SENATE BILL No. 340

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: State payments for school textbook costs. Requires public schools to provide curricular materials to students at no cost to a student. Establishes the curricular materials fund for the purpose of providing state reimbursements for costs incurred by public schools to provide curricular material to students at no cost. Provides that the department of education shall administer the fund. Appropriates money in the fund. Makes corresponding changes.

Effective: July 1, 2015; January 1, 2016.

Rogers

January 8, 2015, read first time and referred to Committee on Education & Career Development.



Introduced

First Regular Session 119th General Assembly (2015)

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 2014 Regular Session and 2014 Second Regular Technical Session of the General Assembly.

SENATE BILL No. 340

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.2-2014,
2	SECTION 83, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
3	JULY 1, 2015]: 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
0	governing body is challenging an adverse decision by a state
1	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
4	necessary schools, school libraries, other libraries where
15	permitted by law, other buildings, facilities, property, and
16	equipment.



1 (3) To appropriate from the school corporation's general fund an 2 amount, not to exceed the greater of three thousand dollars 3 (\$3,000) per budget year or one dollar (\$1) per pupil, not to 4 exceed twelve thousand five hundred dollars (\$12,500), based on 5 the school corporation's ADM of the previous year (as defined in 6 IC 20-43-1-7) to promote the best interests of the school 7 corporation through: 8 (A) the purchase of meals, decorations, memorabilia, or 9 awards; 10 (B) provision for expenses incurred in interviewing job 11 applicants: or 12 (C) developing relations with other governmental units. 13 (4) To do the following: 14 (A) Acquire, construct, erect, maintain, hold, and contract for 15 construction, erection, or maintenance of real estate, real estate improvements, or an interest in real estate or real estate 16 17 improvements, as the governing body considers necessary for 18 school purposes, including buildings, parts of buildings, 19 additions to buildings, rooms, gymnasiums, auditoriums, 20 playgrounds, playing and athletic fields, facilities for physical 21 training, buildings for administrative, office, warehouse, repair 22 activities, or housing school owned buses, landscaping, walks, 23 drives, parking areas, roadways, easements and facilities for 24 power, sewer, water, roadway, access, storm and surface 25 water, drinking water, gas, electricity, other utilities and 26 similar purposes, by purchase, either outright for cash (or 27 under conditional sales or purchase money contracts providing 28 for a retention of a security interest by the seller until payment 29 is made or by notes where the contract, security retention, or 30 note is permitted by applicable law), by exchange, by gift, by 31 devise, by eminent domain, by lease with or without option to 32 purchase, or by lease under IC 20-47-2, IC 20-47-3, or 33 IC 20-47-5. 34 (B) Repair, remodel, remove, or demolish, or to contract for 35 the repair, remodeling, removal, or demolition of the real 36 estate, real estate improvements, or interest in the real estate 37 or real estate improvements, as the governing body considers 38 necessary for school purposes. 39 (C) Provide for conservation measures through utility 40 efficiency programs or under a guaranteed savings contract as 41 described in IC 36-1-12.5. 42 (5) To acquire personal property or an interest in personal



1 property as the governing body considers necessary for school 2 purposes, including buses, motor vehicles, equipment, apparatus, 3 appliances, books, furniture, and supplies, either by cash purchase 4 or under conditional sales or purchase money contracts providing 5 for a security interest by the seller until payment is made or by 6 notes where the contract, security, retention, or note is permitted 7 by applicable law, by gift, by devise, by loan, or by lease with or 8 without option to purchase and to repair, remodel, remove, 9 relocate, and demolish the personal property. All purchases and 10 contracts specified under the powers authorized under subdivision (4) and this subdivision are subject solely to applicable law 11 12 relating to purchases and contracting by municipal corporations 13 in general and to the supervisory control of state agencies as 14 provided in section 6 of this chapter. 15 (6) To sell or exchange real or personal property or interest in real 16 or personal property that, in the opinion of the governing body, is not necessary for school purposes, in accordance with IC 20-26-7, 17 18 to demolish or otherwise dispose of the property if, in the opinion 19 of the governing body, the property is not necessary for school 20 purposes and is worthless, and to pay the expenses for the 21 demolition or disposition. 22 (7) To lease any school property, except curricular materials, 23 for a rental that the governing body considers reasonable or to 24 permit the free use of school property for: 25 (A) civic or public purposes; or 26 (B) the operation of a school age child care program for 27 children who are at least five (5) years of age and less than 28 fifteen (15) years of age that operates before or after the school 29 day, or both, and during periods when school is not in session; 30 if the property is not needed for school purposes. Under this 31 subdivision, the governing body may enter into a long term lease 32 with a nonprofit corporation, community service organization, or 33 other governmental entity, if the corporation, organization, or 34 other governmental entity will use the property to be leased for 35 civic or public purposes or for a school age child care program. 36 However, if payment for the property subject to a long term lease 37 is made from money in the school corporation's debt service fund, 38 all proceeds from the long term lease must be deposited in the 39 school corporation's debt service fund so long as payment for the 40 property has not been made. The governing body may, at the 41 governing body's option, use the procedure specified in 42 IC 36-1-11-10 in leasing property under this subdivision.



1	(8) To do the following:

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

(B) Fix and pay the sataries and compensation of persons and
 services described in this subdivision that are consistent with
 IC 20-28-9-1.5.

20 (C) Classify persons or services described in this subdivision
21 and to adopt schedules of salaries or compensation that are
22 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.

28 The compensation, terms of employment, and discharge of 29 teachers are, however, subject to and governed by the laws 30 relating to employment, contracting, compensation, and discharge 31 of teachers. The compensation, terms of employment, and 32 discharge of bus drivers are subject to and governed by laws 33 relating to employment, contracting, compensation, and discharge 34 of bus drivers. The forms and procedures relating to the use of 35 computer and data processing equipment in handling the financial 36 affairs of the school corporation must be submitted to the state 37 board of accounts for approval so that the services are used by the 38 school corporation when the governing body determines that it is 39 in the best interest of the school corporation while at the same 40 time providing reasonable accountability for the funds expended. 41 (9) Notwithstanding the appropriation limitation in subdivision 42 (3), when the governing body by resolution considers a trip by an



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1 employee of the school corporation or by a member of the 2 governing body to be in the interest of the school corporation, 3 including attending meetings, conferences, or examining 4 equipment, buildings, and installation in other areas, to permit the 5 employee to be absent in connection with the trip without any loss 6 in pay and to reimburse the employee or the member the 7 employee's or member's reasonable lodging and meal expenses 8 and necessary transportation expenses. To pay teaching personnel 9 for time spent in sponsoring and working with school related trips 10 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 and without regard to the distance the children live
from the school. The transportation must be otherwise in
accordance with applicable law.

17 (11) To provide a lunch program for a part or all of the students 18 attending the schools of the school corporation, including the 19 establishment of kitchens, kitchen facilities, kitchen equipment, 20 lunch rooms, the hiring of the necessary personnel to operate the 21 lunch program, and the purchase of material and supplies for the 22 lunch program, charging students for the operational costs of the 23 lunch program, fixing the price per meal or per food item. To 24 operate the lunch program as an extracurricular activity, subject 25 to the supervision of the governing body. To participate in a 26 surplus commodity or lunch aid program.

(12) To purchase curricular materials, to furnish curricular materials without cost or to rent curricular materials to students,
to participate in a curricular materials aid program, all in accordance with applicable law.

31 (13) To accept students transferred from other school corporations
32 and to transfer students to other school corporations in accordance
33 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

1 purchase additional insurance or to establish and maintain a 2 program of self-insurance protecting the school corporation and 3 members of the governing body, employees, contractors, or agents 4 of the school corporation from liability, risk, accident, or loss 5 related to school property, school contract, school or school 6 related activity, including the purchase of insurance or the 7 establishment and maintenance of a self-insurance program 8 protecting persons described in this subdivision against false 9 imprisonment, false arrest, libel, or slander for acts committed in 10 the course of the persons' employment, protecting the school corporation for fire and extended coverage and other casualty 11 12 risks to the extent of replacement cost, loss of use, and other 13 insurable risks relating to property owned, leased, or held by the 14 school corporation. In accordance with IC 20-26-17, to: 15 (A) participate in a state employee health plan under IC 5-10-8-6.6 or IC 5-10-8-6.7; 16 17 (B) purchase insurance; or 18 (C) establish and maintain a program of self-insurance; 19 to benefit school corporation employees, including accident, 20 sickness, health, or dental coverage, provided that a plan of 21 self-insurance must include an aggregate stop-loss provision. 22 (16) To make all applications, to enter into all contracts, and to 23 sign all documents necessary for the receipt of aid, money, or 24 property from the state, the federal government, or from any other 25 source. 26 (17) To defend a member of the governing body or any employee 27 of the school corporation in any suit arising out of the 28 performance of the member's or employee's duties for or 29 employment with, the school corporation, if the governing body 30 by resolution determined that the action was taken in good faith. 31 To save any member or employee harmless from any liability, 32 cost, or damage in connection with the performance, including the 33 payment of legal fees, except where the liability, cost, or damage 34 is predicated on or arises out of the bad faith of the member or 35 employee, or is a claim or judgment based on the member's or 36 employee's malfeasance in office or employment. 37 (18) To prepare, make, enforce, amend, or repeal rules, 38 regulations, and procedures: 39 (A) for the government and management of the schools, 40 property, facilities, and activities of the school corporation, the 41 school corporation's agents, employees, and pupils and for the

42 operation of the governing body; and

1	(B) that may be designated by an appropriate title such as
2	"policy handbook", "bylaws", or "rules and regulations".
3	(19) To ratify and approve any action taken by a member of the
4	governing body, an officer of the governing body, or an employee
5	of the school corporation after the action is taken, if the action
6	could have been approved in advance, and in connection with the
7	action to pay the expense or compensation permitted under
8	IC 20-26-1 through IC 20-26-5, IC 20-26-7, IC 20-40-12, and
9	IC 20-48-1 or any other law.
10	(20) To exercise any other power and make any expenditure in
11	carrying out the governing body's general powers and purposes
12	provided in this chapter or in carrying out the powers delineated
13	in this section which is reasonable from a business or educational
14	standpoint in carrying out school purposes of the school
15	corporation, including the acquisition of property or the
16	employment or contracting for services, even though the power or
17	expenditure is not specifically set out in this chapter. The specific
18	powers set out in this section do not limit the general grant of
19	powers provided in this chapter except where a limitation is set
20	out in IC 20-26-1 through IC 20-26-5, IC 20-26-7, IC 20-26-12-1,
21	IC 20-40-12, and IC 20-48-1 by specific language or by reference
22	to other law.
23	(b) A superintendent hired under subsection (a)(8):
24	(1) is not required to hold a teacher's license under IC 20-28-5;
25	and
26	(2) is required to have obtained at least a master's degree from an
27	accredited postsecondary educational institution.
28	SECTION 2. IC 20-26-11-22, AS AMENDED BY P.L.2-2014,
29	SECTION 84, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
30	JULY 1, 2015]: Sec. 22. (a) The transferee corporation is entitled to
31	receive from the transferor corporation transfer tuition for each
32	transferred student for each school year calculated in two (2) parts as
33	follows:
34	(1) Operating cost.
35	(2) Capital cost.
36	These costs must be allocated on a per student basis separately for each
37	class of school.
38	(b) The operating cost for each class of school must be based on the
39	total expenditures of the transferee corporation for the class from its
40	general fund expenditures as set out on the classified budget forms
41	prescribed by the state board of accounts, excluding from the
42	calculation capital outlay, debt service, costs of transportation, salaries
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1 of board members, contracted service for legal expenses, and any 2 expenditure that is made out of the general fund from extracurricular 3 account receipts, for the school year. 4 (c) The capital cost for each class of school must consist of the 5 lesser of the following alternatives: 6 (1) The capital cost must be based on an amount equal to five 7 percent (5%) of the cost of transferee corporation's physical plant, 8 equipment, and all items connected to the physical plant or equipment, including: 9 (A) buildings, additions, and remodeling to the buildings, 10 excluding ordinary maintenance; and 11 (B) on-site and off-site improvements such as walks, sewers, 12 waterlines, drives, and playgrounds; 13 14 that have been paid or are obligated to be paid in the future out of 15 the general fund, capital projects fund, or debt service fund, including principal and interest, lease rental payments, and funds 16 that were legal predecessors to these funds. If an item of the 17 18 physical plant, equipment, appurtenances, or part of the item is 19 more than twenty (20) years old at the beginning of the school 20 year, the capital cost of the item shall be disregarded in making 21 the capital cost computation. 22 (2) The capital cost must be based on the amount budgeted from 23 the general fund for capital outlay for physical plant, equipment, 24 and appurtenances and the amounts levied for the debt service 25 fund and the capital projects fund for the calendar year in which 26 the school year ends. 27 (d) If an item of expense or cost cannot be allocated to a class of 28 school, the item shall be prorated to all classes of schools on the basis 29 of the ADM of each class in the transferee corporation, as determined 30 in the fall count of ADM in the school year, compared to the total 31 current ADM therein, as determined in the fall count of ADM in the 32 school year. 33 (e) The transfer tuition for each student transferred for each school 34 year shall be calculated by dividing the transferee school corporation's 35 total operating costs and the total capital costs for the class of school in which the student is enrolled by the ADM of students therein, as 36 37 determined in the fall count of ADM in the school year. If a transferred 38 student is enrolled in a transferee corporation for less than the full 39 school year, the transfer tuition shall be calculated by the proportion of 40 such school year for which the transferred student is enrolled. A school 41 year for this purpose consists of the number of days school is in session 42 for student attendance. A student shall be enrolled in a transferee

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1 school, whether or not the student is in attendance, unless the: 2 (1) student's residence is outside the area of students transferred 3 to the transferee corporation; 4 (2) student has been excluded or expelled from school; or 5 (3) student has been confirmed as a school dropout. 6 The transferor and transferee corporations may enter into written 7 agreements concerning the amount of transfer tuition. If an agreement 8 cannot be reached, the amount shall be determined by the state 9 superintendent, with costs to be established, where in dispute, by the 10 state board of accounts. 11 (f) The transferor corporation shall pay the transferee corporation, 12 when billed, the amount of curricular material rental due from 13 transferred students who are unable to pay the curricular material rental 14 amount. The transferor corporation is entitled to collect the amount of 15 the curricular material rental from the appropriate township trustee, 16 from its own funds, or from any other source, in the amounts and 17 manner provided by law. 18 SECTION 3. IC 20-26-12-1, AS AMENDED BY P.L.286-2013, SECTION 60, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE 19 20 JULY 1, 2015]: Sec. 1. (a) Except as provided in subsections (b) and 21 (c) and notwithstanding any other law, each governing body shall 22 purchase from a publisher, either individually or through a purchasing 23 cooperative of school corporations, the curricular materials selected by 24 the proper local officials, and shall rent provide at no cost the 25 curricular materials to each student enrolled in a public school that is: 26 (1) in compliance with the minimum certification standards of the 27 state board: and 28 (2) located within the attendance unit served by the governing 29 body. 30 (b) This section does not prohibit the purchase of curricular 31 materials at the option of a student. or the providing of free curricular 32 materials by the governing body under sections 6 through 21 of this 33 chapter. 34 (c) This section does not prohibit a governing body from suspending 35 the operation of this section under a contract entered into under 36 IC 20-26-15. 37 SECTION 4. IC 20-26-12-2, AS AMENDED BY P.L.286-2013, 38 SECTION 61, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE 39 JULY 1, 2015]: Sec. 2. (a) A governing body may purchase from a 40 publisher any curricular material selected by the proper local officials. 41 The governing body may not charge rent for the curricular materials 42 to students enrolled in any public or nonpublic school. that is:



1	(1) in compliance with the minimum certification standards of the
2	state board; and
3	(2) located within the attendance unit served by the governing
4	body.
5	The annual rental rate may not exceed twenty-five percent (25%) of the
6	retail price of the curricular materials.
7	(b) Notwithstanding subsection (a), the governing body may not
8	assess a rental fee of more than fifteen percent (15%) of the retail price
9	of curricular materials that have been:
10	(1) extended for usage by students under section 24(e) of this
11	chapter; and
12	(2) paid for through rental fees previously collected.
13	(c) (b) This section does not limit other laws.
14	SECTION 5. IC 20-26-12-15, AS AMENDED BY P.L.286-2013,
15	SECTION 70, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
16	JANUARY 1, 2016]: Sec. 15. (a) A governing body shall purchase the
17	necessary curricular materials from publishers. The publisher shall ship
18	the curricular materials to the governing body not more than ninety
19	(90) days after the requisition. On receipt of the curricular materials,
20	the governing body's school corporation has custody of the curricular
20	materials. The governing body shall provide a receipt to the contracting
22	publisher and reimburse the contracting publisher the amount owed by
23	the school corporation from the school corporation's general fund.
23	(b) A governing body shall purchase curricular materials:
2 4 25	(1) from a resident student who presents the eurricular materials
26	for sale on or before the beginning of the school term in which the
20 27	curricular materials are to be used;
28	(2) with money from the school corporation's general fund; and
28 29	
29 30	(3) at a price based on the original price to the school corporation
	minus a reasonable reduction for damage from usage.
31 32	SECTION 6. IC 20-26-12-17, AS AMENDED BY P.L.286-2013,
	SECTION 72, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
33	JULY 1, 2015]: Sec. 17. (a) If a student transfers to a school
34	corporation other than the one in which the student resides under
35	IC 20-26-11, the governing body of the school corporation to which the
36	student transfers shall purchase a sufficient supply of curricular
37	materials for the transferred student.
38	(b) In the annual settlement between the school corporations for
39	tuition of transferred students, the amounts must include rental of the
40	curricular materials furnished to the transferred students. The state
41	board shall determine the rental rate.
42	SECTION 7. IC 20-26-12-18 IS REPEALED [EFFECTIVE JULY

1 1, 2015]. Sec. 18. A governing body may provide a sufficient amount 2 of curricular materials for sale to resident students at the price 3 stipulated in the contracts under which the curricular materials are 4 supplied to the governing body's school corporation. Proceeds from 5 sales under this section must be paid into the school corporation's 6 general fund. 7 SECTION 8. IC 20-26-12-22, AS AMENDED BY P.L.286-2013, 8 SECTION 77, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE 9 JULY 1, 2015]: Sec. 22. If a school corporation purchases curricular materials on a time basis, 10 11 (1) the schedule for payments shall coincide with student payments to the school corporation for curricular material rental; 12 13 and 14 (2) the schedule must not require the school corporation to assume a greater burden than payment of twenty-five percent 15 (25%) within thirty (30) days after the beginning of the school 16 year immediately following delivery by the contracting publisher 17 18 with the school corporation's promissory note evidencing the 19 unpaid balance. 20 SECTION 9. IC 20-26-12-26, AS AMENDED BY P.L.286-2013, 21 SECTION 81, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE 22 JULY 1, 2015]: Sec. 26. If a family moves during the school term from 23 one (1) school corporation to another within the state, the corporation 24 from which they move shall 25 (1) evaluate the affected children's curricular materials. and 26 (2) offer to purchase the curricular materials at a reasonable price 27 for resale to any family that moves into that corporation during a 28 school term. 29 SECTION 10. IC 20-26-15-5, AS AMENDED BY P.L.286-2013, 30 SECTION 83, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE 31 JULY 1, 2015]: Sec. 5. Notwithstanding any other law, the operation 32 of the following is suspended for a freeway school corporation or a 33 freeway school if the governing body of the school corporation elects 34 to have the specific statute or rule suspended in the contract: 35 (1) The following statutes and rules concerning curriculum and 36 instructional time: 37 IC 20-30-2-7. 38 IC 20-30-5-8. 39 IC 20-30-5-9. 40 IC 20-30-5-11. 41 511 IAC 6-7-6. 42 511 IAC 6.1-5-0.5.



1	511 IAC 6.1-5-1.
	511 IAC 6.1-5-2.5.
2 3 4 5	511 IAC 6.1-5-3.5.
4	511 IAC 6.1-5-4.
5	(2) The following rule concerning pupil/teacher ratios:
6	511 IAC 6.1-4-1.
7	(3) The following statutes and rules concerning curricular
8	materials:
9	IC 20-26-12-24.
10	IC 20-26-12-26.
11	IC 20-26-12-1, except for the provision of curricular
12	materials at no cost to a student.
13	IC 20-26-12-2.
14	511 IAC 6.1-5-5.
15	(4) 511 IAC 6-7, concerning graduation requirements.
16	(5) IC 20-31-4, concerning the performance based accreditation
17	system.
18	(6) IC 20-32-5, concerning the ISTEP program established under
19	IC 20-32-5-15, if an alternative locally adopted assessment
20	program is adopted under section $6(7)$ of this chapter.
21	SECTION 11. IC 20-33-5-3, AS AMENDED BY P.L.286-2013,
22	SECTION 112, IS AMENDED TO READ AS FOLLOWS
23	[EFFECTIVE JULY 1, 2015]: Sec. 3. (a) If a parent of a child or an
24	emancipated minor who is enrolled in a public school, in kindergarten
25	or grades 1 through 12, meets the financial eligibility standard under
26	section 2 of this chapter, the parent or the emancipated minor may not
27	be required to pay the fees for curricular materials, supplies, or other
28	required class fees. The fees shall be paid by the school corporation
29	that the child attends.
30	(b) The school corporation may apply for a reimbursement under
31	section 7 of this chapter from the department of the costs incurred
32	under subsection (a).
33	(c) To the extent the reimbursement received by the school
34	corporation is less than the rental fee assessed for curricular materials,
35	the school corporation may request that the parent or emancipated
36	minor pay the balance of this amount.
37	SECTION 12. IC 20-33-5-5, AS ADDED BY P.L.1-2005,
38	SECTION 17, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
39	JULY 1, 2015]: Sec. 5. All school corporations must give notice in
40	nontechnical language and in a manner that can be reasonably expected
41	to reach parents of students, before the collection at the beginning of
42	the school year of any class fees or fees for schoolbooks and supplies



1 that are not curricular materials. This notice must inform the parents 2 of the following: 3 (1) The availability of assistance. 4 (2) The eligibility standards. 5 (3) The procedure for obtaining assistance, including the right and 6 method of appeal. (4) The availability of application forms at a designated school 7 8 office. 9 SECTION 13. IC 20-40-9-7, AS AMENDED BY P.L.286-2013, 10 SECTION 118, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: Sec. 7. (a) Money in the fund may be 11 12 used for payment of all unreimbursed costs of curricular materials for the school corporation's students. who were eligible for free or reduced 13 14 lunches in the previous school year. 15 (b) The governing body may transfer the amount levied to cover 16 unreimbursed costs of curricular materials under this section to the 17 curricular materials rental fund or extracurricular account. 18 SECTION 14. IC 20-40-16.1 IS ADDED TO THE INDIANA 19 CODE AS A NEW CHAPTER TO READ AS FOLLOWS 20 [EFFECTIVE JULY 1, 2015]: 21 **Chapter 16.1. Curricular Materials Fund** 22 Sec. 1. As used in this chapter, "fund" refers to the curricular 23 materials fund established under section 2 of this chapter. 24 Sec. 2. (a) The curricular materials fund is established. The 25 purpose of the fund is to provide funding for state reimbursements of costs incurred by public schools to provide curricular materials 26 27 to each student at no charge as required under this title. The fund 28 shall be administered by the department. 29 (b) The fund consists of the following: 30 (1) Appropriations by the general assembly. 31 (2) Donations. 32 (3) Federal grants or other federal appropriations. 33 (4) Interest and other earnings derived from investment of 34 money in the fund. 35 (c) Money in the fund at the end of the state fiscal year does not 36 revert to the state general fund. 37 (d) Money in the fund is continually appropriated for the 38 purposes of this chapter. 39 (e) Money in the fund may not be used for the costs of 40 administering this chapter. 41 Sec. 3. Money in the fund may be used only for the: 42 (1) advancement of costs; or



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(2) reimbursement of expenditures;

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incurred by public schools to pay for the costs of curricular materials that are provided to each student at no charge as required under this article.

Sec. 4. Before July 1 of each year, the department shall determine a cost amount per student for curricular materials that shall be used to determine the distribution amounts to public schools under this chapter. The amount determined by the department under this section must be identical for all public schools.

11 Sec. 5. The department shall determine the total amount that 12 may be distributed from the fund in a state fiscal year. If the total 13 amount that may be distributed from the fund is greater than the 14 amount needed to pay the cost of all curricular materials provided 15 to each student at all public schools, then the department shall 16 make distributions from the fund to each public school before July 17 15 of each year based on the cost of curricular materials per 18 student as determined under section 4 of this chapter.

Sec. 6. (a) A public school that receives a distribution of money
 from the fund under this chapter shall deposit the distributed
 amount in a separate fund established for the purpose of receiving
 state reimbursements and advancements as provided under this
 chapter.

(b) Money in the fund may be used for the purposes of this chapter.

(c) Money in the fund at the end of a school year or fiscal year does not revert to a school general fund or any other fund and remains available for the purposes of this chapter.

SECTION 15. IC 20-41-1-2, AS AMENDED BY P.L.286-2013, SECTION 119, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2015]: 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.

37 SECTION 16. IC 20-41-2-2, AS AMENDED BY P.L.286-2013,
38 SECTION 120, IS AMENDED TO READ AS FOLLOWS
39 [EFFECTIVE JULY 1, 2015]: Sec. 2. Each township trustee in
40 operating a curricular materials rental program may use either of the
41 following accounting methods:

(1) The township trustee may supervise and control the program



1 through its school corporation account by establishing a curricular 2 materials rental fund. 3 (2) If curricular materials have not been purchased and financial 4 commitments or guarantees for the purchases have not been made 5 by the school corporation, the township trustee may have the 6 program operated by the individual schools of the school 7 corporation through the school corporation's extracurricular 8 account or accounts under IC 20-41-1. 9 SECTION 17. IC 20-41-2-3, AS AMENDED BY P.L.286-2013, 10 SECTION 121, IS AMENDED TO READ AS FOLLOWS 11 [EFFECTIVE JULY 1, 2015]: Sec. 3. (a) If a school lunch fund is 12 established under section 1 of this chapter, or a curricular materials 13 rental fund is established under section 2 of this chapter, the receipts 14 and expenditures for each program shall be made to and from the 15 proper fund without appropriation or the application of other laws 16 relating to the budgets of local governmental units. 17 (b) If either a school lunch program or both programs under 18 sections 1 and 2 of this chapter are operated through the extracurricular 19 account, the township trustee shall approve the amount of the bond of 20 the treasurer of the extracurricular account in an amount the township 21 trustee considers necessary to protect the account for all funds coming 22 into the hands of the treasurer. 23 SECTION 18. IC 20-41-2-5, AS AMENDED BY P.L.286-2013, 24 SECTION 122, IS AMENDED TO READ AS FOLLOWS 25 [EFFECTIVE JULY 1, 2015]: Sec. 5. (a) A governing body in 26 operating a curricular materials rental program under IC 20-26-5-4(12) 27 IC 20-26-5-4(a)(12) may use either of the following accounting 28 methods: 29 (1) The governing body may supervise and control the program through the school corporation account, establishing a curricular 30 31 materials rental fund. 32 (2) If curricular materials have not been purchased and financial 33 commitments or guarantees for the purchases have not been made 34 by the school corporation, the governing body may cause the program to be operated by the individual schools of the school 35 36 corporation through the school corporation's extracurricular 37 account or accounts in accordance with IC 20-41-1. 38 (b) If the governing body determines that a hardship exists due to 39 the inability of a student's family to purchase or rent curricular 40 materials, taking into consideration the income of the family and the 41 demands on the family, the governing body may furnish curricular 42 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.

3 SECTION 19. IC 20-41-2-6, AS AMENDED BY P.L.286-2013, 4 SECTION 123, IS AMENDED TO READ AS FOLLOWS 5 [EFFECTIVE JULY 1, 2015]: Sec. 6. (a) If a school lunch fund is 6 established under section 4 of this chapter, and a curricular materials 7 rental fund is established under section 5 of this chapter, the receipts 8 and expenditures from a fund for the program to which the fund relates 9 shall be made to and from the fund without appropriation or the 10 application of other statutes and rules relating to the budgets of municipal corporations. 11

(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 20. IC 20-42-3-10, AS AMENDED BY P.L.286-2013,
SECTION 124, IS AMENDED TO READ AS FOLLOWS
[EFFECTIVE JULY 1, 2015]: Sec. 10. The trustee, with the advice and
consent of the township board, shall use the account for the following
educational purposes:

23 (1) Each year the trustee shall pay, to the parent or legal guardian 24 of any child whose residence is within the township, the initial 25 cost for the rental of curricular materials used in any elementary 26 or secondary school that has been accredited by the state. The 27 reimbursement for the rental of curricular materials shall be for 28 the initial yearly rental charge only. Curricular materials 29 subsequently lost or destroyed may not be paid for from this 30 account.

31 (2) (1) Students who are residents of the township for the last two 32 (2) years of their secondary education and who still reside within 33 the township are entitled to receive financial assistance in an 34 amount not to exceed an amount determined by the trustee and 35 the township board during an annual review of postsecondary 36 education fees and tuition costs of education at any accredited 37 postsecondary educational institution. Amounts to be paid to each 38 eligible student shall be set annually after this review. The 39 amount paid each year must be:

40 (A) equitable for every eligible student without regard to race,
41 religion, creed, sex, disability, or national origin; and
42 (B) based on the number of students and the amount of funds

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1	available each year.
2	(3) (2) A person who has been a permanent resident of the
3	township continuously for at least two (2) years and who needs
4	educational assistance for job training or retraining may apply to
5	the trustee of the township for financial assistance. The trustee
6	and the township board shall review each application and make
7	assistance available according to the need of each applicant and
8	the availability of funds.
9	(4) (3) If all the available funds are not used in any one (1) year,
10	the unused funds shall be retained in the account by the trustee for
11	use in succeeding years.

