

AMENDED IN ASSEMBLY AUGUST 21, 2006

SENATE BILL

No. 1131

Introduced by Committee on Budget and Fiscal Review

January 10, 2006

~~An act relating to the Budget Act of 2006.~~ *An act to amend Sections 41508, 41532, 41542, 41573, 52379, and 54026 of the Education Code, to amend Item 6110-198-0001 of Section 2.00 of Chapter 38 of the Statutes of 2005, and to amend Sections 35 and 43 of Chapter 79 of the Statutes of 2006, relating to education finance, making an appropriation therefor, and declaring the urgency thereof, to take effect immediately.*

LEGISLATIVE COUNSEL'S DIGEST

SB 1131, as amended, Committee on Budget and Fiscal Review.
~~Budget Act of 2006.~~ *Education funding.*

(1) Existing law provides for funding of certain education programs through categorical education block grants and requires the amount of funds allocated under those grants to be adjusted for inflation and growth pursuant to certain formulas.

This bill would specify that the amount of the adjustment for inflation and growth for certain categorical education block grants is subject to provisions in the annual Budget Act.

(2) Existing law establishes the Supplemental School Counseling Program and requires the governing board of a school district that maintains any of grades 7 to 12, inclusive, as a condition of receiving funds appropriated for purposes of that program, to adopt a counseling program at a public meeting that includes, among other things, a provision for a counselor to meet with each pupil, as specified, to explain the academic and deportment records of the

pupil, his or her educational options, the coursework and academic progress needed for satisfactory completion of middle or high school, and the availability of career guidance activities. Funds appropriated in the annual Budget Act for the purposes of the program are required to be allocated to school districts based on an equal amount per unit of average daily attendance in grades 7 to 12, inclusive, with certain minimum-grant exceptions.

This bill, instead, would require the appropriation to be based on an equal amount per pupil enrolled in the district in the prior fiscal year based on the fall California Basic Educational Data System (CBEDS) enrollment data in grades 7 to 12, inclusive, with certain minimum-grant exceptions.

(3) Existing law provides economic impact aid to school districts for the support of programs serving economically disadvantaged pupils, as defined, and English language learners, as defined. Existing law requires the Superintendent of Public Instruction to determine an economic impact aid-eligible pupil count and calculate an amount of economic impact aid for each school district for the 2006–07 fiscal year and each fiscal year thereafter, as specified.

This bill would revise the data collection process for determining the economic impact aid-eligible pupil count for charter schools and small districts, as defined.

(4) The bill would revise certain allocations in the Budget Act of 2005 for CalSAFE academic and supportive services and non-converting pregnant minors programs.

(5) Existing law appropriates \$500,000,000 from the General Fund to Section A of the State School Fund for allocation by the Superintendent of Public Instruction to school districts, charter schools, and county offices of education on the basis of an equal amount per unit of average daily attendance, and limits expenditure of those funds to the acquisition of art, music, and physical education supplies and equipment.

This bill, additionally, would authorize the funds to be expended for professional development in arts, music, or physical fitness, and thereby would make an appropriation by expanding the purposes for which the funds may be expended.

(6) Existing law provides that county superintendents may apply for funding for consideration of a school district's plan concerning outstanding long-term fiscal obligations concerning retired employee

nonpension benefit during the course of reviewing the budget of the school district.

This bill would provide that the amount of funding for the above purpose is not to exceed \$1,000,000.

(7) The bill would make various technical changes in certain provisions of existing law enacted under Chapter 79 of the Statutes of 2006, relating to education funding.

(8) This bill would declare that it is to take effect immediately as an urgency statute.

~~This bill would express the intent of the Legislature to enact statutory changes relating to the Budget Act of 2006.~~

Vote: ~~majority~~^{2/3}. Appropriation: ~~no~~ yes. Fiscal committee: ~~no~~ yes. State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. Section 41508 of the Education Code is
2 amended to read:

3 41508. Commencing with the 2006–07 fiscal year, the
4 amount of funding a school district receives pursuant to this
5 article shall be adjusted for inflation by the amount calculated
6 pursuant to Section 42238.1 and for growth as measured by the
7 regular average daily attendance used to calculate the second
8 principal apportionment for kindergarten and grades 1 to 12,
9 inclusive, *unless otherwise provided in the annual Budget Act.*

10 SEC. 2. Section 41532 of the Education Code is amended to
11 read:

12 41532. Commencing with the 2006–07 fiscal year, the
13 amount of funding a school district receives pursuant to this
14 article shall be adjusted for inflation by the amount calculated
15 pursuant to Section 42238.1 and for growth as measured by the
16 regular average daily attendance used to calculate the second
17 principal apportionment for kindergarten and grades 1 to 12,
18 inclusive, *unless otherwise provided in the annual Budget Act.*

19 SEC. 3. Section 41542 of the Education Code is amended to
20 read:

21 41542. Commencing with the 2006–07 fiscal year, the
22 amount of funding a school district receives pursuant to this
23 article shall be adjusted for inflation by the amount calculated
24 pursuant to Section 42238.1 and for growth as measured by the

1 regular average daily attendance used to calculate the second
2 principal apportionment for kindergarten and grades 1 to 12,
3 inclusive, *unless otherwise provided in the annual Budget Act.*

4 *SEC. 4. Section 41573 of the Education Code is amended to*
5 *read:*

6 41573. Commencing with the 2006–07 fiscal year, the
7 amount of funding a school district receives pursuant to this
8 article shall be adjusted annually for inflation by the amount
9 calculated pursuant to Section 42238.1 and for growth as
10 measured by enrollment in kindergarten and grades 1 to 12,
11 inclusive, as reported in the CBEDS report, *unless otherwise*
12 *provided in the annual Budget Act.* For purposes of this
13 subdivision, “CBEDS report” means the report submitted by the
14 school district to the department for purposes of the California
15 Basic Education Data System.

16 *SEC. 5. Section 52379 of the Education Code is amended to*
17 *read:*

18 52379. (a) Funds appropriated in the annual Budget Act for
19 the purposes of this chapter shall be allocated to school districts
20 based on an equal amount per ~~unit of average daily attendance~~
21 *pupil enrolled in the district in the prior fiscal year, based on the*
22 *fall California Basic Educational Data System (CBEDS)*
23 *enrollment data, in grades 7 to 12, inclusive, with the following*
24 *minimum-grant exceptions:*

25 (1) Five thousand dollars (\$5,000) for each school site that has
26 100 or fewer pupils enrolled in any of grades 7 to 12, inclusive.

27 (2) Ten thousand dollars (\$10,000) for each school site that
28 has between 101 and 200 pupils enrolled in any of grades 7 to 12,
29 inclusive.

30 (3) Thirty thousand dollars (\$30,000) or an amount per ~~unit of~~
31 *average daily attendance pupil enrolled*, whichever is greater, for
32 each school site with more than 200 pupils enrolled in any of
33 grades 7 to 12, inclusive.

34 (b) Funds allocated pursuant to this section shall supplement,
35 and not supplant, expenditures made by a school district for
36 school counseling programs.

37 (c) For purposes of this section, a charter school is not eligible
38 to receive a minimum grant but instead shall receive an amount
39 per ~~unit of average daily attendance~~ *pupil enrolled* in grades 7 to
40 12, inclusive.

1 (d) Funds appropriated in the annual Budget Act for the
2 purposes of this chapter shall be used to provide supplemental
3 counseling services delivered by personnel who hold a valid
4 pupil personnel services credential.

5 SEC. 6. Section 54026 of the Education Code is amended to
6 read:

7 54026. For purposes of this article, the following definitions
8 apply:

9 (a) “Economically disadvantaged pupils” means either of the
10 following, whichever is applicable:

11 (1) Pupils described in Section 101 of Title I of the federal No
12 Child Left Behind Act of 2001 (20 U.S.C. Sec.
13 6333(c)(1)(A)(B)).

14 (2) (A) Notwithstanding paragraph (1), for a small school
15 district, the product of the number of pupils eligible for
16 participation in the free meals program for the prior fiscal year,
17 as defined in subdivision (d), and the free meals adjustment
18 factor. The free meals adjustment factor is the quotient, rounded
19 to two decimal places, resulting from dividing the statewide total
20 of economically disadvantaged pupils as defined in paragraph (1)
21 by the statewide total of pupils eligible for participation in the
22 free meals program for the prior fiscal year, as defined in
23 subdivision (d). ~~For purposes of this subdivision, the department
24 may substitute the current year counts of a charter school that is
25 established on or after July 1, 2006, but not through the
26 conversion of an existing public school, for prior year counts of
27 pupils eligible for participation in free meals.~~

28 (B) *Notwithstanding paragraph (1) or subparagraph (A), for
29 charter schools that are funded through the block grant funding
30 model pursuant to Article 2 (commencing with Section 47633) of
31 Chapter 6 of Part 26.8 in the 2006–07 fiscal year, the department
32 shall use counts as of October 2006 of pupils ages 5 to 17 years,
33 inclusive, who are living in families whose income is at or below
34 the federal poverty level, as collected through the first principal
35 apportionment data collection process, as defined in Section
36 41601, without revision. Commencing in the 2007–08 fiscal year,
37 the Superintendent shall use counts as of October of the prior
38 year of pupils ages 5 to 17 years, inclusive, who are living in
39 families whose income is at or below the federal poverty level, as
40 collected through the first principal apportionment data*

1 collection process, as defined in Section 41601, without revision.
 2 For purposes of this subdivision, the department may use in the
 3 first year of operation of a charter school that is established on
 4 or after July 1, 2007, the current year counts of pupils ages 5 to
 5 17 years, inclusive, who are living in families whose income is at
 6 or below the federal poverty level.

7 (C) The Superintendent may expand upon an existing process
 8 of collecting free or reduced price meal data in order to collect
 9 from small districts, as defined in subdivision (c), counts of
 10 pupils living in families whose income is at or below the federal
 11 poverty level.

12 (b) “English learner” means a pupil described in subdivision
 13 (a) of Section 306 or identified as a pupil of limited English
 14 proficiency, as that term is defined in subdivision (m) of Section
 15 52163.

16 (c) “Small school district” means a school district that has an
 17 annual enrollment of less than 600 pupils based on prior school
 18 year CBEDS data and is, for the purposes of this section,
 19 designated a rural school by the Superintendent based on the
 20 appropriate school locale codes, as used by the National Center
 21 for Education Statistics of the United State Department of
 22 Education.

23 (d) “Free meals” means the aggregate number of pupils
 24 meeting the income eligibility guidelines established by the
 25 federal government for free meals as reported for all schools for
 26 which the district is the authorizing agency.

27 *SEC. 7. Item 6110-198-0001 of Section 2.00 of Chapter 38 of*
 28 *the Statutes of 2005 is amended to read:*

29

30	6110-198-0001—For local assistance, Department of Educa-	
31	tion (Proposition 98), for transfer by the Controller to	
32	Section A of the State School Fund, for allocation to	
33	school districts and county offices of education, in lieu of	
34	the amount that otherwise would be appropriated pur-	
35	suant to statute	52,996,000
36	Schedule:	
37	(1) 20.60.220-CalSAFE Academic and	
38	Supportive Services	14,385,140
39		15,385,140
40	(2) 30.10.020-CalSAFE Child Care	24,509,250

1 (3) 20.60.221-All Services for Non- con-
 2 verting Pregnant Minors Programs ~~14,101,610~~
 3 *13,101,610*

4 Provisions:

- 5 1. Notwithstanding any other provision of law, a school
 6 district or county superintendent of schools operat-
 7 ing, by October 1, 1999, a School Age Parent and In-
 8 fant Development Program pursuant to Article 17
 9 (commencing with Section 8390) of Chapter 2 of
 10 Part 6 of, a Pregnant Minors Program pursuant to
 11 Chapter 6 (commencing with Section 8900) of Part 6
 12 of, and Section 2551.3 of, or a Pregnant and Lactat-
 13 ing Students Program pursuant to Sections 49553
 14 and 49559 of, the Education Code, or any combina-
 15 tion thereof, that chooses to participate in the Cal-
 16 SAFE program shall have priority for CalSAFE pro-
 17 gram funding for an amount up to the dollar amount
 18 provided under those provisions in the fiscal year pri-
 19 or to participation in the CalSAFE program, provided
 20 an application is submitted and approved.
- 21 2. The amounts appropriated in Schedules (1), (2), and
 22 (3) of this item are based on estimates of the amounts
 23 required by existing programs for operation of Cal-
 24 SAFE programs in 2005–06. By October 31, 2005,
 25 the Department of Education shall submit to the De-
 26 partment of Finance current expenditure data for
 27 2004–05 and 2005–06 showing each agency’s alloca-
 28 tion and supporting detail including average daily at-
 29 tendance and child care attendance and enrollment
 30 data. The State Department of Education shall also
 31 provide estimates of average daily attendance and
 32 child care to be provided in the 2006–07 fiscal year.
- 33 3. Funds appropriated in Schedule (3) are available to
 34 provide funding for all child care, as well as both
 35 academic and supportive services for programs
 36 choosing to retain their Pregnant Minors Program
 37 revenue limit. Notwithstanding any other provision
 38 of law, the State Department of Education shall com-
 39 pute allocations to these agencies using the respec-
 40 tive agencies’ 1998–99 Pregnant Minors Program

1 revenue limits. Further, notwithstanding any other
 2 provision of law, programs which choose to retain
 3 their Pregnant Minors Program revenue limit rather
 4 than convert to the CalSAFE revenue limit must pro-
 5 vide child care within the revenue limit funding for
 6 children of students comprising base year average
 7 daily attendance. To the extent additional units of av-
 8 erage daily attendance are authorized by the depart-
 9 ment for growth for these agencies, academic and
 10 supportive services reimbursement for such growth
 11 shall be computed using the new CalSAFE revenue
 12 limit. Growth funding for the child care component
 13 shall be equal to the proportionate share of total child
 14 care costs for the specific agency’s program as deter-
 15 mined by dividing the authorized growth in student
 16 average daily attendance by the total authorized aver-
 17 age daily attendance.

18 4. Of the funds appropriated in this item, \$348,000 is
 19 for the purpose of providing an adjustment for in-
 20 creases in average daily attendance at a rate of 0.69
 21 percent, and \$2,151,000 is for the purpose of provid-
 22 ing a cost-of-living adjustment at a rate of 4.23 per-
 23 cent.

24
 25 *SEC. 8. Section 35 of Chapter 79 of the Statutes of 2006 is*
 26 *amended to read:*

27 Sec. 35. (a) For the 2006–07 fiscal year, the Superintendent
 28 shall add to the amount determined pursuant to Section 54022 of
 29 the Education Code for each school district a supplemental
 30 adjustment calculated as follows:

31 (1) Calculate the difference between the number six hundred
 32 (600) and the number that is equal to the per pupil economic
 33 impact aid amount for the school district calculated pursuant to
 34 subdivision ~~(b)~~ (a) of Section 54022.

35 (2) If the difference pursuant to ~~subdivision (a)~~ *paragraph (1)*
 36 is greater than zero, multiply that difference by the economic
 37 impact aid-eligible pupil count for the school district for the
 38 current school year.

39 (3) Calculate the available funds factor by dividing the funds
 40 available for supplemental adjustments pursuant to this section,

1 as specified in ~~subdivision (e) paragraph (5)~~, by the product
2 pursuant to ~~subdivision (b) paragraph (2)~~ for all school districts.

3 (4) Multiply the amount calculated pursuant to ~~subdivision (b)~~
4 *paragraph (2)*, if applicable, by the available funds factor
5 calculated in ~~subdivision (e) paragraph (3)~~. The result is the
6 adjustment a school district shall receive for the 2006–07 fiscal
7 year pursuant to this section.

8 (5) Determine the funds available for the supplemental
9 adjustment according to the following calculation:

10 (A) Calculate the total statewide economic impact aid
11 allocation amount for the 2006–07 fiscal year as the sum of each
12 school districts allocation determined pursuant to Section 54022
13 of the Education Code.

14 (B) From the total of funds appropriated for the purposes of
15 this article in the 2006–07 fiscal year, subtract the amount
16 determined in ~~paragraph (1) subparagraph (A)~~. This remainder is
17 the amount of funds available for the economic impact aid
18 adjustment allocated pursuant to this section.

19 (b) For the 2007–08 fiscal year, the Superintendent shall add
20 to the economic impact aid per pupil amount calculated pursuant
21 to subdivision (a) of Section 54022 of the Education Code the
22 quotient that is equal to the adjustment received by each school
23 district pursuant to this section in the 2006–07 fiscal year divided
24 by the economic impact aid-eligible pupil count for the 2006–07
25 fiscal year.

26 *SEC. 9. Section 43 of Chapter 79 of the Statutes of 2006 is*
27 *amended to read:*

28 Sec. 43. (a) Two billion three hundred five million six
29 hundred ninety-five thousand dollars (\$2,305,695,000) is hereby
30 appropriated from the General Funds for the 2005–06 fiscal year
31 in accordance with the following schedule:

32 (1) Six hundred fifty million sixty-two thousand dollars
33 (\$650,062,000) to the Controller for allocation as appropriate for
34 the reimbursement of state-mandated local cost claims submitted
35 by local education agencies for the 1995–96 to 2005–06 fiscal
36 years, inclusive.

37 (A) The Controller shall use the funds described in this
38 paragraph to pay claims submitted by school districts and county
39 offices of education pursuant to Chapter 4 (commencing with
40 Section 17550) of Part 7 of Division 4 of Title 2 of the

1 Government Code for the 1995–96 to 2005–06 fiscal years,
2 inclusive. The Controller shall pay the claims according to the
3 following order of priority:

4 (i) First, the oldest claims no longer subject to audit pursuant
5 to subdivision (a) of Section 17558.5 of the Government Code,
6 including accrued interest.

7 (ii) Second, claims still subject to audit pursuant to subdivision
8 (a) of Section 17558.5 of the Government Code, including
9 accrued interest. The Controller may adjust the amounts paid for
10 these claims on the basis of the final audits. Any repayment
11 resulting from an audit may be counted towards future claims
12 submitted by the local educational agency.

13 (B) No payments shall be made for any claims for the
14 Standardized Testing and Reporting (STAR) or National
15 Norm-Referenced Achievement Test programs, Schoolsite
16 Councils, Brown Act and Open Meetings Act, School Bus Safety
17 II, Grand Jury Proceedings, or the removal of chemicals.

18 (2) Four hundred million one hundred twenty-five thousand
19 dollars (\$400,125,000) to the Superintendent of Public
20 Instruction for allocation to school districts according to the
21 following provisions:

22 (A) The funds appropriated pursuant to this paragraph shall be
23 allocated to school districts on the basis of an equal amount per
24 pupil enrolled in the district in the 2006–07 fiscal year, including
25 pupils enrolled in adult education programs and pupils enrolled
26 in regional occupational centers and programs based on the fall
27 California Basic Educational Data System (CBEDS) enrollment
28 data, except that pupil enrollment in adult education programs
29 and regional occupational centers and programs shall be
30 determined based on their calculated average daily attendance
31 (ADA) for base funding allocations. The ADA for this purpose
32 shall be considered final as of the second principal apportionment
33 for fiscal year 2006–07. The governing board of each school
34 district shall allocate the funds on an equal per-pupil basis to the
35 schools within its jurisdiction for expenditure pursuant to this
36 section. The Superintendent of Public Instruction shall make an
37 initial apportionment of up to 75 percent of the funds on the basis
38 of the enrollment in the 2005–06 fiscal year and shall make a
39 final apportionment of the remaining funds in a manner that
40 ensures that the total funds apportioned pursuant to this section

1 are distributed on the basis of 2006–07 enrollment or ADA, as
2 applicable.

3 (B) For the purposes of this paragraph, “school” shall include
4 locally funded charter schools that have pupils who are currently
5 enrolled and that have a current county-district-school (CDS)
6 code, as maintained by the Superintendent of Public Instruction
7 ~~as of July 1, 2006~~. The use of the funds allocated to charter
8 schools pursuant to this section shall further the program
9 specified in the school’s charter and shall not be allocated to
10 parents, pupils, or staff of the charter school.

11 (C) The use of funds allocated pursuant to this paragraph for
12 schools under the jurisdiction of a school district shall be
13 proposed by each school’s schoolsite council of each school, or,
14 if the school does not have a schoolsite council pursuant to
15 Section 52852 of the Education Code, by schoolwide advisory
16 groups or school support groups. Funds shall be allocated to all
17 school sites including adult education schools and regional
18 occupational centers. For adult schools, the school shall develop
19 an adult school advisory committee which shall consist of the
20 school principal or director, teachers representing a variety of
21 academic disciplines, adult education students, and community
22 business leaders.

23 (D) The funds apportioned pursuant to this paragraph may be
24 expended for any one-time educational purpose including, but
25 not limited to, instructional materials, classroom and laboratory
26 supplies and materials, school and classroom library materials,
27 educational technology, deferred maintenance, one-time
28 expenditures designed to close the achievement gap, or
29 professional development. Before funds allocated pursuant this
30 section may be encumbered or expended, the governing board of
31 the school district shall approve the proposed use. If the
32 governing board of a school district does not approve the use
33 proposed pursuant to this paragraph, no expenditures of the
34 specified funds may be made and the governing board of the
35 school district shall inform the schoolsite council, schoolwide
36 advisory group, or school support group, as applicable, of the
37 reasons why the proposal was disapproved. If the schoolsite
38 council, schoolwide advisory group, or school support group, as
39 applicable, and the governing board of the school district are
40 unable to agree on the use of the funds by May 1, 2007, the

1 dispute shall be immediately submitted to the county board of
2 education. The county board of education shall resolve the
3 dispute within 30 days of submission. The decision of the county
4 board of education shall be final.

5 (E) The use of funds allocated pursuant to this paragraph for
6 schools under the jurisdiction of a county office of education
7 shall be proposed by each school's schoolwide advisory group or
8 school support group. The proposals shall be approved by the
9 county board of education prior to expenditure of the funds
10 allocated pursuant to paragraph (1).

11 (F) For purposes of this paragraph, "school district" means a
12 school district, county office of education, state special school, or
13 direct-funded charter school, as described in paragraph (1) of
14 subdivision (a) of Section 47651 of the Education Code.

15 (G) The funds apportioned under this paragraph shall be
16 allocated with a minimum of five thousand dollars (\$5,000) for
17 schoolsites of 25 or fewer pupils and ten thousand dollars
18 (\$10,000) for schoolsites of more than 25 pupils.

19 (3) One hundred thirty-three million three hundred
20 seventy-five thousand dollars (\$133,375,000) to the
21 Superintendent for allocation to school districts according to the
22 following provisions:

23 (A) The funds appropriated pursuant to this paragraph shall be
24 apportioned to school districts on the basis of an equal amount
25 per pupil enrolled in the district in the 2006–07 fiscal year,
26 including pupils enrolled in adult education programs and pupils
27 enrolled in regional occupational centers and programs based on
28 the fall California Basic Educational Data System (CBEDS)
29 enrollment data, except that pupil enrollment in adult education
30 programs and regional occupational centers and programs shall
31 be determined based on their calculated average daily attendance
32 (ADA) for base funding allocations. The ADA for this purpose
33 shall be considered final as of the second principal apportionment
34 for the 2006–07 fiscal year. The Superintendent of Public
35 Instruction shall make an initial apportionment of up to 75
36 percent of the funds on the basis of the enrollment in the
37 2005–06 fiscal year and shall make a final apportionment of the
38 remaining funds in a manner that assures that the total funds
39 apportioned pursuant to this section are distributed on the basis
40 of 2006–07 enrollment, or ADA, as applicable.

1 (B) The funds apportioned pursuant to this paragraph may be
2 expended for instructional materials, classroom and laboratory
3 supplies and materials, school and classroom library materials,
4 educational technology, deferred maintenance, professional
5 development, home-to-school transportation, one-time
6 expenditures designed to close the achievement gap, or
7 outstanding one-time fiscal obligations of school districts.

8 (C) It is the intent of the Legislature that to the extent a school
9 district allocates funds appropriated pursuant to this paragraph
10 for the benefit of school sites, the district shall expend funds for
11 the benefit of charter schools, including direct-funded charter
12 schools, on an equitable basis.

13 (D) The funds apportioned under this paragraph shall be
14 allocated with a minimum of ten thousand dollars (\$10,000) per
15 school district.

16 (4) One hundred million dollars (\$100,000,000) from the
17 General Fund on a one-time basis for allocation by the
18 Superintendent of Public Instruction to school districts, charter
19 schools, and county offices of education on the basis of
20 enrollment in the 2005–06 fiscal year according to the fall
21 CBEDS enrollment data. That allocation shall be used solely for
22 any of the following:

23 (A) Instructional materials.

24 (B) School and classroom library materials.

25 (C) One-time educational technology costs, as provided in this
26 section.

27 (5) Eleven million five hundred thirty-three thousand dollars
28 (\$11,533,000) on a one-time basis to be available for expenditure
29 by June 30, 2009, as follows:

30 (A) Nine million five hundred thousand dollars (\$9,500,000)
31 for allocation to school districts, charter schools, and county
32 office of education to provide funds to local educational agencies
33 that have not previously received funding pursuant to the
34 California School Information Services. These funds may be
35 combined with the funds appropriated for this purpose in Item
36 6110-101-0349 of the annual Budget Act for the 2006–07 fiscal
37 year. Funds shall be allocated pursuant to Section 49084 of the
38 Education Code for activities consistent with an implementation
39 plan developed by the California School Information Services, to
40 be jointly approved by the Department of Finance, the Office of

1 the Secretary for Education, and the State Department of
2 Education, in consultation with the Legislative Analyst's Office.

3 (B) One million five hundred thousand dollars (\$1,500,000) is
4 available to the State Department of Education for transfer of
5 five hundred thousand dollars (\$500,000) per year over three
6 fiscal years to the California School Information Services to be
7 used to support staffing and for administrative costs associated
8 with an increased workload pursuant to subparagraph (A).

9 (C) Five hundred thirty-three thousand dollars (\$533,000) is
10 available to the State Department of Education to the California
11 School Information Services for use to purchase one-time
12 equipment, hardware, and software consistent with an
13 implementation plan developed by the California School
14 Information Services, to be jointly approved by the Department
15 of Finance, the Office of the Secretary for Education, and the
16 State Department of Education, in consultation with the
17 Legislative Analyst's Office.

18 (6) Ten million dollars (\$10,000,000) on a one-time basis for
19 transfer to Section A of the State School Fund for allocation by
20 the Superintendent of Public Instruction to school districts,
21 charter schools, and county offices of education for the following
22 purposes:

23 (A) School districts *and charter schools* with outstanding
24 long-term fiscal obligations concerning retired employee
25 nonpension benefits may apply for funding upon completing a
26 plan, *as specified by the Superintendent of Public Instruction*, for
27 meeting those obligations. As a requirement of receipt of
28 funding, districts must submit these plans to the county
29 superintendent of education as part of the budget review process,
30 *and charter schools shall submit their plans to their authorizing*
31 *entity. School districts, and charter schools may not receive an*
32 *amount greater than fifteen thousand dollars (\$15,000) for*
33 *activities related to this purpose.*

34 (B) County superintendents of education may apply for
35 funding for consideration of *district* plans submitted pursuant to
36 this section during the course of reviewing the budget of a school
37 district. *The total amount provided for this purpose shall not*
38 *exceed one million dollars (\$1,000,000).*

1 ~~A local educational agency may not receive an amount greater~~
2 ~~than fifteen thousand dollars (\$15,000) for activities related to~~
3 ~~this paragraph.~~

4 (7) Ten million dollars (\$10,000,000) on a one-time basis to
5 the Superintendent of Public Instruction for the purpose of
6 providing Healthy Start ~~Program~~ grants to school districts ~~or~~,
7 charter schools, *or county offices of education, for allocation to*
8 *schools* that have not previously received a Healthy Start
9 *operational* grant. The grant shall be provided on a competitive
10 basis and shall provide full funding for both collaborative
11 planning and operational grants in the 2006–07 fiscal year.
12 Collaborative planning grants and operational grants may be
13 expended over a seven-year period.

14 (8) Three million dollars (\$3,000,000) to the State Department
15 of Education for allocation to school districts, charter schools,
16 and county offices of education to fund grants during the
17 2006–07 school year for startup school breakfast and summer
18 food service programs under Section 49550.3 of the Education
19 Code.

20 (9) Fifteen million dollars (\$15,000,000) to the Superintendent
21 of Public Instruction for allocation to school districts and charter
22 schools on a one-time basis for purposes of parental involvement
23 activities pursuant to Article 2 (commencing with Section 51120)
24 of Chapter 1.5 of Part 28 of the Education Code.

25 (10) Thirty million dollars (\$30,000,000) on a one-time basis
26 to provide supplemental instructional materials specifically for
27 English learners in kindergarten and grades 1 to 12, inclusive.
28 The purpose of these materials will be to accelerate pupils as
29 rapidly as possible towards grade level proficiency. The funds
30 shall be used to purchase supplemental materials that are
31 designed to help English learners become proficient in reading,
32 writing, and speaking English. These materials may only be used
33 in addition to the standards-aligned materials adopted by the
34 State Board of Education pursuant to Section 60605 of the
35 Education Code.

36 (A) Local educational agencies shall be eligible for
37 apportionment funding of up to twenty-five dollars (\$25) per
38 pupil, based on the most recently certified language census
39 number of English learners in kindergarten and grades 1 to 12,
40 inclusive, to purchase any materials that the State Department of

1 Education verifies and the State Board of Education approves are
2 substantially correlated to identified state standards adopted
3 pursuant to Section 60811 of the Education Code, as applied in
4 the standards adopted pursuant to Section 60605 of the Education
5 Code. Funding may be provided only for the number of pupils
6 that the local educational agency certifies it will purchase
7 materials for pursuant to subparagraph (D). Local educational
8 agencies may expend no more than thirty dollars (\$30) per pupil
9 from these funds for these materials. Local educational agencies
10 shall return to the state any funds allocated under this
11 subparagraph that are not expended for purchase of materials
12 pursuant to this provision.

13 (B) The State Department of Education shall use the existing
14 correlation matrices pursuant to Item 6110-189-0001 of Section
15 2.00 of Chapter 208 of the Statutes of 2004 to determine if the
16 instructional materials correlate to the English-language arts and
17 English language development standards adopted by the State
18 Board of Education.

19 (C) Prior to submission of materials to the department for
20 review to ensure that the materials correlate to identified
21 standards, publishers shall be required to submit standards maps
22 to the department and any requesting local education agency so
23 that the department and the local educational agency can
24 determine the extent to which each item, if purchased separately,
25 or set of instructional materials for English learners are correlated
26 to the standards adopted by the State Board of Education. The
27 standards maps shall be filled out using the most recent format
28 approved by the State Board of Education. The contents for the
29 standards map will be the correlation matrix as described in
30 subparagraph (B).

31 (D) As a condition of receipt of funds, local educational
32 agencies that elect to participate shall do one, or both, of the
33 following:

34 (i) No later than March 30, 2007, submit a request for review,
35 specifying the title, ISBN number, grade levels, type, and
36 publisher of the materials they intend to purchase, and the
37 number of pupils for which materials may be purchased.

38 (ii) Identify materials from the existing list of materials
39 approved by the State Board of Education specifying the
40 information described in clause (i).

1 (E) After a local educational agency notifies the State
2 Department of Education of its request for review of materials,
3 the department may select and train panels of teachers and
4 educators to verify the standards maps provided by the publishers
5 and examine the materials for legal and social compliance. The
6 department will also provide an appeals process to allow due
7 process review of discrepancies of findings in the verification
8 process. The verification shall not constitute a state adoption of
9 instructional materials pursuant to Section 60200 of the
10 Education Code. The department shall give first priority in
11 verifying correlation to identified state standards to those
12 materials that are most commonly cited in the intent of school
13 districts to purchase provided under subparagraph (D). The
14 department shall submit its verification results to the State Board
15 of Education for approval and the State Board of Education shall
16 approve or disapprove the materials at the next regularly
17 scheduled meeting after receipt of the verification of the
18 department, in accordance with public notification requirements.

19 (11) Nine million dollars (\$9,000,000) to the Superintendent
20 of Public Instruction for allocation to charter schools for the
21 Charter School Facility Grant Program pursuant to Section
22 47614.5 of the Education Code.

23 (12) Five million dollars (\$5,000,000) to the State Department
24 of Mental Health for the purpose of funding the full costs of the
25 operational grants for a new cohort of grants over a multiyear
26 period for the School-Based Early Mental Health Intervention
27 and Prevention Services Matching Grant Program pursuant to
28 Chapter 2 (commencing with Section 4380) of Part 4 of Division
29 4 of the Welfare and Institutions Code.

30 (13) Twenty million dollars (\$20,000,000) to the
31 Superintendent of Public Instruction for local assistance costs of
32 a multiyear research pilot project to identify best practices for
33 improving the academic achievement and English language
34 development of English learners pursuant to legislation enacted
35 during the 2005–06 Regular Session of the Legislature.

36 (14) Forty million dollars (\$40,000,000) for transfer to Section
37 A of the State School Fund for allocation to school districts,
38 regional occupational centers and programs, adult education
39 providers, charter schools and county offices of education that
40 offer career technical education programs for the purchase of

1 equipment and supplies, and minor facility reconfigurations for
2 career technical education courses. Funds appropriated in this
3 paragraph shall be allocated in accordance with, and are subject
4 to, all of the following conditions:

5 (A) Funds shall be allocated on the basis of an equal amount
6 per student enrolled in career technical education courses based
7 on ~~2005–06~~ 2004–05 enrollment for grades 7 to 12, inclusive, as
8 determined by the Superintendent of Public Instruction. In no
9 event shall an eligible local educational agency receive less than
10 three thousand two hundred and fifty dollars (\$3,250), provided
11 all other conditions of this paragraph are satisfied.

12 (B) This allocation shall be used solely for purchases of
13 equipment and supplies for career technical education courses
14 and any necessary minor facility configurations or improvements
15 to remove old equipment or to utilize the new equipment.

16 (C) Prior to the allocation of funds to any local educational
17 agency, the receiving agency shall do all of the following:

18 (i) Provide to the State Department of Education an
19 expenditure plan for approval by the department that has been
20 developed in consultation with the career technical education
21 advisory committee established pursuant to Section 8070 of the
22 Education Code.

23 (ii) Agree to notify the career technical education advisory
24 committee prior to disposing of any existing equipment or
25 purchasing any new equipment used for career technical
26 education.

27 (iii) Provide any other information determined by the
28 Superintendent of Public Instruction deemed necessary to ensure
29 this funding is effectively utilized to sustain and expand
30 attendance in high quality career technical education programs.

31 (D) Of the funds appropriated in this paragraph, two million
32 five hundred thousand dollars (\$2,500,000) shall be used for
33 capacity building incentive grants for grades 7 to 12, inclusive, to
34 enhance existing, or establish new, health-related career pathway
35 programs in grades 7 to 12, inclusive. Funds shall be used for
36 standards-based curriculum development, development of a
37 sequence of courses, and materials and equipment. The State
38 Department of Education shall report to the Legislature and the
39 Governor on the use of the funds described in this subparagraph
40 on or before January 1, 2008.

1 (15) Four million dollars (\$4,000,000) to the Superintendent of
2 Public Instruction as local assistance funds for support of the
3 K-12 High-Speed Network.

4 (16) Five hundred million dollars (\$500,000,000) for transfer
5 to Section A of the State School Fund for allocation by the
6 Superintendent of Public Instruction to school districts, charter
7 schools, and county offices of education on the basis of an equal
8 amount per unit of average daily attendance, as defined in
9 ~~subdivision (b) of Section 42235.5 of the Education Code~~ *Section*
10 *42238.5 of, and subdivision (b) of Section 41601 of, the*
11 *Education Code, plus any average daily attendance credited to*
12 *the county superintendent of schools for the purposes of Sections*
13 *42238, 47633, 47605.5, 47613.1, and 47634.2 of the Education*
14 *Code, and including average daily attendance used to compute*
15 *funding for small school districts pursuant to Article 4*
16 *(commencing with Section 42280) of Chapter 7 of Part 24 of the*
17 *Education Code, reported for the second principal apportionment*
18 *for the 2005–06 fiscal year pursuant to Section 41601 of the*
19 *Education Code. However, a public school shall not receive the*
20 *Superintendent of Public Instruction shall not allocate to a*
21 *district, and the district shall not expend, less than two thousand*
22 *five hundred dollars (\$2,500) per schoolsite. That allocation shall*
23 *be used solely for one or both of the following:*

- 24 (A) Art and music supplies and equipment.
- 25 (B) Physical education supplies and equipment.
- 26 (C) *Professional development in arts, music, or physical*
27 *fitness.*

28 (17) Fifty million dollars (\$50,000,000) for transfer to the
29 Child Care Facilities Revolving Fund to address facilities needs
30 for the expansion of the State Preschool Program, pursuant to
31 legislation enacted during the 2005–06 Regular Session of the
32 Legislature. Funding shall be available for the renovation, repair,
33 or improvement of an existing building and for the purchase of
34 new relocatable child care facilities, in accordance with
35 Education Code Section 8278.3.

36 (18) Five million five hundred thousand dollars (\$5,500,000)
37 to the Superintendent of Public Instruction for allocation to local
38 educational agencies for the purpose of funding the purchase of
39 state-approved individual intervention materials for students who
40 have failed the California High School Exit Examination.

1 (A) Local educational agencies shall be eligible for
2 apportionment funding of twenty dollars (\$20) per pupil based on
3 the number of pupils in grades 11 through 12, inclusive, who
4 have failed to pass one or both portions of the California High
5 School Exit Examination. Funds shall be used to purchase any
6 materials recommended by the State Department of Education
7 and approved by the State Board of Education for these purposes.

8 (B) Individual intervention materials approved pursuant to this
9 section shall meet the following criteria:

10 (i) Assist students in mastering standards necessary to
11 successfully pass the California High School Exit Examination.

12 (ii) Include a computer-based component that adapts to each
13 student's specific remediation needs.

14 (iii) Include appropriate professional development support for
15 teachers.

16 (C) The State Department of Education shall issue a request
17 for proposals to vendors to develop, produce, and make available
18 workbooks meeting the specifications described in subparagraph
19 (B) at a cost no greater than twenty dollars (\$20) per workbook.
20 Based on this request for proposal process, the department shall
21 recommend a vendor or vendors to the State Board of Education
22 for approval.

23 (19) The sum of one million eight hundred thousand dollars
24 (\$1,800,000) to the Superintendent of Public Instruction for
25 implementation of the Mathematics Teacher Partnership Pilot
26 Program.

27 (A) The Superintendent of Public Instruction shall select, on a
28 competitive basis, a county office of education or consortia of
29 county offices of education to provide one-time funding for the
30 establishment of the Mathematics Teacher Pilot Program. The
31 funding shall be allocated no later than August 1, 2006, or 30
32 days following enactment of the Budget Act of 2006, whichever
33 date is later, and shall be available for expenditure to the
34 successful bidder for the 2006–07 and 2007–08 fiscal years.

35 (B) The successful bidder shall use the funds provided to
36 implement a regional Math Teacher Pilot Project in at least three
37 counties to accomplish the following objectives:

38 (i) Increase the number of qualified secondary-level math
39 teachers and increase the likelihood that such teachers will
40 remain in the teaching profession. These activities shall build

1 upon current state efforts to increase the number of new
2 secondary-level math teachers.

3 (ii) Improve and raise the capacity of secondary-level teachers
4 who teach mathematics.

5 (iii) Provide professional development to teachers aimed at
6 improving their ability to convey rigorous content and motivate
7 students toward careers in teaching mathematics.

8 (iv) Provide professional development for teachers in how to
9 assist students who are struggling to meet proficiencies required
10 to pass the mathematics portion of the California High School
11 Exit Examination.

12 (C) (i) The county office of education receiving the funding
13 shall monitor and report on the results of the pilot programs to
14 identify models for replication in other service areas throughout
15 the state.

16 (ii) The county office of education receiving the funding shall
17 submit annual progress reports to the Legislature, the Department
18 of Finance, the Superintendent of Public Instruction, the Office
19 of the Secretary of Education, the State Board of Education, the
20 Governor, and the Legislative Analyst's Office. These reports
21 shall include, but not be limited to, information on outcomes
22 related to the number, quality and capacity of secondary-level
23 math teachers in pilot schools; statistics regarding unmet demand
24 for secondary-level math teachers in pilot schools; types of
25 incentives and support provided to teachers; passage rates of
26 students on the mathematics portion of the California High
27 School Exit Examination; and lessons learned about effective or
28 ineffective activities and strategies. These reports shall be
29 submitted on or before August 1, 2007, and August 1, 2008.

30 (20) Fifty million dollars (\$50,000,000) to the Superintendent
31 of Public Instruction for teacher recruitment and retention for
32 allocation to the governing board of a school district that has a
33 school or schools that are ranked in deciles 1 to 3, inclusive, of
34 the 2005 base Academic Performance Index, as defined in
35 Section 52052 of the Education Code, for one or more such
36 qualifying schools in accordance with the following:

37 (A) As a condition of receipt of funds, the district governing
38 board shall adopt a plan for use of the funds within the qualifying
39 schools. The plan shall be discussed and adopted at a regularly
40 scheduled governing board meeting.

1 (B) Each applicant district shall receive fifty dollars (\$50) per
2 pupil based upon the number of pupils in qualifying schools
3 within the district.

4 (C) The funds shall be used for the purposes of improving the
5 educational culture and environment at those schools, which may
6 include, but are not limited to, the following specific purposes:

7 (i) Assuring a safe, clean school environment for teaching and
8 learning.

9 (ii) Providing support services for students, and teachers.

10 (iii) Activities, including differential compensation, focused
11 on the recruitment and retention at those schools of teachers who
12 meet the definition of a highly qualified teacher under the No
13 Child Left Behind Act of 2001 (20 U.S.C. Sec. 6301 et seq.).

14 (iv) Activities, including differential compensation, focused on
15 the recruitment and retention at those schools of highly skilled
16 principals.

17 (v) Small group instruction.

18 (vi) Providing time for teachers and principals to collaborate
19 regarding improving academic outcomes for students.

20 (D) To the extent that funding is insufficient to fund all
21 eligible applicants, the amount provided shall be prorated to
22 conform to available funds.

23 (21) Ninety-four million one hundred forty-four thousand
24 dollars (\$94,144,000) for transfer by the Controller to Section B
25 of the State School Fund for the purpose of providing one-time
26 block grants to community college districts for physical plant and
27 instructional support, for the 2005–06 fiscal year subject to the
28 following provisions:

29 (A) Forty-seven million seventy-two thousand dollars
30 (\$47,072,000) shall be available for scheduled maintenance and
31 special repairs of facilities and forty-seven million seventy-two
32 thousand dollars (\$47,072,000) shall be available for the
33 replacement of instructional equipment and library materials.

34 (B) Community college districts shall expend the allocations
35 made pursuant to this paragraph for the purpose of one-time
36 expenditures, including high priority instructional equipment and
37 library material replacement; technology infrastructure;
38 scheduled maintenance and special repairs; hazardous substances
39 abatement, cleanup and repairs; and architectural barrier removal
40 and seismic retrofit projects limited to \$400,000.

1 (C) The Chancellor of the Community Colleges shall allocate
2 the amount appropriated for the one-time block grants in
3 subparagraph (A) to community college districts on an equal
4 amount per actual full-time equivalent student attendance
5 reported for the 2005–06 fiscal year, except that each community
6 college district shall be allocated an amount not less than one
7 hundred thousand dollars (\$100,000), and the equal amount per
8 unit of full-time attendance shall be computed accordingly.

9 (D) These funds shall supplement and not supplant existing
10 expenditures and may not be counted as the district match for
11 physical plant projects and instructional material purchases
12 funded in Item 6870-101-0001 of Section 2.00 of the Budget Act
13 of 2006.

14 (22) Seventy-seven million seven hundred thousand dollars
15 (\$77,700,000) for transfer by the Controller to Section B of the
16 State School Fund for the purpose of providing one-time general
17 purpose block grants to community college districts, for the
18 2005–06 fiscal year. The Chancellor of the Community Colleges
19 shall allocate the amount appropriated for the one-time block
20 grants in this paragraph to community college districts in an
21 equal amount per actual full-time equivalent student attendance
22 reported for the 2005–06 fiscal year, except that each community
23 college district shall be allocated an amount not less than one
24 hundred thousand dollars (\$100,000), and the equal amount per
25 unit of full-time attendance shall be computed accordingly.
26 Community college districts may expend the allocations made
27 pursuant to this section for the purpose of any appropriate
28 one-time expenditure. However, these funds may not be counted
29 as the required local contribution for physical plant projects or
30 instructional material purchases funded in Item 6870-101-0001
31 of Section 2.00 of the Budget Act of 2006.

32 (23) Forty million dollars (\$40,000,000) for transfer by the
33 Controller to Section B of the State School Fund for the purpose
34 of providing one-time grants to community college districts, for
35 career technical education equipment, materials and minor
36 facility remodeling. The Chancellor of the Community Colleges
37 shall allocate the amount appropriated for the one-time grants in
38 this paragraph to community college districts on an equal amount
39 per actual full-time equivalent student attendance reported for the
40 2005–06 fiscal year, except that each community college district

1 shall be allocated an amount not less than one hundred thousand
2 dollars (\$100,000), and the equal amount per unit of full-time
3 attendance shall be computed accordingly. Community college
4 districts shall expend the allocations made pursuant to this
5 section for the purpose of one-time expenditures for career
6 technical education equipment, materials, and facility
7 reconfigurations or improvements necessary to remove old or
8 install new equipment. Any equipment that has been replaced
9 with funds provided in this subdivision shall be made available to
10 high schools in the region served by the district to the extent it
11 may benefit career technical education in the high schools.

12 (24) Nineteen million seven hundred ten thousand dollars
13 (\$19,710,000) for transfer by the Controller to Section B of the
14 State School Fund for the purpose of providing one-time grants
15 to community college districts, for purposes specified in
16 legislation enacted during the 2005–06 Regular Session.

17 (25) Fifteen million dollars (\$15,000,000) to the Controller for
18 allocation to community college districts for the reimbursement
19 of state-mandated local cost claims submitted by community
20 college districts for the 1995–96 to 2005–06 fiscal years,
21 inclusive. The Controller shall use the funds appropriated in this
22 paragraph to pay for claims submitted by community college
23 districts for the 1995–96 to 2005–06 fiscal years, inclusive. The
24 Controller shall pay claims according to the following order of
25 priority:

26 (A) First, the oldest claims no longer subject to audit pursuant
27 to subdivision (a) of Section 17558.5 of the Government Code,
28 including accrued interest.

29 (B) Second, claims still subject to audit pursuant to
30 subdivision (a) of Section 17558.5 of the Government Code,
31 including accrued interest. The Controller may adjust the
32 amounts paid for these claims on the basis of the final audits.
33 Any repayment resulting from an audit may be counted towards
34 future claims submitted by the local educational agency.

35 (26) Five hundred thousand dollars (\$500,000) from the
36 General Fund for transfer by the Controller to Section B of the
37 State School Fund for the purpose of providing one-time grants
38 to community college districts, for the following purposes:

39 (A) The establishment or expansion of nursing student clinical
40 placement registries in all regions of the state for the benefit of

1 nursing students and programs serving community college
2 students and students from the University of California and the
3 California State University.

4 (B) To establish an on-line community college nursing faculty
5 registry.

6 (C) It is the intent of the Legislature that the one-time projects
7 funded pursuant to this paragraph will be self-sustaining through
8 annual user fees from participating colleges and universities.

9 (27) One million four hundred forty-six thousand dollars
10 (\$1,446,000) from the General Fund for transfer by the
11 Controller to Section B of the State School Fund for the purpose
12 of providing one-time grants to community college districts for
13 sites to complete connection to the California Research and
14 Education Network. To the extent that there are insufficient
15 moneys to fund all applications, the funding shall be allocated on
16 a first come first serve basis. These funds shall only be given to
17 districts with college sites that do not currently have the ability to
18 connect to the California Research and Education Network.

19 (28) Five hundred thousand dollars (\$500,000) for transfer by
20 the Controller to Section B of the State School Fund for the
21 purpose of providing one-time funding to the community
22 colleges for research and statewide leadership activities related to
23 the implementation of a community college system strategic plan
24 adopted by the Board of Governors in January 2006. The funds
25 shall be used for reimbursement o expenditures incurred by
26 community college representatives assisting in the shared
27 governance implementation of the strategic plan. At least ninety
28 percent of the appropriated funds shall be expended for
29 short-term applied research necessary to guide the
30 implementation of strategic initiatives identified in the plan,
31 including removal of barriers for student access and success,
32 innovative programs and outreach, improved assessment and
33 placement, improved articulation with elementary and secondary
34 schools and four-year institutions, teaching and learning
35 effectiveness, innovative practices in workforce education and
36 accountability research for the community colleges. No more
37 than ten percent of the appropriated funds shall be available for
38 reimbursement of release time and transportation expenses of
39 community college representatives assisting in the shared
40 governance advice and implementation of the strategic plan.

1 (29) Seven hundred thousand dollars (\$700,000) for transfer
2 by the Controller to Section B of the State School Fund for the
3 purpose of providing one-time funding to the community
4 colleges to develop and implement an Electronic Transcript
5 Exchange.

6 (30) Two million five hundred thousand dollars (\$2,500,000)
7 for transfer by the Controller to Section B of the State School
8 Fund to fund a pilot grant program designed to recruit and retain
9 existing full-time nursing faculty. Funds shall be available for
10 three years, through the 2008–09 fiscal year. The Board of
11 Governors shall adopt criteria to allocate these funds to districts
12 on a competitive basis to maximize their effectiveness. The
13 Chancellor shall submit the grant criteria to the Department of
14 Finance and the Legislature for review not less than 30 days prior
15 to releasing a request for proposals. On or before January 10,
16 2009, the Chancellor shall submit to the Legislature and the
17 Department of Finance a report listing the grant recipients,
18 describing how the grant funds were used, and assessing the
19 effectiveness of the grant funds in retaining and recruiting
20 nursing faculty. It is the intent of the Legislature to use the
21 information contained in the report to help decide whether to
22 extend or expand the pilot program beyond the 2008–09 fiscal
23 year.

24 (31) Five million dollars (\$5,000,000) for transfer by the
25 Controller to Section B of the State School Fund for one-time
26 expenditure by the community colleges in support of faculty and
27 staff professional development programs established by Article 5
28 Chapter 1 of Part 51 of the Education Code, beginning with
29 Section 87150 of the Education Code. The Chancellor shall
30 allocate funds to each community college district that complies
31 with the requirements of Section 87151 of the Education Code on
32 an equal basis per full-time equivalent student.

33 (32) One hundred thousand dollars (\$100,000) for transfer by
34 the Controller to Section B of the State School Fund for
35 allocation to the Amador County Office of Education for distance
36 education equipment for purposes of broadcasting community
37 college courses in Amador County.

38 (b) For the purposes of making the computations required by
39 Section 8 of Article XVI of the California Constitution, the
40 appropriation made by subdivision (a) shall be deemed to be

1 “General Fund revenues appropriated for school districts,” as
2 defined in subdivision (c) of Section 41202 of the Education
3 Code, and “General Fund revenues appropriated for community
4 college districts,” as defined in subdivision (d) of Section 41202
5 of the Education Code, for the 2005–06 fiscal year, and included
6 within the “total allocations to school districts and community
7 college districts from General Fund proceeds of taxes
8 appropriated pursuant to Article XIII B,” as defined in
9 subdivision (e) of Section 41202 of the Education Code, for the
10 2005–06 fiscal year.

11 *SEC. 10. This act is an urgency statute necessary for the*
12 *immediate preservation of the public peace, health, or safety*
13 *within the meaning of Article IV of the Constitution and shall go*
14 *into immediate effect. The facts constituting the necessity are:*

15 *In order to provide sufficient funding for public education*
16 *programs in an expeditious manner prior to commencement of*
17 *the 2006–07 school year, it is necessary for this act to take effect*
18 *immediately.*

19 ~~SECTION 1. It is the intent of the Legislature to enact~~
20 ~~statutory changes relating to the Budget Act of 2006.~~