# Second Regular Session Seventy-first General Assembly STATE OF COLORADO

## **INTRODUCED**

LLS NO. 18-0949.02 Brita Darling x2241

**HOUSE BILL 18-1379** 

### **HOUSE SPONSORSHIP**

Pettersen and Wilson,

SENATE SPONSORSHIP

Hill,

**House Committees** 

**Senate Committees** 

Education

101

### A BILL FOR AN ACT

#### CONCERNING THE FINANCING OF PUBLIC SCHOOLS.

## **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <a href="http://leg.colorado.gov">http://leg.colorado.gov</a>.)

**SECTION 1.** The bill increases the statewide base per pupil funding for the 2018-19 budget year by \$222.57 to account for inflation, for a new statewide base per pupil funding of \$6,768.77.

**SECTION 2.** The bill sets the minimum district total program funding for the 2018-19 budget year. The district total program funding reflects a \$150 million reduction in the budget stabilization factor over the prior budget year.

**SECTION 3.** For the 2018-19 budget year, the bill distributes \$30

million on a per-pupil basis to large rural districts and small rural districts including district charter schools and each institute charter school whose accounting district is a large or small rural district. Large rural districts share 55% of the appropriation, and small rural districts share 45% of the appropriation. The bill uses a district's funded pupil count for the 2017-18 budget year. The bill specifies the intended uses of the money.

**SECTION 4.** The bill increases by 1,000 slots the number of early childhood at-risk enhancement, or ECARE, slots that may be used for preschool students or to extend kindergarten to full-day kindergarten.

**SECTION 5.** The bill transfers any general fund surplus remaining at the end of the 2017-18 state fiscal year to the state education fund.

**SECTION 6.** Under current law, money appropriated for the "English Language Proficiency Act" (act) is allocated 75% to serve students who have no or limited English language proficiency and 25% to serve students who are newly fluent in English but who need monitoring. The bill changes the funding allocation for the act by allocating funding proportionately, based on the number of students who have no or limited English proficiency and the number of students who are newly fluent but who need monitoring.

**SECTION 7.** The bill amends the requirements relating to core course level participation and performance reports by limiting reporting on core courses to only the middle and high school levels and by delaying the date by which the department shall make the report available on its website.

**SECTION 8.** The bill amends the reporting requirement relating to the annual report on the effectiveness of educator preparation programs to require the inclusion of certain data in the report only if the data is available at the time of the annual report.

1 Be it enacted by the General Assembly of the State of Colorado:

2 SECTION 1. In Colorado Revised Statutes, 22-54-104, add

3 (5)(a)(XXV) as follows:

4 **22-54-104.** District total program - definitions. (5) For

5 purposes of the formulas used in this section:

6 (a) (XXV) FOR THE 2018-19 BUDGET YEAR, THE STATEWIDE BASE

7 PER PUPIL FUNDING IS \$6,768.77, WHICH IS AN AMOUNT EQUAL TO

8 \$6,546.20, SUPPLEMENTED BY \$222.57 TO ACCOUNT FOR INFLATION.

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SECTION 2. In Colorado Revised Statutes, 22-54-104, add (5)(g)(I)(I) as follows:

2 22-54-104. District total program - definitions. (5) For purposes of the formulas used in this section:

- (g) (I) For the 2010-11 budget year and each budget year thereafter, the general assembly determines that stabilization of the state budget requires a reduction in the amount of the annual appropriation to fund the state's share of total program funding for all districts and the funding for institute charter schools. The department of education shall implement the reduction in total program funding through the application of a budget stabilization factor as provided in this subsection (5)(g)(I). For the 2010-11 budget year and each budget year thereafter, the department of education and the staff of the legislative council shall determine, based on budget projections, the amount of such reduction to ensure the following:
- (I) That, for the 2018-19 budget year, the sum of the total program funding for all districts, including the funding for institute charter schools, after application of the budget stabilization factor, is not less than seven billion eighty-eight million seven hundred seventy-six thousand two hundred thirty dollars (\$7,088,776,230); except that the department of education and the staff of the legislative council shall make mid-year revisions to replace projections with actual figures, including but not limited to actual pupil enrollment, assessed valuations, and specific ownership tax revenue from the prior year, to determine any necessary changes in the amount of the reduction to maintain a total program funding amount for the

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1	APPLICABLE BUDGET YEAR THAT IS CONSISTENT WITH THIS SUBSECTION
2	(5)(g)(I)(I). For the 2019-20 budget year, the difference between
3	CALCULATED STATEWIDE TOTAL PROGRAM FUNDING AND ACTUAL
4	STATEWIDE TOTAL PROGRAM FUNDING MUST NOT EXCEED THE DIFFERENCE
5	BETWEEN CALCULATED STATEWIDE TOTAL PROGRAM FUNDING AND
6	ACTUALSTATEWIDETOTALPROGRAMFUNDINGFORTHE2018-19BUDGET
7	YEAR.
8	SECTION 3. In Colorado Revised Statutes, add 22-54-140 as
9	follows:
10	22-54-140. Additional funding for rural schools - 2018-19
11	<b>budget year - definitions - repeal.</b> (1) AS USED IN THIS SECTION, UNLESS
12	THE CONTEXT OTHERWISE REQUIRES:
13	(a) "ELIGIBLE INSTITUTE CHARTER SCHOOL" MEANS AN INSTITUTE
14	CHARTER SCHOOL THAT HAS A SMALL RURAL DISTRICT OR A LARGE RURAL
15	DISTRICT AS ITS ACCOUNTING DISTRICT.
16	(b) "LARGE RURAL DISTRICT" MEANS A DISTRICT THAT THE
17	DEPARTMENT OF EDUCATION DETERMINES IS A RURAL DISTRICT, BASED ON
18	THE GEOGRAPHIC SIZE OF THE DISTRICT AND THE DISTANCE OF THE
19	DISTRICT FROM THE NEAREST LARGE, URBANIZED AREA, AND THAT HAD A
20	Funded Pupil count for the $2017\text{-}18$ budget year of at least one
21	THOUSAND BUT FEWER THAN SIX THOUSAND FIVE HUNDRED PUPILS IN
22	KINDERGARTEN THROUGH TWELFTH GRADE.
23	(c) "SMALL RURAL DISTRICT" MEANS A DISTRICT THAT THE
24	DEPARTMENT OF EDUCATION DETERMINES IS A RURAL DISTRICT, BASED ON
25	THE GEOGRAPHIC SIZE OF THE DISTRICT AND THE DISTANCE OF THE
26	DISTRICT FROM THE NEAREST LARGE, URBANIZED AREA, AND THAT HAD A
27	FUNDED PUPIL COUNT FOR THE 2017-18 BUDGET YEAR OF FEWER THAN

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1	ONE THOUSAND PUPILS IN KINDERGARTEN THROUGH TWELFTH GRADE.
2	(d) "PER PUPIL DISTRIBUTION AMOUNT" MEANS:
3	(I) FOR A LARGE RURAL DISTRICT, AN AMOUNT EQUAL TO THIRTY
4	MILLION DOLLARS MULTIPLIED BY THE PERCENTAGE SPECIFIED IN
5	SUBSECTION $(2)(a)(I)$ OF THIS SECTION AND THEN DIVIDED BY THE SUM OF
6	THE TOTAL FUNDED PUPIL COUNT FOR THE 2017-18 BUDGET YEAR OF ALI
7	LARGE RURAL DISTRICTS AND THE TOTAL STUDENT ENROLLMENT FOR THE
8	2017-18 BUDGET YEAR OF ALL ELIGIBLE INSTITUTE CHARTER SCHOOLS
9	THAT HAVE A LARGE RURAL DISTRICT AS THE ACCOUNTING DISTRICT; OF
10	(II) FOR A SMALL RURAL DISTRICT, AN AMOUNT EQUAL TO THIRTY
11	MILLION DOLLARS MULTIPLIED BY THE PERCENTAGE SPECIFIED IN
12	SUBSECTION $(2)(a)(II)$ OF THIS SECTION AND THEN DIVIDED BY THE SUM OF
13	THE TOTAL FUNDED PUPIL COUNT FOR THE 2017-18 BUDGET YEAR OF ALI
14	SMALL RURAL DISTRICTS AND THE TOTAL STUDENT ENROLLMENT FOR THE
15	2017-18 BUDGET YEAR OF ALL ELIGIBLE INSTITUTE CHARTER SCHOOLS
16	THAT HAVE A SMALL RURAL DISTRICT AS THE ACCOUNTING DISTRICT.
17	(2) (a) For the 2018-19 budget year, the general assembly
18	SHALL APPROPRIATE THIRTY MILLION DOLLARS TO THE DEPARTMENT OF
19	EDUCATION TO PROVIDE ADDITIONAL FUNDING FOR LARGE RURAI
20	DISTRICTS, SMALL RURAL DISTRICTS, AND INSTITUTE CHARTER SCHOOLS
21	THE DEPARTMENT OF EDUCATION SHALL DISTRIBUTE:
22	(I) FIFTY-FIVE PERCENT OF THE MONEY APPROPRIATED TO LARGE
23	RURAL DISTRICTS AND TO ELIGIBLE INSTITUTE CHARTER SCHOOLS AS
24	PROVIDED IN THIS SECTION; AND
25	(II) FORTY-FIVE PERCENT OF THE MONEY APPROPRIATED TO SMALI
26	RURAL DISTRICTS AND TO ELIGIBLE INSTITUTE CHARTER SCHOOLS AS
27	PROVIDED IN THIS SECTION.

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(b) Large Rural Districts, Small Rural Districts, District Charter Schools, and Eligible Institute Charter Schools That Receive Money Pursuant to this Section May use the Money only for Nonrecurring expenses for the Purpose of Improving Student Learning and the Educational Environment, Including But Not Limited to Initiatives that Help attract Educator Employees, Initiatives to Improve Educator Training, Initiatives to Retain Educators, Loan Forgiveness for Educators and Staff, and Technology.

- (3) (a) THE DEPARTMENT OF EDUCATION SHALL DISTRIBUTE TO EACH LARGE RURAL DISTRICT AND EACH SMALL RURAL DISTRICT AN AMOUNT EQUAL TO THE APPLICABLE PER PUPIL DISTRIBUTION AMOUNT MULTIPLIED BY THE LARGE RURAL DISTRICT'S OR SMALL RURAL DISTRICT'S FUNDED PUPIL COUNT FOR THE 2017-18 BUDGET YEAR.
- (b) EACH LARGE RURAL DISTRICT AND EACH SMALL RURAL DISTRICT THAT IS THE AUTHORIZER FOR A CHARTER SCHOOL SHALL DISTRIBUTE TO THE CHARTER SCHOOL ONE HUNDRED PERCENT OF AN AMOUNT EQUAL TO THE AMOUNT RECEIVED PURSUANT TO SUBSECTION (3)(a) OF THIS SECTION DIVIDED BY THE FUNDED PUPIL COUNT OF THE LARGE RURAL DISTRICT OR SMALL RURAL DISTRICT FOR THE 2017-18 BUDGET YEAR AND THEN MULTIPLIED BY THE NUMBER OF STUDENTS ENROLLED IN THE CHARTER SCHOOL FOR THE 2017-18 BUDGET YEAR.
- (4) THE DEPARTMENT OF EDUCATION SHALL CALCULATE FOR EACH ELIGIBLE INSTITUTE CHARTER SCHOOL AND DISTRIBUTE TO THE STATE CHARTER SCHOOL INSTITUTE AN AMOUNT EQUAL TO THE APPLICABLE PER PUPIL DISTRIBUTION AMOUNT MULTIPLIED BY THE NUMBER OF STUDENTS ENROLLED IN THE ELIGIBLE INSTITUTE CHARTER SCHOOL FOR THE 2017-18

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1	BUDGET YEAR, THE STATE CHARTER SCHOOL INSTITUTE SHALL DISTRIBUTE
2	TO EACH ELIGIBLE INSTITUTE CHARTER SCHOOL ONE HUNDRED PERCENT
3	OF THE AMOUNT RECEIVED FOR THE ELIGIBLE INSTITUTE CHARTER SCHOOL
4	PURSUANT TO THIS SUBSECTION (4).
5	(5) This section is repealed, effective July 1, 2019.
6	SECTION 4. In Colorado Revised Statutes, 22-28-104.3, add
7	(1)(a)(III) as follows:
8	22-28-104.3. Early childhood at-risk enhancement (ECARE).
9	(1) (a) Notwithstanding the number of children who may annually
10	participate in the Colorado preschool program pursuant to section
11	22-28-104 (2)(a):
12	(III) FOR THE 2018-19 BUDGET YEAR, AND EACH BUDGET YEAR
13	THEREAFTER, AN ADDITIONAL ONE THOUSAND CHILDREN MAY ANNUALLY
14	PARTICIPATE IN THE COLORADO PRESCHOOL PROGRAM, FOR A TOTAL OF
15	TWENTY-NINE THOUSAND THREE HUNDRED SIXTY CHILDREN WHO MAY
16	ANNUALLY PARTICIPATE IN THE COLORADO PRESCHOOL PROGRAM.
17	SECTION 5. In Colorado Revised Statutes, 24-75-220, add (5)
18	as follows:
19	24-75-220. State education fund - transfers - surplus -
20	legislative declaration. (5) NOTWITHSTANDING ANY PROVISION OF LAW
21	TO THE CONTRARY, ON THE DATE ON WHICH THE STATE CONTROLLER
22	PUBLISHES THE COMPREHENSIVE ANNUAL FINANCIAL REPORT OF THE
23	STATE FOR THE FISCAL YEAR 2017-18, THE STATE TREASURER SHALL
24	TRANSFER TO THE STATE EDUCATION FUND CREATED IN SECTION $17(4)$ of
25	ARTICLE IX OF THE STATE CONSTITUTION THE GENERAL FUND SURPLUS
26	DESIGNATED IN ACCORDANCE WITH SECTION 24-75-201 (1) FOR THE
2.7	FISCAL YEAR 2017-18 WHICH REPRESENTS THE UNRESTRICTED GENERAL

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1	FUND BALANCE AFTER THE APPLICABLE AMOUNT OF RESERVE REQUIRED
2	PURSUANT TO SECTION 24-75-201.1 (1)(d).
3	SECTION 6. In Colorado Revised Statutes, 22-24-104, amend
4	(3)(a), (3)(b)(I), and (3)(c)(I) as follows:
5	22-24-104. English language proficiency program established
6	- funding. (3) (a) The general assembly shall annually appropriate
7	moneys MONEY to the department to implement this section. The
8	department shall allocate the moneys MONEY annually appropriated to
9	local education providers on a per-pupil basis using the number of
10	English language learners certified pursuant to section 22-24-105, subject
11	to the time limit specified in subsection (2) of this section. THE LOCAL
12	EDUCATION PROVIDERS SHALL USE THE ALLOCATED AMOUNT TO PROVIDE
13	SERVICES TO THE CERTIFIED ENGLISH LANGUAGE LEARNERS.
14	(b) (I) The department shall distribute seventy-five percent A
15	PORTION of the amount annually appropriated to the department pursuant
16	to this subsection (3) SUBSECTION (3)(a) OF THIS SECTION to local
17	education providers to provide services to BASED ON THE PERCENTAGE OF
18	CERTIFIED English language learners who:
19	(A) Speak a language other than English and do not comprehend
20	or speak English; and
21	(B) Comprehend or speak some English but whose primary
22	comprehension or speech is in a language other than English.
23	(c) (I) The department shall distribute the remainder A PORTION of
24	the amount annually appropriated pursuant to this subsection (3)
25	SUBSECTION (3)(a) OF THIS SECTION to local education providers to
26	provide services to BASED ON THE PERCENTAGE OF CERTIFIED English
27	language learners who comprehend and speak English and one or more

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1	other languages but whose English language development and
2	comprehension is:
3	(A) At or below the mean of students enrolled in the local
4	education provider or below the mean or equivalent on a nationally
5	standardized test; or
6	(B) Below the acceptable proficiency level based on the
7	assessments identified by the department pursuant to section 22-24-106
8	(1)(a).
9	SECTION 7. In Colorado Revised Statutes, 22-11-503.5, amend
10	(2)(a) and (4) as follows:
11	22-11-503.5. Student performance by course level - report -
12	definitions. (2) As used in this section, unless the context otherwise
13	requires:
14	(a) "Core course" means a course in English, mathematics,
15	science, or social studies AT THE MIDDLE OR HIGH SCHOOL LEVEL.
16	(4) Commencing with the <del>2016-17</del> 2020-21 academic year, the
17	department shall also make the core course level participation and
18	performance reports available on the department's website.
19	SECTION 8. In Colorado Revised Statutes, 22-2-112, amend
20	(1)(q)(III) as follows:
21	22-2-112. Commissioner - duties - report. (1) Subject to the
22	supervision of the state board, the commissioner has the following duties:
23	(q) (III) TO THE EXTENT THE RELEVANT DATA IS AVAILABLE AT
24	THE TIME OF THE ANNUAL REPORT, the report required pursuant to this
25	$\frac{\text{paragraph }(q)}{\text{SUBSECTION }(1)(q)}$ must include, but need not be limited to,
26	the correlation between different educator preparation programs in the
27	state, including alternative educator preparation programs, and student

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- academic growth, educator placement, educator mobility and retention,
- 2 and educator performance evaluation ratings.
- 3 **SECTION 9. Safety clause.** The general assembly hereby finds,
- 4 determines, and declares that this act is necessary for the immediate
- 5 preservation of the public peace, health, and safety.