<u>SHB 2776</u> - S COMM AMD By Committee on Ways & Means

ADOPTED AND ENGROSSED 03/04/2010

Strike everything after the enacting clause and insert the following:

3 "<u>NEW SECTION.</u> Sec. 1. (1) It is the legislature's intent to 4 continue implementation of chapter 548, Laws of 2009, by adopting the 5 technical details of a new distribution formula for the instructional 6 program of basic education. The legislature intends to continue to 7 review and revise the formulas and may make revisions as necessary for 8 technical purposes and consistency in the event of mathematical or 9 other technical errors.

10 (2) The legislature further intends to adjust the timelines for the 11 working groups created under chapter 548, Laws of 2009, so that their 12 expertise and advice can be received as soon as possible and to make 13 adjustments to the composition of the local finance working group. The 14 legislature further intends to clarify the legislature's intent to 15 fully fund all-day kindergarten by the 2018-19 school year.

16 Sec. 2. RCW 28A.150.315 and 2009 c 548 s 107 are each amended to 17 read as follows:

(1) Beginning with the 2007-08 school year, funding for voluntary 18 19 all-day kindergarten programs shall be phased-in beginning with schools 20 with the highest poverty levels, defined as those schools with the highest percentages of students qualifying for free and reduced-price 21 lunch support in the prior school year. The funding shall continue to 22 23 be phased-in until full statewide implementation of all-day 24 kindergarten is achieved in the 2018-19 school year. Once a school 25 receives funding for the all-day kindergarten program, that school 26 shall remain eligible for funding in subsequent school years regardless 27 of changes in the school's percentage of students eligible for free and 28 reduced-price lunches as long as other program requirements are

fulfilled. Additionally, schools receiving all-day kindergarten
 program support shall agree to the following conditions:

(a) Provide at least a one thousand-hour instructional program;

4 (b) Provide a curriculum that offers a rich, varied set of 5 experiences that assist students in:

6 (i) Developing initial skills in the academic areas of reading,7 mathematics, and writing;

8

3

(ii) Developing a variety of communication skills;

9 (iii) Providing experiences in science, social studies, arts, 10 health and physical education, and a world language other than English;

11

(iv) Acquiring large and small motor skills;

(v) Acquiring social and emotional skills including successful participation in learning activities as an individual and as part of a group; and

15

(vi) Learning through hands-on experiences;

16 (c) Establish learning environments that are developmentally 17 appropriate and promote creativity;

18 (d) Demonstrate strong connections and communication with early 19 learning community providers; and

(e) Participate in kindergarten program readiness activities withearly learning providers and parents.

22 (2) Subject to funds appropriated for this purpose, the 23 superintendent of public instruction shall designate one or more school 24 districts to serve as resources and examples of best practices in designing and operating a high-quality all-day kindergarten program. 25 26 Designated school districts shall serve as lighthouse programs and 27 provide technical assistance to other school districts in the initial stages of implementing an all-day kindergarten program. Examples of 28 29 topics addressed by the technical assistance include strategic 30 planning, developing the instructional program and curriculum, working with early learning providers to identify students and communicate with 31 32 parents, and developing kindergarten program readiness activities.

33 Sec. 3. 2009 c 548 s 302 (uncodified) is amended to read as 34 follows:

35 (1) Beginning ((July)) <u>April</u> 1, 2010, the office of financial 36 management, with assistance and support from the office of the superintendent of public instruction, shall convene a technical working
 group to develop options for a new system of supplemental school
 funding through local school levies and local effort assistance.

4 (2) The working group shall consider the impact on overall school 5 district revenues of the new basic education funding system established 6 ((under this act)) by the legislature based on prototypical schools and 7 shall recommend a phase-in plan that ensures that no school district 8 suffers a decrease in funding from one school year to the next due to 9 implementation of the new system of supplemental funding.

10

(3) The working group shall also:

11 (a) Examine local school district capacity to address facility 12 needs associated with phasing-in full-day kindergarten across the state 13 and reducing class size in kindergarten through third grade;

14 (b) Provide technical advice to the quality education council 15 including an analysis on the potential use of local funds that may 16 become available for redeployment and redirection as a result of 17 increased state funding allocations for pupil transportation and 18 maintenance, supplies, and operating costs; and

19 (c) Advise the quality education council and the legislature on 20 further development and implementation of the funding formulas under 21 <u>RCW 28A.150.260, as appropriate.</u>

(4) The working group shall be composed of representatives from the 22 23 department of revenue, the legislative evaluation and accountability 24 program committee, school district and educational service district financial managers, and representatives of the Washington association 25 26 of school business officers, the Washington education association, the 27 Washington association of school administrators, the association of Washington school principals, the Washington state school directors' 28 association, the public school employees of Washington, and other 29 30 interested stakeholders with expertise in education finance. When choosing the individuals to serve on the working group, the office of 31 financial management and the office of the superintendent of public 32 instruction are encouraged, as appropriate, to include members of the 33 funding formula technical working group convened in accordance with 34 section 112, chapter 548, Laws of 2009. The working group may convene 35 36 advisory subgroups on specific topics as necessary to assure 37 participation and input from a broad array of diverse stakeholders. In addition to the staff support provided by the office of financial 38

1 management and the office of the superintendent of public instruction, 2 the department of revenue shall provide technical assistance, including 3 financial and legal analysis, to support the working group's findings 4 and analysis under subsection (3) of this section.

5 (((4))) <u>(5)</u> The local funding working group shall be monitored and 6 overseen by the legislature and by the quality education council 7 created in ((section 114 of this act)) <u>RCW 28A.290.010</u>. The working 8 group shall <u>submit an initial</u> report to the legislature ((December 1)) 9 and the quality education council by November 30, 2010, and a final 10 report by June 30, 2011.

11 **Sec. 4.** RCW 43.41.398 and 2009 c 548 s 601 are each amended to 12 read as follows:

13 (1) The legislature recognizes that providing students with the opportunity to access a world-class educational system depends on our 14 continuing ability to provide students with access to world-class 15 16 educators. The legislature also understands that continuing to attract 17 and retain the highest quality educators will require increased The legislature intends to enhance the current salary 18 investments. allocation model and recognizes that changes to the current model 19 20 cannot be imposed without great deliberation and input from teachers, 21 administrators, and classified employees. Therefore, it is the intent 22 of the legislature to begin the process of developing an enhanced salary allocation model that is collaboratively designed to ensure the 23 rationality of any conclusions regarding what constitutes adequate 24 25 compensation.

26 (2) Beginning July 1, 2011, the office of financial management in collaboration with the office of the superintendent of public 27 instruction, shall convene a technical working group to recommend the 28 29 details of an enhanced salary allocation model that aligns state expectations for educator development and certification with the 30 compensation system and establishes recommendations for a concurrent 31 implementation schedule. 32 In addition to any other details the technical working group deems necessary, the technical working group 33 34 shall make recommendations on the following:

35 (a) How to reduce the number of tiers within the existing salary36 allocation model;

37

(b) How to account for labor market adjustments;

(c) How to account for different geographic regions of the state
 where districts may encounter difficulty recruiting and retaining
 teachers;

4 (d) The role of and types of bonuses available;

5 (e) Ways to accomplish salary equalization over a set number of 6 years; and

7 (f) Initial fiscal estimates for implementing the recommendations 8 including a recognition that staff on the existing salary allocation 9 model would have the option to grandfather in permanently to the 10 existing schedule.

(3) As part of its work, the technical working group shall conduct or contract for a preliminary comparative labor market analysis of salaries and other compensation for school district employees to be conducted and shall include the results in any reports to the legislature. For the purposes of this subsection, "salaries and other compensation" includes average base salaries, average total salaries, average employee basic benefits, and retirement benefits.

18 (4) The analysis required under subsection (1) of this section 19 must:

20 (a) Examine salaries and other compensation for teachers, other 21 certificated instructional staff, principals, and other building-level 22 certificated administrators, and the types of classified employees for 23 whom salaries are allocated;

(b) Be calculated at a statewide level that identifies labor
markets in Washington through the use of data from the United States
bureau of the census and the bureau of labor statistics; and

(c) Include a comparison of salaries and other compensation to the appropriate labor market for at least the following subgroups of educators: Beginning teachers and types of educational staff associates.

(5) The working group shall include representatives of the 31 32 department of personnel, the professional educator standards board, the office of the superintendent of public instruction, the Washington 33 34 education association, the Washington association of school 35 administrators, the association of Washington school principals, the 36 Washington state school directors' association, the public school 37 employees of Washington, and other interested stakeholders with appropriate expertise in compensation related matters. 38 The working

1 group may convene advisory subgroups on specific topics as necessary to 2 assure participation and input from a broad array of diverse 3 stakeholders.

4 (6) The working group shall be monitored and overseen by the 5 legislature and the quality education council created in RCW 6 28A.290.010. The working group shall make an initial report to the 7 legislature by December 1, 2012, and shall include in its report 8 recommendations for whether additional further work of the group is 9 necessary.

10 <u>NEW SECTION.</u> Sec. 5. A new section is added to chapter 28A.300
11 RCW to read as follows:

12 The office of the superintendent of public instruction shall implement and maintain an internet-based portal that provides ready 13 14 public access to the state's prototypical school funding model for basic education under RCW 28A.150.260. The portal must provide 15 citizens the opportunity to view, for each local school building, the 16 staffing levels and other prototypical school funding elements that are 17 18 assumed under the state funding formula. The portal must also provide a matrix displaying how individual school districts are deploying those 19 20 same state resources through their allocation of staff and other 21 resources to school buildings, so that citizens are able to compare the state assumptions to district allocation decisions for each local 22 23 school building.

24 Sec. 6. The legislature intends to continue to NEW SECTION. 25 refine and provide greater detail to the distribution formula for the basic education instructional allocation, which shall be based on 26 minimum staffing and nonstaff costs that the legislature deems 27 28 necessary to support instruction and operations in prototypical schools 29 as defined by the legislature. The legislature expects that the 30 detailed prototype school model will bring greater transparency, understanding, and public accountability to the funding system because 31 it displays funding assumptions in understandable terms centered on the 32 33 operations of school buildings.

34 Sec. 7. RCW 28A.150.260 and 2009 c 548 s 106 are each amended to 35 read as follows: 1 The purpose of this section is to provide for the allocation of 2 state funding that the legislature deems necessary to support school 3 districts in offering the minimum instructional program of basic 4 education under RCW 28A.150.220. The allocation shall be determined as 5 follows:

6 (1) The governor shall and the superintendent of public instruction 7 may recommend to the legislature a formula for the distribution of a 8 basic education instructional allocation for each common school 9 district.

(2) The distribution formula under this section shall be for 10 allocation purposes only. Except as may be required under chapter 11 12 28A.155, 28A.165, 28A.180, or ((28A.155)) 28A.185 RCW, or federal laws 13 and regulations, nothing in this section requires school districts to use basic education instructional funds to implement a particular 14 15 instructional approach or service. Nothing in this section requires school districts to maintain a particular classroom teacher-to-student 16 ratio or other staff-to-student ratio or to use allocated funds to pay 17 18 for particular types or classifications of staff. Nothing in this 19 section entitles an individual teacher to a particular teacher planning 20 period.

21 (3)(a) To the extent the technical details of the formula have been 22 adopted by the legislature and except when specifically provided as a school district allocation, the distribution formula for the basic 23 24 education instructional allocation shall be based on minimum staffing and nonstaff costs the legislature deems necessary to support 25 26 instruction and operations in prototypical schools serving high, 27 middle, and elementary school students as provided in this section. The use of prototypical schools for the distribution formula does not 28 constitute legislative intent that schools should be operated or 29 30 structured in a similar fashion as the prototypes. Prototypical schools illustrate the level of resources needed to operate a school of 31 32 a particular size with particular types and grade levels of students using commonly understood terms and inputs, such as class size, hours 33 of instruction, and various categories of school staff. 34 It is the 35 intent that the funding allocations to school districts be adjusted 36 from the school prototypes based on the actual number of annual average 37 full-time equivalent students in each grade level at each school in the district and not based on the grade-level configuration of the school 38

to the extent that data is available. The allocations shall be further adjusted from the school prototypes with minimum allocations for small schools and to reflect other factors identified in the omnibus appropriations act.

5 (b) For the purposes of this section, prototypical schools are 6 defined as follows:

7 (i) A prototypical high school has six hundred average annual full8 time equivalent students in grades nine through twelve;

9 (ii) A prototypical middle school has four hundred thirty-two 10 average annual full-time equivalent students in grades seven and eight; 11 and

12 (iii) A prototypical elementary school has four hundred average 13 annual full-time equivalent students in grades kindergarten through 14 six.

15 (((-))) (4)(a) The minimum allocation for each level of prototypical school shall be based on the number of full-time 16 equivalent classroom teachers needed to provide instruction over the 17 minimum required annual instructional hours under RCW 28A.150.220 and 18 provide at least one teacher planning period per school day, and based 19 on ((an)) the following general education average class size ((as 20 21 specified in the omnibus appropriations act.)) of full-time equivalent 22 students per teacher:

23	General education
24	average
25	<u>class size</u>
26	Grades K-3
27	<u>Grade 4 </u>
28	<u>Grades 5-6</u>
29	<u>Grades 7-8</u>
30	<u>Grades 9-12, except in cases when lower average class sizes</u>
31	are specified for approved career and technical education
32	programs and skill centers
33	(b) The minimum allocation for each prototypical middle and high
34	school shall also provide for full-time equivalent classroom teachers
35	based on the following number of full-time equivalent students per
36	teacher in career and technical education:
37	Career and technical

1	education average
2	<u>class size</u>
3	Approved career and technical education offered at
4	the middle school and high school level
5	Skill center programs meeting the standards established
6	by the office of the superintendent of public instruction 22.76
7	(c) According to an implementation schedule adopted by the
8	legislature, the omnibus appropriations act shall at a minimum specify:
9	(i) ((Basic average class size;
10	(ii) Basic)) <u>A high-poverty</u> average class size in schools where
11	more than fifty percent of the students are eligible for free and
12	reduced-price meals; <u>and</u>
13	(((iii))) <u>(ii) A specialty a</u> verage class size for ((exploratory and
14	preparatory career and technical education,)) laboratory science,
15	advanced placement, and international baccalaureate courses((; and
16	(iv) Average class size in grades kindergarten through three)).
17	(((d))) <u>(5)(a)</u> The minimum allocation for each level of
18	prototypical school shall include allocations for the following types
19	of staff in addition to classroom teachers:
20	(((i) Principals, including assistant principals, and other
21	certificated building-level administrators;
22	(ii) Teacher librarians, performing functions including information
23	literacy, technology, and media to support school library media
24	programs;
25	(iii) Student health services, a function that includes school
26	nurses, whether certificated instructional or classified employee, and
27	social workers;
28	(iv) Guidance counselors, performing functions including parent
29	outreach and graduation advisor;
30	(v) Professional development coaches;
31	(vi) Teaching assistance, which includes any aspect of educational
32	instructional services provided by classified employees;
33	(vii) Office support, technology support, and other
34	noninstructional aides;
35	(viii) Custodians, warehouse, maintenance, laborer, and
36	professional and technical education support employees; and
37	(ix) Classified staff providing student and staff safety.
38	(4)(a)))

1		Elementary	Middle	<u>High</u>
2		School	<u>School</u>	<u>School</u>
3	Principals, assistant principals, and other certificated building-level			
4	administrators, except administrators for approved career			
5	and technical programs and skill centers	<u>1.253</u>	<u>1.353</u>	<u>1.880</u>
б	Teacher librarians, a function that includes information literacy,			
7	technology, and media to support school library media programs	<u>0.663</u>	<u>0.519</u>	<u>0.523</u>
8	Health and social services:			
9	School nurses	<u>0.076</u>	<u>0.060</u>	<u>0.096</u>
10	Social workers	<u>0.042</u>	<u>0.006</u>	<u>0.015</u>
11	Psychologists	<u>0.017</u>	<u>0.002</u>	<u>0.007</u>
12	Guidance counselors, a function that includes parent outreach and			
13	graduation advising	<u>0.493</u>	<u>1.116</u>	<u>1.909</u>
14	Professional development coaches	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
15	Teaching assistance, including any aspect of educational instructional			
16	services provided by classified employees	<u>0.917</u>	<u>0.685</u>	<u>0.638</u>
17	Office support and other noninstructional aides	<u>1.971</u>	<u>2.277</u>	<u>3.201</u>
18	Custodians	<u>1.622</u>	<u>1.902</u>	<u>2.903</u>
19	Classified staff providing student and staff safety	<u>0.077</u>	<u>0.090</u>	<u>0.138</u>
20	Parent involvement coordinators	<u>0.000</u>	<u>0.000</u>	<u>0.000</u>

21 (b) For career and technical education programs approved by the superintendent of public instruction, the minimum allocation for 22 23 administrative staff shall be allocated at 0.410 per one hundred fulltime equivalent career and technical education students and for other 24 school-level certificated staff at 0.202 per one hundred full-time 25 equivalent career and technical education students, regardless of the 26 grade level at which the program is delivered, in lieu of the 27 certificated allocations in (a) of this subsection. 28

(c) For skill center programs meeting the standards for skill center funding established in January 1999 by the superintendent of public instruction, the minimum allocation for administrative staff shall be allocated at 0.490 per one hundred full-time equivalent skill center students and for other school-level certificated staff at 0.236 per one hundred full-time equivalent skill center students in lieu of the certificated allocations in (a) of this subsection.

1	(6)(a) The minimum staffing allocation for each school district to
2	provide district-wide support services shall be allocated per one
3	thousand full-time equivalent students in grades K-12 as follows:
4	Staff per 1,000
5	<u>K-12 students</u>
6	Technology
7	Facilities, maintenance, and grounds
8	Warehouse, laborers, and mechanics 0.325
9	(b) The minimum allocation of staff units for each school district
10	to support certificated and classified staffing of central
11	administration shall be 5.39 percent of the staff units generated under
12	subsections (4)(a) and (5)(a) of this section and (a) of this
13	subsection.
14	(7)(a) Except as provided in subsection (8) of this section, the
15	minimum allocation for each school district shall include allocations
16	per annual average full-time equivalent student for the following
17	materials, supplies, and operating costs: ((Student technology;
18	utilities; curriculum, textbooks, library materials, and instructional
19	supplies; instructional professional development for both certificated
20	and classified staff; other building-level costs including maintenance,
21	custodial, and security; and central office administration.))
22	Per annual average
23	<u>full-time equivalent student</u>
24	in grades K-12
25	Technology
26	<u>Utilities and insurance</u>
27	<u>Curriculum and textbooks</u>
28	Other supplies and library materials
29	Instructional professional development for certified and
30	<u>classified staff </u>
31	<u>Facilities maintenance</u>
32	<u>Security and central office</u>
33	(b) ((The annual average full-time equivalent student amounts in
34	(a) of this subsection shall be enhanced)) According to an
35	implementation schedule adopted by the legislature and in addition to
36	the amounts provided in (a) of this subsection, the omnibus
37	appropriations act shall provide an amount based on the full-time

equivalent student enrollment ((in)) for each of the following: (i) 1 2 Exploratory career and technical education courses for students in grades seven through twelve; (ii) laboratory science courses for 3 students in grades nine through twelve; (iii) preparatory career and 4 technical education courses for students in grades nine through twelve 5 6 offered in a high school; and (iv) preparatory career and technical education courses for students in grades eleven and twelve offered 7 8 through a skill center.

9 (((5))) <u>(8) In addition to the allocations otherwise</u> provided under 10 ((subsections (3) and (4) of)) this section ((shall be enhanced as 11 follows to provide additional allocations for classroom teachers and 12 maintenance, supplies, and operating costs)) amounts shall be provided 13 to support the following programs and services:

(a) provide supplemental instruction and 14 То services for 15 underachieving students through the learning assistance program under RCW 28A.165.005 through 28A.165.065, allocations shall be based on the 16 ((percent)) <u>district percentage</u> of students in ((each school)) <u>grades</u> 17 <u>K-12</u> who ((are)) were eligible for free ((and)) or reduced-price meals 18 19 in the prior school year. The minimum allocation for the ((learning 20 assistance)) program shall provide ((an extended school day and 21 extended school year)) for each level of prototypical school ((and a per student allocation for maintenance, supplies, and operating costs)) 22 resources to provide, on a statewide average, 1.5156 hours per week in 23 24 extra instruction with a class size of fifteen learning assistance program students per teacher and zero hours per week of instruction 25 during vacation periods. 26

27 (b) To provide supplemental instruction and services for students whose primary language is other than English, allocations shall be 28 based on the head count number of students in each school who are 29 eligible for and enrolled in the transitional bilingual instruction 30 program under RCW 28A.180.010 through 28A.180.080. 31 The minimum allocation for each level of prototypical school shall provide ((for 32 33 supplemental instruction based on percent of the school day a student is assumed to receive supplemental instruction and a per student 34 35 allocation for maintenance, supplies, and operating costs)) resources 36 to provide, on a statewide average, 4.7780 hours per week in extra instruction with fifteen transitional bilingual instruction program 37

1 students per teacher and zero hours per week of instruction during

2 <u>vacation periods</u>.

(((6) The allocations provided under subsections (3) and (4) of 3 this section shall be enhanced)) (c) To provide additional allocations 4 to support programs for highly capable students under RCW 28A.185.010 5 6 through 28A.185.030, allocations shall be based on two and three hundred fourteen one-thousandths percent of each school district's 7 equivalent <u>basic</u> education enrollment. 8 The full-time minimum allocation for the programs shall provide ((an extended school day and 9 10 extended school year for each level of prototypical school and a per student allocation for maintenance, supplies, and operating costs)) 11 resources to provide, on a statewide average, 2.1590 hours per week in 12 extra instruction with fifteen highly capable program students per 13 teacher and zero hours per week of instruction during vacation periods. 14

15 (((7))) <u>(9)</u> The allocations under subsections (((3)(b), (c)(i), and (d), (4), and (8))) <u>(4)(a), (5)(a), (6), and (7)</u> of this section shall be enhanced as provided under RCW 28A.150.390 on an excess cost basis to provide supplemental instructional resources for students with disabilities.

20 (((8) The distribution formula shall include allocations to school 21 districts to support certificated and classified staffing of central 22 office administration. The minimum allocation shall be calculated as 23 a percentage, identified in the omnibus appropriations act, of the 24 total allocations for staff under subsections (3) and (6) of this 25 section for all schools in the district.

(9)) (10)(a) For the purposes of allocations for prototypical high schools and middle schools under subsections (3) and (((5))) (8) of this section that are based on the percent of students in the school who are eligible for free and reduced-price meals, the actual percent of such students in a school shall be adjusted by a factor identified in the omnibus appropriations act to reflect underreporting of free and reduced-price meal eligibility among middle and high school students.

(b) Allocations or enhancements provided under subsections (((3)
and)) (4), (5), and (7) of this section for exploratory and preparatory
career and technical education courses shall be provided only for
courses approved by the office of the superintendent of public
instruction under chapter 28A.700 RCW.

1 (((10))) <u>(11)</u>(a) This formula for distribution of basic education 2 funds shall be reviewed biennially by the superintendent and governor. 3 The recommended formula shall be subject to approval, amendment or 4 rejection by the legislature.

5 (b) In the event the legislature rejects the distribution formula 6 recommended by the governor, without adopting a new distribution 7 formula, the distribution formula for the previous school year shall 8 remain in effect.

9 (c) The enrollment of any district shall be the annual average number of full-time equivalent students and part-time students as 10 provided in RCW 28A.150.350, enrolled on the first school day of each 11 12 month, including students who are in attendance pursuant to RCW 13 28A.335.160 and 28A.225.250 who do not reside within the servicing school district. The definition of full-time equivalent student shall 14 be determined by rules of the superintendent of public instruction and 15 shall be included as part of the superintendent's biennial budget 16 The definition shall be based on the minimum instructional 17 request. hour offerings required under RCW 28A.150.220. Any revision of the 18 19 present definition shall not take effect until approved by the house ways and means committee and the senate ways and means committee. 20

(d) The office of financial management shall make a monthly review of the superintendent's reported full-time equivalent students in the common schools in conjunction with RCW 43.62.050.

24 **Sec. 8.** RCW 28A.150.390 and 2009 c 548 s 108 are each amended to 25 read as follows:

26 (1) The superintendent of public instruction shall submit to each regular session of the legislature during an odd-numbered year a 27 programmed budget request for special education programs for students 28 29 with disabilities. Funding for programs operated by local school districts shall be on an excess cost basis from appropriations provided 30 31 by the legislature for special education programs for students with 32 disabilities and shall take account of state funds accruing through RCW 28A.150.260 (((3)(b), (c)(i), and (d), (4), and (8) and federal medical 33 34 assistance and private funds accruing under RCW 74.09.5249 through 35 74.09.5253 and 74.09.5254 through 74.09.5256)) (4)(a), (5)(a), (6), and 36 (7).

1 (2) The excess cost allocation to school districts shall be based 2 on the following:

(a) A district's annual average headcount enrollment of students
ages birth through four and those five year olds not yet enrolled in
kindergarten who are eligible for and enrolled in special education,
multiplied by the district's base allocation per full-time equivalent
student, multiplied by 1.15; and

8 (b) A district's annual average full-time equivalent basic 9 education enrollment, multiplied by the district's funded enrollment 10 percent, multiplied by the district's base allocation per full-time 11 equivalent student, multiplied by 0.9309.

12 (3) As used in this section:

(a) "Base allocation" means the total state allocation to all schools in the district generated by the distribution formula under RCW 28A.150.260 (((3)(b), (c)(i), and (d), (4), and (8))) <u>(4)(a), (5)(a),</u> (6), and (7), to be divided by the district's full-time equivalent enrollment.

(b) "Basic education enrollment" means enrollment of resident students including nonresident students enrolled under RCW 28A.225.225 and students from nonhigh districts enrolled under RCW 28A.225.210 and excluding students residing in another district enrolled as part of an interdistrict cooperative program under RCW 28A.225.250.

(c) "Enrollment percent" means the district's resident special education annual average enrollment, excluding students ages birth through four and those five year olds not yet enrolled in kindergarten, as a percent of the district's annual average full-time equivalent basic education enrollment.

(d) "Funded enrollment percent" means the lesser of the district'sactual enrollment percent or twelve and seven-tenths percent.

30 **Sec. 9.** RCW 28A.150.410 and 2007 c 403 s 1 are each amended to 31 read as follows:

(1) The legislature shall establish for each school year in the
 appropriations act a statewide salary allocation schedule, for
 allocation purposes only, to be used to distribute funds for basic
 education certificated instructional staff salaries under RCW
 28A.150.260. For the purposes of this section, the staff allocations
 for classroom teachers, teacher librarians, professional development

<u>coaches</u>, <u>guidance counselors</u>, <u>and student health services staff under</u>
 <u>RCW 28A.150.260 are considered allocations for certificated</u>
 instructional staff.

Salary allocations for state-funded basic 4 (2)education staff 5 certificated instructional shall be calculated by the superintendent of public instruction by determining the district's б average salary for certificated instructional staff, using the 7 8 statewide salary allocation schedule and related documents, conditions, 9 and limitations established by the omnibus appropriations act.

10 (3) Beginning January 1, 1992, no more than ninety college quarter-11 hour credits received by any employee after the baccalaureate degree 12 may be used to determine compensation allocations under the state 13 salary allocation schedule and LEAP documents referenced in the omnibus 14 appropriations act, or any replacement schedules and documents, unless: 15 (a) The employee has a master's degree; or

16 (b) The credits were used in generating state salary allocations 17 before January 1, 1992.

(4) Beginning in the 2007-08 school year, the calculation of years 18 19 of service for occupational therapists, physical therapists, speechlanguage pathologists, audiologists, nurses, social workers, 20 21 counselors, and psychologists regulated under Title 18 RCW may include 22 experience in schools and other nonschool positions as occupational therapists, 23 physical therapists, speech-language pathologists, 24 audiologists, nurses, social workers, counselors, or psychologists. The calculation shall be that one year of service in a nonschool 25 26 position counts as one year of service for purposes of this chapter, up 27 to a limit of two years of nonschool service. Nonschool years of service included in calculations under this subsection shall not be 28 29 applied to service credit totals for purposes of any retirement benefit 30 under chapter 41.32, 41.35, or 41.40 RCW, or any other state retirement system benefits. 31

32 **Sec. 10.** RCW 28A.150.100 and 1990 c 33 s 103 are each amended to 33 read as follows:

(1) For the purposes of this section and RCW 28A.150.410 and
 28A.400.200, "basic education certificated instructional staff"
 ((shall)) means all full_time equivalent classroom teachers, teacher
 librarians, guidance counselors, certificated student health services

1 <u>staff, and other</u> certificated instructional staff in the following 2 programs as defined for statewide school district accounting purposes: 3 Basic education, secondary vocational education, general instructional 4 support, and general supportive services.

5 (2) ((In the 1988-89 school year and thereafter,)) Each school 6 district shall maintain a ratio of at least forty-six basic education 7 certificated instructional staff to one thousand annual average full 8 time equivalent students.

9 Sec. 11. 2009 c 548 s 710 (uncodified) is amended to read as 10 follows:

11 (1) RCW 28A.150.030 (School day) and 1971 ex.s. c 161 s 1 & 1969 12 ex.s. c 223 s 28A.01.010;

13 (2) RCW 28A.150.060 (Certificated employee) and 2005 c 497 s 212,
14 1990 c 33 s 102, 1977 ex.s. c 359 s 17, 1975 1st ex.s. c 288 s 21, &
15 1973 1st ex.s. c 105 s 1;

16 (3) ((RCW 28A.150.100 (Basic education certificated instructional 17 staff--Definition--Ratio to students) and 1990 c 33 s 103 & 1987 1st 18 ex.s. c 2 s 203;

19 (4))) RCW 28A.150.040 (School year--Beginning--End) and 1990 c 33
20 s 101, 1982 c 158 s 5, 1977 ex.s. c 286 s 1, 1975-'76 2nd ex.s. c 118
21 s 22, & 1969 ex.s. c 223 s 28A.01.020;

22 (((5))) <u>(4)</u> RCW 28A.150.370 (Additional programs for which 23 legislative appropriations must or may be made) and 1995 c 335 s 102, 24 1995 c 77 s 5, 1990 c 33 s 114, 1982 1st ex.s. c 24 s 1, & 1977 ex.s. 25 c 359 s 7; and

26 (((6))) <u>(5)</u> RCW 28A.155.180 (Safety net funds--Application--27 Technical assistance--Annual survey) and 2007 c 400 s 8.

28 **Sec. 12.** 2009 c 548 s 804 (uncodified) is amended to read as 29 follows:

30 Sections 101 through <u>105, 107 through</u> 110, and 701 through 710 of 31 this act take effect September 1, 2011.

32 <u>NEW SECTION.</u> **Sec. 13.** If any part of this act is found to be in 33 conflict with federal requirements that are a prescribed condition to 34 the allocation of federal funds to the state, the conflicting part of 35 this act is inoperative solely to the extent of the conflict and with 1 respect to the agencies directly affected, and this finding does not 2 affect the operation of the remainder of this act in its application to 3 the agencies concerned. Rules adopted under this act must meet federal 4 requirements that are a necessary condition to the receipt of federal 5 funds by the state.

6 <u>NEW SECTION.</u> Sec. 14. If any provision of this act or its 7 application to any person or circumstance is held invalid, the 8 remainder of the act or the application of the provision to other 9 persons or circumstances is not affected.

10 <u>NEW SECTION.</u> **Sec. 15.** Sections 6 through 13 of this act take 11 effect September 1, 2011.

12 <u>NEW SECTION.</u> Sec. 16. Section 3 of this act is necessary for the 13 immediate preservation of the public peace, health, or safety, or 14 support of the state government and its existing public institutions, 15 and takes effect immediately."

<u>SHB 2776</u> - S COMM AMD By Committee on Ways & Means

ADOPTED AND ENGROSSED 03/04/2010

On page 1, line 2 of the title, after "education;" strike the remainder of the title and insert "amending RCW 28A.150.315, 43.41.398, 28A.150.260, 28A.150.390, 28A.150.410, and 28A.150.100; amending 2009 c 548 s 302 (uncodified); amending 2009 c 548 s 710 (uncodified); amending 2009 c 548 s 804 (uncodified); adding a new section to chapter 28A.300 RCW; creating new sections; providing an effective date; and declaring an emergency."

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