## CHAMBER ACTION

The Education Appropriations Committee recommends the following:

## Council/Committee Substitute

Remove the entire bill and insert:
A bill to be entitled
An act relating to public school class size; amending s. 1003.03, F.S.; revising provisions relating to determination of class size averages for purpose of compliance with class size maximums; providing for reversal of class size reduction operating categorical transfers under certain circumstances; providing an effective date.

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

Section 1. Paragraph (c) of subsection (2) and paragraph (a) of subsection (4) of section 1003.03, Florida Statutes, are amended to read:
1003.03 Maximum class size.--
(2) IMPLEMENTATION.--
(c) The Department of Education shall annually calculate each of the three average class size measures defined in paragraphs (a) and (b) based upon the October student membership Page 1 of 3

CODING: Words stricken are deletions; words underlined are additions.
survey. For purposes of determining the baseline from which each district's average class size must be reduced for the 2003-2004 school year, the department shall use data from the February 2003 student membership survey updated to include classroom identification numbers as required by the department. Beginning in the 2005-2006 school year, if the actual student membership in the October survey exceeds the student membership estimate included in the Florida Education Finance Program first calculation, the maximum student membership enrollment used in determining the October class size averages shall be the student membership estimate included in the Florida Education Finance Program first calculation.
(4) ACCOUNTABILITY.--
(a) Beginning in the 2003-2004 fiscal year, if the department determines for any year that a school district has not reduced average class size as required in subsection (2) at the time of the third FEFP calculation, the department shall calculate an amount from the class size reduction operating categorical which is proportionate to the amount of class size reduction not accomplished. Upon verification of the department's calculation by the Florida Education Finance Program Appropriation Allocation Conference, the Executive Office of the Governor shall transfer undistributed funds equivalent to the calculated amount from the district's class size reduction operating categorical to an approved fixed capital outlay appropriation for class size reduction in the affected district pursuant to s. 216.292(13). The amount of funds transferred shall be the lesser of the amount verified by Page 2 of 3

CODING: Words stricken are deletions; words underlined are additions.

HB 903
the Florida Education Finance Program Appropriation Allocation Conference or the undistributed balance of the district's class size reduction operating categorical. However, based upon a recommendation by the Commissioner of Education that the State Board of Education has reviewed evidence indicating that a district has been unable to meet class size reduction requirements despite appropriate effort to do so, the Legislative Budget Commission may approve an alternative amount of funds to be transferred from the district's class size reduction operating categorical to its approved fixed capital outlay account for class size reduction. Beginning in the 20052006 school year, a district that fully achieves the required class size averages when compared to the February 2003 baseline student membership survey shall be eligible for a reversal of the prior year class size reduction operating categorical transfer that resulted from its inability to achieve the required class size averages as required in subsection (2).

Section 2. This act shall take effect July 1, 2005.

Page 3 of 3
CODING: Words stricken are deletions; words underlined are additions.

