1	HOUSE BILL 194
2	56TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2023
3	INTRODUCED BY
4	Nathan P. Small and Mimi Stewart
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8	FOR THE LEGISLATIVE FINANCE COMMITTEE
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10	AN ACT
11	RELATING TO PUBLIC SCHOOL FINANCE; CREATING A K-12 PLUS FACTOR;
12	INCREASING THE LENGTH OF A SCHOOL YEAR; INCREASING THE AT-RISK
13	PROGRAM UNIT; INCREASING THE RESPONSIBILITY FACTOR FOR
14	PRINCIPALS AND ASSISTANT PRINCIPALS BY A PERCENTAGE OF THE
15	FAMILY INCOME INDEX; PROVIDING TECHNICAL CLEANUP; REPEALING
16	SECTIONS OF THE NMSA 1978 REGARDING THE K-5 PLUS AND EXTENDED
17	LEARNING TIME PROGRAMS.
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19	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:
20	SECTION 1. A new section of the Public School Finance Act
21	is enacted to read:
22	"[ <u>NEW MATERIAL</u> ] K-12 PLUS FACTORTIERSCALCULATION
23	A. A school district or charter school is eligible
24	for the K-l2 plus program unit if it provides more than one
25	hundred eighty instructional days for a public school with a
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1 five-day school week, or one hundred fifty-two days for a 2 public school with a four-day school week, and meets the 3 requirements of this section. 4 The number of K-12 plus program units is Β. 5 determined by multiplying the MEM in department-approved K-12 plus schools by the cost differential factor of sixteen-6 7 thousandths and the number of instructional days provided 8 between: 9 (1)one hundred eighty-one and one hundred 10 ninety instructional days for a public school with a five-day 11 school week; and 12 one hundred fifty-three and one hundred (2) 13 sixty instructional days for a public school with a four-day 14 school week. 15 The number of K-12 plus program units is C. 16 determined by multiplying the MEM in department-approved K-12 17 plus schools by the cost differential factor of twenty-four 18 thousandths and the number of instructional days provided 19 between: 20 one hundred ninety-one and two hundred (1) 21 five instructional days for a public school with a five-day 22 school week; and 23 (2)one hundred sixty-one and one hundred 24 seventy-two instructional days for a public school with a four-25 day school week. .223742.2 - 2 -

1 D. To be eligible for the K-12 plus program unit as 2 provided in Subsection C of this section, a school district or 3 charter school shall provide: 4 (1) out-of-school time program opportunities 5 for academic learning, extracurricular or enrichment programming for students that do not supplant federally funded 6 7 programs; and 8 a minimum of eighty noninstructional hours (2) 9 per school year for professional work time for instructional 10 staff. As used in this section, "K-12" means 11 Ε. 12 kindergarten through twelfth grade." 13 Section 22-2-8.1 NMSA 1978 (being Laws 1986, SECTION 2. 14 Chapter 33, Section 2, as amended by Laws 2011, Chapter 35, 15 Section 1 and by Laws 2011, Chapter 154, Section 1) is amended 16 to read: 17 "22-2-8.1. SCHOOL YEAR--LENGTH OF SCHOOL DAY--18 MINIMUM. --19 Α. Except as otherwise provided in this section, 20 regular students shall be in school-directed programs, 21 exclusive of lunch, for a minimum of the following: 22 (1) kindergarten, [for half-day programs, two 23 and one-half hours per day or four hundred fifty hours per year 24 or, for full-day programs] five and one-half hours per day or 25 [nine hundred ninety] one thousand one hundred forty hours per .223742.2 - 3 -

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(2) grades one through six, five and one-half hours per day or [nine hundred ninety] <u>one thousand</u> <u>one hundred forty</u> hours per year; and

(3) grades seven through twelve, six hours perday or one thousand [eighty] one hundred forty hours per year.

B. Up to thirty-three hours of the full-day kindergarten program may be used for home visits by the teacher or for parent-teacher conferences. Up to twenty-two hours of grades one through six programs may be used for home visits by the teacher or for parent-teacher conferences. Up to twelve hours of grades seven through twelve programs may be used to consult with parents to develop next step plans for students and for parent-teacher conferences.

C. Nothing in this section precludes a local school board from setting a school year or the length of school days in excess of the minimum requirements established by Subsection A of this section.

D. The secretary may waive the minimum length of school days in those school districts where such minimums would create undue hardships as defined by the department as long as the school year is adjusted to ensure that students in those school districts receive the same total instructional time as other students in the state.

E. Notwithstanding any other provision of this .223742.2

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1 section, provided that instruction occurs simultaneously, 2 time when breakfast is served or consumed pursuant to a state 3 or federal program shall be deemed to be time in a school-4 directed program and is part of the instructional day." Section 22-8-6 NMSA 1978 (being Laws 1967, 5 SECTION 3. Chapter 16, Section 60, as amended) is amended to read: 6 7 "22-8-6. OPERATING BUDGETS--EDUCATIONAL PLANS--8 SUBMISSION--CERTAIN REPORTS--FAILURE TO SUBMIT.--9 Prior to April 15 of each year, each local Α. 10 school board shall submit to the department an operating 11 budget for the school district and any locally chartered 12 charter school in the school district for the ensuing fiscal 13 year. 14 The date for the submission of the operating Β. 15 budget for each school district and each charter school as 16 required by this section may be extended to a later date 17 fixed by the secretary. 18 C. The operating budget required by this section 19 may include: 20 estimates of the cost of insurance (1)21 policies for periods up to five years if a lower rate may be 22 obtained by purchasing insurance for the longer term; or 23 estimates of the cost of contracts for (2) 24 the transportation of students for terms extending up to four 25 years. .223742.2

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1 D. The operating budget required by this section 2 shall include a budget for each charter school of the 3 membership projected for each charter school, the total 4 program units generated at that charter school and 5 approximate anticipated disbursements and expenditures at 6 each charter school. 7 For fiscal year 2021 and subsequent fiscal Ε. years, each school district's and each locally chartered or 8 9 state-chartered charter school's educational plan shall 10 include: 11 (1)information on the instructional time 12 offered by the school district or charter school, including the number of instructional days by school site and the 13 14 number of hours in each instructional day and the frequency 15 of early-release days; 16 (2) a narrative explaining the identified 17 services to improve the academic success of at-risk students; 18 [(3) a narrative explaining the services 19 provided to students enrolled in the following programs: 20 (a) extended learning time programs, 21 including a report of how the extended learning time is used 22 to improve the academic success of students and professional 23 learning of teachers; and 24 (b) K-5 plus programs; 25 (4)] (3) a narrative explaining the school .223742.2 - 6 -

1 district's or charter school's beginning teacher mentorship 2 programs as well as class size and teaching load information; 3 [(5)] (4) a narrative explaining 4 supplemental programs or services offered by the school 5 district or charter school to ensure that the Bilingual Multicultural Education Act, the Indian Education Act and the 6 7 Hispanic Education Act are being implemented by the school 8 district or charter school; 9 [(6)] (5) a narrative describing the amount 10 of program cost generated for services to students with 11 disabilities and the spending of these revenues on services 12 to students with disabilities, which shall include the 13 following: 14 program cost generated for (a) 15 students enrolled in approved special education programs; 16 (b) budgeted expenditures of program 17 cost, for students enrolled in approved special education 18 programs, on students with disabilities; 19 (c) the amount of program cost 20 generated for personnel providing ancillary and related 21 services to students with disabilities; 22 (d) budgeted expenditures of program 23 cost for personnel providing ancillary and related services 24 to students with disabilities, on special education ancillary 25 and related services personnel; and .223742.2 - 7 -

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1 (e) a description of the steps taken to ensure that students with disabilities have access to a 2 3 free and appropriate public education; and 4 [(7)] (6) a common set of performance 5 targets and performance measures, as determined by the 6 department in consultation with the department of finance and 7 administration, the legislative finance committee and the 8 legislative education study committee. 9 F. In addition to the requirements of Subsection 10 E of this section, a school district or charter school that 11 receives federal or local revenue shall include in its 12 educational plan a narrative explaining how the school 13 district or charter school will use the federal or local 14 revenue to improve outcomes for students or to improve the 15 condition of a school building. No later than October 1 of 16 each year, a school district or charter school that received 17 federal or local revenue in the prior fiscal year shall 18 report to the department on the actual uses of that revenue, 19 including a comprehensive evaluation of how the programs and 20 services provided with that revenue improved outcomes for 21 students or how capital projects undertaken improved the 22 condition of a school building. A school district or charter 23 school that is required under federal law to consult with 24 tribal entities as a condition of receiving impact aid funds 25 shall include in its educational plan a detailed narrative of .223742.2

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its consultations with tribal entities and the results of those consultations. The school district or charter school shall transmit the October 1 spending and outcomes report to the appropriate tribal authorities. No later than November 15 of each year, the department shall compile the federal and local revenue outcomes reports into a statewide report to the legislative education study committee and the legislative finance committee that includes an analysis and identification of effective programs and strategies that improve outcomes for students.

G. A school district or charter school operating budget and educational plan shall prioritize federal and local revenue for purposes relating to the Indian Education Act; for capital expenditures authorized by the Public School Capital Outlay Act, the Public School Capital Improvements Act or the Public School Buildings Act; or for research-based or evidence-based social, emotional or academic interventions for which at-risk program units may be used.

H. If a local school board or governing board of a charter school fails to submit an operating budget pursuant to this section, the department shall prepare the operating budget for the school district or charter school for the ensuing fiscal year. A local school board or governing board of a charter school shall be considered as failing to submit an operating budget pursuant to this section if the budget .223742.2

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1 submitted exceeds the total projected resources of the school 2 district or charter school or if the budget submitted does 3 not comply with the law or with rules and procedures of the 4 department. 5 I. As used in this section: "federal revenue" means seventy-five 6 (1)7 percent of the revenue derived from:

8 (a) federal forest reserve funds
9 distributed in accordance with Section 22-8-33 NMSA 1978; or
10 (b) federal assistance to those areas
11 affected by federal activity authorized in accordance with
12 Title 20 of the United States Code, commonly known as "PL 874
13 funds" or "impact aid funds"; and

(2) "local revenue" means seventy-five
percent of the revenue from a school district one-half mill
school district property tax and revenue from the Oil and Gas
Ad Valorem Production Tax Act and the Oil and Gas Production
Equipment Ad Valorem Tax Act."

SECTION 4. Section 22-8-18 NMSA 1978 (being Laws 1974, Chapter 8, Section 8, as amended by Laws 2019, Chapter 206, Section 13 and by Laws 2019, Chapter 207, Section 13) is amended to read:

"22-8-18. PROGRAM COST CALCULATION--LOCAL RESPONSIBILITY.--

A. The total program units for the purpose of .223742.2

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1 computing the program cost shall be calculated by multiplying 2 the sum of the program units itemized as Paragraphs (1) and 3 (2) in this subsection by the staffing cost multiplier and 4 adding the program units itemized as Paragraphs (3) through 5 [<del>(16)</del>] (15) in this subsection. The itemized program units 6 are as follows: 7 early childhood education; (1) 8 (2) basic education; 9 special education, adjusted by (3) 10 subtracting the units derived from membership in class D 11 special education programs in private, nonsectarian, 12 nonprofit training centers; 13 bilingual multicultural education; (4) 14 (5) fine arts education; 15 elementary physical education; (6) 16 size adjustment; (7) 17 (8) at-risk; 18 (9) enrollment growth or new district 19 adjustment; 20 special education units derived from (10)21 membership in class D special education programs in private, 22 nonsectarian, nonprofit training centers; 23 (11) national board for professional 24 teaching standards certification; 25 (12) home school student; .223742.2 - 11 -

1	(13) home school student activities;
2	(14) charter school student activities; and
3	[ <del>(15) K=5 plus; and</del>
4	(16) extended learning time]
5	<u>(15) K-12 plus</u> .
6	B. The total program cost calculated as
7	prescribed in Subsection A of this section includes the cost
8	of early childhood, special, bilingual multicultural, fine
9	arts and vocational education and other remedial or
10	enrichment programs. It is the responsibility of the local
11	school board or governing body of a charter school to
12	determine its priorities in terms of the needs of the
13	community served by that board. Except as otherwise provided
14	in this section, funds generated under the Public School
15	Finance Act are discretionary to local school boards and
16	governing bodies of charter schools; provided that the
17	special program needs as enumerated in this section are met;
18	and provided further that the department shall ensure that
19	the local school board or governing body of a charter school
20	is prioritizing resources for the public school toward proven
21	programs and methods linked to improved student achievement."
22	SECTION 5. Section 22-8-23.3 NMSA 1978 (being Laws
23	1997, Chapter 40, Section 7, as amended) is amended to read:
24	"22-8-23.3. AT-RISK PROGRAM UNITS

A. A school district is eligible for additional .223742.2

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1 program units if it establishes within its department-2 approved educational plan identified services to assist 3 students to reach their full academic potential. A school 4 district receiving additional at-risk program units shall 5 include a report of specified services implemented to improve the academic success of at-risk students. The report shall 6 7 identify the ways in which the school district and individual 8 public schools use funding generated through the at-risk 9 index and the intended outcomes. For purposes of this 10 section, "at-risk student" means a student who meets the 11 criteria to be included in the calculation of the three-year 12 average total rate in Subsection B of this section. The 13 number of additional units to which a school district is 14 entitled under this section is computed in the following 15 manner:

## At-Risk Index x MEM = Units

where MEM is equal to the total district membership, including early childhood education, full-time-equivalent membership and special education membership and where the atrisk index is calculated in the following manner:

Three-Year Average Total Rate x [0.30] <u>0.33</u> = At-Risk Index.

B. To calculate the three-year average total rate, the department shall compute a three-year average of the school district's percentage of membership used to .223742.2

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1 determine its Title 1 allocation, a three-year average of the 2 percentage of membership classified as English language 3 learners using criteria established by the office for civil 4 rights of the United States department of education and a 5 three-year average of the percentage of student mobility. The department shall then add the three-year average rates. 6 7 The number obtained from this calculation is the three-year average total rate. 8 9 C. The department shall recalculate the at-risk 10 index for each school district every year. 11 D. For purposes of this section, "services" means 12 research-based or evidence-based social, emotional or 13 academic interventions, such as: 14 (1) case management, tutoring, reading 15 interventions and after-school programs that are delivered by 16 social workers, counselors, teachers or other professional 17 staff; 18 (2) culturally relevant professional and 19 curriculum development, including those necessary to support 20 language acquisition, bilingual and multicultural education; 21 additional compensation strategies for (3) 22 high-need schools; 23 (4) whole school interventions, including 24 school-based health centers and community schools; 25 (5) educational programming intended to .223742.2 - 14 -

improve career and college readiness of at-risk students, including dual or concurrent enrollment, career and technical education, guidance counseling services and coordination with post-secondary institutions; and

5 (6) services to engage and support parents6 and families in the education of students."

SECTION 6. Section 22-8-23.12 NMSA 1978 (being Laws 2019, Chapter 206, Section 18 and Laws 2019, Chapter 207, Section 18) is amended to read:

"22-8-23.12. NEW PROGRAM FUNDING.--For the first year of programs operating pursuant to [the K-5 Plus Act] the Bilingual Multicultural Education Act, the Fine Arts Education Act or for [extended learning time] K-12 plus programs, a school district or charter school shall generate the applicable program units. A school district's or charter school's budget shall be based on the projected number of program units for the program's first year of operation and shall be adjusted using the qualified MEM on the first reporting date of the current school year."

SECTION 7. Section 22-10A-7 NMSA 1978 (being Laws 2003, Chapter 153, Section 38, as amended) is amended to read:

"22-10A-7. LEVEL ONE LICENSURE.--

A. A level one license is a provisional five-year license for beginning teachers that requires as a condition of licensure that the licensee undergo a formal mentorship .223742.2 - 15 -

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program for at least one full school year and an annual intensive performance evaluation by a school administrator for at least three full school years before applying for a level two license.

Each school district, in accordance with 5 Β. department rules, shall provide for the mentorship and 6 7 evaluation of level one teachers. At the end of each year 8 and at the end of the license period, the level one teacher 9 shall be evaluated for competency. If the teacher fails to 10 demonstrate satisfactory progress and competence annually, 11 the teacher may be terminated as provided in Section 12 22-10A-24 NMSA 1978. If the teacher has not demonstrated 13 satisfactory progress and competence by the end of the five-14 year period, the teacher shall not be granted a level two 15 license.

C. Except in exigent circumstances defined by department rule, a level one license shall not be extended beyond the initial period.

D. The department shall issue a standard level one license to an applicant who is at least eighteen years of age who:

(1) holds a baccalaureate degree from an accredited educational institution;

(2) has successfully completed a departmentapproved teacher preparation program from a nationally.223742.2

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1	accredited or state-approved educational institution;
2	(3) has passed the New Mexico teacher
3	assessments examination, including for elementary licensure
4	beginning January 1, 2013, a rigorous assessment of the
5	candidate's knowledge of the science of teaching reading; and
6	(4) meets other qualifications for level one
7	licensure, including clearance of the required background
8	check.
9	E. The department shall issue an alternative
10	level one license to an applicant who meets the requirements
11	of Section 22-10A-8 NMSA 1978.
12	F. The department shall establish competencies
13	and qualifications for specific grade levels, types and
14	subject areas of level one licensure, including early
15	childhood, elementary, middle school, secondary, special and
16	vocational education.
17	G. The minimum salary for a level one teacher is
18	fifty thousand dollars (\$50,000) for a standard nine and one-
19	half month contract [ <del>provided that teachers in an extended</del>
20	learning time program or K-5 plus program shall receive
21	additional salary at the same rate as their base salary for
22	that teaching time]."
23	SECTION 8. Section 22-10A-10 NMSA 1978 (being Laws
24	2003, Chapter 153, Section 41, as amended) is amended to
25	read:
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"22-10A-10. LEVEL TWO LICENSURE.--

Α. A level two license is a nine-year license granted to a teacher who meets the qualifications for that level and who annually demonstrates essential competency to If a level two teacher does not demonstrate essential teach. competency in a given school year, the school district shall provide the teacher with additional professional development and peer intervention during the following school year. If by the end of that school year the teacher fails to demonstrate essential competency, a school district may choose not to contract with the teacher to teach in the 12 classroom.

The department shall issue a level two license Β. to an applicant who has successfully taught at least three, but no more than five, years as a level one teacher or an alternative level one teacher, or a combination of the two, or is granted reciprocity as provided by department rules. An applicant for a level two license shall:

(1)demonstrate essential competency required by the department as verified by the local superintendent through the highly objective uniform statewide standard of evaluation; and

meet other qualifications as required by (2) the department.

C. The department shall provide for .223742.2

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qualifications for specific grade levels, types and subject areas of level two licensure, including early childhood, elementary, middle, secondary, special and vocational education.

5 D. The minimum salary for a level two teacher is 6 sixty thousand dollars (\$60,000) for a standard nine and one-7 half month contract [provided that teachers in an extended 8 learning time program or K-5 plus program shall receive 9 additional salary at the same rate as their base salary for 10 that teaching time]."

SECTION 9. Section 22-10A-11 NMSA 1978 (being Laws 2003, Chapter 153, Section 42, as amended) is amended to read:

"22-10A-11. LEVEL THREE LICENSURE--TRACKS FOR TEACHERS.--

A. A level three-A license is a nine-year license granted to a teacher who meets the qualifications for that level and who annually demonstrates instructional leader competencies. If a level three-A teacher does not demonstrate essential competency in a given school year, the school district shall provide the teacher with additional professional development and peer intervention during the following school year. If by the end of that school year the teacher fails to demonstrate essential competency, a school district may choose not to contract with the teacher to teach .223742.2

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1 in the classroom.

2 Β. The department shall grant a level three-A 3 license to an applicant who has been a level two teacher for 4 at least three years and holds a post-baccalaureate degree or 5 national board for professional teaching standards 6 certification; demonstrates instructional leader competence 7 as required by the department and verified by the local 8 superintendent through the highly objective uniform statewide 9 standard of evaluation; and meets other qualifications for 10 the license.

C. The minimum salary for a level three-A teacher is seventy thousand dollars (\$70,000) for a standard nine and one-half month contract [provided that teachers in an extended learning time program or K-5 plus program shall receive additional salary at the same rate as their base salary for that teaching time].

D. The minimum salary for a counselor who holds a level three or three-A license as provided in the School Personnel Act and rules promulgated by the department shall be the same as provided for level three-A teachers pursuant to Subsection C of this section.

E. The responsibility factor for principals and assistant principals, as defined in Section 22-10A-2 NMSA 1978, shall be multiplied by 0.1 of the school's family income index amount as calculated in the Family Income Index .223742.2

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SECTION 10. REPEAL.--Sections 22-8-23.10, 22-8-23.11 2 and 22-13D-1 through 22-13D-4 NMSA 1978 (being Laws 2019, 3 4 Chapter 206, Section 16 and Laws 2019, Chapter 207, Section 5 16; Laws 2019, Chapter 206, Section 17 and Laws 2019, Chapter 6 207, Section 17; Laws 2019, Chapter 206, Section 2 and Laws 7 2019, Chapter 207, Section 2; Laws 2019, Chapter 206, Section 8 3 and Laws 2019, Chapter 207, Section 3; Laws 2019, Chapter 9 206, Section 4 and Laws 2019, Chapter 207, Section 4; and 10 Laws 2019, Chapter 206, Section 5 and Laws 2019, Chapter 207, 11 Section 5, as amended) are repealed. 12 SECTION 11. APPLICABILITY.--The provisions of this act 13 apply to the 2023-2024 school year and subsequent school 14 years. 15 - 21 -16 17 18 19 20 21 22 23 24 25 .223742.2