricular materials to each student enrolled in a public school that

(2) located within the attendance unit served by the governing body.

(b) This section does not prohibit a governing body from suspending the operation of this section under a contract entered into under IC 20-26-15.

SECTION 4. IC 20-26-12-2, AS AMENDED BY P.L.233-2015, SECTION 151, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2018]: Sec. 2. (a) A governing body may purchase from a publisher any curricular material selected by the proper local officials. The governing body may **not** rent the curricular materials to students enrolled in any public or nonpublic school. **The governing body may rent the curricular materials to students enrolled in any nonpublic school** that is

- (1) in compliance with the minimum certification standards of the state board. and
- (2) located within the attendance unit served by the governing body.

The annual rental rate may not exceed twenty-five percent (25%) of the



is:

1	retail price of the curricular materials.
2	(b) Notwithstanding subsection (a), the governing body of a
3	nonpublic school may not assess a rental fee of more than twenty-five
4	percent (25%) of the retail price of curricular materials that have been:
5	(1) extended for usage by students under section 24(e) of this
6	chapter; and
7	(2) paid for through rental fees previously collected.
8	(c) This section does not limit other laws.
9	SECTION 5. IC 20-26-12-26, AS AMENDED BY P.L.286-2013,
10	SECTION 81, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
l 1	JULY 1, 2018]: Sec. 26. If a family moves during the school term from
12	one (1) school corporation to another within the state, the corporation
13	from which they move shall
14	(1) evaluate the affected children's curricular materials. and
15	(2) offer to purchase the curricular materials at a reasonable price
16	for resale to any family that moves into that corporation during a
17	school term.
18	SECTION 6. IC 20-26-15-5, AS AMENDED BY P.L.242-2017,
19	SECTION 17, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
20	JULY 1, 2018]: Sec. 5. Notwithstanding any other law, the operation
21	of the following is suspended for a freeway school corporation or a
22	freeway school if the governing body of the school corporation elects
23	to have the specific statute or rule suspended in the contract:
24	(1) The following statutes and rules concerning curriculum and
25	instructional time:
26	IC 20-30-2-7
27	IC 20-30-5-8
28	IC 20-30-5-9
29	IC 20-30-5-11
30	511 IAC 6-7-6
31	511 IAC 6.1-5-0.5
32	511 IAC 6.1-5-1
33	511 IAC 6.1-5-2.5
34	511 IAC 6.1-5-3.5
35	511 IAC 6.1-5-4.
36	(2) The following rule concerning pupil/teacher ratios:
37	511 IAC 6.1-4-1.
38	(3) The following statutes and rules concerning curricular
39	materials:
10	IC 20-26-12-24
11	IC 20-26-12-26
12	IC 20-26-12-1, except for the provision of curricular



1	materials at no cost to a student.
2	IC 20-26-12-2
3	511 IAC 6.1-5-5.
4	(4) 511 IAC 6-7, concerning graduation requirements.
5	(5) IC 20-31-4, concerning the performance based accreditation
6	system.
7	(6) IC 20-32-5 (before its expiration on July 1, 2018), concerning
8	the ISTEP program established under IC 20-32-5-15, if an
9	alternative locally adopted assessment program is adopted under
0	section 6(7) of this chapter.
1	SECTION 7. IC 20-33-5-3, AS AMENDED BY P.L.286-2013,
2	SECTION 112, IS AMENDED TO READ AS FOLLOWS
3	[EFFECTIVE JULY 1, 2018]: Sec. 3. (a) If a parent of a child or an
4	emancipated minor who is enrolled in a public school, in kindergarten
5	or grades 1 through 12, meets the financial eligibility standard under
6	section 2 of this chapter, the parent or the emancipated minor may not
7	be required to pay the fees for curricular materials, supplies, or other
8	required class fees. The fees shall be paid by the school corporation
9	that the child attends.
20	(b) The school corporation may apply for a reimbursement under
21	section 7 of this chapter from the department of the costs incurred
.2	under subsection (a).
23	(e) To the extent the reimbursement received by the school
.4	corporation is less than the rental fee assessed for curricular materials,
25	the school corporation may request that the parent or emancipated
26	minor pay the balance of this amount.
27	SECTION 8. IC 20-33-5-5, AS ADDED BY P.L.1-2005, SECTION
28	17, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1,
.9	2018]: Sec. 5. All school corporations must give notice in nontechnical
0	language and in a manner that can be reasonably expected to reach
1	parents of students, before the collection at the beginning of the
2	school year of any class fees or fees for schoolbooks and supplies that
3	are not curricular materials. This notice must inform the parents of
4	the following:
5	(1) The availability of assistance.
6	(2) The eligibility standards.
7	(3) The procedure for obtaining assistance, including the right and
8	method of appeal.
9	(4) The availability of application forms at a designated school
0	office.
-1	SECTION 9. IC 20-40-9-7, AS AMENDED BY P.L.286-2013,
-2	SECTION 118, IS AMENDED TO READ AS FOLLOWS



1	[EFFECTIVE JULY 1, 2018]: Sec. 7. (a) Money in the fund may be
2	used for payment of all unreimbursed costs of curricular materials for
3	the school corporation's students. who were eligible for free or reduced
4	lunches in the previous school year.
5	(b) The governing body may transfer the amount levied to cover
6	unreimbursed costs of curricular materials under this section to the
7	curricular materials rental fund or extracurricular account.
8	SECTION 10. IC 20-40-9-7, AS AMENDED BY P.L.244-2017,
9	SECTION 81, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
10	JANUARY 1, 2019]: Sec. 7. (a) Money in the fund may be used for
11	payment of all unreimbursed costs of curricular materials for the school
12	corporation's students. who were eligible for free or reduced lunches in
13	the previous school year.
14	(b) Money in the fund may not be used for payment of debt service,
15	lease payments, or similar obligations for a controlled project that is
16	approved by the voters in a referendum under IC 6-1.1-20.
17	(c) The governing body may transfer the amount levied to cover
18	unreimbursed costs of curricular materials under this section to the
19	education fund. curricular materials fund.
20	SECTION 11. IC 20-40-20 IS ADDED TO THE INDIANA CODE
21	AS A <b>NEW</b> CHAPTER TO READ AS FOLLOWS [EFFECTIVE
22	JULY 1, 2018]:
23	Chapter 20. Curricular Materials Fund
24	Sec. 1. As used in this chapter, "fund" refers to the curricular
25	materials fund established by section 2 of this chapter.
26	Sec. 2. (a) The curricular materials fund is established. The
27	purpose of the fund is to provide funding for state reimbursements
28	of costs incurred by public schools to provide curricular materials
29	to each student at no charge as required under this title. The fund
30	shall be administered by the department.
31	(b) The fund consists of the following:
32	(1) Appropriations by the general assembly.
33	(2) Donations.
34	(3) Federal grants or other federal appropriations.
35	(4) Interest and other earnings derived from the investment
36	of money in the fund.
37	(c) Money in the fund at the end of the state fiscal year does not
38 39	revert to the state general fund.
	(d) Money in the fund is continually appropriated for the
40	purposes of this chapter.

(e) Money in the fund may not be used for the costs of

administering this chapter.



Sec. 3. Money in the fund may be used only for the:

2	(1) advancement of costs; or
3	(2) reimbursement of expenditures;
4	incurred by public schools to pay for the costs of curricular
5	materials that are provided to each student at no charge as
6	required under this article.
7	Sec. 4. Before July 1 of each year, the department shall
8	determine a cost amount per student for curricular materials that
9	must be used to determine the distribution amounts to public
10	schools under this chapter. The amount determined by the
11	department under this section must be identical for all public
12	schools.
13	Sec. 5. (a) The department shall determine the total amount that
14	may be distributed from the fund in a state fiscal year.
15	(b) The department shall make distributions from the fund to
16	each public school before July 15 of each year, based on the cost of
17	curricular materials per student as determined under section 4 of
18	this chapter.
19	(c) If the total amount that may be distributed from the fund is
20	greater than or equal to the amount needed to pay the cost of all
21	curricular materials provided to each student at all public schools
22	the department shall make distributions from the fund to each
23	public school based on the cost of curricular materials per student
24	as determined under section 4 of this chapter.
25	(d) If the total amount that may be distributed from the fund is
26	less than the amount needed to pay the cost of all curricular
27	materials provided to each student at all public schools, the
28	department shall make distributions from the fund to each public
29	school based on the cost of curricular materials per student as
30	determined under section 4 of this chapter on a pro rata basis.
31	Sec. 6. (a) A public school that receives a distribution of money
32	from the fund under this chapter shall deposit the distributed
33	amount in a separate fund established for the purpose of receiving
34	state reimbursements and advancements as provided under this
35	chapter.
36	(b) Money in the fund may be used only for the purposes of this
37	chapter.
38	(c) Money in the fund at the end of a school year or fiscal year
39	does not revert to a school general fund or any other fund and
40	remains available for the purposes of this chapter.

SECTION 12. IC 20-41-1-2, AS AMENDED BY P.L.286-2013,

SECTION 119, IS AMENDED TO READ AS FOLLOWS



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[EFFECTIVE JULY 1, 2018]: Sec. 2. Any self-supporting programs maintained by a school corporation, including:

(1) school lunch; and

(2) rental or sale of curricular materials; may be established as separate funds, separate and apart from the general fund, if no local tax rate is established for the programs.

SECTION 13. IC 20-41-2-2, AS AMENDED BY P.L.286-2013, SECTION 120, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2018]: Sec. 2. Each township trustee in operating a curricular materials rental program may use either of the following accounting methods:

- (1) The township trustee may supervise and control the program through its school corporation account by establishing a curricular materials rental fund.
- (2) If curricular materials have not been purchased and financial commitments or guarantees for the purchases have not been made by the school corporation, the township trustee may have the program operated by the individual schools of the school corporation through the school corporation's extracurricular account or accounts under IC 20-41-1.

SECTION 14. IC 20-41-2-3, AS AMENDED BY P.L.286-2013, SECTION 121, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2018]: Sec. 3. (a) If a school lunch fund is established under section 1 of this chapter, or a curricular materials rental fund is established under section 2 of this chapter, the receipts and expenditures for each program shall be made to and from the proper fund without appropriation or the application of other laws relating to the budgets of local governmental units.

(b) If either **a school lunch** program or both programs under sections 1 and 2 of this chapter are operated through the extracurricular account, the township trustee shall approve the amount of the bond of the treasurer of the extracurricular account in an amount the township trustee considers necessary to protect the account for all funds coming into the hands of the treasurer.

SECTION 15. IC 20-41-2-5, AS AMENDED BY P.L.118-2016, SECTION 18, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2018]: Sec. 5. (a) A governing body in operating a curricular materials rental program under IC 20-26-5-4(a)(12) may use either of the following accounting methods:

(1) The governing body may supervise and control the program through the school corporation account, establishing a curricular materials rental fund.



(2) If curricular materials have not been purchased and financial
commitments or guarantees for the purchases have not been made
by the school corporation, the governing body may cause the
program to be operated by the individual schools of the school
corporation through the school corporation's extracurricular
account or accounts in accordance with IC 20-41-1.

(b) If the governing body determines that a hardship exists due to the inability of a student's family to purchase or rent curricular materials, taking into consideration the income of the family and the demands on the family, the governing body may furnish curricular materials to the student without charge, without reference to the application of any other statute or rule except IC 20-26-1 through IC 20-26-5, IC 20-26-7, IC 20-40-12, and IC 20-48-1.

SECTION 16. IC 20-41-2-5, AS AMENDED BY P.L.244-2017, SECTION 88, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2019]: Sec. 5. (a) A governing body in operating a curricular materials rental program under IC 20-26-5-4(a)(12) may use either of the following accounting methods:

- (1) The governing body may supervise and control the program through the school corporation's education curricular materials fund established by IC 20-40-20-2.
- (2) If curricular materials have not been purchased and financial commitments or guarantees for the purchases have not been made by the school corporation, the governing body may cause the program to be operated by the individual schools of the school corporation through the school corporation's extracurricular account or accounts in accordance with IC 20-41-1.
- (b) If the governing body determines that a hardship exists due to the inability of a student's family to purchase or rent curricular materials, taking into consideration the income of the family and the demands on the family, the governing body may furnish curricular materials to the student without charge, without reference to the application of any other statute or rule except IC 20-26-1 through IC 20-26-5, IC 20-26-7, IC 20-40-12, and IC 20-48-1.

SECTION 17. IC 20-41-2-6, AS AMENDED BY P.L.286-2013, SECTION 123, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2018]: Sec. 6. (a) If a school lunch fund is established under section 4 of this chapter and a curricular materials rental fund is established under section 5 of this chapter, the receipts and expenditures from a fund for the program to which the fund relates shall be made to and from the fund without appropriation or the application of other statutes and rules relating to the budgets of



municipal corporations.

(b) If either the lunch program or the curricular materials rental program is handled through the extracurricular account, the governing body of the school corporation shall approve the amount of the bond of the treasurer of the extracurricular account in an amount the governing body considers sufficient to protect the account for all funds coming into the hands of the treasurer of the account.

SECTION 18. IC 20-41-2-6, AS AMENDED BY P.L.244-2017, SECTION 89, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JANUARY 1, 2019]: Sec. 6. (a) If a school lunch fund is established under section 4 of this chapter and the school corporation's education curricular materials fund is used under section 5 of this chapter, the receipts and expenditures from a fund for the program to which the fund relates shall be made to and from the appropriate fund without appropriation or the application of other statutes and rules relating to the budgets of municipal corporations.

(b) If either the lunch program or the curricular materials rental program is handled through the extracurricular account, the governing body of the school corporation shall approve the amount of the bond of the treasurer of the extracurricular account in an amount the governing body considers sufficient to protect the account for all funds coming into the hands of the treasurer of the account.

SECTION 19. IC 20-42-3-10, AS AMENDED BY P.L.286-2013, SECTION 124, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2018]: Sec. 10. The trustee, with the advice and consent of the township board, shall use the account for the following educational purposes:

- (1) Each year the trustee shall pay, to the parent or legal guardian of any child whose residence is within the township, the initial cost for the rental of curricular materials used in any elementary or secondary school that has been accredited by the state. The reimbursement for the rental of curricular materials shall be for the initial yearly rental charge only. Curricular materials subsequently lost or destroyed may not be paid for from this account.
- (2) (1) Students who are residents of the township for the last two (2) years of their secondary education and who still reside within the township are entitled to receive financial assistance in an amount not to exceed an amount determined by the trustee and the township board during an annual review of postsecondary education fees and tuition costs of education at any accredited postsecondary educational institution. Amounts to be paid to each



1	eligible student shall be set annually after this review. The
2	
2	amount paid each year must be:
3	(A) equitable for every eligible student without regard to race,
4	religion, creed, sex, disability, or national origin; and
5	(B) based on the number of students and the amount of funds
6	available each year.
7	(3) (2) A person who has been a permanent resident of the
8	township continuously for at least two (2) years and who needs
9	educational assistance for job training or retraining may apply to
10	the trustee of the township for financial assistance. The trustee
11	and the township board shall review each application and make
12	assistance available according to the need of each applicant and
13	the availability of funds.
14	(4) (3) If all the available funds are not used in any one (1) year,
15	the unused funds shall be retained in the account by the trustee for
16	use in succeeding years.

