

## SENATE BILL No. 1190

October 1, 1996, Introduced by Senator BULLARD and referred to the Committee on Appropriations.

A bill to amend section 6 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. 300 of the Public Acts of 1996, being section 388.1606 of the Michigan Compiled Laws.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:
1 Section 1. Section 6 of Act No. 94 of the Public Acts of 2 1979, as amended by Act No. 300 of the Public Acts of 1996, being 3 section 388.1606 of the Michigan Compiled Laws, is amended to 4 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 con5 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. In addition, special education center 8 program pupils placed part-time in noncenter programs to comply 9 with the least restrictive environment provisions of section 612 10 of part $B$ of the individuals with disabilities education act, 11 title VI of public Law 91-230, 20 U.S.C. 1412 , may be considered 12 center program pupils for pupil accounting purposes for the time 13 scheduled in either a center program or a noncenter program. 14 (2) "District pupil retention rate" means the proportion of 15 pupils who have not dropped out of school in the immediately pre16 ceding school year and is equal to 1 minus the quotient of the 17 number of pupils unaccounted for in the immediately preceding 18 school year, as determined pursuant to subsection (3), divided by 19 the pupils of the immediately preceding school year.

20 (3) "District pupil retention report" means a report of the 21 number of pupils, excluding migrant and adult, in the district 22 for the immediately preceding school year, adjusted for those 23 pupils who have transferred into the district, transferred out of 24 the district, transferred to alternative programs, and have grad25 uated, to determine the number of pupils who are unaccounted 26 for. The number of pupils unaccounted for shall be calculated as 27 determined by the department.
(4) "Membership", except as otherwise provided in this act, 2 means for $1996-97$ the average number of full-time equated pupils 3 in grades $K$ to 12 actually enrolled and in regular daily 4 attendance in a district, public school academy, university 5 school, or intermediate district on the pupil membership count 6 day for the current school year and on the supplemental count day 7 for the immediately preceding school year, as determined by the 8 department and calculated by adding the number of pupils regis9 tered for attendance plus pupils received by transfer and minus 10 pupils lost as defined by rules promulgated by the state board, 11 and as corrected by a subsequent department audit, plus the final 12 audited count from the supplemental count day for the immediately 13 preceding school year, and dividing that sum by 2 . The amount of 14 the Foundation allowance to be paid on behalf of a pupil in mem15 bership is determined under section 20 . In making the calcula16 tion of membership, all of the following, as applicable, apply to 17 determining the membership of a district, public school academy, 18 university school, or intermediate district:
(a) Except as otherwise provided in this subsection, a pupil 20 shall be counted in membership in the pupil's educating district 21 or districts. An individual pupil shall not be counted for more 22 than a total of 1.0 full-time equated membership.
(b) If a pupil is educated in a district other than the 24 pupil's district of residence and the educating district is not 25 in the same intermediate district as the pupil's district of res26 idence, if the pupil is not being educated as part of a 27 cooperative education program, if the pupil's district of

1 residence does not give the educating district its approval to 2 count the pupil in membership in the educating district, and if 3 the pupil is not covered by an exception specified in 4 subsection ( 5 ) to the requirement that the educating district 5 must have the approval of the pupil's district of residence to 6 count the pupil in membership, the pupil shall not be counted in 7 membership in any district.

8 (c) A special education pupil educated by the intermediate
9 district shall be counted in membership in the intermediate 10 district. A special education pupil who is educated in a center 11 progran operated by a district and who is not required to be 12 counted in membership in an intermediate district shall be 13 counted in membership in the educating district. 14 (d) A pupil placed by a court or state agency in an 15 on-grounds program of a juvenile detention facility, a child 16 caring institution, or a mental health institution, or a pupil 17 funded under section -53 53a, shall be counted in membership 18 in the district or intermediate district approved by the depart19 ment to operate the program.

20 (e) A pupil enrolled in the Michigan school for the deaf and 21 blind shall be counted in membership in the pupil's intermediate 22 district of residence.
(f) A pupil enrolled in a vocational education program sup24 ported by a millage levied over an area larger than a single dis25 trict or in an area vocational-technical education program estab26 Lished pursuant to section 690 of the revised school code, being

1 section 380.690 of the Michigan Compiled Laws, shall be counted 2 only in the pupil's district of residence.

3 (g) A pupil enrolled in a university school shall be counted 4 in membership in the university school.

5 (h) A pupil enrolled in a public school academy shall be 6 counted in membership in the public school academy.

7 (i) For a new district, university school, or public school 8 academy beginning its operation after December 31, 1994, member9 ship for the first 2 full or partial fiscal years of operation 10 shall be determined as follows:

11 (i) If operations begin before the pupil membership count 12 day for the fiscal year, membership is the average number of 13 full-time equated pupils in grades K to 12 actually enrolled and 14 in regular daily attendance on the pupil membership count day for 15 the current school year and on the supplemental count day for the 16 current school year, as determined by the department and calcu17 lated by adding the number of pupils registered for attendance on 18 the pupil membership count day plus pupils received by transfer 19 and minus pupils lost as defined by rules promulgated by the 20 state board, and as corrected by a subsequent department audit, 21 plus the final audited count from the supplemental count day for 22 the current school year, and dividing that sum by 2.

23 (ii) If operations begin after the pupil membership count
24 day for the fiscal year and not later than the supplemental count 25 day for the fiscal year, membership is the final audited count of 26 the number of full-time equated pupils in grades $K$ to 12 actually

1 enrolled and in regular daily attendance on the supplemental
2 count day for the current school year.
3 (j) If a district is the authorizing body for a public
4 school academy, then, in the first school year in which pupils
5 are counted in membership on the pupil membership count day in
6 the public school academy, the determination of the district's
7 membership shall exclude from the district's pupil count for the
8 immediately preceding supplemental count day any pupils who are
9 counted in the public school academy on that first pupil member-
10 ship count day who were also counted in the district on the imme-
11 diately preceding supplemental count day.
$12(k)$ In a district, public school academy, university school,
13 or intermediate district operating an extended school year pro-
14 gram approved by the state board, a pupil enrolled, but not
15 scheduled to be in regular daily attendance on a pupil membership 16 count day, shall be counted.

17 ( $)$ Pupils to be counted in membership shall be not less
18 than 5 years of age on December 1 and less than 20 years of age
19 on September 1 of the school year except a special education 20 pupil who is enrolled and receiving instruction in a special edu21 cation program approved by the department and not having a high 22 school diploma who is less than 26 years of age as of September 1 23 of the current school year shall be counted in membership.
(m) An individual who has obtained a high school diploma 25 shall not be counted in membership. An individual who has 26 obtained a general education development (G.E.D.) certificate 27 shall not be counted in membership. An individual participating

1 in a job training program funded under former section lo7a or a
2 jobs program funded under former section 107 b , both administered 3 by the Michigan jobs commission, or participating in any succes4 sor of either of those 2 programs, shall not be counted in 5 membership.
$6 \quad(\mathrm{n})$ If a pupil counted in membership in a public school
7 academy is also educated by a district or intermediate district
8 as part of a cooperative education program, the pupil shall be
9 counted in membership only in the public school academy, and the
10 instructional time scheduled for the pupil in the district or 11 intermediate district shall be included in the full-time equated 12 membership determination under subdivision (q). However, for 13 pupils receiving instruction in both a public school academy and 14 in a district or intermediate district but not as a part of a 15 cooperative education program, the following apply:

16 (i) If the public school academy provides instruction for at 17 least $1 / 2$ of the class hours specified in subdivision ( $q$ ), the 18 public school academy shall receive as its prorated share of the 19 full-time equated membership for each of those pupils an amount 20 equal to 1 times the product of the hours of instruction the 21 public school academy provides divided by the number of hours 22 specified in subdivision (q) for full-time equivalency, and the 23 remainder of the full-time membership for each of those pupils 24 shall be allocated to the district or intermediate district pro25 viding the remainder of the hours of instruction.
(ii) If the public school academy provides instruction for 27 less than $1 / 2$ of the class hours specified in subdivision ( $q$ ),

1 the district or intermediate district providing the remainder of 2 the hours of instruction shall receive as its prorated share of 3 the full-time equated membership for each of those pupils an 4 amount equal to 1 times the product of the hours of instruction 5 the district or intermediate district provides divided by the 6 number of hours specified in subdivision (q) for full-time equiv7 alency, and the remainder of the full-time membership for each of 8 those pupils shall be allocated to the public school academy. 9 (o) An individual less than 16 years of age as of September 101 of the current school year who is being educated in an alterna11 tive education program shall not be counted in membership if 12 there are also adult education participants being educated in the 13 same program or classroom. 14 (p) The department shall give a uniform interpretation of 15 full-time and part-time memberships.

16 (q) For the purposes of this subsection, full-time equated 17 memberships for pupils in grades 1 to 12 shall be determined by 18 dividing the number of class hours scheduled and provided per 19 year per pupil by 900 for $1994-95$, and by 990 for $1995-96$ and 20 1996-97. For succeeding fiscal years, the number of class hours 21 used to calculate full-time equated memberships shall be consis22 tent with section 1284 of the revised school code, being section 23 380.1284 of the Michigan Compiled Laws. In determining full-time 24 equated memberships for pupils who are enrolled in a postsecond25 ary institution under the postsecondary enrollment options act, 26 Act No. 160 of the Public Acts of 1996 , being sections 388.511 to 27388.524 of the Michigan Compiled Laws, a pupil shall not be

1 considered to be less than a full-time equated pupil solely 2 because of the effect of his or her postsecondary enrollment, 3 including necessary travel time, on the number of class hours 4 provided by the district to the pupil.
5. (r) Full-time equated memberships for pupils in kindergarten 6 shall be determined by dividing the number of class hours sched7 uled and provided per year per kindergarten pupil by a number 8 equal to $1 / 2$ the number used for determining full-time equated 9 memberships for pupils in grades 1 to 12.

10 (s) For a district that has qualified currently migrant 11 pupils enrolled in the district as of the pupil membership count 12 day who were not counted in membership in the district on the 13 supplemental count day for the immediately preceding school year, 14 as determined by the department using the criteria used for eli15 gibility for the migrant education program under the 16 Hawkins-Stafford elementary and secondary school improvement 17 amendments of 1988, Public Law 100-297, 102 Stat. 130 , the number 18 of those pupils counted in the district's membership is $3 / 4$ of 19 the number of those pupils counted on the pupil membership count 20 day only.

21 (t) For a district, university school, or public school 22 academy that has pupils enrolled in a grade level that was not 23 offered by the district, university school, or public school 24 academy in the immediately preceding school year, the number of 25 pupils enrolled in that grade level to be counted in membership 26 is the average of the number of those pupils enrolled and in 27 regular daily attendance on the pupil membership count day and

1 the supplemental count day of the current school year, as 2 determined by the department. Membership shall be calculated by 3 adding the number of pupils registered for attendance in that 4 grade level on the pupil membership count day plus pupils 5 received by transfer and minus pupils lost as defined by rules 6 promulgated by the state board, and as corrected by subsequent 7 department audit, plus the final audited count from the supple-- mental count day for the current school year, and dividing that 9 sum by 2 .
$10(U) \not(\forall$ For purposes of calculating membership for 1996-97 II only, the department shall use for the February 1996 supplemental 12 count the definition of membership under this subsection that is 13 in effect on the $1996-97$ pupil membership count day.

14 (V) (xi) If a district is located wholly on an island and 15 the district's membership for $1995-96$ was at least 80 but less 16 than 100 full-time equated pupils, the district's membership for 17 1996-97 shall be considered to be 90 full-time equated pupils or 18 the district's actual 1996-97 membership, whichever is greater. 19 (W) (Y) For 1996-97 only, if a district has individuals at 20 least age 16 as of December 1 and less than age 20 as of 21 September 1 of the school year who are enrolled in the district 22 in a department-approved alternative education program and who

23 were enrolled in an alternative education progran operated
24 through adult education in 1995-96 and therefore not counted in
25 nembership in a district on the 1996 supplemental count day, the
26 number of those individuals counted in the district's membership

1 is the number of those individuals counted as pupils on the 2 district's 1996 pupil membership count day only.

3 (X) (2) A pupil enrolled in a cooperative education pro4 gram may be counted in membership in the pupil's district of res5 idence with the written approval of all parties to the coopera6 tive agreement.

7 (Y) (ar If, as a result of a disciplinary action, a dis8 trict determines through the district's alternative education

9 program that the best instructional placement for a pupil is in 10 the pupil's home, if that placement is authorized in writing by

11 the district superintendent and district alternative education 12 supervisor, and if the district provides appropriate instruction 13 as described in this subdivision to the pupil at the pupil's 14 home, the district may count the pupil in membership on a pro 15 rata basis, with the proration based on the number of hours of 16 instruction the district actually provides to the pupil divided 17 by the number of hours specified in subdivision (q) for full-time 18 equivalency. For the purposes of this subdivision, a district 19 snall be considered to be providing appropriate instruction if 20 all of the following are met:

21 (i) The district provides at least 2 nonconsecutive hours of 22 instruction per week to the pupil at the pupil's home under the 23 supervision of a certificated teacher.
(ii) The district provides instructional materials, program.
(iii) Course content is comparable to that in the district's

2 alternative education program.
3 (iv) Credit earned is awarded to the pupil and placed on the 4 pupil's transcript.
$5(Z)$ A pupil enrolled in an alternative education pro6 gram described in section 25 shall be counted in membership in 7 the district or public school academy that expelled the pupil. 8 (5) "Public school academy" means a public school academy 9 operating under part 6 a or 6 b of the revised school code, being 10 sections 380.501 to 380.507 and 380.511 to 380.518 of the 11 Michigan Compiled Laws.

12 (6) "Pupil" means a person in membership in a public 13 school. A district must have the approval of the pupil's dis14 trict of residence to count the pupil in membership, except 15 approval by the pupil's district of residence shall not be 16 required for nonpublic part-time pupils; T for pupils receiving $171 / 2$ or less of their instruction in a district other than their 18 district of residence; T for pupils enrolled in a public school 19 academy or university school; For pupils enrolled in a dis20 trict other than their district of residence under an intermedi21 ate district schools of choice pilot program as described in 22 section 9 ia or former section 91 if the intermediate district and 23 its constituent districts have been exempted from section 105; 24 T or, IF THE EDUCATING DISTRICT ENROLLS NONRESIDENT PUPILS IN 25 ACCORDANCE WITH SECTION 105, for pupils enrolled in a district 26 other than their district of residence but within the same

27 intermediate district if tre educating digtriet enrotys

1 monresident pupils in aecordance with section 105 OR ENROLLED IN
2 THE EDUCATING DISTRICT UNDER SECTION 105(11).
3 (7) "Pupil membership count day" of a district or intermedi4 ate district means:

5 (a) Except as provided in subdivision (b), the fourth Friday 6 in September each school year.

7 (b) For a district or intermediate district maintaining 8 school during the entire school year, the following days:

9 (i) Fourth Friday in July.
10 (ii) Fourth Friday in September.
11 (iii) Second Friday in February.
12 (iv) Fourth Friday in April.
13 (8) "Rule" means a rule promulgated pursuant to the adminis-
14 trative procedures act of 1969 , Act No. 306 of the Public Acts of 15 1969, being sections 24.201 to 24.328 of the Michigan Compiled 16 Laws.

17 (9) "The revised school code" means Act No. 451 of the 18 Public Acts of 1976 , being sections 380.1 to 380.1852 of the 19 Michigan Compiled Laws.

20 (10) "School fiscal year" means a fiscal year which com21 mences July 1 and continues through June 30.

22 (11) "State board" means the state board of education. 23 (12) "Supplemental count day" means the day on which the 24 supplemental pupil count is conducted under section 6a.

25 (13) "Tuition pupil" means a pupil of school age attending 26 school in a district other than the pupil's district of residence 27 for whom tuition may be charged. Tuition pupil does not include

1 a pupil who is a special education pupil; IF THE EDUCATING
2 DISTRICT ENROLLS NONRESIDENT PUPILS IN ACCORDANCE WITH SECTION 3 105, a pupil enrolled in a district other than the pupil's dis4 trict of residence but within the same intermediate district if

5 the educating digtict entolls momresident pupils in accordance
6 ith section +05 OR ENROLLED IN THE EDUCATING DISTRICT UNDER
7 SECTION 105(11); or a pupil served by an intermediate district
8 schools of choice pilot program as described in section 91a or
9 former section 91 if the intermediate district and its constitu10 ent districts have been exempted from section 105 . A pupil's 11 district of residence shall not require a high school tuition 12 pupil, as provided under section 111 , to attend another school 13 district after the pupil has been assigned to a school district. 14 (14) "State school aid fund" means the state school aid fund 15 established in section 11 of article IX of the state constitution 16 of 1963 .

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

21 (16) "Total state aid" or "total state school aid" means the 22 total combined amount of all funds due to a district, intermedi23 ate district, or other entity under all of the provisions of this 24 act.
(17) "University school" means an instructional program 26 operated by a public university under section 23 that meets the 27 requirements of section 23 .

