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A bill to be entitled An act relating to charter schools; amending s. 1002.33, F.S.; revising requirements for providing financial statements to the sponsor of a charter school; providing requirements for designation as a high-performing charter school; authorizing a high-performing charter school to increase enrollment and receive capital outlay funds; authorizing a newly approved charter school operated by a high-performing education service provider to receive a 15-year initial charter and become a high-performing charter school; providing requirements for retention of designation as a high-performing charter school; authorizing preference for enrollment in a charter schoolin-the-workplace and a charter school-in-a-municipality for certain students; prohibiting school districts from requiring resignations from specified school district personnel who desire employment in a charter school; revising requirements for the establishment of a charter school-in-the-workplace; providing that a charter schoolin-the-workplace is eligible for capital outlay funding if it meets specified requirements; removing a reporting requirement relating to student assessment data; requiring the Office of Program Policy Analysis and Government Accountability to conduct a study comparing the funding of charter schools with traditional public schools and examining certain funding and costs; requiring recommendations to the Governor and Legislature, if warranted, for improving the accountability and equity of

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2010
    CS/CS/CS/HB 1569, Engrossed 2
29
         the funding system for charter schools; providing an
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         effective date.
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32
    Be It Enacted by the Legislature of the State of Florida:
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34
                      Paragraphs (g) and (i) of subsection (9),
         Section 1.
35
    paragraph (d) of subsection (10), paragraph (e) of subsection
36
    (12), paragraph (b) of subsection (15), and paragraph (b) of
37
    subsection (21) of section 1002.33, Florida Statutes, are
38
    amended, and paragraph (q) is added to subsection (9) of that
    section, to read:
39
         1002.33 Charter schools.-
40
41
              CHARTER SCHOOL REQUIREMENTS.-
          (9)
42
              In order to provide financial information that is
          (a)
43
    comparable to that reported for other public schools, charter
    schools are to maintain all financial records that constitute
44
45
    their accounting system:
              In accordance with the accounts and codes prescribed in
46
         1.
47
    the most recent issuance of the publication titled "Financial
    and Program Cost Accounting and Reporting for Florida Schools";
48
49
    or
50
         2.
             At the discretion of the charter school governing
51
    board, a charter school may elect to follow generally accepted
52
    accounting standards for not-for-profit organizations, but must
    reformat this information for reporting according to this
53
54
    paragraph.
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56
    Charter schools shall provide annual financial report and
                                  Page 2 of 9
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57	program cost report information in the state-required formats
58	for inclusion in district reporting in compliance with s.
59	1011.60(1). Charter schools that are operated by a municipality
60	or are a component unit of a parent nonprofit organization may
61	use the accounting system of the municipality or the parent but
62	must reformat this information for reporting according to this
63	paragraph. A charter school shall provide a monthly financial
64	statement to the sponsor, unless the charter school is
65	designated as a high-performing charter school under paragraph
66	(q), in which case the high-performing charter school shall
67	provide a quarterly financial statement. The monthly financial
68	statement <u>required under this paragraph</u> shall be in a form
69	prescribed by the Department of Education.
70	(i) The governing body of the charter school shall
71	exercise continuing oversight over charter school operations.
72	(q)1. For purposes of this paragraph, the term:
73	a. "Entity" means a municipality or other public entity as
74	authorized by law to operate a charter school; a private, not-
75	for-profit, s. 501(c)(3) status corporation; or a private, for-
76	profit corporation.
77	b. "High-performing education service provider" means an
78	entity that:
79	(I) Operates at least two high-performing charter schools
80	in this state;
81	(II) Has received a school grade of "A" or "B" during the
82	previous 3 years for at least 75 percent of the charter schools
83	operated by the entity in this state; and
84	(III) Has not received a school grade of "F" during any of
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85	the previous 3 years for any charter school operated by the
86	entity in this state.
87	2. A charter school shall be designated as a high-
88	performing charter school if during each of the previous 3 years
89	the charter school:
90	a. Received a school grade of "A" or "B";
91	b. Received an unqualified opinion on each financial audit
92	required under s. 218.39; and
93	c. Did not receive a financial audit that revealed one or
94	more of the conditions set forth in s. 218.503(1).
95	3. A high-performing charter school may:
96	a. Increase the school's student enrollment once per year
97	by up to 25 percent more than the capacity authorized pursuant
98	to paragraph (10)(h).
99	b. Receive charter school capital outlay funds under s.
100	1013.62. A high-performing charter school is not required to
101	comply with s. 1013.62(1)(a)13. but must comply with all other
102	requirements of s. 1013.62 in order to receive charter school
103	capital outlay funds as provided in this sub-subparagraph.
104	4. A high-performing education service provider may submit
105	an application pursuant to subsection (6) to establish and
106	operate a new charter school that will replicate one or more of
107	the provider's existing high-performing charter schools. Upon
108	approval of the application by the sponsor, the new charter
109	school shall be granted an initial charter for a term of 15
110	years and be designated as a high-performing charter school. The
111	15-year charter is subject to annual review and may be
112	terminated during its term pursuant to subsection (8).
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113 5.a. A charter school that is designated as a high-114 performing charter school may retain such designation pursuant 115 to: 116 Subparagraph 2. if the school's governing board, by (I) 117 July 1 of each year, demonstrates in writing to the school's 118 sponsor that the charter school continues to meet the 119 requirements of subparagraph 2. 120 (II) Subparagraph 4. during the school's initial 3 years 121 of operation if the entity operating the school continues to 122 meet the definition of a high-performing education service 123 provider under sub-subparagraph 1.b. After the high-performing 124 charter school has operated for 3 years, the school must comply with sub-subparagraph (I) in order to retain its designation 125 126 as a high-performing charter school. 127 b. The high-performing charter school designation shall be removed if the charter school does not meet the requirements of 128 129 sub-subparagraph a. 130 (10) ELIGIBLE STUDENTS.-131 (d) A charter school may give enrollment preference to the 132 following student populations: 133 1. Students who are siblings of a student enrolled in the charter school. 134 135 2. Students who are the children of a member of the 136 governing board of the charter school. 137 3. Students who are the children of an employee of the charter school. 138 139 4. Students who are the children of: 140 a. An employee of a business partner, or a resident of a Page 5 of 9

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141	municipality, that complies with subparagraph (15)(b)1. for a
142	charter school-in-the-workplace; or
143	b. A resident of a municipality that operates a charter-
144	school-in-a-municipality pursuant to paragraph (15)(c).
145	(12) EMPLOYEES OF CHARTER SCHOOLS
146	(e) Employees of a school district may take leave to
147	accept employment in a charter school upon the approval of the
148	district school board. While employed by the charter school and
149	on leave that is approved by the district school board, the
150	employee may retain seniority accrued in that school district
151	and may continue to be covered by the benefit programs of that
152	school district, if the charter school and the district school
153	board agree to this arrangement and its financing. School
154	districts shall not require resignations from instructional
155	personnel, school administrators, or educational support
156	employees who desire employment of teachers desiring to teach in
157	a charter school. This paragraph shall not prohibit a district
158	school board from approving alternative leave arrangements
159	consistent with chapter 1012.
160	(15) CHARTER SCHOOLS-IN-THE-WORKPLACE; CHARTER SCHOOLS-IN-
161	A-MUNICIPALITY
162	(b) A charter school-in-the-workplace may be established
163	when a business partner or a municipality:
164	1. Provides one of the following:
165	a. Access to a the school facility to be used <u>;</u>
166	b. Resources that materially reduce the cost of
167	constructing a school facility;
168	c. Land for a school facility; or
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169	d. Resources to maintain a school facility;
170	2. Enrolls students based upon a random lottery that
171	involves all of the children of employees of that business
172	partner or of residents within that municipality corporation who
173	are seeking enrollment, as provided for in subsection (10); and
174	3. Enrolls students according to the racial/ethnic balance
175	provisions described in subparagraph (7) (a) 8.
176	provisions described in subparagraph (/)(a)o.
	" charten achael in the normaless is elimited for charten achael
177	A charter school-in-the-workplace is eligible for charter school
178	capital outlay funding if it meets the requirements in s.
179	<u>1013.62.</u> Any portion of a facility used for a public charter
180	school shall be exempt from ad valorem taxes, as provided for in
181	s. 1013.54, for the duration of its use as a public school.
182	(21) PUBLIC INFORMATION ON CHARTER SCHOOLS
183	(b)1. The Department of Education shall report student
184	assessment data pursuant to s. 1008.34(3)(c) which is reported
185	to schools that receive a school grade or student assessment
186	data pursuant to s. 1008.341(3) which is reported to alternative
187	schools that receive a school improvement rating to each charter
188	school that:
189	a. Does not receive a school grade pursuant to s. 1008.34
190	or a school improvement rating pursuant to s. 1008.341; and
191	b. Serves at least 10 students who are tested on the
192	statewide assessment test pursuant to s. 1008.22.
193	2. The charter school shall report the information in
194	subparagraph 1. to each parent of a student at the charter
195	school, the parent of a child on a waiting list for the charter
196	school, the district in which the charter school is located, and
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197 the governing board of the charter school. This paragraph does 198 not abrogate the provisions of s. 1002.22, relating to student 199 records, or the requirements of 20 U.S.C. s. 1232g, the Family 200 Educational Rights and Privacy Act.

201 Pursuant to this paragraph, the Department of 3.a. 202 Education shall compare the charter school student performance 203 data for each charter school in subparagraph 1. with the student 204 performance data in traditional public schools in the district 205 in which the charter school is located and other charter schools 206 in the state. For alternative charter schools, the department 207 shall compare the student performance data described in this 208 paragraph with all alternative schools in the state. The 209 comparative data shall be provided by the following grade 210 groupings:

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(I) Grades 3 through 5;

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(1) Grades 5 chrough 5,

(II) Grades 6 through 8; and

(III) Grades 9 through 11.

214 Each charter school shall provide the information b. 215 specified in this paragraph on its Internet website and also 216 provide notice to the public at large in a manner provided by 217 the rules of the State Board of Education. The State Board of 218 Education shall adopt rules to administer the notice 219 requirements of this subparagraph pursuant to ss. 120.536(1) and 120.54. The website shall include, through links or actual 220 221 content, other information related to school performance. 222 Section 2. (1) The Office of Program Policy Analysis and 223 Government Accountability shall conduct a study comparing the

224 <u>funding of charter schools with traditional public schools and</u>

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225 shall:

226	(a) Identify the school districts that distribute funds
227	generated by the capital improvement millage authorized pursuant
228	to s. 1011.71(2), Florida Statutes, to charter schools and the
229	use of such funds by the charter schools.
230	(b) Determine the amount of funds that would be available
231	to charter schools if school districts equitably distribute to
232	district schools, including charter schools, funds generated by
233	the capital improvement millage authorized pursuant to s.
234	1011.71(2), Florida Statutes.
235	(c) Examine the costs associated with supervising charter
236	schools and determine whether the 5-percent administrative fee
237	for administrative and educational services for charter schools
238	covers the costs associated with the provision of the services.
239	(2) The Office of Program Policy Analysis and Government
240	Accountability shall make recommendations, if warranted, for
241	improving the accountability and equity of the funding system
242	for charter schools based on the findings of the study. The
243	results of the study shall be provided to the Governor, the
244	President of the Senate, and the Speaker of the House of
245	Representatives no later than January 1, 2011.
246	Section 3. This act shall take effect July 1, 2010.

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