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## IN THE HOUSE OF REPRESENTATIVES

## HOUSE BILL NO. 251

## BY APPROPRIATIONS COMMITTEE

AN ACT RELATING TO THE APPROPRIATION TO THE PUBLIC SCHOOLS EDUCATIONAL SUPPORT PROGRAM; APPROPRIATING MONEYS TO THE PUBLIC SCHOOLS EDUCATIONAL SUP-PORT PROGRAM'S DIVISION OF TEACHERS FOR FISCAL YEAR 2026; APPROPRIATING MONEYS TO THE PUBLIC SCHOOLS EDUCATIONAL SUPPORT PROGRAM'S DIVISION OF STUDENT SUPPORT FOR FISCAL YEAR 2026; APPROPRIATING MONEYS TO THE PUB-LIC SCHOOLS EDUCATIONAL SUPPORT PROGRAM'S IDAHO DIGITAL LEARNING ACAD-EMY FOR FISCAL YEAR 2026; APPROPRIATING MONEYS TO THE PUBLIC SCHOOLS EDUCATIONAL SUPPORT PROGRAM'S DIVISION OF FACILITIES FOR FISCAL YEAR 2026; APPROPRIATING MONEYS TO THE PUBLIC SCHOOLS EDUCATIONAL SUPPORT PROGRAM'S DIVISION OF CENTRAL SERVICES FOR FISCAL YEAR 2026; APPRO-PRIATING MONEYS TO THE PUBLIC SCHOOLS EDUCATIONAL SUPPORT PROGRAM'S DIVISION OF EDUCATIONAL SERVICES FOR THE DEAF AND THE BLIND FOR FISCAL YEAR 2026; CLARIFYING THE ORIGINAL FUND SOURCE FOR EXPENDITURES IN THE PUBLIC SCHOOLS EDUCATIONAL SUPPORT PROGRAM FOR FISCAL YEAR 2026; DI-RECTING THE USE OF MONEYS FOR PROFESSIONAL DEVELOPMENT FOR THE DIVISION OF TEACHERS; PROVIDING FOR A DISTRIBUTION OF ADDITIONAL COMPENSATION FOR INSTRUCTIONAL AND PUPIL SERVICE STAFF; PROVIDING AN ESTIMATE OF DISCRETIONARY FUNDS PER SUPPORT UNIT; PROVIDING AN ESTIMATE OF HEALTH BENEFIT AND INSURANCE FUNDS PER SUPPORT UNIT; DIRECTING THE USE OF AN APPROPRIATION FOR CLASSROOM TECHNOLOGY, WIRELESS INFRASTRUCTURE, AND LEARNING MANAGEMENT SYSTEMS; EXEMPTING THE APPROPRIATION FROM PRO-GRAM TRANSFER LIMITATIONS; DIRECTING THE USE OF CIGARETTE, TOBACCO, AND LOTTERY INCOME TAX MONEYS; DIRECTING THE USE OF APPROPRIATION FOR COURSEWORK; DIRECTING COMPLIANCE WITH OPEN ENROLLMENT; DIRECTING THE USE OF AN APPROPRIATION FOR ENGLISH PROFICIENCY PROGRAMS; DIRECTING THE STATE DEPARTMENT OF EDUCATION TO COMPILE INFORMATION ON ADVANCED OPPORTUNITIES; PROVIDING A TRANSFER TO THE COMMISSION ON HISPANIC AF-FAIRS; PROVIDING A TRANSFER TO THE IDAHO STATE POLICE; DIRECTING A DISTRIBUTION TO PURCHASE DIGITAL CONTENT AND CURRICULA; PROVIDING RE-QUIREMENTS REGARDING THE IDAHO DIGITAL LEARNING ACADEMY; DIRECTING THE USE OF MONEYS FOR LITERACY PROGRAMS, INTERVENTION SERVICES, MATH INI-TIATIVE PROGRAMS, AND LIMITED-ENGLISH PROFICIENCY PROGRAMS; DIRECTING THE USE OF MONEYS FOR STUDENT ASSESSMENTS; DIRECTING THE USE OF MONEYS FOR PROFESSIONAL DEVELOPMENT FOR THE CENTRAL SERVICES DIVISION; PRO-VIDING REQUIREMENTS FOR CONTENT AND CURRICULUM; PROVIDING REQUIREMENTS FOR TECHNOLOGY CONTENT AND CURRICULUM; PROVIDING GUIDANCE ON YEAR-END RECONCILIATION; DEFINING "DISTRIBUTED" AND "EXPENDED"; REQUIRING AN ACQUISITIONS REPORT; APPROPRIATING GENERAL FUND MONEYS FOR TRANSFER TO THE PUBLIC SCHOOL INCOME FUND FOR FISCAL YEAR 2026; PROVIDING FOR CON-DITIONS, LIMITATIONS, AND RESTRICTIONS; AND DECLARING AN EMERGENCY AND

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

PROVIDING AN EFFECTIVE DATE.

1 2 3 4	SECTION 1. There is hereby appropriated to the Public Schools Educational Support Program's Division of Teachers the following amounts to be expended from the listed funds for the period July 1, 2025, through June 30, 2026:		
5	FROM:		
6	Public School Income Fund	\$1,348,220,700	
7	Federal Grant Fund	11,000,000	
8	TOTAL	\$1,359,220,700	
9 10 11 12	SECTION 2. There is hereby appropriated to the Public Schools Educational Support Program's Division of Student Support the following amounts to be expended to the designated programs from the listed funds for the period July 1, 2025, through June 30, 2026:		
13		TOTAL	
14	I. ADMINISTRATORS DIVISION:		
15	FROM:		
16	Public School Income		
17	Fund	\$129,336,900	
18	II. OPERATIONS DIVISION:		
19	FROM:		
20	Public School Income		
21	Fund	\$1,175,112,500	
22	III. CHILDREN'S PROGRAMS DIVISION:		
23	FROM:		
24	Public School Income		
25	Fund	\$124,182,700	
26	Federal Grant		
27	Fund	240,147,800	
28	TOTAL	\$364,330,500	
29	DIVISION TOTAL	\$1,668,779,900	

30 SECTION 3. There is hereby appropriated to the Public Schools Educa-31 tional Support Program's Idaho Digital Learning Academy \$22,232,400 to be 32 expended from the Public School Income Fund for the period July 1, 2025, 33 through June 30, 2026. SECTION 4. There is hereby appropriated to the Public Schools Educational Support Program's Division of Facilities the following amounts to be expended from the listed funds for the period July 1, 2025, through June 30,

4 2026:

5 FROM:

6	Public School Income Fund	\$12,003,400
7	School Districts Facilities Fund	182,978,700
8	TOTAL	\$194.982.100

9 SECTION 5. There is hereby appropriated to the Public Schools Educa-10 tional Support Program's Division of Central Services \$14,237,600 to be ex-11 pended for operating expenditures from the Public School Income Fund for the 12 period July 1, 2025, through June 30, 2026.

SECTION 6. There is hereby appropriated to the Public Schools Educational Support Program's Division of Educational Services for the Deaf and the Blind the following amounts to be expended from the listed funds for the period July 1, 2025, through June 30, 2026:

17 FROM:

18	Public School Income Fund	\$16,058,400
19	School for the Deaf and the Blind Endowment Fund	237,200
20	TOTAL	\$16,295,600

SECTION 7. Of the amounts appropriated in Sections 1 through 6 of this act for the Public Schools Educational Support Program, the following amounts shall be considered expended from the listed funds for the period July 1, 2025, through June 30, 2026:

25 FROM:

26	General Fund	\$2,760,570,100
27	School Districts Facilities Fund	182,978,700
28	Public Schools Other Income Fund	13,450,000
29	School for the Deaf and the Blind Endowment Fund	237,200
30	Cigarette, Tobacco and Lottery Income Taxes Fund	4,324,900
31	Public School Endowment Income Fund	63,039,600
32	Federal Grant Fund	<u>251,147,800</u>
33	TOTAL	\$3,275,748,300

SECTION 8. PROFESSIONAL DEVELOPMENT - TEACHERS. Of the moneys appropriated in Section 1 of this act, \$13,750,000 from the Public School Income fund shall be distributed for professional development that supports instructors and pupil service staff to increase student learning, mentoring, and collaboration. Professional development efforts should be measurable, provide the instructors and pupil service staff with a clear understanding of their progress, be incorporated into their performance evaluations, and, to the extent possible, be included in the school district or public charter school continuous improvement plans required by Section 33-320, Idaho Code. Funding shall be distributed by a formula prescribed by the State Department of Education, and the State Department of Education shall track usage and effectiveness of professional development efforts at the state and local levels.

SECTION 9. INSTRUCTIONAL AND PUPIL SERVICE STAFF COMPENSATION. In addition to the distribution criteria set forth in Section 33-1004B(9)(f), Idaho Code, an additional \$6,359 shall be allocated to each cell for residential, professional, and advanced professional rungs. These funds must be used for instructional and pupil service compensation. Funding shall be distributed in combination with other career ladder allocations for the period July 1, 2025, through June 30, 2026. School districts and public charter schools shall report to the State Department of Education on the allocation of these funds for instructional and pupil service compensation. The State Department of Education shall provide a report to the Joint Finance-Appropriations Committee by January 5, 2026, on the allocations made by school districts and public charter schools. The format of the report and the contents therein shall be determined by the Legislative Services Office Budget and Policy Analysis Division.

SECTION 10. DISCRETIONARY FUNDS. Notwithstanding any law to the contrary, for the period July 1, 2025, through June 30, 2026, it is estimated that the appropriation of state funds to the Public Schools Educational Support Program's Division of Operations as part of the Student Support Division will result in total discretionary funds of \$23,472 per support unit that are to be used at the discretion of the school district or charter school.

SECTION 11. HEALTH BENEFIT AND INSURANCE FUNDS. Notwithstanding any law to the contrary, for the period July 1, 2025, through June 30, 2026, it is estimated that the appropriation of state funds to the Public Schools Educational Support Program's Division of Operations as part of the Student Support Division will result in total health benefits or insurance and health benefits-related funds of \$21,902 per support unit to be used to offset the costs of health, vision, and dental benefits or insurance offered to school employees. If the distribution provided for health, vision, and dental benefits or insurance is in excess of the individual school district's or charter school's actual costs, the excess funds may then be used at the school district's or charter school's discretion. Further, the State Department of Education shall work with the Legislative Services Office Budget and Policy Analysis Division and the Division of Financial Management to determine the information that the State Department of Education shall collect on school districts' and charter schools' health, vision, and dental benefits or insurance plan information and costs, including but not limited to actual insurance premium costs, premium percentage increases, and health insurance revenues and expenditures from all fund sources.

SECTION 12. CLASSROOM TECHNOLOGY. Of the moneys appropriated in Section 2 of this act, \$36,500,000 from the Public School Income Fund shall be distributed for classroom technology, classroom technology infrastructure, wireless technology infrastructure, and learning management systems that assist teachers and students in effective and efficient instruction or learning. Funding shall be distributed based on a formula prescribed by the State Department of Education. Moneys so distributed shall be used to implement and operate a learning management system of each school district's or public charter school's choice. A learning management system shall include integration with a school district's or public charter school's student information system and shall administer, monitor, and document student and classroom levels of learning. The State Department of Education shall verify that school districts and public charter schools are using funds to purchase a learning management system that is compliant with these standards.

SECTION 13. EXEMPTIONS FROM PROGRAM TRANSFER LIMITATIONS. For the period July 1, 2025, through June 30, 2026, the State Department of Education is hereby granted the authority to transfer appropriations among the Teachers, Student Support, Facilities, and Idaho Digital Learning Academy divisions of the Public Schools Educational Support Program, in any amount necessary, to comply with the public school funding provisions of appropriations and Idaho Code. Additionally, appropriations may be transferred from the Division of Central Services to the other divisions of the Public Schools Educational Support Program.

SECTION 14. CIGARETTE, TOBACCO, AND LOTTERY DISTRIBUTION. Notwithstanding any provision of law to the contrary, of the moneys appropriated in Section 2 of this act, up to \$4,324,900 from available cigarette, tobacco, and lottery income tax revenue funds accruing, appropriated, or distributed to the Public School Income Fund pursuant to Sections 63-2506, 63-2552A, and 63-3067, Idaho Code, for the period July 1, 2025, through June 30, 2026, shall be distributed to school districts and charter schools through a combination of a base amount of \$2,000 plus a prorated amount based on the prior year's average daily attendance. Such funds shall be used to develop and implement school safety improvements and/or to facilitate and provide substance abuse prevention programs in the public school system.

SECTION 15. COURSEWORK. Of the moneys appropriated in Section 2 of this act, \$4,715,000 shall be distributed for coursework for students failing to achieve proficiency on Idaho's standards-based achievement tests in dollar amounts determined by the State Department of Education. The State Department of Education shall report to the Joint Finance-Appropriations Committee and the Senate Education and House Education committees by no later than January 5, 2026, on the uses of funds and effectiveness of the programs and efforts.

SECTION 16. OPEN ENROLLMENT INFORMATION. The State Department of Education shall withhold the November payment for any school district that is not in compliance with the provisions of Section 33-1409, Idaho Code, until such time as the school district becomes compliant.

SECTION 17. ENGLISH PROFICIENCY. Pursuant to Section 33-1617, Idaho Code, of the moneys appropriated in Section 2 of this act, \$4,820,000 shall be distributed for support of students in English language learner programs as follows:

- (1) The State Department of Education shall distribute \$4,370,000 to school districts and charter schools pro rata based on the population of English language learners under criteria established by the department.
- (2) The State Department of Education shall distribute \$450,000 for a competitive grant program to assist school districts and charter schools in which English language learners are not reaching statewide accountability interim targets or long-term goals, as defined by federal law. This amount shall be distributed annually in three-year grant cycles, contingent on appropriation and the ability of grantees to meet program objectives.

The State Department of Education shall develop the program elements and objectives governing the use of these funds and include a program evaluation component.

The purpose of these funds is to improve student English language skills to allow for better access to the educational opportunities offered in public schools. The State Department of Education shall report to the Joint Finance-Appropriations Committee and the Senate Education and House Education committees by no later than January 5, 2026, on the program design, use of funds, and program effectiveness.

SECTION 18. ADVANCED OPPORTUNITIES COURSES AND PROGRAM EVALUATION. The State Department of Education shall compile information concerning the number of students enrolling in advanced opportunities courses according to the provisions of Chapter 46, Title 33, Idaho Code, whether coursework is successfully completed, and total expenditures for fiscal year 2025. As nearly as practicable, the report shall contain information about enrollment of this student population in postsecondary education. A report containing such information shall be posted on the website of the State Department of Education no later than January 5, 2026.

SECTION 19. PUBLIC SCHOOL INCOME FUND TRANSFER TO COMMISSION ON HIS-PANIC AFFAIRS. There is hereby appropriated and the Office of the State Controller shall transfer in accordance with Section 63-2552A(2), Idaho Code, on July 1, 2025, or as soon thereafter as practicable, \$80,000 from the Public School Income Fund to the Commission on Hispanic Affairs Miscellaneous Revenue Fund to be used for substance abuse prevention efforts in collaboration with the State Department of Education.

SECTION 20. PUBLIC SCHOOL INCOME FUND TRANSFER TO THE IDAHO STATE PO-LICE. There is hereby appropriated and the Office of the State Controller shall transfer in accordance with Section 63-2552A(2), Idaho Code, on July 1, 2025, or as soon thereafter as practicable, \$200,000 from the Public School Income Fund to the Idaho State Police Miscellaneous Revenue Fund for the purpose of increasing toxicology lab capacity in Forensic Services.

SECTION 21. DIGITAL CONTENT AND CURRICULA. Of the funds appropriated in Section 2 of this act, \$1,600,000 shall be distributed by the State Department of Education to school districts and public charter schools to purchase digital content and curricula of their choice. Funding will be distributed subject to Section 33-4804(2), Idaho Code.

SECTION 22. IDAHO DIGITAL LEARNING ACADEMY. The Idaho Digital Learning Academy (IDLA), created pursuant to Chapter 55, Title 33, Idaho Code, shall utilize state-appropriated funds for the period July 1, 2025, through June 30, 2026, to achieve the following:

- (1) Tuition charged by IDLA to Idaho school districts and charter schools shall not exceed \$75.00 per enrollment.
- (2) Provide remedial coursework for students failing to achieve proficiency in one or more areas of Idaho's standards-based tests.
- (3) Pursuant to State Board of Education rule, IDAPA 08.02.03, provide advanced opportunities, including access to dual credit courses, for students.

The preceding list shall not be construed as excluding other instruction and training that may be provided by the Idaho Digital Learning Academy.

SECTION 23. PROGRAM SUPPORT. Of the moneys appropriated in Section 5 of this act, up to \$2,459,100 from the Public School Income Fund shall be expended for the support of literacy programs, intervention services for non-Title I schools that fail to achieve proficiency on Idaho's standards-based achievement tests, math initiative programs and regional math labs, and evaluation of the programs for students with non-English or limited-English proficiency. The State Department of Education shall report to the Joint Finance-Appropriations Committee, the Senate Education Committee, and the House Education Committee by January 5, 2026, on the uses of funds and effectiveness of the programs and efforts.

SECTION 24. STUDENT ASSESSMENTS. Of the moneys appropriated in Section 5 of this act, the State Department of Education may expend up to \$2,258,500 for the development or administration of student assessments, including a college entrance exam for grade 11 students, an exam for grade 10 students that provides preparation for the college entrance exam, and end-of-course exams for high school science subjects.

SECTION 25. PROFESSIONAL DEVELOPMENT - CENTRAL SERVICES. Of the moneys appropriated in Section 5 of this act, the State Department of Education may expend up to \$4,500,000 for professional development and teacher training and to track usage and effectiveness of professional development efforts at the state and local levels.

SECTION 26. CONTENT AND CURRICULUM. Of the moneys appropriated in Section 5 of this act, \$1,200,000 shall be expended for the purchase of content and curriculum for adaptive math instruction, and \$2,250,000 shall

be expended for research-based programs to assist with the instruction of students with non-English or limited-English proficiency and for learning loss.

SECTION 27. CONTENT AND CURRICULUM - TECHNOLOGY. Of the moneys appropriated in Section 5 of this act, an amount not to exceed \$1,570,000 from the Public School Income Fund may be expended by the State Department of Education to contract for services that provide technology education opportunities and/or information technology certifications to students, including faculty that prepare students for college, career, or the workplace. Funding shall be awarded for projects that include three or more of the following components:

- (1) Certification of skills and competencies;
- (2) Professional development for teachers;

- (3) Integration with curriculum standards;
- (4) Online access to research-based content and curriculum; or
- (5) Instructional software for classroom use.

The State Department of Education shall provide a report to the Joint Finance-Appropriations Committee, the Senate Education Committee, and the House Education Committee by January 5, 2026, regarding the number and type of certificates earned by students and faculty.

SECTION 28. YEAR-END RECONCILIATION. If the moneys appropriated and transferred to the Public School Income Fund and the moneys appropriated from the General Fund in Section 5 of this act exceed the actual expenditures for the specified purposes, the difference shall be included in the year-end reconciliation used to calculate funding available to meet the requirements of Section 33-1018, Idaho Code, notwithstanding any other provision of law to the contrary. If the funding amounts specified in Section 24 of this act are insufficient to meet the actual expenditures, the difference shall be included in the year-end reconciliation used to calculate funding available to meet the requirements of Section 33-1018, Idaho Code, notwithstanding any other provision of law to the contrary.

SECTION 29. DEFINITIONS. (1) As used in Sections 8, 9, 12, and 21 of this act, "distributed" means moneys that are transferred to school districts and public charter schools, with no funds withheld for any other contract or administrative costs;

- (2) As used in Sections 14, 15, and 17 of this act, "distributed" means moneys that are transferred to school districts, public charter schools, and the Idaho Digital Learning Academy, with no funds withheld for any other contract or administrative costs; and
- (3) As used in Sections 23, 26, and 27 of this act, "expended" means moneys that pay for the cost of contracts that provide services to school districts, public charter schools, or students or that pay for the State Department of Education's cost of administering the programs for which the moneys are allocated.

SECTION 30. ACQUISITIONS. Consistent with the provisions of Chapter 92, Title 67, Idaho Code, and funding provided in Section 5 of this act, the

State Department of Education is encouraged to engage in open, competitive acquisition processes. The State Department of Education shall provide a report to the Joint Finance-Appropriations Committee by December 1, 2025, on all contracts signed during fiscal year 2025 for property valued at more than \$25,000. The report shall include for each contract: (a) the amount; (b) the duration; (c) the parties; (d) the subject; (e) whether the contract was awarded as a result of an open, competitive acquisition process or as a sole source or other noncompetitive procurement pursuant to Section 67-9221, Idaho Code; and (f) the rationale for signing any sole source or other non-competitive procurements. 

SECTION 31. There is hereby appropriated and the Office of the State Controller shall transfer \$2,430,570,100 from the General Fund to the Public School Income Fund on July 1, 2025, or as soon thereafter as practicable for the period July 1, 2025, through June 30, 2026.

 SECTION 32. CONDITIONS, LIMITATIONS, AND RESTRICTIONS. Appropriations made pursuant to this act are subject to the conditions, limitations, and restrictions specified in this act.

SECTION 33. 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, 2025.