Aug. 21, 2025

# 2025-26 Open Enrollment Transportation Assistance

## Introduction

The purpose of this technical assistance is to provide parents, guardians and school districts with information about the requirements for open enrollment transportation assistance. The guidance document includes information about what the income eligibility guidelines are, how parents can apply for assistance, and what the resident district's responsibilities are in this process.

## **Eligibility**

Transportation assistance for those who qualify according to **income guidelines (see chart below)** is available only **between contiguous districts**. The resident district determines how assistance is distributed. This is not a parent's choice. If the student's household does not meet this requirement, the parent or guardian of a pupil who has been accepted for open enrollment is responsible for transporting the pupil (lowa Administrative Code rule 281—17.8(1)). If transportation is provided by the receiving district to and from school in the receiving district, then a parent is no longer eligible to receive reimbursement from the resident district (lowa Code 282.18, subsection 8, as amended by House File 2278).

Table 1. Income Eligibility by Household Size

Persons in Household/Family	Yearly Income	Monthly Income	Twice per Month Income	Every Two Weeks Income	Weekly Income
1	\$31,000.00	\$2,583.00	\$1,292.00	\$1,192.00	\$596.00
2	\$42,300.00	\$3,525.00	\$1,763.00	\$1,627.00	\$813.00
3	\$53,000.00	\$4,442.00	\$2,221.00	\$2,050.00	\$1,025.00
4	\$64,300.00	\$5,358.00	\$2,679.00	\$2,473.00	\$1,237.00
5	\$75,300.00	\$6,275.00	\$3,138.00	\$2,896.00	\$1,448.00
6	\$86,300.00	\$7,192.00	\$3,596.00	\$3,319.00	\$1,660.00
7	\$97,300.00	\$8,108.00	\$4,054.00	\$3,742.00	\$1,871.00
8	\$108,300.00	\$9,025.00	\$4,513.00	\$4,165.00	\$2,083.00
Additional family member (if more than 8), add	\$5,650.00	\$471.00	\$235.00	\$217.00	\$109.00

<sup>\*</sup>These guidelines reflect the revisions made in the Federal Poverty Guidelines that are effective for July 1, 2025 through June 30, 2026. **These guidelines are NOT the same as the guidelines for Free and Reduced Fees.** 

# **Definition of Income**

"Income" means income before any deductions such as income taxes, social security taxes, insurance premiums, charitable contributions and bonds. Income includes the following:

- 1. Monetary compensations for services, including wages, salary, commissions or fees
- 2. Net income from non-farm self-employment
- 3. Social Security
- 4. Dividends or interest on savings or bonds or income from estates or trusts

- 5. Net rental income
- 6. Public assistance or welfare payments
- 7. Unemployment compensation
- 8. Government civilian employee or military retirement, pensions, or veterans payments
- 9. Private pensions or annuities
- 10. Alimony or child support payments
- 11. Regular contributions from persons not living in the household
- 12. Net royalties
- 13. Other cash income including income from farming. Other cash income would include cash amounts received or withdrawn from any source including savings, investments, trust accounts and other resources. Income does not include any income or benefits received under federal programs that are excluded from consideration as income by any legislation prohibition.

# **Transportation Assistance Process**

## **Parent or Guardian Responsibilities**

To request transportation assistance, the parent or guardian must indicate they wish to participate by checking Yes on line item number 13 and attach verification of income and household information to the open enrollment application. If the household's monthly income changes by \$50 or more, the parent or guardian must notify the resident district. If the household has not already completed and filed a free-and-reduced lunch application, it is recommended to do so.

It is important to note that transportation assistance is only available to families who open enroll between contiguous (or bordering) districts.

## **Resident District Responsibilities**

### Determine what type of transportation assistance will be provided to eligible families.

The resident district has the right to determine which option will apply. This is not a parent / guardian choice. Transportation assistance for those who qualify according to income guidelines (see chart above) is available **only between contiguous districts** and shall be deducted from the amount sent to the receiving district. In case of road construction or road relocation, a receiving district may drive into another district to pick up open enrollment students if, and only if, there was road construction or road relocation that makes this necessary.

The resident district may discharge this obligation in one of three ways:

- 1. The resident district may actually provide transportation for the pupil(s) to a stop on the bus route of the receiving district.
- 2. The resident district may allow the receiving district to enter the resident district to pick up the open enrolled pupil(s). Failure of the receiving district to decide to do this will not discharge the resident district's obligation for transportation assistance.
- 3. The resident district may provide a parent / guardian reimbursement. If this option is selected by the resident district, the amount to be paid to the parent is determined as follows:
  - a. The transportation reimbursement amount shall be the state calculated average as determined in 285.1(3) or the local cost per pupil for the previous year as specified on the resident districts Annual Transportation Report, whichever is lower. The amount for 2024-2025 was \$719.00 (annual). The 2025-2026 amount will be released in January 2026.
  - b. This amount is limited to reimbursement for three elementary (K-8) students and one secondary (grades 9 -12) students.
  - c. The amount of transportation assistance can be prorated according to the date of application submission.

If transportation is provided by the receiving district to and from school in the receiving district, then the resident district is no longer responsible for reimbursement. (lowa Code 282.18, subsection 8, as amended by House File 2278).

#### Receive the open enrollment application and request for transportation assistance.

If a parent or guardian qualifies for transportation assistance, the request for transportation assistance is indicated on their open enrollment application filed with the resident district and supported by eligibility attachments (i.e., verification of income, number of individuals in the household). The district should remind parents and guardians that they must notify the district if their family's monthly income changes by \$50 or more.

#### Pay the receiving district tuition minus incurred transportation cost.

The resident district deducts its incurred transportation reimbursement cost from the tuition it sends to the receiving district. This may be prorated after the start of the year.

#### Students with IEPs

Transportation assistance costs for students with individualized education plans (IEPs) cannot be deducted from special education tuition. It is important to note that when a parent elects to open enroll their child to another school district, the parent waives the right for transportation as a related service on their child's IEP. It is only for transportation assistance under Open Enrollment that the resident district becomes involved again.

#### Questions and Technical Assistance

For additional technical assistance, see the Department's <u>Open Enrollment Transportation Assistance</u> webpage.

For general open enrollment questions, contact Sara Nickel at 515-971-7558 or <a href="mailto:sara.nickel@iowa.gov">sara.nickel@iowa.gov</a> or Eric Heitz at 515-326-1018 or <a href="mailto:eric.heitz@iowa.gov">eric.heitz@iowa.gov</a>.

For transportation assistance finance questions, contact Tom Simpson at 515-336-3965 or <a href="mailto:tom.simpson@iowa.gov">tom.simpson@iowa.gov</a> or Holli Marolf at 515-281-5812 or <a href="mailto:holli.marolf@iowa.gov">holli.marolf@iowa.gov</a>.