

**HOUSE BILL NO. 1027**

Introduced by

Legislative Management

(Education Funding Formula Review Committee)

1 A BILL for an Act to create and enact five new sections to chapter 15.1-27 of the North Dakota  
2 Century Code, relating to school district transportation aid payments; and to amend and reenact  
3 section 15.1-31-05 of the North Dakota Century Code, relating to the transportation of open  
4 enrollment students.

5 **BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

6 **SECTION 1.** A new section to chapter 15.1-27 of the North Dakota Century Code is created  
7 and enacted as follows:

8 **School district transportation of students - Payments.**

9 1. The superintendent of public instruction shall pay each school district providing school  
10 bus transportation in contract schoolbuses or in district-owned and operated  
11 schoolbuses, and each school district with students riding commercial buses to and  
12 from school within the incorporated limits of a city, the following amounts from state  
13 funds:

14 a. For schoolbuses and school vehicles transporting students:

15 (1) Fifty-two cents per mile [1.61 kilometers] for vehicles that have a capacity of  
16 fewer than ten students; and

17 (2) One dollar and eleven cents per mile [1.61 kilometers] for schoolbuses that  
18 have a capacity of ten or more students; and

19 b. Thirty cents per one-way trip for each student transported.

20 2. The superintendent of public instruction shall provide per mileage payments if:

21 a. A school district qualifies to receive payment pursuant to subsection 1; and

22 b. The school district operates schoolbuses in accordance with state law relating to  
23 schoolbus standards and school vehicle driver requirements. A school district  
24 shall certify compliance with state law relating to schoolbus standards and school

1           vehicle driver requirements when applying for payment under this section. The  
2           superintendent of public instruction may adopt rules governing certification of  
3           compliance under this subdivision.

4        3. The superintendent of public instruction shall reimburse school districts fifty cents per  
5        day per mile [1.61 kilometers] one-way for each mile over two miles [3.22 kilometers]  
6        for students transported by family transportation in accordance with section  
7        15.1-30-02, according to the distance between the home of the student and the  
8        school. The distance must be measured by the route from the front door of the school  
9        attended to the front door of the residence of the family of the student according to the  
10       most convenient public course traveled.

11       4. The superintendent of public instruction shall use the latest available student  
12       enrollment count in each school district in applying the provisions of this section.

13       5. This section does not authorize the reimbursement of any costs incurred in providing  
14       transportation for students to attend extracurricular activities or events.

15       6. The superintendent of public instruction shall develop, and require school districts use,  
16       a uniform cost accounting system to calculate and administer the reimbursements  
17       provided under this section. The superintendent shall prepare forms and statements  
18       necessary for school districts to apply for reimbursements under this section.

19       **SECTION 2.** A new section to chapter 15.1-27 of the North Dakota Century Code is created  
20 and enacted as follows:

21       **School district transportation of special education students - Payments.**

22       1. The superintendent of public instruction shall pay each school district transporting  
23       students enrolled in special education programs approved by the superintendent of  
24       public instruction:

25       a. The amount provided in section 1 of this Act for vehicles that have a capacity of  
26       fewer than ten students if the school district is transporting fewer than  
27       ten students per vehicle;

28       b. The amount provided in section 1 of this Act for vehicles that have a capacity of  
29       ten or more students if the school district is transporting ten or more students per  
30       vehicle; and

- 1           c. The additional amount provided in section 1 of this Act, per one-way trip, for each  
2           student transported.
- 3           2. Except as provided in subsection 3, a school district entitled to payments under this  
4           section is entitled to receive transportation aid for all miles [kilometers] traveled and for  
5           all students transported, regardless of whether the students transported live within the  
6           incorporated limits of the city in which the students' school is located.
- 7           3. A school district may not receive more than one per student payment for transportation  
8           of a student regardless of the number of times a student is transported in one day.
- 9           4. The superintendent of public instruction shall reimburse school districts fifty cents per  
10          day per mile [1.61 kilometers] if:
- 11          a. The student being transported has a disability, as defined in chapter 15.1-32;  
12          b. The student has an individualized education plan that requires the student attend  
13          a public or nonpublic school located outside the student's school district of  
14          residence;
- 15          c. The student is transported by an adult family member in family provided  
16          transportation; and
- 17          d. The reimbursement does not exceed two round trips per day between the home  
18          of the student and the school.
- 19          5. Notwithstanding any other provision of law, the superintendent of public instruction,  
20          upon request from the school district, shall make the payments due to a school district  
21          under this section directly to a multidistrict special education unit.

22          **SECTION 3.** A new section to chapter 15.1-27 of the North Dakota Century Code is created  
23 and enacted as follows:

24          **School district transportation of career and technical education students - Payments.**

- 25          1. The superintendent of public instruction shall pay each school district transporting  
26          students to and from schools in other school districts and to and from schools within  
27          the district for vocational and technical education courses offered through cooperative  
28          arrangements approved by the state board for career and technical education:
- 29          a. The amount provided in section 1 of this Act for vehicles that have a capacity of  
30          fewer than ten students if the school district is transporting fewer than  
31          ten students per vehicle;

- 1           b. The amount provided in section 1 of this Act for vehicles that have a capacity of  
2           ten or more students if the school district is transporting ten or more students per  
3           vehicle; and
- 4           c. The additional amount provided in section 1 of this Act, per one-way trip, for each  
5           student transported.
- 6           2. Except as provided in subsection 3, a school district entitled to payments under this  
7           section is entitled to receive transportation aid for all miles [kilometers] traveled and for  
8           all students transported, regardless of whether the students transported live within the  
9           incorporated limits of the city in which the students' school is located.
- 10          3. A school district may not receive more than one per student payment for transportation  
11          of a student regardless of the number of times a student is transported in one day.
- 12          4. Notwithstanding any other provision of law, the superintendent of public instruction,  
13          upon request from the school district, shall make the payments due to a school district  
14          under this section directly to an area vocational and technology center.

15          **SECTION 4.** A new section to chapter 15.1-27 of the North Dakota Century Code is created  
16 and enacted as follows:

17          **School district closure - Distribution of transportation payments.**

- 18          1. If a school district ceases to exist, the superintendent of public instruction shall  
19          calculate the amount of transportation payments to which the former school district  
20          would have been entitled for providing transportation services during the school  
21          district's final year of operation and shall pay a percentage of the amount certified to  
22          each school district in the state which enrolls students who attended the former school  
23          district during the prior school year. Each school district eligible for payment under this  
24          section is entitled to receive the percentage of the total amount certified which is the  
25          same as the percentage of the number of the district's students who attended the  
26          former school district during the prior school year bears to the total number of students  
27          who attended the former school district during the prior school year.
- 28          2. The superintendent of public instruction shall pay the amount to which a school district  
29          is entitled under this section in the manner and at the time provided for other state  
30          payments in section 15.1-27-01.

1       **SECTION 5.** A new section to chapter 15.1-27 of the North Dakota Century Code is created  
2 and enacted as follows:

3       **State transportation payments to school districts.**

- 4       1. The superintendent of public instruction shall determine the total amount of payments  
5 to be made to the school districts for the transportation of students and shall pay the  
6 amount certified to each school district. Payments must be made in the same manner  
7 and at the time provided for other state payments in section 15.1-27-01.
- 8       2. A school district may not receive more than ninety percent of the actual costs incurred  
9 for the transportation of students.
- 10      3. For purposes of this section, actual costs include the transportation operating  
11 expenditures reported to the superintendent of public instruction for the most recent  
12 year plus the eight-year average cost of transportation equipment determined by the  
13 superintendent of public instruction. Any district having contracted for transportation  
14 services may determine the actual costs for the first year the district provides its own  
15 transportation services by using the statewide average cost of transportation during  
16 the first year.

17      **SECTION 6. AMENDMENT.** Section 15.1-31-05 of the North Dakota Century Code is  
18 amended and reenacted as follows:

19      **15.1-31-05. Open enrollment - Transportation.**

20      A school district of residence may provide transportation to a student participating in open  
21 enrollment. If a district of residence does not provide transportation to a student participating in  
22 open enrollment, transportation may be provided by the admitting district. A school district may  
23 not receive transportation aid disbursements under subdivision a of subsection 1 of section 1 of  
24 this Act for transporting students who are participating in open enrollment, or who are enrolled  
25 pursuant to a written contract entered by the sending and admitting districts which waives the  
26 charge and collection of tuition for the student.