



HOUSE BILL No. 5142

October 19, 2017, Introduced by Reps. Kosowski, Lucido, Kahle, Kelly, Victory, Frederick, Hughes, Leutheuser, Allor and Hauck and referred to the Committee on Workforce and Talent Development.

A bill to amend 1979 PA 94, entitled "The state school aid act of 1979," by amending sections 6 and 163 (MCL 388.1606 and 388.1763), section 6 as amended by 2017 PA 108 and section 163 as amended by 2015 PA 85.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 6. (1) "Center program" means a program operated by a
2 district or by an intermediate district for special education
3 pupils from several districts in programs for pupils with autism
4 spectrum disorder, pupils with severe cognitive impairment, pupils
5 with moderate cognitive impairment, pupils with severe multiple
6 impairments, pupils with hearing impairment, pupils with visual
7 impairment, and pupils with physical impairment or other health

1 impairment. Programs for pupils with emotional impairment housed in
2 buildings that do not serve regular education pupils also qualify.
3 Unless otherwise approved by the department, a center program
4 either shall serve all constituent districts within an intermediate
5 district or shall serve several districts with less than 50% of the
6 pupils residing in the operating district. In addition, special
7 education center program pupils placed part-time in noncenter
8 programs to comply with the least restrictive environment
9 provisions of section 612 of part B of the individuals with
10 disabilities education act, 20 USC 1412, may be considered center
11 program pupils for pupil accounting purposes for the time scheduled
12 in either a center program or a noncenter program.

13 (2) "District and high school graduation rate" means the
14 annual completion and pupil dropout rate that is calculated by the
15 center pursuant to nationally recognized standards.

16 (3) "District and high school graduation report" means a
17 report of the number of pupils, excluding adult education
18 participants, in the district for the immediately preceding school
19 year, adjusted for those pupils who have transferred into or out of
20 the district or high school, who leave high school with a diploma
21 or other credential of equal status.

22 (4) "Membership", except as otherwise provided in this
23 article, means for a district, a public school academy, or an
24 intermediate district the sum of the product of .90 times the
25 number of full-time equated pupils in grades K to 12 actually
26 enrolled and in regular daily attendance on the pupil membership
27 count day for the current school year, plus the product of .10

1 times the final audited count from the supplemental count day for
2 the immediately preceding school year. A district's, public school
3 academy's, or intermediate district's membership shall be adjusted
4 as provided under section 25e for pupils who enroll after the pupil
5 membership count day in a strict discipline academy operating under
6 sections 1311b to 1311m of the revised school code, MCL 380.1311b
7 to 380.1311m. However, for a district that is a community district,
8 "membership" means the sum of the product of .90 times the number
9 of full-time equated pupils in grades K to 12 actually enrolled and
10 in regular daily attendance in the community district on the pupil
11 membership count day for the current school year, plus the product
12 of .10 times the sum of the final audited count from the
13 supplemental count day of pupils in grades K to 12 actually
14 enrolled and in regular daily attendance in the community district
15 for the immediately preceding school year plus the final audited
16 count from the supplemental count day of pupils in grades K to 12
17 actually enrolled and in regular daily attendance in the education
18 achievement system for the immediately preceding school year. All
19 pupil counts used in this subsection are as determined by the
20 department and calculated by adding the number of pupils registered
21 for attendance plus pupils received by transfer and minus pupils
22 lost as defined by rules promulgated by the superintendent, and as
23 corrected by a subsequent department audit. The amount of the
24 foundation allowance for a pupil in membership is determined under
25 section 20. In making the calculation of membership, all of the
26 following, as applicable, apply to determining the membership of a
27 district, a public school academy, or an intermediate district:

1 (a) Except as otherwise provided in this subsection, and
2 pursuant to subsection (6), a pupil shall be counted in membership
3 in the pupil's educating district or districts. An individual pupil
4 shall not be counted for more than a total of 1.0 full-time equated
5 membership.

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

16 (c) A special education pupil educated by the intermediate
17 district shall be counted in membership in the intermediate
18 district.

19 (d) A pupil placed by a court or state agency in an on-grounds
20 program of a juvenile detention facility, a child caring
21 institution, or a mental health institution, or a pupil funded
22 under section 53a, shall be counted in membership in the district
23 or intermediate district approved by the department to operate the
24 program.

25 (e) A pupil enrolled in the Michigan Schools for the Deaf and
26 Blind shall be counted in membership in the pupil's intermediate
27 district of residence.

1 (f) A pupil enrolled in a career and technical education
2 program supported by a millage levied over an area larger than a
3 single district or in an area vocational-technical education
4 program established pursuant to section 690 of the revised school
5 code, MCL 380.690, shall be counted only in the pupil's district of
6 residence.

7 (g) A pupil enrolled in a public school academy shall be
8 counted in membership in the public school academy.

9 (h) For the purposes of this section and section 6a, for a
10 cyber school, as defined in section 551 of the revised school code,
11 MCL 380.551, that is in compliance with section 553a of the revised
12 school code, MCL 380.553a, a pupil's participation in the cyber
13 school's educational program is considered regular daily
14 attendance, and for a district or public school academy, a pupil's
15 participation in a virtual course as defined in section 21f is
16 considered regular daily attendance.

17 (i) For a new district or public school academy beginning its
18 operation after December 31, 1994, membership for the first 2 full
19 or partial fiscal years of operation shall be determined as
20 follows:

21 (i) If operations begin before the pupil membership count day
22 for the fiscal year, membership is the average number of full-time
23 equated pupils in grades K to 12 actually enrolled and in regular
24 daily attendance on the pupil membership count day for the current
25 school year and on the supplemental count day for the current
26 school year, as determined by the department and calculated by
27 adding the number of pupils registered for attendance on the pupil

1 membership count day plus pupils received by transfer and minus
2 pupils lost as defined by rules promulgated by the superintendent,
3 and as corrected by a subsequent department audit, plus the final
4 audited count from the supplemental count day for the current
5 school year, and dividing that sum by 2.

6 (ii) If operations begin after the pupil membership count day
7 for the fiscal year and not later than the supplemental count day
8 for the fiscal year, membership is the final audited count of the
9 number of full-time equated pupils in grades K to 12 actually
10 enrolled and in regular daily attendance on the supplemental count
11 day for the current school year.

12 (j) If a district is the authorizing body for a public school
13 academy, then, in the first school year in which pupils are counted
14 in membership on the pupil membership count day in the public
15 school academy, the determination of the district's membership
16 shall exclude from the district's pupil count for the immediately
17 preceding supplemental count day any pupils who are counted in the
18 public school academy on that first pupil membership count day who
19 were also counted in the district on the immediately preceding
20 supplemental count day.

21 (k) For an extended school year program approved by the
22 superintendent, a pupil enrolled, but not scheduled to be in
23 regular daily attendance, on a pupil membership count day, shall be
24 counted in membership.

25 (l) To be counted in membership, a pupil shall meet the
26 minimum age requirement to be eligible to attend school under
27 section 1147 of the revised school code, MCL 380.1147, or shall be

1 enrolled under subsection (3) of that section, and shall be less
2 than 20 years of age on September 1 of the school year except as
3 follows:

4 (i) A special education pupil who is enrolled and receiving
5 instruction in a special education program or service approved by
6 the department, who does not have a high school diploma, and who is
7 less than 26 years of age as of September 1 of the current school
8 year shall be counted in membership.

9 (ii) A pupil who is determined by the department to meet all
10 of the following may be counted in membership:

11 (A) Is enrolled in a public school academy or an alternative
12 education high school diploma program, that is primarily focused on
13 educating pupils with extreme barriers to education, such as being
14 homeless as defined under 42 USC 11302.

15 (B) Had dropped out of school.

16 (C) Is less than 22 years of age as of September 1 of the
17 current school year.

18 (iii) If a child does not meet the minimum age requirement to
19 be eligible to attend school for that school year under section
20 1147 of the revised school code, MCL 380.1147, but will be 5 years
21 of age not later than December 1 of that school year, the district
22 may count the child in membership for that school year if the
23 parent or legal guardian has notified the district in writing that
24 he or she intends to enroll the child in kindergarten for that
25 school year.

26 (m) An individual who has achieved a high school diploma shall
27 not be counted in membership. An individual who has achieved a high

1 school equivalency certificate shall not be counted in membership
2 unless the individual is a student with a disability as defined in
3 R 340.1702 of the Michigan Administrative Code. An individual
4 participating in a job training program funded under former section
5 107a or a jobs program funded under former section 107b,
6 administered by the department of talent and economic development,
7 or participating in any successor of either of those 2 programs,
8 shall not be counted in membership.

9 (n) If a pupil counted in membership in a public school
10 academy is also educated by a district or intermediate district as
11 part of a cooperative education program, the pupil shall be counted
12 in membership only in the public school academy unless a written
13 agreement signed by all parties designates the party or parties in
14 which the pupil shall be counted in membership, and the
15 instructional time scheduled for the pupil in the district or
16 intermediate district shall be included in the full-time equated
17 membership determination under subdivision (q) and section 101.
18 However, for pupils receiving instruction in both a public school
19 academy and in a district or intermediate district but not as a
20 part of a cooperative education program, the following apply:

21 (i) If the public school academy provides instruction for at
22 least 1/2 of the class hours required under section 101, the public
23 school academy shall receive as its prorated share of the full-time
24 equated membership for each of those pupils an amount equal to 1
25 times the product of the hours of instruction the public school
26 academy provides divided by the number of hours required under
27 section 101 for full-time equivalency, and the remainder of the

1 full-time membership for each of those pupils shall be allocated to
2 the district or intermediate district providing the remainder of
3 the hours of instruction.

4 (ii) If the public school academy provides instruction for
5 less than 1/2 of the class hours required under section 101, the
6 district or intermediate district providing the remainder of the
7 hours of instruction shall receive as its prorated share of the
8 full-time equated membership for each of those pupils an amount
9 equal to 1 times the product of the hours of instruction the
10 district or intermediate district provides divided by the number of
11 hours required under section 101 for full-time equivalency, and the
12 remainder of the full-time membership for each of those pupils
13 shall be allocated to the public school academy.

14 (o) An individual less than 16 years of age as of September 1
15 of the current school year who is being educated in an alternative
16 education program shall not be counted in membership if there are
17 also adult education participants being educated in the same
18 program or classroom.

19 (p) The department shall give a uniform interpretation of
20 full-time and part-time memberships.

21 (q) The number of class hours used to calculate full-time
22 equated memberships shall be consistent with section 101. In
23 determining full-time equated memberships for pupils who are
24 enrolled in a postsecondary institution, a pupil shall not be
25 considered to be less than a full-time equated pupil solely because
26 of the effect of his or her postsecondary enrollment, including
27 necessary travel time, on the number of class hours provided by the

1 district to the pupil.

2 (r) Full-time equated memberships for pupils in kindergarten
3 shall be determined by dividing the number of instructional hours
4 scheduled and provided per year per kindergarten pupil by the same
5 number used for determining full-time equated memberships for
6 pupils in grades 1 to 12. However, to the extent allowable under
7 federal law, for a district or public school academy that provides
8 evidence satisfactory to the department that it used federal title
9 I money in the 2 immediately preceding school fiscal years to fund
10 full-time kindergarten, full-time equated memberships for pupils in
11 kindergarten shall be determined by dividing the number of class
12 hours scheduled and provided per year per kindergarten pupil by a
13 number equal to 1/2 the number used for determining full-time
14 equated memberships for pupils in grades 1 to 12. The change in the
15 counting of full-time equated memberships for pupils in
16 kindergarten that took effect for 2012-2013 is not a mandate.

17 (s) For a district or a public school academy that has pupils
18 enrolled in a grade level that was not offered by the district or
19 public school academy in the immediately preceding school year, the
20 number of pupils enrolled in that grade level to be counted in
21 membership is the average of the number of those pupils enrolled
22 and in regular daily attendance on the pupil membership count day
23 and the supplemental count day of the current school year, as
24 determined by the department. Membership shall be calculated by
25 adding the number of pupils registered for attendance in that grade
26 level on the pupil membership count day plus pupils received by
27 transfer and minus pupils lost as defined by rules promulgated by

1 the superintendent, and as corrected by subsequent department
2 audit, plus the final audited count from the supplemental count day
3 for the current school year, and dividing that sum by 2.

4 (t) A pupil enrolled in a cooperative education program may be
5 counted in membership in the pupil's district of residence with the
6 written approval of all parties to the cooperative agreement.

7 (u) If, as a result of a disciplinary action, a district
8 determines through the district's alternative or disciplinary
9 education program that the best instructional placement for a pupil
10 is in the pupil's home or otherwise apart from the general school
11 population, if that placement is authorized in writing by the
12 district superintendent and district alternative or disciplinary
13 education supervisor, and if the district provides appropriate
14 instruction as described in this subdivision to the pupil at the
15 pupil's home or otherwise apart from the general school population,
16 the district may count the pupil in membership on a pro rata basis,
17 with the proration based on the number of hours of instruction the
18 district actually provides to the pupil divided by the number of
19 hours required under section 101 for full-time equivalency. For the
20 purposes of this subdivision, a district shall be considered to be
21 providing appropriate instruction if all of the following are met:

22 (i) The district provides at least 2 nonconsecutive hours of
23 instruction per week to the pupil at the pupil's home or otherwise
24 apart from the general school population under the supervision of a
25 certificated teacher.

26 (ii) The district provides instructional materials, resources,
27 and supplies that are comparable to those otherwise provided in the

1 district's alternative education program.

2 (iii) Course content is comparable to that in the district's
3 alternative education program.

4 (iv) Credit earned is awarded to the pupil and placed on the
5 pupil's transcript.

6 (v) If a pupil was enrolled in a public school academy on the
7 pupil membership count day, if the public school academy's contract
8 with its authorizing body is revoked or the public school academy
9 otherwise ceases to operate, and if the pupil enrolls in a district
10 within 45 days after the pupil membership count day, the department
11 shall adjust the district's pupil count for the pupil membership
12 count day to include the pupil in the count.

13 (w) For a public school academy that has been in operation for
14 at least 2 years and that suspended operations for at least 1
15 semester and is resuming operations, membership is the sum of the
16 product of .90 times the number of full-time equated pupils in
17 grades K to 12 actually enrolled and in regular daily attendance on
18 the first pupil membership count day or supplemental count day,
19 whichever is first, occurring after operations resume, plus the
20 product of .10 times the final audited count from the most recent
21 pupil membership count day or supplemental count day that occurred
22 before suspending operations, as determined by the superintendent.

23 (x) If a district's membership for a particular fiscal year,
24 as otherwise calculated under this subsection, would be less than
25 1,550 pupils and the district has 4.5 or fewer pupils per square
26 mile, as determined by the department, and if the district does not
27 receive funding under section 22d(2), the district's membership

1 shall be considered to be the membership figure calculated under
2 this subdivision. If a district educates and counts in its
3 membership pupils in grades 9 to 12 who reside in a contiguous
4 district that does not operate grades 9 to 12 and if 1 or both of
5 the affected districts request the department to use the
6 determination allowed under this sentence, the department shall
7 include the square mileage of both districts in determining the
8 number of pupils per square mile for each of the districts for the
9 purposes of this subdivision. The membership figure calculated
10 under this subdivision is the greater of the following:

11 (i) The average of the district's membership for the 3-fiscal-
12 year period ending with that fiscal year, calculated by adding the
13 district's actual membership for each of those 3 fiscal years, as
14 otherwise calculated under this subsection, and dividing the sum of
15 those 3 membership figures by 3.

16 (ii) The district's actual membership for that fiscal year as
17 otherwise calculated under this subsection.

18 (y) Full-time equated memberships for special education pupils
19 who are not enrolled in kindergarten but are enrolled in a
20 classroom program under R 340.1754 of the Michigan Administrative
21 Code shall be determined by dividing the number of class hours
22 scheduled and provided per year by 450. Full-time equated
23 memberships for special education pupils who are not enrolled in
24 kindergarten but are receiving early childhood special education
25 services under R 340.1755 or R 340.1862 of the Michigan
26 Administrative Code shall be determined by dividing the number of
27 hours of service scheduled and provided per year per-pupil by 180.

1 (z) A pupil of a district that begins its school year after
2 Labor Day who is enrolled in an intermediate district program that
3 begins before Labor Day shall not be considered to be less than a
4 full-time pupil solely due to instructional time scheduled but not
5 attended by the pupil before Labor Day.

6 (aa) For the first year in which a pupil is counted in
7 membership on the pupil membership count day in a middle college
8 program, the membership is the average of the full-time equated
9 membership on the pupil membership count day and on the
10 supplemental count day for the current school year, as determined
11 by the department. If a pupil described in this subdivision was
12 counted in membership by the operating district on the immediately
13 preceding supplemental count day, the pupil shall be excluded from
14 the district's immediately preceding supplemental count for the
15 purposes of determining the district's membership.

16 (bb) A district or public school academy that educates a pupil
17 who attends a United States Olympic Education Center may count the
18 pupil in membership regardless of whether or not the pupil is a
19 resident of this state.

20 (cc) A pupil enrolled in a district other than the pupil's
21 district of residence pursuant to section 1148(2) of the revised
22 school code, MCL 380.1148, shall be counted in the educating
23 district.

24 (dd) For a pupil enrolled in a dropout recovery program that
25 meets the requirements of section 23a, the pupil shall be counted
26 as 1/12 of a full-time equated membership for each month that the
27 district operating the program reports that the pupil was enrolled

1 in the program and was in full attendance. However, if the special
2 membership counting provisions under this subdivision and the
3 operation of the other membership counting provisions under this
4 subsection result in a pupil being counted as more than 1.0 FTE in
5 a fiscal year, the payment made for the pupil under sections 22a
6 and 22b shall not be based on more than 1.0 FTE for that pupil, and
7 any portion of an FTE for that pupil that exceeds 1.0 shall instead
8 be paid under section 25g. The district operating the program shall
9 report to the center the number of pupils who were enrolled in the
10 program and were in full attendance for a month not later than 30
11 days after the end of the month. A district shall not report a
12 pupil as being in full attendance for a month unless both of the
13 following are met:

14 (i) A personalized learning plan is in place on or before the
15 first school day of the month for the first month the pupil
16 participates in the program.

17 (ii) The pupil meets the district's definition under section
18 23a of satisfactory monthly progress for that month or, if the
19 pupil does not meet that definition of satisfactory monthly
20 progress for that month, the pupil did meet that definition of
21 satisfactory monthly progress in the immediately preceding month
22 and appropriate interventions are implemented within 10 school days
23 after it is determined that the pupil does not meet that definition
24 of satisfactory monthly progress.

25 (ee) A pupil participating in a virtual course under section
26 21f shall be counted in membership in the district enrolling the
27 pupil.

1 (ff) If a public school academy that is not in its first or
2 second year of operation closes at the end of a school year and
3 does not reopen for the next school year, the department shall
4 adjust the membership count of the district or other public school
5 academy in which a former pupil of the closed public school academy
6 enrolls and is in regular daily attendance for the next school year
7 to ensure that the district or other public school academy receives
8 the same amount of membership aid for the pupil as if the pupil
9 were counted in the district or other public school academy on the
10 supplemental count day of the preceding school year.

11 (gg) If a special education pupil is expelled under section
12 1311 or 1311a of the revised school code, MCL 380.1311 and
13 380.1311a, and is not in attendance on the pupil membership count
14 day because of the expulsion, and if the pupil remains enrolled in
15 the district and resumes regular daily attendance during that
16 school year, the district's membership shall be adjusted to count
17 the pupil in membership as if he or she had been in attendance on
18 the pupil membership count day.

19 (hh) A pupil enrolled in a community district shall be counted
20 in membership in the community district.

21 (ii) A part-time pupil enrolled in a nonpublic school in
22 grades K to 12 in accordance with section 166b shall not be counted
23 as more than 0.75 of a full-time equated membership.

24 (jj) A district that borders another state or a public school
25 academy that operates at least grades 9 to 12 and is located within
26 20 miles of a border with another state may count in membership a
27 pupil who is enrolled in a course at a college or university that

1 is located in the bordering state and within 20 miles of the border
2 with this state if all of the following are met:

3 (i) The pupil would meet the definition of an eligible student
4 under the postsecondary enrollment options act, 1996 PA 160, MCL
5 388.511 to 388.524, if the course were an eligible course under
6 that act.

7 (ii) The course in which the pupil is enrolled would meet the
8 definition of an eligible course under the postsecondary enrollment
9 options act, 1996 PA 160, MCL 388.511 to 388.524, if the course
10 were provided by an eligible postsecondary institution under that
11 act.

12 (iii) The department determines that the college or university
13 is an institution that, in the other state, fulfills a function
14 comparable to a state university or community college, as those
15 terms are defined in section 3 of the postsecondary enrollment
16 options act, 1996 PA 160, MCL 388.513, or is an independent
17 nonprofit degree-granting college or university.

18 (iv) The district or public school academy pays for a portion
19 of the pupil's tuition at the college or university in an amount
20 equal to the eligible charges that the district or public school
21 academy would pay to an eligible postsecondary institution under
22 the postsecondary enrollment options act, 1996 PA 160, MCL 388.511
23 to 388.524, as if the course were an eligible course under that
24 act.

25 (v) The district or public school academy awards high school
26 credit to a pupil who successfully completes a course as described
27 in this subdivision.

1 (kk) A pupil enrolled in a middle college program may be
2 counted for more than a total of 1.0 full-time equated membership
3 if the pupil is enrolled in more than the minimum number of
4 instructional days and hours required under section 101 and the
5 pupil is expected to complete the 5-year program with both a high
6 school diploma and at least 60 transferable college credits or is
7 expected to earn an associate's degree in fewer than 5 years.

8 (5) "Public school academy" means that term as defined in
9 section 5 of the revised school code, MCL 380.5.

10 (6) "Pupil" means an individual in membership in a public
11 school. A district must have the approval of the pupil's district
12 of residence to count the pupil in membership, except approval by
13 the pupil's district of residence is not required for any of the
14 following:

15 (a) A nonpublic part-time pupil enrolled in grades K to 12 in
16 accordance with section 166b.

17 (b) A pupil receiving 1/2 or less of his or her instruction in
18 a district other than the pupil's district of residence.

19 (c) A pupil enrolled in a public school academy.

20 (d) A pupil enrolled in a district other than the pupil's
21 district of residence under an intermediate district schools of
22 choice pilot program as described in section 91a or former section
23 91 if the intermediate district and its constituent districts have
24 been exempted from section 105.

25 (e) A pupil enrolled in a district other than the pupil's
26 district of residence if the pupil is enrolled in accordance with
27 section 105 or 105c.

1 (f) A pupil who has made an official written complaint or
2 whose parent or legal guardian has made an official written
3 complaint to law enforcement officials and to school officials of
4 the pupil's district of residence that the pupil has been the
5 victim of a criminal sexual assault or other serious assault, if
6 the official complaint either indicates that the assault occurred
7 at school or that the assault was committed by 1 or more other
8 pupils enrolled in the school the pupil would otherwise attend in
9 the district of residence or by an employee of the district of
10 residence. A person who intentionally makes a false report of a
11 crime to law enforcement officials for the purposes of this
12 subdivision is subject to section 411a of the Michigan penal code,
13 1931 PA 328, MCL 750.411a, which provides criminal penalties for
14 that conduct. As used in this subdivision:

15 (i) "At school" means in a classroom, elsewhere on school
16 premises, on a school bus or other school-related vehicle, or at a
17 school-sponsored activity or event whether or not it is held on
18 school premises.

19 (ii) "Serious assault" means an act that constitutes a felony
20 violation of chapter XI of the Michigan penal code, 1931 PA 328,
21 MCL 750.81 to 750.90h, or that constitutes an assault and
22 infliction of serious or aggravated injury under section 81a of the
23 Michigan penal code, 1931 PA 328, MCL 750.81a.

24 (g) A pupil whose district of residence changed after the
25 pupil membership count day and before the supplemental count day
26 and who continues to be enrolled on the supplemental count day as a
27 nonresident in the district in which he or she was enrolled as a

1 resident on the pupil membership count day of the same school year.

2 (h) A pupil enrolled in an alternative education program
3 operated by a district other than his or her district of residence
4 who meets 1 or more of the following:

5 (i) The pupil has been suspended or expelled from his or her
6 district of residence for any reason, including, but not limited
7 to, a suspension or expulsion under section 1310, 1311, or 1311a of
8 the revised school code, MCL 380.1310, 380.1311, and 380.1311a.

9 (ii) The pupil had previously dropped out of school.

10 (iii) The pupil is pregnant or is a parent.

11 (iv) The pupil has been referred to the program by a court.

12 (i) A pupil enrolled in the Michigan Virtual School, for the
13 pupil's enrollment in the Michigan Virtual School.

14 (j) A pupil who is the child of a person who works at the
15 district or who is the child of a person who worked at the district
16 as of the time the pupil first enrolled in the district but who no
17 longer works at the district due to a workforce reduction. As used
18 in this subdivision, "child" includes an adopted child, stepchild,
19 or legal ward.

20 (k) An expelled pupil who has been denied reinstatement by the
21 expelling district and is reinstated by another school board under
22 section 1311 or 1311a of the revised school code, MCL 380.1311 and
23 380.1311a.

24 (l) A pupil enrolled in a district other than the pupil's
25 district of residence in a middle college program if the pupil's
26 district of residence and the enrolling district are both
27 constituent districts of the same intermediate district.

1 (m) A pupil enrolled in a district other than the pupil's
2 district of residence who attends a United States Olympic Education
3 Center.

4 (n) A pupil enrolled in a district other than the pupil's
5 district of residence pursuant to section 1148(2) of the revised
6 school code, MCL 380.1148.

7 (o) A pupil who enrolls in a district other than the pupil's
8 district of residence as a result of the pupil's school not making
9 adequate yearly progress under the no child left behind act of
10 2001, Public Law 107-110, or the every student succeeds act, Public
11 Law 114-95.

12 However, except for pupils enrolled in the youth challenge
13 program at the site at which the youth challenge program operated
14 for 2015-2016, if a district educates pupils who reside in another
15 district and if the primary instructional site for those pupils is
16 established by the educating district after 2009-2010 and is
17 located within the boundaries of that other district, the educating
18 district must have the approval of that other district to count
19 those pupils in membership.

20 (7) "Pupil membership count day" of a district or intermediate
21 district means:

22 (a) Except as provided in subdivision (b), the first Wednesday
23 in October each school year or, for a district or building in which
24 school is not in session on that Wednesday due to conditions not
25 within the control of school authorities, with the approval of the
26 superintendent, the immediately following day on which school is in
27 session in the district or building.

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

3 (i) Fourth Wednesday in July.

4 (ii) First Wednesday in October.

5 (iii) Second Wednesday in February.

6 (iv) Fourth Wednesday in April.

7 (8) "Pupils in grades K to 12 actually enrolled and in regular
8 daily attendance" means pupils in grades K to 12 in attendance and
9 receiving instruction in all classes for which they are enrolled on
10 the pupil membership count day or the supplemental count day, as
11 applicable. Except as otherwise provided in this subsection, a
12 pupil who is absent from any of the classes in which the pupil is
13 enrolled on the pupil membership count day or supplemental count
14 day and who does not attend each of those classes during the 10
15 consecutive school days immediately following the pupil membership
16 count day or supplemental count day, except for a pupil who has
17 been excused by the district, shall not be counted as 1.0 full-time
18 equated membership. A pupil who is excused from attendance on the
19 pupil membership count day or supplemental count day and who fails
20 to attend each of the classes in which the pupil is enrolled within
21 30 calendar days after the pupil membership count day or
22 supplemental count day shall not be counted as 1.0 full-time
23 equated membership. In addition, a pupil who was enrolled and in
24 attendance in a district, intermediate district, or public school
25 academy before the pupil membership count day or supplemental count
26 day of a particular year but was expelled or suspended on the pupil
27 membership count day or supplemental count day shall only be

1 counted as 1.0 full-time equated membership if the pupil resumed
2 attendance in the district, intermediate district, or public school
3 academy within 45 days after the pupil membership count day or
4 supplemental count day of that particular year. Pupils not counted
5 as 1.0 full-time equated membership due to an absence from a class
6 shall be counted as a prorated membership for the classes the pupil
7 attended. For purposes of this subsection, "class" means a period
8 of time in 1 day when pupils and a certificated teacher, **A TEACHER**
9 **ENGAGED TO TEACH UNDER SECTION 1233B OF THE REVISED SCHOOL CODE,**
10 **MCL 380.1233B,** or **A** legally qualified substitute teacher are
11 together and instruction is taking place.

12 (9) "Rule" means a rule promulgated pursuant to the
13 administrative procedures act of 1969, 1969 PA 306, MCL 24.201 to
14 24.328.

15 (10) "The revised school code" means 1976 PA 451, MCL 380.1 to
16 380.1852.

17 (11) "School district of the first class", "first class school
18 district", and "district of the first class" mean, for the purposes
19 of this article only, a district that had at least 40,000 pupils in
20 membership for the immediately preceding fiscal year.

21 (12) "School fiscal year" means a fiscal year that commences
22 July 1 and continues through June 30.

23 (13) "State board" means the state board of education.

24 (14) "Superintendent", unless the context clearly refers to a
25 district or intermediate district superintendent, means the
26 superintendent of public instruction described in section 3 of
27 article VIII of the state constitution of 1963.

1 (15) "Supplemental count day" means the day on which the
2 supplemental pupil count is conducted under section 6a.

3 (16) "Tuition pupil" means a pupil of school age attending
4 school in a district other than the pupil's district of residence
5 for whom tuition may be charged to the district of residence.
6 Tuition pupil does not include a pupil who is a special education
7 pupil, a pupil described in subsection (6)(c) to (o), or a pupil
8 whose parent or guardian voluntarily enrolls the pupil in a
9 district that is not the pupil's district of residence. A pupil's
10 district of residence shall not require a high school tuition
11 pupil, as provided under section 111, to attend another school
12 district after the pupil has been assigned to a school district.

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

16 (18) "Taxable value" means the taxable value of property as
17 determined under section 27a of the general property tax act, 1893
18 PA 206, MCL 211.27a.

19 (19) "Textbook" means a book, electronic book, or other
20 instructional print or electronic resource that is selected and
21 approved by the governing board of a district and that contains a
22 presentation of principles of a subject, or that is a literary work
23 relevant to the study of a subject required for the use of
24 classroom pupils, or another type of course material that forms the
25 basis of classroom instruction.

26 (20) "Total state aid" or "total state school aid" means the
27 total combined amount of all funds due to a district, intermediate

1 district, or other entity under this article.

2 Sec. 163. (1) Except as provided in the revised school code,
3 the board of a district or intermediate district shall not permit
4 any of the following:

5 (a) A noncertificated educator to teach in an elementary or
6 secondary school or in an adult basic education or high school
7 completion program.

8 (b) A noncertificated educator to provide counseling services
9 to pupils in an elementary or secondary school or in an adult basic
10 education or high school completion program.

11 (c) A noncertificated educator to administer instructional
12 programs in an elementary or secondary school, or in an adult basic
13 education or high school completion program, unless that educator
14 is fulfilling applicable continuing education requirements.

15 (2) Except as provided in the revised school code, a district
16 or intermediate district employing educators not legally
17 certificated, ~~or licensed,~~ **OR ENGAGED TO TEACH UNDER SECTION 1233B**
18 **OF THE REVISED SCHOOL CODE, MCL 380.1233B,** shall have deducted the
19 sum equal to the amount paid the educators for the period of
20 noncertificated, unlicensed, or illegal employment. Each
21 intermediate superintendent shall notify the department of the name
22 of ~~the noncertificated or unlicensed educator,~~ and **EACH EDUCATOR**
23 **THAT IS NOT LEGALLY CERTIFICATED, LICENSED, OR ENGAGED TO TEACH**
24 **UNDER SECTION 1233B OF THE REVISED SCHOOL CODE, MCL 380.1233B,** the
25 district employing that individual, and the amount of salary the
26 ~~noncertificated or unlicensed~~ educator was paid within a
27 constituent district.

1 (3) If a school official is notified by the department that he
2 or she is employing ~~a nonapproved, noncertificated, or unlicensed~~
3 **AN** educator in violation of this section and knowingly continues to
4 employ that educator, the school official is guilty of a
5 misdemeanor, punishable by a fine of \$1,500.00 for each incidence.
6 This penalty is in addition to all other financial penalties
7 otherwise specified in this article.

8 Enacting section 1. This amendatory act takes effect 90 days
9 after the date it is enacted into law.

10 Enacting section 2. This amendatory act does not take effect
11 unless Senate Bill No. ____ or House Bill No. 5141 (request no.
12 04154'17) of the 99th Legislature is enacted into law.