

1	UTAH K-8 ONLINE VIRTUAL SCHOOL					
2	2007 GENERAL SESSION					
3	STATE OF UTAH					
4	Chief Sponsor: Ben C. Ferry					
5	Senate Sponsor:					
6 7	LONG TITLE					
8	General Description:					
9	This bill authorizes the State Board of Education to establish a virtual school for					
10	students in kindergarten through the eighth grade.					
11	Highlighted Provisions:					
12	This bill:					
13	 provides definitions; 					
14	 authorizes the State Board of Education to establish Utah K-8 Online, a virtual 					
15	school;					
16	 provides for the participation of Utah K-8 Online students in other public school 					
17	programs;					
18	 requires the State Board of Education to make certain rules; 					
19	 provides for the funding of Utah K-8 Online; and 					
20	 makes technical corrections. 					
21	Monies Appropriated in this Bill:					
22	This bill appropriates:					
23	 as an ongoing appropriation subject to future budget constraints, \$4,713,150 from 					
24	the Uniform School Fund to the State Board of Education; and					
25	 \$100,000 from the Uniform School Fund for fiscal year 2007-08 only, to the State 					
26	Board of Education.					
27	Other Special Clauses:					

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28	This bill provides an immediate effective date.						
29	Utah Code Sections Affected:						
30	AMENDS:						
31	53A-15-1001, as enacted by Chapter 227, Laws of Utah 2006						
32	53A-15-1002, as enacted by Chapter 227, Laws of Utah 2006						
33	53A-17a-104, as last amended by Chapters 4 and 354, Laws of Utah 2006						
34	ENACTS:						
35	53A-15-1008, Utah Code Annotated 1953						
36	53A-15-1009, Utah Code Annotated 1953						
37	53A-15-1010 , Utah Code Annotated 1953						
38							
39	Be it enacted by the Legislature of the state of Utah:						
40	Section 1. Section 53A-15-1001 is amended to read:						
41	Part 10. Virtual Schools Act						
42	53A-15-1001. Title.						
43	This part is known as the "[Electronic High School] Virtual Schools Act."						
44	Section 2. Section 53A-15-1002 is amended to read:						
45	53A-15-1002. Definitions.						
46	As used in this part:						
47	(1) "Board" means the State Board of Education.						
48	(2) "Electronic High School" means a rigorous program offering grade 9 - 12 level						
49	courses delivered over the Internet and coordinated by the board.						
50	(3) "Home-schooled student" means a student:						
51	(a) who attends a home school;						
52	(b) is exempt from school attendance pursuant to Section 53A-11-102; and						
53	(c) attends no more than two regularly scheduled classes or courses in a public school						
54	per semester.						
55	(4) "Open-entry, open-exit" means:						
56	(a) a method of instructional delivery that allows for flexible scheduling in response to						
57	individual student needs or requirements and demonstrated competency when knowledge and						
58	skills have been mastered; and						

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59	(b) students have the flexibility to begin or end study at any time, progress through					
60	course material at their own pace, and demonstrate competency when knowledge and skills					
61	have been mastered.					
62	(5) "Utah K-8 Online" means the virtual school coordinated by the board for students					
63	in kindergarten through the eighth grade in accordance with the provisions of this part.					
64	(6) "Virtual school" means a school that uses technology in order to provide a					
65	preponderance of its curriculum and instruction to its students through the Internet or other					
66	electronic means in a manner that fosters on-demand, interactive, self-paced, and					
67	individualized instruction.					
68	Section 3. Section 53A-15-1008 is enacted to read:					
69	53A-15-1008. Utah K-8 Online Authorization State board rulemaking.					
70	(1) The board is authorized to establish and coordinate the operations of Utah K-8					
71	Online, a virtual school for students in kindergarten through the eighth grade.					
72	(2) Utah K-8 Online may:					
73	(a) begin operation in the 2007-08 school year; and					
74	(b) have a maximum full-time equivalent student capacity of 1,500 students.					
75	(3) The board may contract with school districts, public schools, regional service					
76	centers, or private entities to provide services for Utah K-8 Online.					
77	(4) In accordance with Title 63, Chapter 46a, Utah Administrative Rulemaking Act, the					
78	board shall make rules providing:					
79	(a) minimum standards, definitions, and coordination of Utah K-8 Online; and					
80	(b) procedures for the distribution of funds appropriated for Utah K-8 Online.					
81	Section 4. Section 53A-15-1009 is enacted to read:					
82	53A-15-1009. Utah K-8 Online Participation in other public schools.					
83	(1) A person having control of a minor who is enrolled in Utah K-8 Online may also					
84	enroll the minor in another public school or public school program.					
85	(2) The minor may participate in any academic activity in the other public school					
86	available to students in the minor's grade or age group, subject to compliance with the same					
87	rules and requirements that apply to a full-time student's participation in the activity.					
88	(3) (a) A student who participates in another public school program is considered a					
89	student of that public school for purposes of the student's participation in that program.					

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90	(b) Utah K-8 Online and the other public school shall enter into an agreement to cover					
91	the reasonable costs of participation in the program.					
92	(4) In accordance with Title 63, Chapter 46a, Utah Administrative Rulemaking Act, the					
93	board shall make rules:					
94	(a) governing participation in programs as described in this section, including:					
95	(i) the sharing of costs as described in Subsection (3); and					
96	(ii) regulating the transferability of credits that are earned in Utah K-8 Online; and					
97	(b) providing the policies and procedures necessary to permit students enrolled in Utah					
98	K-8 Online to participate in public school extracurricular activities.					
99	Section 5. Section 53A-15-1010 is enacted to read:					
100	<u>53A-15-1010.</u> Utah K-8 Online Funding.					
101	(1) Money appropriated to the board in Section 53A-17a-104 for Utah K-8 Online shall					
102	be allocated to Utah K-8 Online in the amount of 1.3 times the value of the weighted pupil					
103	unit, as provided in Subsection 53A-17a-103(1), for each full-time equivalent student.					
104	(2) Utah K-8 Online may not receive any other funding provided in this title, except as					
105	the funding is specifically made available to Utah K-8 Online.					
106	(3) Each year the Legislature shall increase the money appropriated to the board in					
107	Section 53A-17a-104 for Utah K-8 Online based on:					
108	(a) enrollment growth in Utah K-8 Online; and					
109	(b) the percentage increase in the value of the weighted pupil unit.					
110	Section 6. Section 53A-17a-104 is amended to read:					
111	53A-17a-104. Amount of state's contribution toward minimum school program.					
112	(1) The total contribution of the state toward the cost of the minimum school program					
113	may not exceed the sum of \$2,032,219,545 for the fiscal year beginning July 1, 2006, except as					
114	otherwise provided by the Legislature through supplemental appropriations.					
115	(2) There is appropriated from state and local funds for fiscal year 2006-07 for					
116	distribution to school districts and charter schools, in accordance with this chapter, monies for					
117	the following purposes and in the following amounts:					
118	(a) basic program - kindergarten, \$57,234,560 (23,680 WPUs);					
119	(b) basic program - grades 1-12, \$1,118,053,443 (462,579 WPUs);					
120	(c) basic program - professional staff, \$106,128,053 (43,909 WPUs);					

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121	(d) basic program - administrative costs, \$3,937,293 (1,629 WPUs);					
122	(e) basic program - necessarily existent small schools and units for consolidated					
123	schools, \$18,487,633 (7,649 WPUs);					
124	(f) special education - regular program - add-on WPUs for students with disabilities,					
125	\$136,350,221 (56,413 WPUs);					
126	(g) preschool special education program, \$19,717,886 (8,158 WPUs);					
127	(h) self-contained regular WPUs, \$32,148,517 (13,301 WPUs);					
128	(i) extended year program for severely disabled, \$887,039 (367 WPUs);					
129	(j) special education programs in state institutions and district impact aid, \$3,487,731					
130	(1,443 WPUs);					
131	(k) applied technology and technical education district programs, \$59,934,349 (24,797					
132	WPUs), including \$1,045,033 for summer applied technology agriculture programs;					
133	(1) applied technology district set-aside, \$2,562,020 (1,060 WPUs);					
134	(m) class size reduction, \$74,378,341 (30,773 WPUs);					
135	(n) Social Security and retirement programs, \$310,891,038;					
136	(o) pupil transportation to and from school, \$62,601,763, of which not less than					
137	\$2,173,569 shall be allocated to the Utah Schools for the Deaf and Blind to pay for					
138	transportation costs of the schools' students;					
139	(p) guarantee transportation levy, \$500,000;					
140	(q) Local Discretionary Block Grant Program, \$21,820,748;					
141	(r) Interventions for Student Success Block Grant Program, \$16,792,888;					
142	(s) Quality Teaching Block Grant Program, \$62,993,704;					
143	(t) highly impacted schools, \$5,123,207;					
144	(u) at-risk programs, \$27,992,056;					
145	(v) adult education, \$9,148,653;					
146	(w) accelerated learning programs, \$12,010,853;					
147	(x) electronic high school, \$1,300,000;					
148	(y) School LAND Trust Program, \$15,000,000;					
149	(z) state-supported voted leeway, \$196,085,303;					
150	(aa) state-supported board leeway, \$54,704,476;					
151	(bb) charter schools, pursuant to Section 53A-1a-513, \$21,552,450;					

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152	(cc) K-3 Reading Improvement Program, \$12,500,000; [and]				
153	(dd) state-supported board leeway for K-3 Reading Improvement Program,				
154	\$15,000,000[.]; and				
155	(ee) Utah K-8 Online, \$4,713,150.				
156	Section 7. Appropriation.				
157	(1) There is appropriated \$100,000 from the Uniform School Fund for fiscal year				
158	2006-07 only, to the State Board of Education.				
159	(2) It is the intent of the Legislature that the appropriation in Subsection (1) shall be				
160	used to provide start-up costs for Utah K-8 Online.				
161	Section 8. Effective date.				
162	If approved by two-thirds of all the members elected to each house, this bill takes effect				
163	upon approval by the governor, or the day following the constitutional time limit of Utah				
164	Constitution Article VII, Section 8, without the governor's signature, or in the case of a veto,				
165	the date of veto override.				

Legislative Review Note as of 2-16-07 7:11 AM

Office of Legislative Research and General Counsel

H.B. 172 - Utah K-8 Online Virtual School

Fiscal Note

2007 General Session State of Utah

State Impact

Enactment of this bill will appropriate \$4,713,150 in ongoing Uniform School Fund revenues beginning in FY 2008 to the Minimum School Program to support the Utah K-8 Virtual School outlined in the bill. Enactment of this bill further appropriates \$100,000 in one-time Uniform School Fund revenue in FY 2008 to the State Board of Education to provide start-up costs associated with establishing the virtual school.

Bill provisions restrict funding for students attending the Utah K-8 Virtual School to the revenue appropriated by the Legislature. Estimates indicate that approximately 940 students currently attend a virtual school offered by a school district in the state. Virtual school students are currently counted in district enrollment counts and receive state funding through the mechanisms of the Minimum School Program. Provisions of this bill appropriate sufficient revenue to provide 1.3 times the value of the Weighted Pupil Unit for up to 1,500 students that enroll in the new Utah K-8 Virtual School.

Some savings may occur within the Minimum School Program due to students enrolling in the virtual school and not a school district and charter school. Based on the current value of the Weighted Pupil Unit, the State may realize a savings of \$241,700 in Weighted Pupil Unit costs for every 100 students that enroll in the virtual school instead of a district or charter school.

	FY 2007	FY 2008	FY 2009	FY 2007	F I 2000	F 1 2009
	<u>Approp.</u>	<u>Approp.</u>	Approp.	Revenue	Revenue	Revenue
Uniform School Fund	\$ 0	\$4,713,150	\$4,713,150		\$0	\$0
Uniform School Fund, One-time	\$0	\$100,000	\$0	\$0	\$0	#0
Total	\$0	\$4,813,150	\$4,713,150	· · · · · · · · · · · · · · · · · · ·	S0	\$0
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Individual, Business and/or Local Impact

Enactment of this bill likely will not result in direct, measurable costs and/or benefits for individuals, businesses, or local governments.

2/21/2007, 8:02:57 AM, Lead Analyst: Leishman, B.

Office of the Legislative Fiscal Analyst