§ 39.137 May schools operate a language development program without a specific appropriation from Congress?

Yes, a school may operate a language development program without a specific appropriation from Congress, but any funds used for such a program must come from existing ISEP funds. When Congress specifically appropriates funds for Indian or Native languages, the factor to support the language development program will be no more than 0.25 WSU.

§ 39.140 How does a school qualify for a Small School Adjustment?

A school will receive a small school adjustment if either:

(a) Its average daily membership (ADM) is less than 100 students; or

(b) It serves lower grades and has a diploma-awarding high school component with an average instructional daily membership of less than 100 students.

§ 39.141 What is the amount of the Small School Adjustment?

(a) A school with a 3-year ADM of 50 or fewer students will receive an adjustment equivalent to an additional 12.5 base WSU; or

(b) A school with a 3-year ADM of 51 to 99 students will use the following formula to determine the number of WSU for its adjustment. With X being the ADM, the formula is as follows:

$$\text{WSU adjustment} = \frac{(100 - X)X}{200}$$

§ 39.144 What is the small high school adjustment?

(a) The small high school adjustment is a WSU adjustment given to a small high school that meets both of the following criteria:

1. It has a 3-year average daily membership (ADM) of less than 100 students; and

2. It operates as part of a school that during the 2003–04 school year also included lower grades.

(b) The following table shows the WSU adjustment given to small high schools. In the table, “X” stands for the ADM.

<table>
<thead>
<tr>
<th>ADM of high school component</th>
<th>Amount of small high school adjustment</th>
<th>School receives a component small school adjustment under §39.141</th>
</tr>
</thead>
<tbody>
<tr>
<td>50 or fewer students</td>
<td>6.25 base WSU</td>
<td>Yes</td>
</tr>
<tr>
<td>51 to 99 students</td>
<td>determined using the following formula: WSU = ((100–X)/200)*X/2</td>
<td>Yes</td>
</tr>
<tr>
<td>50 or fewer students</td>
<td>12.5 base WSU</td>
<td>No</td>
</tr>
<tr>
<td>51 to 99 students</td>
<td>determined using the following formula: WSU = ((100–X)/200)*X</td>
<td>No</td>
</tr>
</tbody>
</table>

§ 39.145 Can a school receive both a small school adjustment and a small high school adjustment?

A school that meets the criteria in §39.140 can receive both a small school adjustment and a small high school adjustment. The following table shows the total amount of adjustments for eligible schools by average daily membership (ADM) category.

<table>
<thead>
<tr>
<th>ADM—entire school</th>
<th>ADM—high school component</th>
<th>Small school adjustment</th>
<th>Small high school adjustment</th>
<th>Total adjustment</th>
</tr>
</thead>
<tbody>
<tr>
<td>1–50</td>
<td>NA</td>
<td>12.5</td>
<td>NA</td>
<td>12.5</td>
</tr>
<tr>
<td>1–50</td>
<td>1–50</td>
<td>12.5</td>
<td>6.25</td>
<td>18.75</td>
</tr>
<tr>
<td>51–99</td>
<td>1–50</td>
<td>12.5–0.5</td>
<td>6.25</td>
<td>18.75–6.75</td>
</tr>
<tr>
<td>51–99</td>
<td>51–99</td>
<td>12.5–0.5</td>
<td>6.25–0.25</td>
<td>18.75–0.75</td>
</tr>
</tbody>
</table>
**Bureau of Indian Affairs, Interior**

### § 39.205

<table>
<thead>
<tr>
<th>ADM—entire school</th>
<th>ADM—high school component</th>
<th>Small school adjustment</th>
<th>Small high school adjustment</th>
<th>Total adjustment</th>
</tr>
</thead>
<tbody>
<tr>
<td>99</td>
<td>51–99</td>
<td>0.5</td>
<td>12.5</td>
<td>12.5</td>
</tr>
</tbody>
</table>

1 The amount of the adjustment is within this range. The exact figure depends upon the results obtained using the formula in §39.141.

2 The amount of the adjustment is within this range. The exact figure depends upon the results obtained using the formula in §39.144.

§ 39.146 Is there an adjustment for small residential programs?

In order to compensate for the additional costs of operating a small residential program, OIEP will add to the total WSUs of each qualifying school as shown in the following table:

<table>
<thead>
<tr>
<th>Type of residential program</th>
<th>Number of WSUs added</th>
</tr>
</thead>
<tbody>
<tr>
<td>Residential student count of 50 or fewer ISEP-eligible students.</td>
<td>12.5.</td>
</tr>
<tr>
<td>Residential student count of between 51 and 99 ISEP-eligible students.</td>
<td>Determined by the formula ((100-X)/200)X, where X equals the residential student count.</td>
</tr>
</tbody>
</table>

### GEOGRAPHIC ISOLATION ADJUSTMENT

§ 39.160 Does ISEF provide supplemental funding for extraordinary costs related to a school's geographic isolation?

Yes. Havasupai Elementary School, for as long as it remains in its present location, will be awarded an additional cost factor of 12.5 WSU.

Subpart C—Administrative Procedures, Student Counts, and Verifications

**SOURCE:** 70 FR 22205, Apr. 28, 2005, unless otherwise noted.

§ 39.200 What is the purpose of the Indian School Equalization Formula?

OIEP uses the Indian School Equalization Formula (ISEF) to distribute Indian School Equalization Program (ISEP) appropriations equitably to Bureau-funded schools.

§ 39.201 Does ISEF reflect the actual cost of school operations?

ISEF does not attempt to assess the actual cost of school operations either at the local school level by comparison with all other Bureau-funded schools.

§ 39.202 What are the definitions of terms used in this subpart?

*Homebound* means a student who is educated outside the classroom.

*Home schooled* means a student who is not enrolled in a school and is receiving educational services at home at the parent’s or guardian’s initiative.

*School day* means a day as defined by the submitted school calendar, as long as annual instructional hours are as they are reflected in §39.213, excluding passing time, lunch, recess, and breaks.

*Three-year average means:*

(1) For academic programs, the average daily membership of the 3 years before the current year of operation; and

(2) For the residential programs, the count period membership of the 3 years before the current year of operation.

§ 39.203 When does OIEP calculate a school’s allotment?

OIEP calculates a school’s allotment no later than July 1. Schools must submit final ADM enrollment figures no later than June 15.

§ 39.204 How does OIEP calculate ADM?

OIEP calculates ADM by:

(a) Adding the total enrollment figures from periodic reports received from each Bureau-funded school; and

(b) Dividing the total enrollment for each school by the number of days in the school’s reporting period.