1	H.15
2	Introduced by Representatives Ancel of Calais, Conquest of Newbury,
3	Mrowicki of Putney, Botzow of Pownal, Briglin of Thetford,
4	Browning of Arlington, Christensen of Weathersfield, Dunn of
5	Essex, Hooper of Montpelier, Jessup of Middlesex, Masland of
6	Thetford, Partridge of Windham, Scheuermann of Stowe, and
7	Toll of Danville
8	Referred to Committee on
9	Date:
10	Subject: Education; school district consolidation; alternative structures; time
11	frames
12	Statement of purpose of bill as introduced: This bill proposes to require the
13	State Board of Education to evaluate proposals for alternative governance
14	structures on a case-by-case basis and, when evaluating these proposals, to use
15	the same criteria it uses to evaluate a proposal for the creation of an Education
16	District; eliminate the requirement that the State Board find that a proposed
17	alternative governance structure is the "best means" of meeting the goals of
18	moving the State toward sustainable models of education governance;
19	eliminate the references in Act 46 to a "preferred" educational governance
20	structure; and extend the time frames for school district consolidation and
21	associated dates by one year.

1 2	An act relating to amendments to Act 46 to facilitate the approval of alternative governance structures and extend time frames
3	It is hereby enacted by the General Assembly of the State of Vermont:
4	Sec. 1. 2015 Acts and Resolves No. 46, Sec. 5 is amended to read:
5	Sec. 5. PREFERRED EDUCATION GOVERNANCE STRUCTURE
6	EDUCATION DISTRICT; ALTERNATIVE STRUCTURE
7	(a) <u>Sustainable Governance Structures</u> . On or before <u>July 1, 2019 July 1,</u>
8	2020, the State shall provide educational opportunities through sustainable
9	governance structures designed to meet the goals set forth in Sec. 2 of this act
10	pursuant to one of the models described in this section.
11	(b) Preferred structure: prekindergarten grade 12 supervisory district)
12	(Education District). Education District. The preferred education governance
13	structure in Vermont An Education District is a school district that:
14	(1) is responsible for the education of all resident prekindergarten
15	through grade 12 students;
16	(2) is its own supervisory district;
17	(3) has a minimum average daily membership of 900; and
18	(4) is organized and operates according to one of the four most common
19	governance structures:
20	(A) a district that operates a school or schools for all resident students
21	in prekindergarten or kindergarten through grade 12;

1	(B) a district that operates a school or schools for all resident students
2	in prekindergarten or kindergarten through grade 8 and pays tuition for all
3	resident students in grade 9 through grade 12;
4	(C) a district that operates a school or schools for all resident students
5	in prekindergarten or kindergarten through grade 6 and pays tuition for all
6	resident students in grade 7 through grade 12; or
7	(D) a district that operates no schools and pays tuition for all resident
8	students in prekindergarten through grade 12.
9	(c) Alternative structure Structure: supervisory union with member
10	districts. An Alternative Structure is a supervisory union composed of
11	multiple member districts, each with its separate school board. An Alternative
12	Structure may be appropriate where an Education District, as envisioned in
13	subsection (b) of this section may not be possible or the best model, is not the
14	most appropriate structure to achieve Vermont's education goals in all regions
15	one or more regions of the State. An Alternative Structure may also be
16	appropriate where there are factors which impede the merger of districts into a
17	single Education District. For example, an Alternative Structure may be
18	appropriate where the districts in the region do not have comparable levels of
19	indebtedness per equalized pupil, as defined in 16 V.S.A. § 4001(3). In such
20	situations, a supervisory union composed of multiple member districts, each

with its separate school board can meet the State's goals, particularly if If the

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1	following conditions are met, the State Board shall evaluate a proposal to
2	create, expand, or continue an Alternative Structure under Sec. 8 of this act:
3	(1) The member districts form a study committee under 16 V.S.A.
4	§ 706. The formation of a study committee by member districts on or after
5	July 1, 2015 shall satisfy this condition.
6	(2) The study committee:
7	(A) considers, on or after July 1, 2015, one or more merger proposals
8	that would satisfy the criteria of subsection (b) of this section, the creation of
9	an Education District; and
10	(B) demonstrates in its report presented to the State Board that an
11	Alternative Structure is better suited to the member districts than an Education
12	District and will meet the goals set forth in Sec. 2 of this act.
13	(1)(3) the The member districts consider themselves to be collectively
14	responsible for the education of all prekindergarten through grade 12 students
15	residing in the supervisory union; as demonstrated in the study committee
16	report presented to the State Board by an undertaking that the member districts
17	shall work in a collective and collaborative manner to coordinate the delivery
18	of educational services throughout the elementary and secondary school
19	educational process for all member district students.
20	(2)(4) The study committee demonstrates in its report presented to the
21	State Board that the supervisory union operates shall operate in a manner that

1	maximizes efficiencies, to the extent practicable, through economies of scale
2	and the flexible management, transfer, and sharing of nonfinancial resources
3	among the member districts;
4	(3)(5) the The study committee demonstrates in its report presented to
5	the State Board that the proposed supervisory union has will have the smallest
6	number of member school districts practicable taking into consideration the
7	unique characteristics of the region, achieved wherever possible by the merger
8	of such as districts in the region with similar operating and tuitioning patterns;.
9	(4)(6) the The combined average daily membership, as defined in
10	16 V.S.A. § 4001(1), of all member districts is not less than 1,100 500.
11	Sec. 2. 2015 Acts and Resolves No. 46, Sec. 7 is amended to read:
12	Sec. 7. SCHOOL DISTRICTS CREATED AFTER DEADLINE FOR
13	ACCELERATED ACTIVITY; TAX INCENTIVES; SMALL
14	SCHOOL SUPPORT; JOINT CONTRACT SCHOOLS
15	(a) A newly formed school district shall receive the incentives set forth in
16	subsection (b) of this section if it:
17	(1) is formed pursuant to the processes and requirements of 16 V.S.A.
18	chapter 11 (, union school district formation);
19	(2) obtains a favorable vote of all "necessary" districts, which do not
20	need to be contiguous or within the same supervisory union, on or after
21	July 1, 2015;

1	(3) meets the criteria for an accelerated merger set forth in subdivisions
2	Sec. 6(a)(3) through (7) of this act; and
3	(4) becomes operational after July 1, 2017, and on or before
4	July 1, 2019 <u>July 1, 2020</u> .
5	* * *
6	(d) Notwithstanding other provisions of law to the contrary, if two or more
7	districts enter into a contract pursuant to 16 V.S.A. chapter 11, subchapter 1 to
8	operate a school jointly, and if at least one of the districts was an "eligible
9	school district" that received a small school support grant in the fiscal year two
10	years prior to the effective date of the contract, then the contracting school
11	districts, as a single unit, shall receive annual merger support grants pursuant
12	to the provisions of subdivision (b)(2) of this section; provided, however, that
13	this section shall apply only to contracting districts that receive a favorable
14	vote of all affected districts to enter into a finalized contract after the effective
15	date of this section and on or before July 1, 2017 July 1, 2018.
16	Sec. 3. 2015 Acts and Resolves No. 46, Sec. 8 is amended to read:
17	Sec. 8. EVALUATION BY THE STATE BOARD OF EDUCATION
18	(a) School districts. When evaluating a proposal The State Board shall
19	evaluate proposals to create a union school district pursuant to 16 V.S.A.
20	chapter 11, including a proposal to create an Education District submitted

pursuant to the provisions of Secs. Sec. 6 or 7 of this act and proposals to

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a particular region; and

1	create, expand, or continue an Alternative Structure pursuant to Sec. 5(c) of
2	this act. When evaluating these proposals, the State Board of Education shall:
3	(1) consider Consider whether the proposal is designed to create a
4	sustainable governance structure that can meet the goals set forth in Sec. 2 of
5	this act ; and .
6	(2) be Be mindful of any other district in the region that may become
7	geographically isolated, including the potential isolation of a district with low
8	fiscal capacity or with a high percentage of students from economically
9	deprived backgrounds as identified in 16 V.S.A. § 4010(d).
10	(A) At the request of the State Board, the Secretary of Education
11	shall work with the potentially isolated district and other districts in the region
12	to move toward a sustainable governance structure that is designed to meet the
13	goals set forth in Sec. 2 of this act.
14	(B) The State Board is authorized to deny approval to a proposal that
15	would geographically isolate a district that would not be an appropriate
16	member of another sustainable governance structure in the region.
17	(b) Supervisory unions. The State Board shall approve the creation,
18	expansion, or continuation of a supervisory union only if the Board concludes
19	that this alternative structure:
20	(1) is the best means of meeting the goals set forth in Sec. 2 of this act in

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1	(2) ensures transparency and accountability for the member districts and
2	the public at large, including transparency and accountability in relation to the
3	supervisory union budget, which may include a process by which the electorate
4	votes directly whether to approve the proposed supervisory union budget.
5	(c) The State Board may adopt rules designed to implement this act but
6	shall not by rule or otherwise impose additional requirements to those
7	envisioned by this act.
8	Sec. 4. 2015 Acts and Resolves No. 46, Sec. 9 is amended to read:
9	Sec. 9. SELF-EVALUATION, MEETINGS, AND PROPOSAL
10	(a) On or before November 30, 2017 November 30, 2018, the board of each
11	school district in the State that has a governance structure different from the
12	preferred structure identified in Sec. 5(b) of this act (Education District), or
13	that does not expect to become or will not become an Education District not
14	received State Board approval for its governance structure as an Alternative
15	Structure or Education District as envisioned under Sec. 5(c), 6, or 7 of this act
16	or that does not expect to become or will not become operational under one of
17	these governance structures on or before July 1, 2019 July 1, 2020, shall
18	perform each of the following actions-:

* * *

1	Sec. 5. 2015 Acts and Resolves No. 46, Sec. 10 is amended to read:
2	Sec. 10. TRANSITION TO SUSTAINABLE GOVERNANCE
3	STRUCTURES; PROPOSAL; FINAL PLAN
4	(a) Secretary of Education's proposal. In order to provide educational
5	opportunities through sustainable governance structures designed to meet the
6	goals set forth in Sec. 2 of this act pursuant to one of the models described in
7	Sec. 5, the Secretary shall:
8	(1) Review the governance structures of the school districts and
9	supervisory unions of the State as they will exist, or are anticipated to exist, or
10	July 1, 2019 July 1, 2020. This review shall include consideration of any
11	proposals submitted by districts or groups of districts pursuant to Sec. 9 of this
12	act and conversations with those and other districts.
13	(2) On or before July 1, 2019 July 1, 2020, shall develop, publish on the
14	Agency of Education's website, and present to the State Board of Education a
15	proposed plan that, to the extent necessary to promote the purpose stated at the
16	beginning of this subsection (a), would move districts into the more
17	sustainable, preferred Education District model of governance set forth in
18	Sec. 5(b) of this act (Education District). If it is not possible or practicable to
19	develop a proposal that realigns some districts, where necessary, into an
20	Education District in a manner that adheres to the protections of Sec. 4 of this

act (, protection for tuition-paying and operating districts), or that otherwise

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1	meets all aspects of Sec. 5(b), then the proposal may also include alternative
2	other governance structures as necessary, such as a supervisory union with
3	member districts an Alternative Structure or a unified union school district
4	with a smaller average daily membership; provided, however, that any
5	proposed alternative governance structure shall be designed to:
6	(A) ensure adherence to the protections of Sec. 4 of this act; and
7	(B) promote the purpose stated at the beginning of this subsection (a)
8	(b) State Board's plan. On or before November 30, 2018 November 30,
9	2019, the State Board shall review and analyze the Secretary's proposal under
10	the provisions in subsection (a) of this section, may take testimony or ask for
11	additional information from districts and supervisory unions, shall approve the
12	proposal either in its original form or in an amended form that adheres to the
13	provisions of subsection (a) of this section, and shall publish on the Agency's
14	website its order merging and realigning districts and supervisory unions
15	where necessary.
16	(c) Applicability. This section shall not apply to:
17	(1) an interstate school district;
18	(2) a regional career technical center school district formed under
19	16 V.S.A. chapter 37, subchapter 5A; or
20	(3) a district that, between June 30, 2013 and July 2, 2019 July 2, 2020,

began to operate as a unified union school district and:

1	(A) voluntarily merged into the preferred education governance
2	structure, an Education District, as set forth Sec. 5(b) of this act; or
3	(B) is a regional education district or any other district eligible to
4	receive incentives pursuant to 2010 Acts and Resolves No. 153, as amended by
5	2012 Acts and Resolves No. 156; or
6	(4) a district that:
7	(A) on or before November 1, 2018, received approval by the State
8	Board under Sec. 8 of this act to operate as an Alternative Structure as
9	envisioned under Sec. 5(c) of this act; and
10	(B) between July 1, 2017 and July 2, 2020, operates or began to
11	operate as an Alternative Structure as approved by the State Board.
12	Sec. 6. 2015 Acts and Resolves No. 46, Sec. 11 is amended to read:
13	Sec. 11. QUALITY ASSURANCE; ACCOUNTABILITY; DATA
14	COLLECTION
15	The Secretary of Education shall regularly review, evaluate, and keep the
16	State Board of Education apprised of the following:
17	(1) the discussions, studies, and activity among districts to move
18	voluntarily toward creating the preferred education governance structure, an
19	Education District, as set forth Sec. 5(b) of this act;
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- 1 Sec. 7. EFFECTIVE DATE
- 2 <u>This act shall take effect on passage.</u>