## SENATE BILL No. 1077

July 3, 1996, Introduced by Senator CONROY and referred to the Committee on Education.

A bill to amend sections 6 and 36 of Act No. 94 of the Public Acts of 1979, entitled as amended "The state school aid act of 1979," as amended by Act No. 130 of the Public Acts of 1995 , being sections 388.1606 and 388.1636 of the Michigan Compiled Laws. THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Section 1. Sections 6 and 36 of Act No. 94 of the Public
2 Acts of 1979, as amended by Act No. 130 of the Public Acts of 3 1995, being sections 388.1606 and 388.1636 of the Michigan

4 Compiled Laws, are amended to read as follows:
5 Sec. 6. (1) "Center program" means a program operated by a 6 district or intermediate district for special education pupils 7 from several districts in programs for the autistically impaired, 8 trainable mentally impaired, severely mentally impaired, severely 9 multiply impaired, hearing impaired, physically and otherwise

1 health impaired, and visually impaired. Programs for emotionally
2 impaired pupils housed in buildings that do not serve regular
3 education pupils shall also qualify. Unless otherwise approved
4 by the department, a center program either shall serve all con-
5 stituent districts within an intermediate district or shall serve
6 several districts with less than $50 \%$ of the pupils residing in
7 the operating district.
8 (2) "District pupil retention rate" means the proportion of 9 pupils who have not dropped out of school in the immediately pre10 ceding school year and is equal to 1 minus the quotient of the 11 number of pupils unaccounted for in the immediately preceding 12 school year, as determined pursuant to subsection (3), divided by 13 the pupils of the immediately preceding school year.

14 (3) "District pupil retention report" means a report of the 15 number of pupils, excluding migrant and adult, in the district

16 for the immediately preceding school year, adjusted for those 17 pupils who have transferred into the district, transferred out of 18 the district, transferred to alternative programs, and have grad19 uated, to determine the number of pupils who are unaccounted 20 for. The number of pupils unaccounted for shall be calculated as 21 determined by the department.
(4) "Membership", except as otherwise provided in this act, 23 means the average number of full-time equated pupils in grades $k$ 24 to 12 actually enrolled and in regular daily attendance in a dis25 trict, public school academy, university school, or intermediate 26 district on the pupil membership count day for the current school 27 year and on the supplemental count day for the immediately

1 preceding school year, as determined by the department and
2 calculated by adding the number of pupils registered for
3 attendance plus pupils received by transfer and minus pupils lost 4 as defined by rules promulgated by the state board, and as cor-

5 rected by a subsequent department audit, plus the final audited
6 count from the supplemental count day for the immediately preced7 ing school year, and dividing that sum by 2. The amount of the
8 foundation allowance to be paid on behalf of a pupil in member-
9 ship is determined under section 20. In making the calculation 10 of membership, all of the following, as applicable, apply to

11 determining the membership of a district, public school academy, 12 university school, or intermediate district:

13 (a) Except as otherwise provided in this subsection, a pupil 14 shall be counted in membership in the pupil's district of 15 residence.

16 (b) A pupil educated as part of a cooperative education pro17 gram, or enrolled in a grade not offered by the pupil's district 18 of residence, in a district other than the pupil's district of 19 residence shall be counted in membership in the pupil's district 20 of residence, but the responsibility for reporting the pupil's 21 attendance is as follows:

22 (i) If the pupil is educated in the district that is not the 23 pupil's district of residence for $1 / 2$ time or less, the pupil's 24 district of residence shall report the pupil's attendance to the 25 department as part of reporting the district's membership count. 26 (ii) If the pupil is educated in the district that is not 27 the pupil's district of residence for more than $1 / 2$ time, that

1 other district shall report the pupil's attendance to the
2 department.
3
(c) If a pupil is educated in a district other than the 4 pupil's district of residence with the approval of the pupil's 5 district of residence and not as part of a cooperative education 6 program and not in a grade not offered by the pupil's district of 7 residence, the pupil shall be counted in membership in the edu8 cating district.

9 (d) If a pupil is educated in a district other than the 10 pupil's district of residence and not as part of a cooperative 11 education program, if the pupil's district of residence does not 12 give the educating district its approval to count the pupil in 13 membership in the educating district, and if the pupil is not 14 covered by an exception specified in subsection (6) to the 15 requirement that the educating district must have the approval of 16 the pupil's district of residence to count the pupil in member17 ship, the pupil shall not be counted in membership in any 18 district.

19 (e) A special education pupil educated by the intermediate 20 district shall be counted in membership in the intermediate 21 district. A special education pupil who is educated in a center 22 program operated by a district and who is not required to be 23 counted in membership in an intermediate district shall be 24 counted in membership in the educating district. 25 (f) A pupil placed by a court or state agency in an 26 on-grounds program of a juvenile detention facility, a child 27 caring institution, or a mental health institution, or a pupil

1 funded under section 53, shall be counted in membership in the 2 district or intermediate district approved by the department to 3 operate the program.

4
(g) A pupil under court jurisdiction who is placed outside

5 the district of residence in which the pupil's parents or legal
6 guardian resides shall be counted in membership in the educating
7 district.
8 (h) A pupil enrolled in the Michigan school for the blind or
9 the Michigan school for the deaf shall be counted in membership
10 in the pupil's intermediate district of residence.
11 (i) A pupil enrolled in a university school shall be counted 12 in membership in the university school.

13
(j) If a pupil is enrolled in a district other than the 14 pupil's district of residence under section 91 or under an 15 intermediate district schools of choice pilot program under

16 former section 91 , the pupil shall be counted in membership in 17 the educating district.
(k) If a pupil is enrolled in a district other than the 19 pupil's district of residence but within the same intermediate 20 district and if at least $50 \%$ of the constituent districts of the 21 intermediate district continue to participate in an intermediate 22 district schools of choice pilot program under former section 91, 23 the pupil shall be counted in the educating district.
( $\ell$ ) A pupil enrolled in a public school academy shall be 25 counted in membership in the public school academy. However, the 26 membership of a public school academy shall be determined as

27 follows:
(i) For a public school academy, or its predecessor entity

2 operating in 1994-95 under former section 23d if applicable, mem-
3 bership is the average number of full-time equated pupils in
4 grades K to 12 actually enrolled and in regular daily attendance
5 on the pupil membership count day for the current school year and
6 on the supplemental count day for the immediately preceding
7 school year, as determined by the department and calculated by
8 adding the number of pupils registered for attendance on the 9 pupil membership count day plus pupils received by transfer and 10 minus pupils lost as defined by rules promulgated by the state 11 board, and as corrected by a subsequent department audit, plus 12 the final audited count from the supplemental count day for the 13 immediately preceding school year, and dividing that sum by 2 . 14 (ii) For a public school academy beginning operations after 15 March 30,1995 and before the $1995-96$ pupil membership count day 16 that is not the successor to an alternative public school oper17 ated in 1994-95 under FORMER section 23d, membership is the aver18 age number of full-time equated pupils in grades $K$ to 12 actually 19 enrolled and in regular daily attendance on the pupil membership 20 count day for the current school year and on the supplemental

21 count day for the current school year, as determined by the
22 department and calculated by adding the number of pupils regis-
23 tered for attendance on the pupil membership count day plus
24 pupils received by transfer and minus pupils lost as defined by 25 rules promulgated by the state board, and as corrected by a sub26 sequent department audit, plus the final audited count from the

1 supplemental count day for the current school year, and dividing 2 that sum by 2 .

3 (iii) For a public school academy beginning operations in 4 1995-96 after the pupil membership count day and not later than 5 the supplemental count day, membership is the final audited count 6 of the number of full-time equated pupils in grades $K$ to 12 actu7 ally enrolled and in regular daily attendance on the supplemental 8 count day for the current school year.
9 (iv) For a public school academy that received funds under 10 section 23 in 1994-95, membership is the average of the final 11 audited count of the number of full-time equated pupils in grades 12 K to 12 actually enrolled and in regular daily attendance on the 13 pupil membership count day for the current school year and the 14 number of full-time equated pupils used to calculate payments 15 under section 23 in 1994-95.
(m) If a district is the authorizing body for a public

17 school academy, then, in the first school year in which pupils 18 are counted in membership on the pupil membership count day in 19 the public school academy, the determination of the district's 20 membership shall exclude from the district's pupil count for the 21 immediately preceding supplemental count day any pupils who are 22 counted in the public school academy on that first pupil member23 ship count day who were also counted in the district on the imme24 diately preceding supplemental count day.

25 ( $n$ ) In a district, public school academy, university schoól, 26 or intermediate district operating an extended school year 27 program approved by the state board, a pupil enrolled, but not

1 scheduled to be in regular daily attendance on a pupil membership 2 count day, shall be counted.

3 (o) Pupils to be counted in membership shall be not less
4 than 5 years of age on Deemer - THE FIRST DAY OF THE SCHOOL
5 YEAR and less than 20 years of age on September 1 of the school
6 year except a special education pupil who is enrolled and receiv-
7 ing instruction in a special education program approved by the
8 department and not having a high school diploma who is less than
926 years of age as of September 1 of the current school year
10 shall be counted in membership.
(p) An individual who has obtained a high school diploma 12 shall not be counted in membership. An individual who has 13 obtained a general education development (G.E.D.) certificate 14 shall not be counted in membership. An individual participating 15 in a job training program funded under former section $107 a$ or a 16 jobs program funded under former section 107 b , both administered 17 by the Michigan jobs commission, or participating in any succes18 sor of either of those 2 programs, shall not be counted in 19 membership.
(q) A pupil counted in membership in a public school academy 21 on the pupil membership count day or the supplemental count day 22 shall not be counted in a membership in a district or intermedi23 ate district on the same count day.
(r) An individual less than 16 years of age as of September 25 I of the current school year who is being educated in an alterna26 tive education program shall not be counted in membership if

1 there are also adult education participants being educated in the 2 same program or classroom.

3 (s) The department shall give a uniform interpretation of 4 full-time and part-time memberships.

5 (t) For the purposes of this subsection, full-time equated 6 memberships for pupils in grades 1 to 12 shall be determined by 7 dividing the number of class hours scheduled and provided per 8 year per pupil by 900 for 1994-95, 990 for 1995-96 and 1996-97, 9 1,035 for 1997-98 and 1998-99, and 1,080 for 1999-2000 and suc10 ceeding fiscal years. In determining full-time equated member11 ships for pupils who are dually enrolled in a postsecondary 12 institution under section $21 b$, a pupil shall not be considered to 13 be less than a full-time equated pupil solely because of the 14 effect of his or her dual enrollment on the number of class hours 15 provided by the district to the pupil.

16 (u) Beginning in 1995-96, full-time equated memberships for
17 pupils in kindergarten shall be determined by dividing the number
18 of class hours scheduled and provided per year per kindergarten
19 pupil by a number equal to $1 / 2$ the number used for determining 20 full-time equated memberships for pupils in grades 1 to 12. 21 (v) For a district that has qualified currently migrant 22 pupils enrolled in the district as of the pupil membership count 23 day who were not counted in membership in the district on the 24 supplemental count day for the immediately preceding school year, 25 as determined by the department using the criteria used for eli26 gibility for the migrant education program under the 27 Hawkins-Stafford elementary and secondary school improvement

1 amendments of 1988, Public Law 100-297, 102 Stat. 130 , the number 2 of those pupils counted in the district's membership is $3 / 4$ of 3 the number of those pupils counted on the pupil membership count 4 day only.

5 (5) "Public school academy" means a public school academy 6 operating under part $6 a$ or $6 b$ of the school code of 1976 , BEING 7 SECTIONS 380.501 TO 380.507 AND 380.511 TO 380.518 OF THE 8 MICHIGAN COMPILED LAWS.

9 (6) "Pupil" means a person in membership in a public 10 school. A district must have the approval of the pupil's dis11 trict of residence to count the pupil in membership, except 12 approval by the pupil's district of residence shall not be 13 required for nonpublic part-time pupils, for pupils receiving $1 / 2$ 14 or less of their instruction in a district other than their dis15 trict of residence, for pupils enrolled in a university school, 16 for pupils enrolled in a district other than their district of 17 residence under an intermediate district schools of choice pilot 18 program as described in section $91 a$ or former section 91 , for 19 pupils enrolled in a district other than their district of resi20 dence but within the same intermediate district if at least $50 \%$ 21 of the constituent districts of the intermediate district con22 tinue to participate in an intermediate district schools of 23 choice pilot program under former section 91 , or for those pupils 24 who were enrolled and in regular daily attendance and remain 25 enrolled and in regular daily attendance in the district other 26 than their district of residence before April 1, 1981.
(7) "Pupil membership count day" of a district or 2 intermediate district means:

3 (a) Except as provided in subdivision (b), the following
4 days:
5 (i) For the 1995-96 school year, the first Friday in
6 October.
7 (ii) Beginning with the 1996-97 school year, the fourth 8 Friday in September each school year.

9 (b) For a district or intermediate district maintaining 10 school during the entire school year, the following days:

11 (i) Fourth Friday in July.
12 (ii) Fourth Friday in October.
13 (iii) Fourth Friday in January.
14 (iv) Fourth Friday in April.
15 (8) "Rule" means a rule promulgated pursuant to the adminis16 trative procedures act of 1969, Act No. 306 of the Public Acts of 17 1969, being sections 24.201 to 24.328 of the Michigan Compiled 18 Laws.

19 (9) "The school code of 1976" means Act No. 451 of the 20 Public Acts of 1976 , being sections 380.1 to 380.1852 of the 21 Michigan Compiled Laws.
(10) "School fiscal year" means a fiscal year which com23 mences July 1 and continues through June 30.

24 (11) "State board" means the state board of education.
(12) "Supplemental count day" means the day on which the supplemental pupil count is conducted under section 6 .
(13) "Tuition pupil" means a pupil of school age attending 2 school in a district other than the pupil's district of residence 3 for whom tuition may be charged. Tuition pupil does not include 4 a pupil who is a special education pupil; a pupil enrolled in a 5 district other than the pupil's district of residence but within 6 the same intermediate district if at least $50 \%$ of the constituent 7 districts of the intermediate district continue to participate in 8 an intermediate district schools of choice pilot program under 9 former section 91 ; or a pupil served by an intermediate district 10 schools of choice pilot program as described in section 91 a or 11 former section 91. A pupil's district of residence shall not 12 require a high school tuition pupil, as provided under section 13111 , to attend another school district after the pupil has been 14 assigned to a school district.

15 (14) "State school aid fund" means the state school aid fund 16 established in section 11 of article IX of the state constitution 17 of 1963.

18 (15) "Taxable value" means the taxable value of property as 19 determined under section 27a of the general property tax act, Act 20 No. 206 of the Public Acts of 1893 , being section $211.27 a$ of the 21 Michigan Compiled Laws.

22 (16) "Total state aid" or "total state school aid" means the 23 total combined amount of all funds due to a district, intermedi24 ate district, or other entity under all of the provisions of this 25 act.

1 (17) "University school" means an instructional program 2 operated by a public university under section 23 that meets the 3 requirements of section 23 .

4 Sec. 36. (1) From the appropriation in section 11 , there is 5 allocated an amount not to exceed $\$ 52,980,500.00$ for school read6 iness grants in 1995-96 to enable eligible districts, as deter7 mined under section 37 , to develop or expand, in conjunction with 8 whatever federal funds may be available, including, but not 9 limited to, federal funds under title $I$ of the elementary and 10 secondary education act of 1965 , Public Law 89-10, 102 Stat. 140 , 11 chapter 1 of the Hawkins-Stafford elementary and secondary school 12 improvement amendments of 1988, Public Law 100-297, and the head 13 start act, subchapter $B$ of chapter 8 of subtitle $A$ of title VI of 14 the omnibus budget reconciliation act of 1981, Public Law 97-35, 1542 U.S.C. 9831 to 9835,9836 to 9844,9846 , and 9847 to 9852 a , 16 comprehensive compensatory programs designed to improve the read17 iness and subsequent achievement of educationally disadvantaged 18 children as defined by the department who will be at least 4 , but 19 less than 5 years of age, as of Beember-1 THE FIRST DAY of the 20 school year in which the programs are offered, and who show evi21 dence of 2 or more "at-risk" factors as defined in the state 22 board report entitled "children at risk" that was adopted by the 23 state board on April 5, 1988. A comprehensive compensatory pro24 gram funded under this section shall include an age-appropriate 25 educational curriculum, nutritional services, health screening 26 for participating children, a plan for parent and legal guardian

1 involvement, and provision of referral services for families 2 eligible for community social services.
(2) A district receiving a grant under this section may con4 tract for the provision of the comprehensive compensatory program 5 and retain for administrative services an amount equal to not 6 more than $5 \%$ of the grant amount.

