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

# **PREAMENDED**

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 18-0949.02 Brita Darling x2241

**HOUSE BILL 18-1379** 

#### **HOUSE SPONSORSHIP**

Pettersen and Wilson,

## SENATE SPONSORSHIP

Hill,

#### **House Committees**

Education Appropriations

#### **Senate Committees**

Education Appropriations

### A BILL FOR AN ACT

101 CONCERNING THE FINANCING OF PUBLIC SCHOOLS, AND, IN
102 CONNECTION THEREWITH, MAKING AN APPROPRIATION.

# **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

HOUSE rd Reading Unamended April 20, 2018

HOUSE Amended 2nd Reading April 19, 2018

Shading denotes HOUSE amendment.

Capital letters or bold & italic numbers indicate new material to be added to existing statute.

Dashes through the words indicate deletions from existing statute.

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:

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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

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

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1	\$6,546.20, SUPPLEMENTED BY \$222.57 TO ACCOUNT FOR INFLATION.
2	SECTION 2. In Colorado Revised Statutes, 22-54-104, add
3	(5)(g)(I)(I) as follows:
4	22-54-104. District total program - definitions. (5) For
5	purposes of the formulas used in this section:
6	(g) (I) For the 2010-11 budget year and each budget year
7	thereafter, the general assembly determines that stabilization of the state
8	budget requires a reduction in the amount of the annual appropriation to
9	fund the state's share of total program funding for all districts and the
10	funding for institute charter schools. The department of education shall
11	implement the reduction in total program funding through the application
12	of a budget stabilization factor as provided in this subsection (5)(g)(I).
13	For the 2010-11 budget year and each budget year thereafter, the
14	department of education and the staff of the legislative council shall
15	determine, based on budget projections, the amount of such reduction to
16	ensure the following:
17	(I) That, for the $2018\text{-}19\text{budget}$ year, the sum of the total
18	PROGRAM FUNDING FOR ALL DISTRICTS, INCLUDING THE FUNDING FOR
19	INSTITUTE CHARTER SCHOOLS, AFTER APPLICATION OF THE BUDGET
20	STABILIZATION FACTOR, IS NOT LESS THAN SEVEN BILLION EIGHTY-EIGHT
21	MILLION SEVEN HUNDRED SEVENTY-SIX THOUSAND TWO HUNDRED THIRTY
22	DOLLARS (\$7,088,776,230); EXCEPT THAT THE DEPARTMENT OF
23	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

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1	REDUCTION TO MAINTAIN A TOTAL PROGRAM FUNDING AMOUNT FOR THE
2	APPLICABLE BUDGET YEAR THAT IS CONSISTENT WITH THIS SUBSECTION
3	(5)(g)(I)(I). For the 2019-20 budget year, the difference between
4	CALCULATED STATEWIDE TOTAL PROGRAM FUNDING AND ACTUAL
5	STATEWIDE TOTAL PROGRAM FUNDING MUST NOT EXCEED THE DIFFERENCE
6	BETWEEN CALCULATED STATEWIDE TOTAL PROGRAM FUNDING AND
7	ACTUAL STATEWIDE TOTAL PROGRAM FUNDING FOR THE 2018-19 BUDGET
8	YEAR.
9	SECTION 3. In Colorado Revised Statutes, add 22-54-140 as
10	follows:
11	22-54-140. Additional funding for rural schools - 2018-19
12	budget year - definitions - repeal. (1) AS USED IN THIS SECTION, UNLESS
13	THE CONTEXT OTHERWISE REQUIRES:
14	(a) "Eligible institute charter school" means an institute
15	CHARTER SCHOOL THAT HAS A SMALL RURAL DISTRICT OR A LARGE RURAL
16	DISTRICT AS ITS ACCOUNTING DISTRICT.
17	(b) "Large rural district" means a district that the
18	DEPARTMENT OF EDUCATION DETERMINES IS A RURAL DISTRICT, BASED ON
19	THE GEOGRAPHIC SIZE OF THE DISTRICT AND THE DISTANCE OF THE
20	DISTRICT FROM THE NEAREST LARGE, URBANIZED AREA, AND THAT HAD A
21	FUNDED PUPIL COUNT FOR THE 2017-18 BUDGET YEAR OF AT LEAST ONE
22	THOUSAND BUT FEWER THAN SIX THOUSAND FIVE HUNDRED PUPILS IN
23	KINDERGARTEN THROUGH TWELFTH GRADE.
24	(c) "SMALL RURAL DISTRICT" MEANS A DISTRICT THAT THE
25	DEPARTMENT OF EDUCATION DETERMINES IS A RURAL DISTRICT, BASED ON
26	THE GEOGRAPHIC SIZE OF THE DISTRICT AND THE DISTANCE OF THE
27	DISTRICT FROM THE NEAREST LARGE, URBANIZED AREA, AND THAT HAD A

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

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#### PROVIDED IN THIS SECTION.

2	(b) Large rural districts, small rural districts, district
3	CHARTER SCHOOLS, AND ELIGIBLE INSTITUTE CHARTER SCHOOLS THAT
4	RECEIVE MONEY PURSUANT TO THIS SECTION MAY USE THE MONEY ONLY
5	FOR NONRECURRING EXPENSES FOR THE PURPOSE OF IMPROVING STUDENT
6	LEARNING AND THE EDUCATIONAL ENVIRONMENT, INCLUDING BUT NOT
7	LIMITED TO INITIATIVES THAT HELP ATTRACT EDUCATOR EMPLOYEES,
8	INITIATIVES TO IMPROVE EDUCATOR TRAINING, INITIATIVES TO RETAIN
9	EDUCATORS, LOAN FORGIVENESS FOR EDUCATORS AND STAFF, AND
10	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

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1	ENROLLED IN THE ELIGIBLE INSTITUTE CHARTER SCHOOL FOR THE $2017\mbox{-}18$
2	BUDGET YEAR. THE STATE CHARTER SCHOOL INSTITUTE SHALL DISTRIBUTE
3	TO EACH ELIGIBLE INSTITUTE CHARTER SCHOOL ONE HUNDRED PERCENT
4	OF THE AMOUNT RECEIVED FOR THE ELIGIBLE INSTITUTE CHARTER SCHOOL
5	PURSUANT TO THIS SUBSECTION (4).
6	(5) This section is repealed, effective July 1, 2019.
7	SECTION 4. In Colorado Revised Statutes, 22-28-104.3, add
8	(1)(a)(III) as follows:
9	22-28-104.3. Early childhood at-risk enhancement (ECARE).
10	(1) (a) Notwithstanding the number of children who may annually
11	participate in the Colorado preschool program pursuant to section
12	22-28-104 (2)(a):
13	(III) For the $2018-19$ budget year, and each budget year
14	THEREAFTER, AN ADDITIONAL ONE THOUSAND CHILDREN MAY ANNUALLY
15	PARTICIPATE IN THE COLORADO PRESCHOOL PROGRAM, FOR A TOTAL OF
16	TWENTY-NINE THOUSAND THREE HUNDRED SIXTY CHILDREN WHO MAY
17	ANNUALLY PARTICIPATE IN THE COLORADO PRESCHOOL PROGRAM.
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19	SECTION 5. In Colorado Revised Statutes, 22-24-104, amend
20	(3)(a), (3)(b)(I), and (3)(c)(I) as follows:
21	22-24-104. English language proficiency program established
22	- funding. (3) (a) The general assembly shall annually appropriate
23	moneys MONEY to the department to implement this section. The
24	department shall allocate the moneys MONEY annually appropriated to
25	local education providers on a per-pupil basis using the number of
26	English language learners certified pursuant to section 22-24-105, subject
2.7	to the time limit specified in subsection (2) of this section. THE LOCAL

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1	EDUCATION PROVIDERS SHALL USE THE ALLOCATED AMOUNT TO PROVIDE
2	SERVICES TO THE CERTIFIED ENGLISH LANGUAGE LEARNERS.
3	(b) (I) The department shall distribute seventy-five percent A
4	PORTION of the amount annually appropriated to the department pursuant
5	to this subsection (3) SUBSECTION (3)(a) OF THIS SECTION to local
6	education providers to provide services to BASED ON THE PERCENTAGE OF
7	CERTIFIED English language learners who:
8	(A) Speak a language other than English and do not comprehend
9	or speak English; <del>and</del>
10	(B) Comprehend or speak some English but whose primary
11	comprehension or speech is in a language other than English; AND
12	(C) Are eligible for funding pursuant to the time limit
13	SPECIFIED IN SUBSECTION (2) OF THIS SECTION.
14	(c) (I) The department shall distribute the remainder A PORTION of
15	the amount annually appropriated pursuant to this subsection (3)
16	SUBSECTION (3)(a) OF THIS SECTION to local education providers to
17	provide services to BASED ON THE PERCENTAGE OF CERTIFIED English
18	language learners WHO ARE ELIGIBLE FOR FUNDING PURSUANT TO THE
19	TIME LIMIT SPECIFIED IN SUBSECTION (2) OF THIS SECTION AND Who
20	comprehend and speak English and one or more other languages but
21	whose English language development and comprehension is:
22	(A) At or below the mean of students enrolled in the local
23	education provider or below the mean or equivalent on a nationally
24	standardized test; or
25	(B) Below the acceptable proficiency level based on the
26	assessments identified by the department pursuant to section 22-24-106
27	(1)(a).

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1	SECTION 6. In Colorado Revised Statutes, 22-11-503.5, amend
2	(2)(a) and (4) as follows:
3	22-11-503.5. Student performance by course level - report -
4	definitions. (2) As used in this section, unless the context otherwise
5	requires:
6	(a) "Core course" means a course in English, mathematics,
7	science, or social studies AT THE MIDDLE OR HIGH SCHOOL LEVEL.
8	(4) Commencing with the <del>2016-17</del> 2020-21 academic year, the
9	department shall also make the core course level participation and
10	performance reports available on the department's website.
11	SECTION 7. In Colorado Revised Statutes, 22-2-112, amend
12	(1)(q)(III) as follows:
13	22-2-112. Commissioner - duties - report. (1) Subject to the
14	supervision of the state board, the commissioner has the following duties:
15	(q) (III) TO THE EXTENT THE RELEVANT DATA IS AVAILABLE AT
16	THE TIME OF THE ANNUAL REPORT, the report required pursuant to this
17	paragraph (q) SUBSECTION (1)(q) must include, but need not be limited to,
18	the correlation between different educator preparation programs in the
19	state, including alternative educator preparation programs, and student
20	academic growth, educator placement, educator mobility and retention,
21	and educator performance evaluation ratings.
22	SECTION 8. In Colorado Revised Statutes, 22-24-105, amend
23	(2) as follows:
24	22-24-105. Local education provider - duties. (2) Each local
25	education provider shall identify English language learners who are
26	enrolled in the public schools of the local education provider using the
27	state-approved assessment for English language proficiency. The local

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1	education provider shall annually certify to the department the number of
2	English language learners who are enrolled in the public schools of the
3	local education provider. and are eligible for funding pursuant to section
4	<del>22-24-104 (2).</del>
5	<b>SECTION 9.</b> Appropriation. For the 2018-19 state fiscal year,
6	\$150,000,000 is appropriated to the department of education. This
7	appropriation consists of \$119,276,209 from the general fund and
8	\$30,723,791 from the state public school fund created in section
9	22-54-114 (1), C.R.S. To implement this act, the department may use this
10	appropriation for the state share of districts' total program funding.
11	SECTION 10. Appropriation. For the 2018-19 state fiscal year,
12	\$5,161,872 is appropriated to the department of education. This
13	appropriation is from the state education fund created in section 17 (4)(a)
14	of article IX of the state constitution. To implement this act, the
15	department may use this appropriation for the state share of districts' total
16	program funding.
17	<b>SECTION</b> <u>11.</u> Appropriation to the department of education
18	for the fiscal year beginning July 1, 2018. In section 2 of House Bill
19	18-1322, amend Part III (2)(A) Footnote 4, as follows:
20	Section 2. Appropriation.
21	Department of Education, Assistance to Public Schools, Public
22	School Finance, State Share of Districts' Total Program Funding
23	Pursuant to Section 22-35-108 (2)(a), C.R.S., the purpose of this
24	footnote is to specify what portion of this appropriation is intended
25	to be available for the Accelerating Students Through Concurrent
26	Enrollment (ASCENT) Program for FY 2018-19. It is the General
77	Assembly's intent that the Department of Education be authorized

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I	to utilize up to $\frac{$3,648,000}{}$ \$3,/2/,500 of this appropriation to
2	fund qualified students designated as ASCENT Program
3	participants. This amount is calculated based on an estimated 500
4	FTE participants funded at a rate of \$7,296 \$7,455 per FTE
5	pursuant to Section 22-54-104 (4.7), C.R.S.
6	<b>SECTION <u>12.</u></b> Appropriation. For the 2018-19 state fiscal year,
7	\$191,043 is appropriated to the department of education. This
8	appropriation is from the state education fund created in section 17 (4)(a)
9	of Article IX of the State Constitution. To implement this act, the
10	department may use this appropriation for hold-harmless full-day
11	kindergarten funding.
12	<b>SECTION <u>13.</u></b> Appropriation. For the 2018-19 state fiscal year,
13	\$30,000,000 is appropriated to the department of education. This
14	appropriation is from the state education fund created in section 17 (4)(a)
15	of Article IX of the State Constitution. To implement this act, the
16	department may use this appropriation for additional funding for rural
17	districts and institute charter schools authorized in section 22-54-140,
18	C.R.S.
19	<b>SECTION <u>14.</u></b> Appropriation. For the 2018-19 state fiscal year,
20	\$4,151,996 is appropriated to the department of education. This
21	appropriation is from the general fund. To implement this act, the
22	department may use this appropriation for the state share of districts' total
23	program funding to support additional Colorado preschool program
24	participants authorized in section 22-28-104.3 (2)(a)(III), C.R.S.
25	<b>SECTION <u>15.</u></b> Safety clause. The general assembly hereby finds,
26	determines, and declares that this act is necessary for the immediate
27	preservation of the public peace, health, and safety.

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