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## **HOUSE BILL No. 5829**

February 17, 2010, Introduced by Rep. McMillin and referred to the Committee on Education.

A bill to amend 1976 PA 451, entitled "The revised school code,"

by amending sections 501, 502, and 504 (MCL 380.501, 380.502, and 380.504), section 501 as amended by 2003 PA 179, section 502 as amended by 1995 PA 289, and section 504 as amended by 2008 PA 1.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Sec. 501. (1) A public school academy is a public school under section 2 of article VIII of the state constitution of 1963, is a school district for the purposes of section 11 of article IX of the state constitution of 1963 and for the purposes of section 1225 and section 1351a, and is subject to the leadership and general supervision of the state board over all public education under section 3 of article VIII of the state constitution of 1963. A public school academy is a body corporate and is a governmental

- 1 agency. The powers granted to a public school academy under this
- 2 part constitute the performance of essential public purposes and
- 3 governmental functions of this state.
- 4 (2) As used in this part:
- 5 (a) "Authorizing body" means any of the following that issues
- 6 a contract as provided in this part:
- 7 (i) The board of a school district that operates grades K to
- 8 12.
- 9 (ii) An intermediate school board.
- 10 (iii) The board of a community college.
- 11 (iv) The governing board of a state public university.
- 12 (v) THE LEGISLATIVE BODY OF A MUNICIPALITY.
- 13 (b) "Certificated teacher" means an individual who holds a
- 14 valid teaching certificate issued by the superintendent of public
- 15 instruction under section 1531.
- 16 (c) "Community college" means a community college organized
- 17 under the community college act of 1966, 1966 PA 331, MCL 389.1 to
- 18 389.195, or a federal tribally controlled community college that is
- 19 recognized under the tribally controlled community college
- 20 assistance act of 1978, Public Law 95-471, 92 Stat. 1325, and is
- 21 determined by the department to meet the requirements for
- 22 accreditation by a recognized regional accrediting body.
- 23 (d) "Contract" means the executive act taken by an authorizing
- 24 body that evidences the authorization of a public school academy
- 25 and that establishes, subject to the constitutional powers of the
- 26 state board and applicable law, the written instrument executed by
- 27 an authorizing body conferring certain rights, franchises,

- 1 privileges, and obligations on a public school academy, as provided
- 2 by this part, and confirming the status of a public school academy
- 3 as a public school in this state.
- 4 (e) "Entity" means a partnership, nonprofit or business
- 5 corporation, labor organization, or any other association,
- 6 corporation, trust, or other legal entity.
- 7 (F) "MUNICIPALITY" MEANS A CITY, VILLAGE, OR TOWNSHIP.
- 8 (G) (f) "State public university" means a state university
- 9 described in section 4, 5, or 6 of article VIII of the state
- 10 constitution of 1963.
- 11 Sec. 502. (1) A public school academy shall be organized and
- 12 administered under the direction of a board of directors in
- 13 accordance with this part and with bylaws adopted by the board of
- 14 directors. A public school academy corporation shall be organized
- 15 under the nonprofit corporation act, Act No. 162 of the Public Acts
- 16 of 1982, being sections 450.2101 to 450.3192 of the Michigan
- 17 Compiled Laws 1982 PA 162, MCL 450.2101 TO 450.3192, except that a
- 18 public school academy corporation is not required to comply with
- 19 sections 170 to 177 of Act No. 327 of the Public Acts of 1931,
- 20 being sections 450.170 to 450.177 of the Michigan Compiled Laws
- 21 1931 PA 327, MCL 450.170 TO 450.177. To the extent disqualified
- 22 under the state or federal constitution, a public school academy
- 23 shall not be organized by a church or other religious organization
- 24 and shall not have any organizational or contractual affiliation
- 25 with or constitute a church or other religious organization.
- 26 (2) Any of the following may act as an authorizing body to
- 27 issue a contract to organize and operate 1 or more public school

- 1 academies under this part:
- 2 (a) The board of a school district that operates grades K to
- 3 12. However, the board of a school district shall not issue a
- 4 contract for a public school academy to operate outside the school
- 5 district's boundaries, and a public school academy authorized by
- 6 the board of a school district shall not operate outside that
- 7 school district's boundaries.
- 8 (b) An intermediate school board. However, the board of an
- 9 intermediate school district shall not issue a contract for a
- 10 public school academy to operate outside the intermediate school
- 11 district's boundaries, and a public school academy authorized by
- 12 the board of an intermediate school district shall not operate
- 13 outside that intermediate school district's boundaries.
- 14 (c) The board of a community college. However, except as
- 15 otherwise provided in this subdivision, the board of a community
- 16 college shall not issue a contract for a public school academy to
- 17 operate in a school district organized as a school district of the
- 18 first class, a public school academy authorized by the board of a
- 19 community college shall not operate in a school district organized
- 20 as a school district of the first class, the board of a community
- 21 college shall not issue a contract for a public school academy to
- 22 operate outside the boundaries of the community college district,
- 23 and a public school academy authorized by the board of a community
- 24 college shall not operate outside the boundaries of the community
- 25 college district. The board of a community college also may issue a
- 26 contract for not more than 1 public school academy to operate on
- 27 the grounds of an active or closed federal military installation

- 1 located outside the boundaries of the community college district,
- 2 or may operate a public school academy itself on the grounds of
- 3 such a federal military installation, if the federal military
- 4 installation is not located within the boundaries of any community
- 5 college district and the community college has previously offered
- 6 courses on the grounds of the federal military installation for at
- 7 least 10 years.
- 8 (d) The governing board of a state public university. However,
- 9 the combined total number of contracts for public school academies
- 10 issued by all state public universities shall not exceed 85 through
- 11 1996, and, after the initial evaluation under section 501a, shall
- 12 not exceed 100 through 1997, 125 through 1998, or 150 thereafter.
- 13 Further, the total number of contracts issued by any 1 state public
- 14 university shall not exceed 50 through 1996, and thereafter shall
- 15 not exceed 50% of the maximum combined total number that may be
- 16 issued under this subdivision.
- 17 (E) THE LEGISLATIVE BODY OF A MUNICIPALITY. HOWEVER, A PUBLIC
- 18 SCHOOL ACADEMY AUTHORIZED BY THE LEGISLATIVE BODY OF A MUNICIPALITY
- 19 MAY ONLY BE LOCATED WITHIN THE BOUNDARIES OF THE MUNICIPALITY AND
- 20 WITHIN THE BOUNDARIES OF A SCHOOL DISTRICT IN WHICH, AS OF THE DATE
- 21 THE CONTRACT IS ISSUED, THE PERCENTAGE OF ALL PUPILS ENROLLED IN
- 22 THE SCHOOL DISTRICT WHO TOOK THE MOST RECENT MICHIGAN EDUCATION
- 23 ASSESSMENT PROGRAM (MEAP) ASSESSMENTS OR MICHIGAN MERIT
- 24 EXAMINATION, AS APPLICABLE, FOR WHICH RESULTS ARE AVAILABLE IN
- 25 MATHEMATICS OR ENGLISH LANGUAGE ARTS AND WHO SCORED AT LEAST
- 26 "PROFICIENT" WAS LESS THAN 60% IN EITHER MATHEMATICS OR ENGLISH
- 27 LANGUAGE ARTS, OR BOTH. THE LEGISLATIVE BODY OF A MUNICIPALITY

- 1 SHALL NOT ISSUE A CONTRACT FOR A PUBLIC SCHOOL ACADEMY TO OPERATE
- 2 OUTSIDE THE BOUNDARIES OF THE MUNICIPALITY OR OUTSIDE THE
- 3 BOUNDARIES OF A SCHOOL DISTRICT DESCRIBED IN THIS SUBDIVISION, AND
- 4 A PUBLIC SCHOOL ACADEMY AUTHORIZED BY THE LEGISLATIVE BODY OF A
- 5 MUNICIPALITY SHALL NOT OPERATE OUTSIDE THE BOUNDARIES OF THAT
- 6 MUNICIPALITY OR OUTSIDE THE BOUNDARIES OF A SCHOOL DISTRICT
- 7 DESCRIBED IN THIS SUBDIVISION.
- 8 (3) To obtain a contract to organize and operate 1 or more
- 9 public school academies, 1 or more persons or an entity may apply
- 10 to an authorizing body described in subsection (2). The application
- 11 shall include at least all of the following:
- 12 (a) Identification of the applicant for the contract.
- 13 (b) Subject to the resolution adopted by the authorizing body
- 14 under section 503(4), a list of the proposed members of the board
- 15 of directors of the public school academy and a description of the
- 16 qualifications and method for appointment or election of members of
- 17 the board of directors.
- 18 (c) The proposed articles of incorporation, which shall
- 19 include at least all of the following:
- (i) The name of the proposed public school academy.
- (ii) The purposes for the public school academy corporation.
- 22 This language shall provide that the public school academy is
- 23 incorporated pursuant to this part and that the public school
- 24 academy corporation is a governmental entity.
- 25 (iii) The name of the authorizing body.
- (iv) The proposed time when the articles of incorporation will
- 27 be effective.

- 1 (v) Other matters considered expedient to be in the articles2 of incorporation.
- (d) A copy of the proposed bylaws of the public schoolacademy.
- (e) Documentation meeting the application requirements of theauthorizing body, including at least all of the following:
- 7 (i) The governance structure of the public school academy.
- 8 (ii) A copy of the educational goals of the public school
- 9 academy and the curricula to be offered and methods of pupil
- 10 assessment to be used by the public school academy. To the extent
- 11 applicable, the progress of the pupils in the public school academy
- 12 shall be assessed using at least a Michigan education assessment
- 13 program (MEAP) test or an assessment instrument developed under
- 14 section 1279 for a state-endorsed high school diploma THE MICHIGAN
- 15 MERIT EXAMINATION.
- 16 (iii) The admission policy and criteria to be maintained by the
- 17 public school academy. The admission policy and criteria shall
- 18 comply with section 504. This part of the application also shall
- 19 include a description of how the applicant will provide to the
- 20 general public adequate notice that a public school academy is
- 21 being created and adequate information on the admission policy,
- 22 criteria, and process.
- (iv) The school calendar and school day schedule.
- 24 (v) The age or grade range of pupils to be enrolled.
- (f) Descriptions of staff responsibilities and of the public
- 26 school academy's governance structure.
- (g) For an application to the board of a school district, an

- 1 intermediate school board, or board of a community college,
- 2 identification of the local and intermediate school districts in
- 3 which the public school academy will be located.
- 4 (h) An agreement that the public school academy will comply
- 5 with the provisions of this part and, subject to the provisions of
- 6 this part, with all other state law applicable to public bodies and
- 7 with federal law applicable to public bodies or school districts.
- 8 (i) For a public school academy authorized by a school
- 9 district, an assurance that employees of the public school academy
- 10 will be covered by the collective bargaining agreements that apply
- 11 to other employees of the school district employed in similar
- 12 classifications in schools that are not public school academies.
- 13 (j) A description of and address for the proposed physical
- 14 plant in which the public school academy will be located.
- 15 (4) An authorizing body shall oversee, or shall contract with
- 16 an intermediate school district, community college, or state public
- 17 university to oversee, each public school academy operating under a
- 18 contract issued by the authorizing body. The oversight shall be
- 19 sufficient to ensure that the authorizing body can certify that the
- 20 public school academy is in compliance with statute, rules, and the
- 21 terms of the contract.
- 22 (5) If the state board finds that an authorizing body is not
- 23 engaging in appropriate continuing oversight of 1 or more public
- 24 school academies operating under a contract issued by the
- 25 authorizing body, the state board may suspend the power of the
- 26 authorizing body to issue new contracts to organize and operate
- 27 public school academies. A contract issued by the authorizing body

- 1 during the suspension is void. A contract issued by the authorizing
- 2 body before the suspension is not affected by the suspension.
- 3 (6) An authorizing body shall not charge a fee, or require
- 4 reimbursement of expenses, for considering an application for a
- 5 contract, for issuing a contract, or for providing oversight of a
- 6 contract for a public school academy in an amount that exceeds a
- 7 combined total of 3% of the total state school aid received by the
- 8 public school academy in the school year in which the fees or
- 9 expenses are charged. An authorizing body may provide other
- 10 services for a public school academy and charge a fee for those
- 11 services, but shall not require such an arrangement as a condition
- 12 to issuing the contract authorizing the public school academy.
- 13 (7) A public school academy shall be presumed to be legally
- 14 organized if it has exercised the franchises and privileges of a
- 15 public school academy for at least 2 years.
- Sec. 504. (1) A public school academy may be located in all or
- 17 part of an existing public school building. A public school academy
- 18 shall not operate at a site other than the single site requested
- 19 for the configuration of grades that will use the site, as
- 20 specified in the application required under section 502 and in the
- 21 contract.
- 22 (2) A public school academy shall not charge tuition and shall
- 23 not discriminate in its pupil admissions policies or practices on
- 24 the basis of intellectual or athletic ability, measures of
- 25 achievement or aptitude, status as a student with a disability, or
- 26 any other basis that would be illegal if used by a school district.
- 27 However, a public school academy may limit admission to pupils who

- 1 are within a particular range of age or grade level or on any other
- 2 basis that would be legal if used by a school district.
- 3 (3) Except for a foreign exchange student who is not a United
- 4 States citizen, a public school academy shall not enroll a pupil
- 5 who is not a resident of this state. Enrollment FOR A PUBLIC SCHOOL
- 6 ACADEMY AUTHORIZED BY AN AUTHORIZING BODY DESCRIBED IN SECTION
- 7 502(2)(A) TO (C), ENROLLMENT in the public school academy may be
- 8 open to all individuals who reside in this state who meet the
- 9 admission policy and shall be open to all pupils who reside within
- 10 the geographic boundaries, if any, of the authorizing body as
- described in section 502(2)(a) to (c) who meet the admission
- 12 policy, except that admission to a public school academy authorized
- 13 by the board of a community college to operate, or operated by the
- 14 board of a community college, on the grounds of a federal military
- installation, as described in section 502(2)(c), shall be open to
- 16 all pupils who reside in the county in which the federal military
- 17 installation is located. For a public school academy authorized by
- 18 a state public university, enrollment shall be open to all pupils
- 19 who reside in this state who meet the admission policy. FOR A
- 20 PUBLIC SCHOOL ACADEMY AUTHORIZED BY THE LEGISLATIVE BODY OF A
- 21 MUNICIPALITY, ENROLLMENT IN THE PUBLIC SCHOOL ACADEMY MAY BE OPEN
- 22 TO ALL INDIVIDUALS WHO RESIDE IN THIS STATE WHO MEET THE ADMISSION
- 23 POLICY AND SHALL BE OPEN TO ALL PUPILS WHO RESIDE WITHIN THE
- 24 GEOGRAPHIC BOUNDARIES OF THAT MUNICIPALITY AND OF THE SCHOOL
- 25 DISTRICT IN WHICH THE PUBLIC SCHOOL ACADEMY IS LOCATED WHO MEET THE
- 26 ADMISSION POLICY. If there are more applications to enroll in the
- 27 public school academy than there are spaces available, pupils shall

- 1 be selected to attend using a random selection process. However, a
- 2 public school academy may give enrollment priority to a sibling of
- 3 a pupil enrolled in the public school academy. A public school
- 4 academy shall allow any pupil who was enrolled in the public school
- 5 academy in the immediately preceding school year to enroll in the
- 6 public school academy in the appropriate grade unless the
- 7 appropriate grade is not offered at that public school academy.
- 8 (4) A public school academy may include any grade up to grade
- 9 12 or any configuration of those grades, including kindergarten and
- 10 early childhood education, as specified in its contract. If
- 11 specified in its contract, a public school academy may also operate
- 12 an adult basic education program, adult high school completion
- 13 program, or general education development testing preparation
- 14 program. The authorizing body may approve amendment of a contract
- 15 with respect to ages of pupils or grades offered.