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FOR CONSIDERATION By the Committee on Appropriations

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A bill to be entitled An act relating to education; amending s. 1001.7065, F.S.; requiring a state research university to enter into and maintain a formal agreement with a specified organization to offer college-sponsored merit scholarship awards as a condition of designation as a preeminent state research university; specifying that continuation of a state research university's institute for online learning is contingent on the university entering into and maintaining such an agreement; amending s. 1011.61, F.S.; revising the term "full-time student" for the purposes of the Florida Education Finance Program; amending s. 1011.62, F.S.; requiring supplemental academic instruction categorical funds and research-based reading instruction allocation funds to be used by a school district with at least one of certain lowestperforming elementary schools for additional intensive reading instruction at such school during the summer program in addition to the school year; providing that the additional instruction requirements continue in the subsequent year for certain students; revising the funding of full-time equivalent values for students who earn CAPE industry certifications through dual enrollment; increasing the bonus awarded to teachers who provided instruction in courses that led to certain CAPE industry certifications; specifying a maximum bonus amount per teacher per school year; revising the calculation of the discretionary millage

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compression supplement amount; revising the computation of district sparsity index for districts with a specified full-time equivalent student membership; deleting obsolete language; revising the calculation of the virtual education contribution; creating a federally connected student supplement for school districts; specifying eligibility requirements and calculations for the supplement; amending s. 1011.71, F.S.; a conforming a cross-reference; authorizing enterprise resource software to be acquired by certain fees and agreements; amending s. 1012.71, F.S.; requiring a classroom teacher to provide the school district with receipts for the expenditure of certain funds; requiring the Board of Governors and the State Board of Education to base state performance funds for the State University System and the Florida College System, respectively, on specified metrics adopted by each board; specifying allocation of the funds; requiring certain funds to be withheld from an institution based on specified performance; requiring the boards to submit reports by a specified time to the Governor and the Legislature; requiring the boards to adopt rules; providing an effective date.

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Be It Enacted by the Legislature of the State of Florida:

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Section 1. Subsections (3) and (4) of section 1001.7065, Florida Statutes, are amended to read:

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1001.7065 Preeminent state research universities program.-

- (3) PREEMINENT STATE RESEARCH UNIVERSITY DESIGNATION.—The Board of Governors shall designate each state research university that meets at least 11 of the 12 academic and research excellence standards identified in subsection (2) and that enters into and maintains a formal agreement with the National Merit Scholarship Corporation to offer collegesponsored merit scholarship awards a preeminent state research university.
- (4) PREEMINENT STATE RESEARCH UNIVERSITY INSTITUTE FOR ONLINE LEARNING.—A state research university that, as of July 1, 2013, met meets all 12 of the academic and research excellence standards identified in subsection (2), as verified by the Board of Governors, shall establish an institute for online learning. Continuation of the institute for online learning is contingent upon a state research university entering into and maintaining a formal agreement with the National Merit Scholarship Corporation to offer college-sponsored merit scholarship awards. The institute shall establish a robust offering of high-quality, fully online baccalaureate degree programs at an affordable cost in accordance with this subsection.
- (a) By August 1, 2013, the Board of Governors shall convene an advisory board to support the development of high-quality, fully online baccalaureate degree programs at the university.
 - (b) The advisory board shall:
- 1. Offer expert advice, as requested by the university, in the development and implementation of a business plan to expand the offering of high-quality, fully online baccalaureate degree programs.

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2. Advise the Board of Governors on the release of funding to the university upon approval by the Board of Governors of the plan developed by the university.

- 3. Monitor, evaluate, and report on the implementation of the plan to the Board of Governors, the Governor, the President of the Senate, and the Speaker of the House of Representatives.
- (c) The advisory board shall be composed of the following five members:
- 1. The chair of the Board of Governors or the chair's permanent designee.
- 2. A member with expertise in online learning, appointed by the Board of Governors.
- 3. A member with expertise in global marketing, appointed by the Governor.
- 4. A member with expertise in cloud virtualization, appointed by the President of the Senate.
- 5. A member with expertise in disruptive innovation, appointed by the Speaker of the House of Representatives.
- (d) The president of the university shall be consulted on the advisory board member appointments.
- (e) A majority of the advisory board shall constitute a quorum, elect the chair, and appoint an executive director.
- (f) By September 1, 2013, the university shall submit to the advisory board a comprehensive plan to expand high-quality, fully online baccalaureate degree program offerings. The plan shall include:
- 1. Existing on-campus general education courses and baccalaureate degree programs that will be offered online.
 - 2. New courses that will be developed and offered online.

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3. Support services that will be offered to students enrolled in online baccalaureate degree programs.

- 4. A tuition and fee structure that meets the requirements in paragraph (k) for online courses, baccalaureate degree programs, and student support services.
- 5. A timeline for offering, marketing, and enrolling students in the online baccalaureate degree programs.
- 6. A budget for developing and marketing the online baccalaureate degree programs.
- 7. Detailed strategies for ensuring the success of students and the sustainability of the online baccalaureate degree programs.

Upon recommendation of the plan by the advisory board and approval by the Board of Governors, the Board of Governors shall award the university \$10 million in nonrecurring funds and \$5 million in recurring funds for fiscal year 2013-2014 and \$5 million annually thereafter, subject to appropriation in the General Appropriations Act.

- (g) Beginning in January 2014, the university shall offer high-quality, fully online baccalaureate degree programs that:
 - 1. Accept full-time, first-time-in-college students.
- 2. Have the same rigorous admissions criteria as equivalent on-campus degree programs.
- 3. Offer curriculum of equivalent rigor to on-campus degree programs.
- 4. Offer rolling enrollment or multiple opportunities for enrollment throughout the year.
 - 5. Do not require any on-campus courses. However, for

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courses or programs that require clinical training or laboratories that cannot be delivered online, the university shall offer convenient locational options to the student, which may include, but are not limited to, the option to complete such requirements at a summer-in-residence on the university campus. The university may provide a network of sites at convenient locations and contract with commercial testing centers or identify other secure testing services for the purpose of proctoring assessments or testing.

- 6. Apply the university's existing policy for accepting credits for both freshman applicants and transfer applicants.
- (h) The university may offer a fully online Master's in Business Administration degree program and other master's degree programs.
- (i) The university may develop and offer degree programs and courses that are competency based as appropriate for the quality and success of the program.
- (j) The university shall periodically expand its offering of online baccalaureate degree programs to meet student and market demands.
- (k) The university shall establish a tuition structure for its online institute in accordance with this paragraph, notwithstanding any other provision of law.
- 1. For students classified as residents for tuition purposes, tuition for an online baccalaureate degree program shall be set at no more than 75 percent of the tuition rate as specified in the General Appropriations Act pursuant to s. 1009.24(4) and 75 percent of the tuition differential pursuant to s. 1009.24(16). No distance learning fee, fee for campus

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facilities, or fee for on-campus services may be assessed, except that online students shall pay the university's technology fee, financial aid fee, and Capital Improvement Trust Fund fee. The revenues generated from the Capital Improvement Trust Fund fee shall be dedicated to the university's institute for online learning.

- 2. For students classified as nonresidents for tuition purposes, tuition may be set at market rates in accordance with the business plan.
- 3. Tuition for an online degree program shall include all costs associated with instruction, materials, and enrollment, excluding costs associated with the provision of textbooks pursuant to s. 1004.085 and physical laboratory supplies.
- 4. Subject to the limitations in subparagraph 1., tuition may be differentiated by degree program as appropriate to the instructional and other costs of the program in accordance with the business plan. Pricing must incorporate innovative approaches that incentivize persistence and completion, including, but not limited to, a fee for assessment, a bundled or all-inclusive rate, and sliding scale features.
- 5. The university must accept advance payment contracts and student financial aid.
- 6. Fifty percent of the net revenues generated from the online institute of the university shall be used to enhance and enrich the online institute offerings, and 50 percent of the net revenues generated from the online institute shall be used to enhance and enrich the university's campus state-of-the-art research programs and facilities.
 - 7. The institute may charge additional local user fees

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pursuant to s. 1009.24(14) upon the approval of the Board of Governors.

8. The institute shall submit a proposal to the president of the university authorizing additional user fees for the provision of voluntary student participation in activities and additional student services.

Section 2. Paragraph (a) of subsection (1) of section 1011.61, Florida Statutes, is amended to read:

1011.61 Definitions.—Notwithstanding the provisions of s. 1000.21, the following terms are defined as follows for the purposes of the Florida Education Finance Program:

- (1) A "full-time equivalent student" in each program of the district is defined in terms of full-time students and part-time students as follows:
- (a) A "full-time student" is one student on the membership roll of one school program or a combination of school programs listed in s. 1011.62(1)(c) for the school year or the equivalent for:
- 1. Instruction in a standard school, comprising not less than 900 net hours for a student in or at the grade level of 4 through 12, or not less than 720 net hours for a student in or at the grade level of kindergarten through grade 3 or in an authorized prekindergarten exceptional program;
- 2. Instruction in a school that is operating with more than one session approved by the Department of Education because of a natural disaster, comprising not less than the equivalent of 810 net hours per session in grades 4 through 12 or not less than 630 net hours per session in kindergarten through grade 3;
 - 3.2. Instruction in a double-session school or a school

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utilizing an experimental school calendar approved by the Department of Education, comprising not less than the equivalent of 810 net hours in grades 4 through 12 or not less than 630 net hours in kindergarten through grade 3; or

4.3. Instruction comprising the appropriate number of net hours set forth in subparagraph 1. or subparagraph 3. subparagraph 2. for students who, within the past year, have moved with their parents for the purpose of engaging in the farm labor or fish industries, if a plan furnishing such an extended school day or week, or a combination thereof, has been approved by the commissioner. Such plan may be approved to accommodate the needs of migrant students only or may serve all students in schools having a high percentage of migrant students. The plan described in this subparagraph is optional for any school district and is not mandated by the state.

The department shall determine and implement an equitable method of equivalent funding for experimental schools and for schools operating under emergency conditions, which schools have been approved by the department to operate for less than the minimum school day.

Section 3. Paragraphs (f) and (o) of subsection (1), paragraph (a) of subsection (4), subsection (5), paragraph (b) of subsection (7), paragraph (a) of subsection (9), subsection (11), and present subsection (13) of section 1011.62, Florida Statutes, are amended, present subsections (13), (14), and (15) of that section are redesignated as subsections (14), (15), and (16), respectively, and a new subsection (13) is added to that section, to read:

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1011.62 Funds for operation of schools.—If the annual allocation from the Florida Education Finance Program to each district for operation of schools is not determined in the annual appropriations act or the substantive bill implementing the annual appropriations act, it shall be determined as follows:

- (1) COMPUTATION OF THE BASIC AMOUNT TO BE INCLUDED FOR OPERATION.—The following procedure shall be followed in determining the annual allocation to each district for operation:
 - (f) Supplemental academic instruction; categorical fund.-
- 1. There is created a categorical fund to provide supplemental academic instruction to students in kindergarten through grade 12. This paragraph may be cited as the "Supplemental Academic Instruction Categorical Fund."
- 2. Categorical funds for supplemental academic instruction shall be allocated annually to each school district in the amount provided in the General Appropriations Act. These funds shall be in addition to the funds appropriated on the basis of FTE student membership in the Florida Education Finance Program and shall be included in the total potential funds of each district. These funds shall be used to provide supplemental academic instruction to students enrolled in the K-12 program. For the 2014-2015, 2015-2016, 2016-2017, and 2017-2018 fiscal years year, each school district that has one or more of the 300 lowest-performing elementary schools based on the state reading assessment shall use these funds, together with the funds provided in the district's research-based reading instruction allocation and other available funds, to provide an additional

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hour of instruction beyond the normal school day for each day of the entire school year, and to provide the equivalent hours of instruction in a summer program, for intensive reading instruction for the students in each of these schools. If a participating school is no longer classified as one of the 300 lowest-performing elementary schools in the subsequent year, the school must continue to provide the additional hour of intensive reading instruction to all students who have Level 1 or Level 2 reading assessment scores. This additional hour of instruction must be provided by teachers or reading specialists who are effective in teaching reading or by a K-5 mentoring reading program that is supervised by a teacher who is effective at teaching reading. Students enrolled in these schools who have level 5 assessment scores may participate in the additional hour of instruction on an optional basis. Exceptional student education centers may shall not be included in the 300 schools. After this requirement has been met, supplemental instruction strategies may include, but are not limited to: modified curriculum, reading instruction, after-school instruction, tutoring, mentoring, class size reduction, extended school year, intensive skills development in summer school, and other methods for improving student achievement. Supplemental instruction may be provided to a student in any manner and at any time during or beyond the regular 180-day term identified by the school as being the most effective and efficient way to best help that student progress from grade to grade and to graduate.

3. Effective with the 1999-2000 fiscal year, funding on the basis of FTE membership beyond the 180-day regular term shall be provided in the FEFP only for students enrolled in juvenile

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justice education programs or in education programs for juveniles placed in secure facilities or programs under s. 985.19. Funding for instruction beyond the regular 180-day school year for all other K-12 students shall be provided through the supplemental academic instruction categorical fund and other state, federal, and local fund sources with ample flexibility for schools to provide supplemental instruction to assist students in progressing from grade to grade and graduating.

- 4. The Florida State University School, as a lab school, is authorized to expend from its FEFP or Lottery Enhancement Trust Fund allocation the cost to the student of remediation in reading, writing, or mathematics for any graduate who requires remediation at a postsecondary educational institution.
- 5. Beginning in the 1999-2000 school year, dropout prevention programs as defined in ss. 1003.52, 1003.53(1)(a), (b), and (c), and 1003.54 shall be included in group 1 programs under subparagraph (d)3.
- (o) Calculation of additional full-time equivalent membership based on successful completion of a career-themed course pursuant to ss. 1003.491, 1003.492, and 1003.493, or courses with embedded CAPE industry certifications or CAPE Digital Tool certificates, and issuance of industry certification identified on the CAPE Industry Certification Funding List pursuant to rules adopted by the State Board of Education or CAPE Digital Tool certificates pursuant to s. 1003.4203.—
- 1.a. A value of 0.025 full-time equivalent student membership shall be calculated for CAPE Digital Tool

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certificates earned by students in elementary and middle school grades.

b. A value of 0.1 or 0.2 full-time equivalent student membership shall be calculated for each student who completes a course as defined in s. 1003.493(1)(b) or courses with embedded CAPE industry certifications and who is issued an industry certification identified annually on the CAPE Industry Certification Funding List approved under rules adopted by the State Board of Education. A value of 0.2 full-time equivalent membership shall be calculated for each student who is issued a CAPE industry certification that has a statewide articulation agreement for college credit approved by the State Board of Education. For CAPE industry certifications that do not articulate for college credit, the Department of Education shall assign a full-time equivalent value of 0.1 for each certification. Middle grades students who earn additional FTE membership for a CAPE Digital Tool certificate pursuant to subsubparagraph a. may not use the previously funded examination to satisfy the requirements for earning an industry certification under this sub-subparagraph. Additional FTE membership for an elementary or middle grades student may shall not exceed 0.1 for certificates or certifications earned within the same fiscal year. The State Board of Education shall include the assigned values on the CAPE Industry Certification Funding List under rules adopted by the state board. Such value shall be added to the total full-time equivalent student membership for grades 6 through 12 in the subsequent year for courses that were not provided through dual enrollment. CAPE industry certifications earned through dual enrollment must be reported and funded

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pursuant to s. 1011.80. However, if a student earns a certification through a dual enrollment course and the certification is not a fundable certification on the postsecondary certification funding list, or the dual enrollment certification is earned as a result of an agreement between a school district and a nonpublic postsecondary institution, the bonus value shall be funded in the same manner as for other nondual enrollment course industry certifications. In such cases, the school district may provide for an agreement between the high school and the technical center, or the school district and the postsecondary institution may enter into an agreement for equitable distribution of the bonus funds.

- c. A value of 0.3 full-time equivalent student membership shall be calculated for student completion of the courses and the embedded certifications identified on the CAPE Industry Certification Funding List and approved by the commissioner pursuant to ss. 1003.4203(5)(a) and 1008.44.
- d. A value of 0.5 full-time equivalent student membership shall be calculated for CAPE Acceleration Industry

 Certifications that articulate for 15 to 29 college credit hours, and 1.0 full-time equivalent student membership shall be calculated for CAPE Acceleration Industry Certifications that articulate for 30 or more college credit hours pursuant to CAPE Acceleration Industry Certifications approved by the commissioner pursuant to ss. 1003.4203(5)(b) and 1008.44.
- 2. Each district must allocate at least 80 percent of the funds provided for CAPE industry certification, in accordance with this paragraph, to the program that generated the funds. This allocation may not be used to supplant funds provided for

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basic operation of the program.

- 3. For CAPE industry certifications earned in the 2013-2014 school year and in subsequent years, the school district shall distribute to each classroom teacher who provided direct instruction toward the attainment of a CAPE industry certification that qualified for additional full-time equivalent membership under subparagraph 1.:
- a. A bonus in the amount of \$25 for each student taught by a teacher who provided instruction in a course that led to the attainment of a CAPE industry certification on the CAPE Industry Certification Funding List with a weight of 0.1.
- b. A bonus in the amount of \$50 for each student taught by a teacher who provided instruction in a course that led to the attainment of a CAPE industry certification on the CAPE Industry Certification Funding List with a weight of 0.2, 0.3, 0.5, and 1.0.
- c. A bonus of \$75 for each student taught by a teacher who provided instruction in a course that led to the attainment of a CAPE industry certification on the CAPE Industry Certification Funding List with a weight of 0.3.
- d. A bonus of \$100 for each student taught by a teacher who provided instruction in a course that led to the attainment of a CAPE industry certification on the CAPE Industry Certification Funding List with a weight of 0.5 or 1.0.

Bonuses awarded pursuant to this paragraph shall be provided to teachers who are employed by the district in the year in which the additional FTE membership calculation is included in the calculation. Bonuses shall be calculated based upon the

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associated weight of a CAPE industry certification on the CAPE Industry Certification Funding List for the year in which the certification is earned by the student. In a single school year, a Any bonus awarded to a teacher under sub-subparagraph 3.a. or sub-subparagraph 3.b. this paragraph may not exceed \$2,000 or under sub-subparagraph 3.c. or sub-subparagraph 3.d. may not exceed \$4,000. The maximum bonus that may be awarded to a teacher under this paragraph is \$4,000 in a single school year. This bonus in any given school year and is in addition to any regular wage or other bonus the teacher received or is scheduled to receive.

- (4) COMPUTATION OF DISTRICT REQUIRED LOCAL EFFORT.—The Legislature shall prescribe the aggregate required local effort for all school districts collectively as an item in the General Appropriations Act for each fiscal year. The amount that each district shall provide annually toward the cost of the Florida Education Finance Program for kindergarten through grade 12 programs shall be calculated as follows:
 - (a) Estimated taxable value calculations.-
- 1.a. Not later than 2 working days prior to July 19, the Department of Revenue shall certify to the Commissioner of Education its most recent estimate of the taxable value for school purposes in each school district and the total for all school districts in the state for the current calendar year based on the latest available data obtained from the local property appraisers. The value certified shall be the taxable value for school purposes for that year, and no further adjustments shall be made, except those made pursuant to paragraphs (c) and (d), or an assessment roll change required by

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final judicial decisions as specified in paragraph (15)(b) (14)(b). Not later than July 19, the Commissioner of Education shall compute a millage rate, rounded to the next highest one one-thousandth of a mill, which, when applied to 96 percent of the estimated state total taxable value for school purposes, would generate the prescribed aggregate required local effort for that year for all districts. The Commissioner of Education shall certify to each district school board the millage rate, computed as prescribed in this subparagraph, as the minimum millage rate necessary to provide the district required local effort for that year.

- b. The General Appropriations Act shall direct the computation of the statewide adjusted aggregate amount for required local effort for all school districts collectively from ad valorem taxes to ensure that no school district's revenue from required local effort millage will produce more than 90 percent of the district's total Florida Education Finance Program calculation as calculated and adopted by the Legislature, and the adjustment of the required local effort millage rate of each district that produces more than 90 percent of its total Florida Education Finance Program entitlement to a level that will produce only 90 percent of its total Florida Education Finance Program entitlement in the July calculation.
- 2. On the same date as the certification in subsubparagraph 1.a., the Department of Revenue shall certify to the Commissioner of Education for each district:
- a. Each year for which the property appraiser has certified the taxable value pursuant to s. 193.122(2) or (3), if applicable, since the prior certification under sub-subparagraph

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b. For each year identified in sub-subparagraph a., the taxable value certified by the appraiser pursuant to s. 193.122(2) or (3), if applicable, since the prior certification under sub-subparagraph 1.a. This is the certification that reflects all final administrative actions of the value adjustment board.

- (5) DISCRETIONARY MILLAGE COMPRESSION SUPPLEMENT.—The Legislature shall prescribe in the General Appropriations Act, pursuant to s. 1011.71(1), the rate of nonvoted current operating discretionary millage that shall be used to calculate a discretionary millage compression supplement. If the prescribed millage generates an amount of funds per unweighted FTE for the district that is less than 105 percent of the state average, the district shall receive an amount per FTE that, when added to the funds per FTE generated by the designated levy, shall equal 105 percent of the state average.
 - (7) DETERMINATION OF SPARSITY SUPPLEMENT.-
- (b) The district sparsity index shall be computed by dividing the total number of full-time equivalent students in all programs in the district by the number of senior high school centers in the district, not in excess of three, which centers are approved as permanent centers by a survey made by the Department of Education. For districts with a full-time equivalent student membership of at least 20,000, but no more than 24,000, the index shall be computed by dividing the total number of full-time equivalent students in all programs by the number of permanent senior high school centers in the district, not to exceed four.

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(9) RESEARCH-BASED READING INSTRUCTION ALLOCATION.

(a) The research-based reading instruction allocation is created to provide comprehensive reading instruction to students in kindergarten through grade 12. For the 2014-2015, 2015-2016, 2016-2017, and 2017-2018 fiscal years $\frac{1}{2000}$, in each school district that has one or more of the 300 lowest-performing elementary schools based on the state reading assessment, priority shall be given to providing an additional hour per day of intensive reading instruction beyond the normal school day for each day of the entire school year, and to providing the equivalent hours of instruction in a summer program, for the students in each school. If a participating school is no longer classified as one of the 300 lowest-performing elementary schools in the subsequent year, the school must continue to provide the additional hour of intensive reading instruction to all students who have Level 1 or Level 2 reading assessment scores. Students enrolled in these schools who have level 5 assessment scores may participate in the additional hour of instruction on an optional basis. Exceptional student education centers may shall not be included in the 300 schools. The intensive reading instruction delivered in this additional hour and for other students shall include: research-based reading instruction that has been proven to accelerate progress of students exhibiting a reading deficiency; differentiated instruction based on student assessment data to meet students' specific reading needs; explicit and systematic reading development in phonemic awareness, phonics, fluency, vocabulary, and comprehension, with more extensive opportunities for guided practice, error correction, and feedback; and the integration of

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social studies, science, and mathematics-text reading, text discussion, and writing in response to reading. For the 2012-2013 and 2013-2014 fiscal years, a school district may not hire more reading coaches than were hired during the 2011-2012 fiscal year unless all students in kindergarten through grade 5 who demonstrate a reading deficiency, as determined by district and state assessments, including students scoring Level 1 or Level 2 on the statewide, standardized reading assessment or, upon implementation, the English Language Arts assessment, are provided an additional hour per day of intensive reading instruction beyond the normal school day for each day of the entire school year.

(11) VIRTUAL EDUCATION CONTRIBUTION. - The Legislature may annually provide in the Florida Education Finance Program a virtual education contribution. The amount of the virtual education contribution shall be the difference between the amount per FTE established in the General Appropriations Act for virtual education and the amount per FTE for each district and the Florida Virtual School, which may be calculated by taking the sum of the base FEFP allocation, the declining enrollment supplement, the discretionary local effort, the state-funded discretionary contribution, the discretionary millage compression supplement, the research-based reading instruction allocation, the exceptional student education guaranteed allocation, and the instructional materials allocation, and then dividing by the total unweighted FTE. This difference shall be multiplied by the virtual education unweighted FTE for programs and options identified in s. 1002.455(3) and the Florida Virtual School and its franchises to equal the virtual education

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contribution and shall be included as a separate allocation in the funding formula.

- connected student supplement is created to provide supplemental funding for school districts to support the education of students connected with federally owned military installations, National Aeronautics and Space Administration (NASA) property, and Indian lands. To be eligible for this supplement, the district must be eligible for federal Impact Aid Program funds under Title VIII of the Elementary and Secondary Education Act of 1965. The supplement shall be the sum of the student allocation and an exempt property allocation.
- (a) The student allocation shall be calculated based on the number of students reported for federal Impact Aid Program funds, including students with disabilities, who meet one of the following criteria:
- 1. Resides with a parent who is on active duty in the uniformed services or is an accredited foreign government official and military officer. Students with disabilities shall also be reported separately for this condition.
- 2. Resides on eligible federally owned Indian lands.
 Students with disabilities shall also be reported separately for this condition.
- 3. Resides with a civilian parent who lives or works on eligible federal property connected with a military installation or NASA. The number of these students shall be multiplied by a factor of 0.5.
- (b) The total number of federally connected students calculated under paragraph (a) shall be multiplied by a

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percentage of the base student allocation as provided in the General Appropriations Act. The total of the number of students with disabilities as reported separately under subparagraphs (a)1. and (a)2. shall be multiplied by an additional percentage of the base student allocation as provided in the General Appropriations Act. The base amount and the amount for students with disabilities shall be summed to provide the student allocation.

(c) The exempt-property allocation shall be equal to the tax-exempt value of federal impact aid lands reserved as military installations, real property owned by NASA, or eligible federally owned Indian lands located in the district, as of January 1 of the previous year, multiplied by the millage authorized and levied under s. 1011.71(2).

(14) (13) QUALITY ASSURANCE GUARANTEE.—The Legislature may annually in the General Appropriations Act determine a percentage increase in funds per K-12 unweighted FTE as a minimum guarantee to each school district. The guarantee shall be calculated from prior year base funding per unweighted FTE student which shall include the adjusted FTE dollars as provided in subsection (15) (14), quality guarantee funds, and actual nonvoted discretionary local effort from taxes. From the base funding per unweighted FTE, the increase shall be calculated for the current year. The current year funds from which the guarantee shall be determined shall include the adjusted FTE dollars as provided in subsection (15) (14) and potential nonvoted discretionary local effort from taxes. A comparison of current year funds per unweighted FTE to prior year funds per unweighted FTE shall be computed. For those school districts

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which have less than the legislatively assigned percentage increase, funds shall be provided to guarantee the assigned percentage increase in funds per unweighted FTE student. Should appropriated funds be less than the sum of this calculated amount for all districts, the commissioner shall prorate each district's allocation. This provision shall be implemented to the extent specifically funded.

Section 4. Subsection (1) and paragraph (d) of subsection (2) of section 1011.71, Florida Statutes, is amended to read:

1011.71 District school tax.—

- (1) If the district school tax is not provided in the General Appropriations Act or the substantive bill implementing the General Appropriations Act, each district school board desiring to participate in the state allocation of funds for current operation as prescribed by s. 1011.62(15) s. 1011.62(14)shall levy on the taxable value for school purposes of the district, exclusive of millage voted under the provisions of s. 9(b) or s. 12, Art. VII of the State Constitution, a millage rate not to exceed the amount certified by the commissioner as the minimum millage rate necessary to provide the district required local effort for the current year, pursuant to s. 1011.62(4)(a)1. In addition to the required local effort millage levy, each district school board may levy a nonvoted current operating discretionary millage. The Legislature shall prescribe annually in the appropriations act the maximum amount of millage a district may levy.
- (2) In addition to the maximum millage levy as provided in subsection (1), each school board may levy not more than 1.5 mills against the taxable value for school purposes for district

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schools, including charter schools at the discretion of the school board, to fund:

(d) The purchase, lease-purchase, or lease of new and replacement equipment; computer hardware, including electronic hardware and other hardware devices necessary for gaining access to or enhancing the use of electronic content and resources or to facilitate the access to and the use of a school district's digital classrooms plan pursuant to s. 1011.62, excluding software other than the operating system necessary to operate the hardware or device; and enterprise resource software applications that are classified as capital assets in accordance with definitions of the Governmental Accounting Standards Board, have a useful life of at least 5 years, and are used to support districtwide administration or state-mandated reporting requirements. Enterprise resource software may be acquired by annual license fees, maintenance fees, or lease agreements.

Section 5. Subsections (4), (5), and (6) of section 1012.71, Florida Statutes, are amended to read:

1012.71 The Florida Teachers Classroom Supply Assistance Program.—

with receipts for the expenditure of the funds. If the classroom teacher is provided funds in advance of expenditure, the Each classroom teacher must sign a statement acknowledging receipt of the funds, provide keep receipts as requested by the school district for no less than 4 years to show that funds expended meet the requirements of this section, and return any unused funds to the district school board by at the end of the regular school year. Any unused funds that are returned to the district

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school board shall be deposited into the school advisory council account of the school at which the classroom teacher returning the funds was employed when that teacher received the funds or deposited into the Florida Teachers Classroom Supply Assistance Program account of the school district in which a charter school is sponsored, as applicable.

(5) The statement must be signed and dated by each classroom teacher before receipt of the Florida Teachers Classroom Supply Assistance Program funds and shall include the wording: "I, ... (name of teacher)..., am employed by theCounty District School Board or by theCharter School as a full-time classroom teacher. I acknowledge that Florida Teachers Classroom Supply Assistance Program funds are appropriated by the Legislature for the sole purpose of purchasing classroom materials and supplies to be used in the instruction of students assigned to me. In accepting custody of these funds, I agree to keep the receipts for all expenditures for no less than 4 years. I understand that if I do not keep the receipts, it will be my personal responsibility to pay any federal taxes due on these funds. I also agree to return any unexpended funds to the district school board at the end of the regular school year for deposit into the school advisory council account of the school where I was employed at the time I received the funds or for deposit into the Florida Teachers Classroom Supply Assistance Program account of the school district in which the charter school is sponsored, as applicable."

(5) (6) The Department of Education and district school boards may, and are encouraged to, enter into public-private

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partnerships in order to increase the total amount of Florida Teachers Classroom Supply Assistance Programs funds available to classroom teachers.

Section 6. (1) The State University System Performance

Based Incentive shall be based on indicators of institutional
attainment of performance metrics adopted by the Board of

Governors. The performance-based funding metrics must include,
but are not limited to, metrics that measure graduation and
retention rates; degree production; affordability;

postgraduation employment, salaries, or further education;
student loan default rates; access; and any other metrics
approved by the board.

(2) The Board of Governors shall evaluate the institutions' performance on the metrics based on benchmarks adopted by the board which measure the achievement of institutional excellence or improvement. Each fiscal year, the amount of funds available for allocation to the institutions based on the performance funding model shall consist of the state's investment in performance funding, plus an institutional investment consisting of funds to be redistributed from the base funding of the State University System, as determined in the General Appropriations Act. The institutional investment shall be restored for all institutions that meet the board's minimum performance threshold under the performance funding model. An institution that is one of the bottom three institutions or fails to meet the board's minimum performance funding threshold is not eligible for the state's investment, shall have a portion of its institutional investment withheld, and shall submit an improvement plan to the board that specifies the activities and strategies for improving

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the institution's performance.

(3) By October 1 of each year, the Board of Governors shall submit to the Governor, the President of the Senate, and the Speaker of the House of Representatives a report on the previous year's performance funding allocation which reflects the rankings and award distributions.

 $\underline{\mbox{(4)}}$ The Board of Governors shall adopt a regulation to implement this section.

Section 7. (1) The Florida College System Performance Based Incentive shall be based on indicators of institutional attainment of performance metrics adopted by the State Board of Education. The performance-based funding metrics must be limited to metrics that measure retention; program completion and graduation rates; student loan default rates; job placement; and postgraduation employment, salaries, or further education.

(2) The State Board of Education shall evaluate the institutions' performance on the metrics based on benchmarks adopted by the board which measure the achievement of institutional excellence or improvement. Each fiscal year, the amount of funds available for allocation to the institutions based on the performance funding model shall consist of the state's investment in performance funding, plus an institutional investment consisting of funds to be redistributed from the base funding of the Florida College System Program Fund, as determined in the General Appropriations Act. The board shall establish a minimum performance threshold that institutions must meet in order to be eligible for the state's investment in performance funds. The institutional investment shall be restored for all institutions eligible for the state's

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investment under the performance funding model. Any institution that fails to meet the board's minimum performance funding threshold is not eligible for the state's investment, shall have a portion of its institutional investment withheld, and shall submit an improvement plan to the board that specifies the activities and strategies for improving the institution's performance.

- improvement plan, and if approved, must monitor the institution's progress on implementing the specified activities and strategies. The institutions shall submit monitoring reports to the board no later than December 31 and May 31 of each year.
- disbursement of the institutional investment until such time as the monitoring report for the institution is approved by the State Board of Education. Any institution that fails to make satisfactory progress will not have its full institutional investment restored. If all institutional investment funds are not restored, any remaining funds shall be redistributed in accordance with the board's performance funding model.
- (5) By October 1 of each year, the State Board of Education shall submit to the Governor, the President of the Senate, and the Speaker of the House of Representatives a report on the previous year's performance funding allocation which reflects the rankings and award distributions.
- (6) The State Board of Education shall adopt rules to implement this section.
 - Section 8. This act shall take effect July 1, 2015.