

AMENDED IN SENATE JULY 2, 2012
AMENDED IN SENATE JUNE 12, 2012
AMENDED IN ASSEMBLY MAY 3, 2012
AMENDED IN ASSEMBLY APRIL 10, 2012
AMENDED IN ASSEMBLY MARCH 5, 2012
CALIFORNIA LEGISLATURE—2011–12 REGULAR SESSION

ASSEMBLY BILL

No. 1811

Introduced by Assembly Member Bonilla

February 21, 2012

An act to amend Section 47660 of the Education Code, relating to charter schools.

LEGISLATIVE COUNSEL'S DIGEST

AB 1811, as amended, Bonilla. Charter schools: funding.

Existing law states the intent of the Legislature that each charter school be provided with operational funding that is equal to the total funding that would be available to a similar school district serving a similar pupil population, and requires the Superintendent of Public Instruction to annually compute a general-purpose entitlement, funded from a combination of state aid and local funds for each charter school. Existing law requires revenue limit funding that is computed in the general-purpose entitlement to be based on the statewide average revenue limit funding per unit of average daily attendance received by elementary, unified, and high school districts, as specified. Existing law requires that the general-purpose entitlement for certain conversion charter schools to be determined, instead, based on the amount of the

actual unrestricted revenues expended per unit of average daily attendance for that school in the year before its conversion to, and operation as, a charter school, adjusted as specified, and for subsequent fiscal years, based on the prior year allocation, adjusted as specified, including for any state general-purpose increases.

This bill, *commencing with the 2013–14 fiscal year*, would require the ~~general-purpose~~ *general-purpose* entitlement of a charter *high* school that is established on or after January 1, 2013, through the conversion of an existing public high school within a unified school district to be calculated based on the amount of the actual unrestricted revenues expended per unit of average daily attendance for that school in the year before its conversion to, and operation as, a charter school, adjusted as specified, and ~~commencing with the 2013–14~~ *each subsequent* fiscal year, based on the prior fiscal year allocation, adjusted as specified, including for any state general-purpose increases or decreases. ~~The bill would exclude from this funding formula a conversion charter school within a unified school district that has a pupil population over 400,000, thereby requiring its general-purpose entitlement to be calculated based on the statewide average revenue limit funding per unit of average daily attendance for the relevant type of school district.~~

Vote: majority. Appropriation: no. Fiscal committee: yes.
State-mandated local program: no.

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

1 SECTION 1. Section 47660 of the Education Code is amended
2 to read:
3 47660. (a) For purposes of computing eligibility for, and
4 entitlements to, ~~general-purpose~~ *general-purpose* funding and
5 operational funding for categorical programs, the enrollment and
6 average daily attendance of a sponsoring local educational agency
7 shall exclude the enrollment and attendance of pupils in its charter
8 schools funded pursuant to this chapter.
9 (b) (1) Notwithstanding subdivision (a), and commencing with
10 the 2005–06 fiscal year, for purposes of computing eligibility for,
11 and entitlements to, revenue limit funding, the average daily
12 attendance of a unified school district, other than a unified school
13 district that has converted all of its schools to charter status
14 pursuant to Section 47606, shall include all attendance of pupils
15 who reside in the unified school district and who would otherwise

1 have been eligible to attend a noncharter school of the *unified*
2 school district, if the *unified* school district was a basic aid school
3 district in the prior fiscal year, or if the pupils reside in the unified
4 school district and attended a charter school of that school district
5 that converted to charter status on or after July 1, 2005. Only the
6 attendance of the pupils described by this paragraph shall be
7 included in the calculation made pursuant to paragraph (7) of
8 subdivision (h) of Section 42238.

9 (2) Notwithstanding subdivision (a), for the 2005–06 fiscal year
10 only, for purposes of computing eligibility for, and entitlements
11 to, revenue limit funding, the average daily attendance of a unified
12 school district, other than a unified school district that has
13 converted all of its schools to charter status pursuant to Section
14 47606 and is operating them as charter schools, shall include all
15 attendance of pupils who reside in the unified school district and
16 who would otherwise have been eligible to attend a noncharter
17 school of the unified school district if the pupils attended a charter
18 school operating in the unified school district before July 1, 2005.
19 Only the attendance of pupils described by this paragraph shall be
20 included in the calculation made pursuant to Section 42241.3. The
21 attendance of the pupils described by this paragraph shall be
22 included in the calculation made pursuant to paragraph (7) of
23 subdivision (h) of Section 42238.

24 (c) (1) For the attendance of pupils specified in subdivision (b),
25 the general-purpose entitlement for a charter school that is
26 established through the conversion of an existing public school
27 within a unified school district on or after July 1, 2005, but before
28 January 1, 2010, shall be determined using the following amount
29 of general-purpose funding per unit of average daily attendance,
30 in lieu of the amount calculated pursuant to subdivision (a) of
31 Section 47633:

32 (A) The amount of the actual unrestricted revenues expended
33 per unit of average daily attendance for that school in the year
34 before its conversion to, and operation as, a charter school, adjusted
35 for the base revenue limit per pupil inflation increase adjustment
36 set forth in Section 42238.1, if this adjustment is provided, and
37 also adjusted for equalization, deficit reduction, and other state
38 general-purpose increases, if any, provided for the unified school
39 district in the year of conversion to, and operation as, a charter
40 school.

1 (B) ~~Commencing with the 2013–14~~ For a subsequent fiscal
2 year, the general-purpose entitlement shall be determined based
3 on the amount per unit of average daily attendance allocated in
4 the prior fiscal year adjusted for the base revenue limit per pupil
5 inflation increase adjustment set forth in Section 42238.1, if this
6 adjustment is provided, and also adjusted for equalization, deficit
7 reduction, and other state general-purpose increases ~~or decreases~~,
8 if any, provided for the unified school district in that fiscal year.

9 (2) This subdivision shall not apply to a charter school that is
10 established through the conversion of an existing public high school
11 within a unified school district on or after January 1, 2010, but on
12 or before December 31, 2012, which instead shall receive
13 general-purpose funding pursuant to Section 47633. This paragraph
14 does not preclude a charter school or unified school district from
15 agreeing to an alternative funding formula, including the formula
16 specified in Section 47633.

17 (d) ~~The~~ Commencing with the 2013–14 fiscal year, for the
18 attendance of pupils specified in subdivision (b), the
19 general-purpose entitlement of a charter high school that is
20 established on or after January 1, 2013, through the conversion of
21 an existing public high school within a unified school district shall
22 be ~~calculated pursuant to paragraph (1) of subdivision (e).~~
23 *determined using the following amount of general-purpose funding*
24 *per unit of average daily attendance, in lieu of the amount*
25 *calculated pursuant to subdivision (a) of Section 47633:*

26 (1) *The amount of the actual unrestricted revenues expended*
27 *per unit of average daily attendance for that school in the year*
28 *before its conversion to, and operation as, a charter school,*
29 *adjusted for the base revenue limit per pupil inflation increase*
30 *adjustment set forth in Section 42238.1, if this adjustment is*
31 *provided, and also adjusted for equalization, deficit reduction,*
32 *and other state general-purpose increases, if any, provided for the*
33 *unified school district in the year of conversion to, and operation*
34 *as, a charter school.*

35 (2) *For a subsequent fiscal year, the general-purpose entitlement*
36 *shall be determined based on the amount per unit of average daily*
37 *attendance allocated in the prior fiscal year adjusted for the base*
38 *revenue limit per pupil inflation increase adjustment set forth in*
39 *Section 42238.1, if this adjustment is provided, and also adjusted*
40 *for equalization, deficit reduction, and other state general-purpose*

1 *increases or decreases, if any, provided for the unified school*
2 *district in that fiscal year.*

3 (e) Commencing with the 2005–06 fiscal year, the
4 general-purpose funding per unit of average daily attendance
5 specified for a unified school district for purposes of paragraph
6 (7) of subdivision (h) of Section 42238 for a school within the
7 unified school district that converted to charter status on or after
8 July 1, 2005, shall be deemed to be the amount computed pursuant
9 to subdivision (c).

10 (f) A unified school district that is the sponsoring local
11 educational agency as defined in subdivision (j) of Section 47632
12 of a charter school that is subject to paragraphs (1) and (2) of
13 subdivision (c) shall certify to the Superintendent the amount
14 specified in paragraph (1) of subdivision (c) ~~prior to~~ *before* the
15 approval of the charter petition by the governing board of the
16 school district. This amount may be based on estimates of the
17 unrestricted revenues expended in the fiscal year ~~prior to~~ *before*
18 the school’s conversion to charter status and the school’s operation
19 as a charter school, provided that the amount is recertified when
20 the actual data becomes available.

21 (g) For ~~the~~ purposes of this section, “basic aid school district”
22 means a school district that does not receive from the state an
23 apportionment of state funds pursuant to subdivision (h) of Section
24 42238.

25 (h) A school district may use the existing Standardized Account
26 Code Structure and cost allocation methods, if appropriate, for an
27 accounting of the actual unrestricted revenues expended in support
28 of a school pursuant to subdivision (c).

29 (i) For purposes of this section and Section 42241.3, “operating”
30 means that pupils are attending and receiving instruction at the
31 charter school.

32 ~~(j) This section shall not apply to a charter school that is~~
33 ~~established through the conversion of an existing school within a~~
34 ~~unified school district that has a pupil population over 400,000.~~