## **SENATE BILL No. 927**

February 7, 2012, Introduced by Senators PROOS, BOOHER, BRANDENBURG, HANSEN, JONES, COLBECK, JANSEN, PAPPAGEORGE, ROBERTSON and MARLEAU and referred to the Committee on Appropriations.

A bill to amend 1979 PA 94, entitled

"The state school aid act of 1979,"

by amending section 101 (MCL 388.1701), as amended by 2010 PA 110.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 101. (1) To be eligible to receive state aid under this 2 act, not later than the fifth Wednesday after the pupil membership 3 count day and not later than the fifth Wednesday after the 4 supplemental count day, each district superintendent shall submit to the center and the intermediate superintendent, in the form and 5 manner prescribed by the center, the number of pupils enrolled and 6 7 in regular daily attendance in the district as of the pupil membership count day and as of the supplemental count day, as 8 9 applicable, for the current school year. In addition, a district 10 maintaining school during the entire year, as provided under

section 1561 of the revised school code, MCL 380.1561, shall submit 1 2 to the center and the intermediate superintendent, in the form and manner prescribed by the center, the number of pupils enrolled and 3 4 in regular daily attendance in the district for the current school 5 year pursuant to rules promulgated by the superintendent. Not later 6 than the seventh Wednesday after the pupil membership count day and not later than the seventh Wednesday after the supplemental count 7 day, the district shall certify the data in a form and manner 8 prescribed by the center and file the certified data with the 9 10 intermediate superintendent. THE DATA SHALL BE CERTIFIED BY A SWORN 11 STATEMENT PRESCRIBED BY THE CENTER THAT VERIFIES THE ACCURACY OF 12 THE DATA AND IS SIGNED BY THE DISTRICT SUPERINTENDENT OR CHIEF 13 ADMINISTRATIVE OFFICER AND BY THE PRESIDENT OF THE DISTRICT'S SCHOOL BOARD OR BOARD OF DIRECTORS. If a district fails to submit 14 15 and certify the attendance data, as required under this subsection, the center shall notify the department and state aid due to be 16 17 distributed under this act shall be withheld from the defaulting 18 district immediately, beginning with the next payment after the 19 failure and continuing with each payment until the district 20 complies with this subsection. If a district does not comply with this subsection by the end of the fiscal year, the district 21 22 forfeits the amount withheld. A person who willfully falsifies a 23 figure or statement in the certified and sworn copy of enrollment 24 shall be punished in the manner prescribed by section 161.

(2) To be eligible to receive state aid under this act, not
later than the twenty-fourth Wednesday after the pupil membership
count day and not later than the twenty-fourth Wednesday after the

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supplemental count day, an intermediate district shall submit to 1 2 the center, in a form and manner prescribed by the center, the 3 audited enrollment and attendance data for the pupils of its 4 constituent districts and of the intermediate district. If an intermediate district fails to submit the audited data as required 5 under this subsection, state aid due to be distributed under this 6 act shall be withheld from the defaulting intermediate district 7 immediately, beginning with the next payment after the failure and 8 9 continuing with each payment until the intermediate district 10 complies with this subsection. If an intermediate district does not 11 comply with this subsection by the end of the fiscal year, the 12 intermediate district forfeits the amount withheld.

13 (3) Except as otherwise provided in subsection (11), all of14 the following apply to the provision of pupil instruction:

15 (a) Except as otherwise provided in this section, each district shall provide at least 1,098 hours and, beginning in 2010-16 17 2011, the required minimum number of days of pupil instruction. For 18 2010-2011 and for 2011-2012, the required minimum number of days of 19 pupil instruction is 165. Beginning in 2012-2013, the required 20 minimum number of days of pupil instruction is 170. However, 21 beginning in 2010-2011, a district shall not provide fewer days of 22 pupil instruction than the district provided for 2009-2010. A 23 district may apply for a waiver under subsection (9) from the 24 requirements of this subdivision.

(b) Except as otherwise provided in this act, a district
failing to comply with the required minimum hours and days of pupil
instruction under this subsection shall forfeit from its total

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state aid allocation an amount determined by applying a ratio of 1 2 the number of hours or days the district was in noncompliance in relation to the required minimum number of hours and days under 3 4 this subsection. Not later than August 1, the board of each 5 district shall certify to the department the number of hours and, beginning in 2010-2011, days of pupil instruction in the previous 6 school year. If the district did not provide at least the required 7 minimum number of hours and days of pupil instruction under this 8 9 subsection, the deduction of state aid shall be made in the 10 following fiscal year from the first payment of state school aid. A 11 district is not subject to forfeiture of funds under this 12 subsection for a fiscal year in which a forfeiture was already 13 imposed under subsection (6).

14 (c) Hours or days lost because of strikes or teachers'
15 conferences shall not be counted as hours or days of pupil
16 instruction.

(d) If a collective bargaining agreement that provides a complete school calendar is in effect for employees of a district as of October 19, 2009, and if that school calendar is not in compliance with this subsection, then this subsection does not apply to that district until after the expiration of that collective bargaining agreement.

(e) Except as otherwise provided in subdivision (f), a
district not having at least 75% of the district's membership in
attendance on any day of pupil instruction shall receive state aid
in that proportion of 1/180 that the actual percent of attendance
bears to the specified percentage.

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1 (f) At the request of a district that operates a department-2 approved alternative education program and that does not provide instruction for pupils in all of grades K to 12, the superintendent 3 4 may grant a waiver from the requirements of subdivision (e) in order to conduct a pilot study. The waiver shall indicate that an 5 eligible district is subject to the proration provisions of 6 subdivision (e) only if the district does not have at least 50% of 7 the district's membership in attendance on any day of pupil 8 9 instruction. In order to be eligible for this waiver, a district 10 must maintain records to substantiate its compliance with the 11 following requirements during the pilot study:

12 (i) The district offers the minimum hours of pupil instruction13 as required under this section.

14 (*ii*) For each enrolled pupil, the district uses appropriate
15 academic assessments to develop an individual education plan that
16 leads to a high school diploma.

17 (*iii*) The district tests each pupil to determine academic
18 progress at regular intervals and records the results of those
19 tests in that pupil's individual education plan.

20 (g) The superintendent shall promulgate rules for the21 implementation of this subsection.

(4) Except as otherwise provided in this subsection, the first
6 days or the equivalent number of hours for which pupil
instruction is not provided because of conditions not within the
control of school authorities, such as severe storms, fires,
epidemics, utility power unavailability, water or sewer failure, or
health conditions as defined by the city, county, or state health

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authorities, shall be counted as hours and days of pupil 1 2 instruction. With the approval of the superintendent of public 3 instruction, the department shall count as hours and days of pupil 4 instruction for a fiscal year not more than 6 additional days or 5 the equivalent number of additional hours for which pupil 6 instruction is not provided in a district after April 1 of the applicable school year due to unusual and extenuating occurrences 7 resulting from conditions not within the control of school 8 9 authorities such as those conditions described in this subsection. 10 Subsequent such hours or days shall not be counted as hours or days 11 of pupil instruction.

(5) A district shall not forfeit part of its state aid appropriation because it adopts or has in existence an alternative scheduling program for pupils in kindergarten if the program provides at least the number of hours required under subsection (3) for a full-time equated membership for a pupil in kindergarten as provided under section 6(4).

18 (6) Not later than April 15 of each fiscal year, the board of 19 each district shall certify to the department the planned number of 20 hours and days of pupil instruction in the district for the school 21 year ending in the fiscal year. In addition to any other penalty or 22 forfeiture under this section, if at any time the department 23 determines that 1 or more of the following has occurred in a 24 district, the district shall forfeit in the current fiscal year beginning in the next payment to be calculated by the department a 25 proportion of the funds due to the district under this act that is 26 27 equal to the proportion below the required minimum number of hours

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and days of pupil instruction under subsection (3), as specified in
 the following:

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3 (a) The district fails to operate its schools for at least the
4 required minimum number of hours and days of pupil instruction
5 under subsection (3) in a school year, including hours and days
6 counted under subsection (4).

(b) The board of the district takes formal action not to 7 operate its schools for at least the required minimum number of 8 9 hours and days of pupil instruction under subsection (3) in a 10 school year, including hours and days counted under subsection (4). 11 (7) In providing the minimum number of hours and days of pupil 12 instruction required under subsection (3), a district shall use the 13 following quidelines, and a district shall maintain records to 14 substantiate its compliance with the following guidelines:

(a) Except as otherwise provided in this subsection, a pupil must be scheduled for at least the required minimum number of hours of instruction, excluding study halls, or at least the sum of 90 hours plus the required minimum number of hours of instruction, including up to 2 study halls.

(b) The time a pupil is assigned to any tutorial activity in a
block schedule may be considered instructional time, unless that
time is determined in an audit to be a study hall period.

(c) Except as otherwise provided in this subdivision, a pupil in grades 9 to 12 for whom a reduced schedule is determined to be in the individual pupil's best educational interest must be scheduled for a number of hours equal to at least 80% of the required minimum number of hours of pupil instruction to be

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1 considered a full-time equivalent pupil. A pupil in grades 9 to 12
2 who is scheduled in a 4-block schedule may receive a reduced
3 schedule under this subsection if the pupil is scheduled for a
4 number of hours equal to at least 75% of the required minimum
5 number of hours of pupil instruction to be considered a full-time
6 equivalent pupil.

(d) If a pupil in grades 9 to 12 who is enrolled in a 7 cooperative education program or a special education pupil cannot 8 9 receive the required minimum number of hours of pupil instruction 10 solely because of travel time between instructional sites during 11 the school day, that travel time, up to a maximum of 3 hours per 12 school week, shall be considered to be pupil instruction time for 13 the purpose of determining whether the pupil is receiving the 14 required minimum number of hours of pupil instruction. However, if 15 a district demonstrates to the satisfaction of the department that 16 the travel time limitation under this subdivision would create 17 undue costs or hardship to the district, the department may 18 consider more travel time to be pupil instruction time for this 19 purpose.

(e) In grades 7 through 12, instructional time that is part of a junior reserve officer training corps (JROTC) program shall be considered to be pupil instruction time regardless of whether the instructor is a certificated teacher if all of the following are met:

(i) The instructor has met all of the requirements established
by the United States department of defense and the applicable
branch of the armed services for serving as an instructor in the

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1 junior reserve officer training corps program.

(ii) The board of the district or intermediate district
employing or assigning the instructor complies with the
requirements of sections 1230 and 1230a of the revised school code,
MCL 380.1230 and 380.1230a, with respect to the instructor to the
same extent as if employing the instructor as a regular classroom
teacher.

8 (8) Except as otherwise provided in subsection (11), the
9 department shall apply the guidelines under subsection (7) in
10 calculating the full-time equivalency of pupils.

11 (9) Upon application by the district for a particular fiscal 12 year, the superintendent may waive for a district the minimum 13 number of hours and days of pupil instruction requirement of 14 subsection (3) for a department-approved alternative education 15 program or another innovative program approved by the department, 16 including a 4-day school week. If a district applies for and 17 receives a waiver under this subsection and complies with the terms 18 of the waiver, for the fiscal year covered by the waiver the 19 district is not subject to forfeiture under this section for the 20 specific program covered by the waiver. If the district does not 21 comply with the terms of the waiver, the amount of the forfeiture 22 shall be calculated based upon a comparison of the number of hours 23 and days of pupil instruction actually provided to the minimum 24 number of hours and days of pupil instruction required under 25 subsection (3). Pupils enrolled in a department-approved 26 alternative education program under this subsection shall be 27 reported to the center in a form and manner determined by the

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1 center.

2 (10) A district may count up to 38 hours of qualifying 3 professional development for teachers as hours of pupil 4 instruction. Professional development provided online is allowable 5 and encouraged, as long as the instruction has been approved by the 6 district. The department shall issue a list of approved online professional development providers, which shall include the 7 8 Michigan virtual university. However, if a collective bargaining 9 agreement that provides more than 38 but not more than 51 hours of 10 professional development for teachers is in effect for employees of 11 a district as of October 1, 2006, then until the fiscal year that 12 begins after the expiration of that collective bargaining agreement 13 a district may count up to 51 hours of qualifying professional 14 development for teachers as hours of pupil instruction. A district 15 that elects to use this exception shall notify the department of 16 its election. As used in this subsection, "qualifying professional 17 development" means professional development that is focused on 1 or 18 more of the following:

19 (a) Achieving or improving adequate yearly progress as defined20 under the no child left behind act of 2001, Public Law 107-110.

(b) Achieving accreditation or improving a school's
accreditation status under section 1280 of the revised school code,
MCL 380.1280.

(c) Achieving highly qualified teacher status as defined underthe no child left behind act of 2001, Public Law 107-110.

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(d) Integrating technology into classroom instruction.

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(e) Maintaining teacher certification.

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(11) Subsections (3) and (8) do not apply to a school of
 excellence that is a cyber school, as defined in section 551 of the
 revised school code, MCL 380.551, and is in compliance with section
 553a of the revised school code, MCL 380.553a.

5 (12) The department shall study the actual costs of providing 6 distance learning or other alternative instructional delivery that is being used in this state and shall report on its findings to the 7 8 house and senate fiscal agencies and the office of the state budget 9 not later than September 10, 2012. Upon request by the department, 10 a school of excellence described in subsection (11), the Michigan 11 virtual university, or a school that receives a seat time waiver 12 from the department under this section shall submit to the 13 department any data requested by the department for the purposes of 14 this study.