1

2

3

6

## **SENATE BILL No. 1413**

September 12, 2006, Introduced by Senator SWITALSKI and referred to the Committee on Education.

A bill to amend 1979 PA 94, entitled
"The state school aid act of 1979,"
by amending sections 19 and 81 (MCL 388.1619 and 388.1681),
section 19 as amended by 2005 PA 155 and section 81 as amended by
2006 PA 342.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Sec. 19. (1) A district shall comply with any requirements of sections 1204a, 1277, 1278, and 1280 of the revised school code, MCL 380.1204a, 380.1277, 380.1278, and 380.1280, commonly referred to as "public act 25 of 1990" that are not also required by the no child left behind act of 2001, Public Law 107-110, as determined by the department.

(2) Each district and intermediate district shall provide to

- 1 the department, in a form and manner prescribed by the department,
- 2 information necessary for the development of an annual progress
- 3 report on the required implementation of sections 1204a, 1277,
- 4 1278, and 1280 of the revised school code, MCL 380.1204a, 380.1277,
- 5 380.1278, and 380.1280, commonly referred to as "public act 25 of
- 6 1990".
- 7 (3) A district or intermediate district shall comply with all
- 8 applicable reporting requirements specified in state and federal
- 9 law. Data provided to the center, in a form and manner prescribed
- 10 by the center, shall be aggregated and disaggregated as required by
- 11 state and federal law.
- 12 (4) Each district shall furnish to the center not later than 7
- 13 weeks after the pupil membership count day, in a manner prescribed
- 14 by the center, the information necessary for the preparation of the
- 15 district and high school graduation report. EACH INTERMEDIATE
- 16 DISTRICT, IN A FORM AND MANNER PRESCRIBED BY THE CENTER, SHALL
- 17 VERIFY THAT THE INFORMATION SUBMITTED BY ITS CONSTITUENT DISTRICTS
- 18 UNDER THIS SUBSECTION IS ACCURATE. The center shall calculate an
- 19 annual graduation and pupil dropout rate for each high school, each
- 20 district, and this state, in compliance with nationally recognized
- 21 standards for these calculations. The center shall report all
- 22 graduation and dropout rates to the senate and house education
- 23 committees and appropriations committees, the state budget
- 24 director, and the department not later than 30 days after the
- 25 publication of the list described in subsection (8).
- 26 (5) By the first business day in December and by June 30 of
- 27 each year, a district shall furnish to the center, in a manner

- 1 prescribed by the center, information related to educational
- 2 personnel as necessary for reporting required by state and federal
- 3 law.
- 4 (6) By June 30 of each year, a district shall furnish to the
- 5 center, in a manner prescribed by the center, information related
- 6 to safety practices and criminal incidents as necessary for
- 7 reporting required by state and federal law.
- 8 (7) If a district or intermediate district fails to meet the
- **9** requirements of subsection (2), (3), (4), (5), or (6), the
- 10 department shall withhold 5% of the total funds for which the
- 11 district or intermediate district qualifies under this act until
- 12 the district or intermediate district complies with all of those
- 13 subsections. If the district or intermediate district does not
- 14 comply with all of those subsections by the end of the fiscal year,
- 15 the department shall place the amount withheld in an escrow account
- 16 until the district or intermediate district complies with all of
- 17 those subsections.
- 18 (8) Before publishing a list of schools or districts
- 19 determined to have failed to make adequate yearly progress as
- 20 required by the federal no child left behind act of 2001, Public
- 21 Law 107-110, the department shall allow a school or district to
- 22 appeal that determination. The department shall consider and act
- 23 upon the appeal within 30 days after it is submitted and shall not
- 24 publish the list until after all appeals have been considered and
- 25 decided.
- 26 Sec. 81. (1) Except as otherwise provided in this section,
- 27 from the appropriation in section 11, there is allocated for 2006-

- 1 2007 to the intermediate districts the sum necessary, but not to
- 2 exceed \$80,110,900.00, to provide state aid to intermediate
- 3 districts under this section. Except as otherwise provided in this
- 4 section, there shall be allocated to each intermediate district for
- 5 2006-2007 an amount equal to 103.1% of the amount appropriated
- 6 under this subsection for 2005-2006. Funding provided under this
- 7 section shall be used to comply with requirements of this act and
- 8 the revised school code that are applicable to intermediate
- 9 districts, and for which funding is not provided elsewhere in this
- 10 act, and to provide technical assistance to districts as authorized
- 11 by the intermediate school board.
- 12 (2) It is the intent of the legislature that intermediate
- 13 districts receiving funds under this section shall collaborate with
- 14 the department to develop expanded professional development
- 15 opportunities for teachers to update and expand their knowledge and
- 16 skills needed to support the Michigan merit curriculum.
- 17 (3) From the allocation in subsection (1), there is allocated
- 18 to an intermediate district, formed by the consolidation or
- 19 annexation of 2 or more intermediate districts or the attachment of
- 20 a total intermediate district to another intermediate school
- 21 district or the annexation of all of the constituent K-12 districts
- 22 of a previously existing intermediate school district which has
- 23 disorganized, an additional allotment of \$3,500.00 each fiscal year
- 24 for each intermediate district included in the new intermediate
- 25 district for 3 years following consolidation, annexation, or
- 26 attachment.
- 27 (4) During a fiscal year, the department shall not increase an

- 1 intermediate district's allocation under subsection (1) because of
- 2 an adjustment made by the department during the fiscal year in the
- 3 intermediate district's taxable value for a prior year. Instead,
- 4 the department shall report the adjustment and the estimated amount
- 5 of the increase to the house and senate fiscal agencies and the
- 6 state budget director not later than June 1 of the fiscal year, and
- 7 the legislature shall appropriate money for the adjustment in the
- 8 next succeeding fiscal year.
- 9 (5) In order to receive funding under this section, an
- 10 intermediate district shall demonstrate to the satisfaction of the
- 11 department that the intermediate district employs at least 1 person
- 12 who is trained in -pupil ALL OF THE FOLLOWING:
- 13 (A) PUPIL counting procedures, rules, and regulations.
- 14 (B) RULES, REGULATIONS, AND DISTRICT REPORTING PROCEDURES FOR
- 15 THE INFORMATION NECESSARY FOR THE CALCULATION OF THE DISTRICT AND
- 16 HIGH SCHOOL GRADUATION AND DROPOUT RATES.