$\mathbf{B}\mathbf{y}$  the Committees on Appropriations; and Education; and Senator Bean

	576-04406-17 2017796c2
1	A bill to be entitled
2	An act relating to K-12 public schools; creating s.
3	1002.333, F.S., relating to high-impact schools and
4	high-impact school operators; defining terms;
5	providing eligibility criteria for high-impact school
6	operators; providing for the designation and
7	redesignation of a high-impact school operator;
8	authorizing high-impact school operators to establish
9	high-impact schools in specified areas; providing the
10	process for the establishment of a high-impact school;
11	providing the requirements for a performance-based
12	agreement; authorizing the State Board of Education to
13	designate a high-impact school as a local education
14	agency; providing that a school district sponsor is
15	not liable for specified damages; providing that a
16	high-impact school may be a private or public
17	employer; authorizing a high-impact school to
18	participate in the Florida Retirement System;
19	authorizing a high-impact school operator to employ
20	certain staff; providing specific statutory exemptions
21	for high-impact schools; providing requirements for
22	facilities used by high-impact schools; requiring
23	districts to annually provide a list of specified
24	property to the Department of Education; requiring
25	that high-impact schools be funded through the Florida
26	Education Finance Program; establishing additional
27	funding sources and guidelines for eligible
28	expenditures; providing authority and obligations of
29	the State Board of Education; providing a mechanism

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30	for the resolution of disputes; providing for
31	rulemaking; creating s. 1001.292, F.S.; establishing
32	the High-impact Schools Revolving Loan Program;
33	providing criteria for administration of the program;
34	providing an effective date.
35	
36	Be It Enacted by the Legislature of the State of Florida:
37	
38	Section 1. Section 1002.333, Florida Statutes, is created
39	to read:
40	1002.333 High-impact school; high-impact school operator
41	(1) DEFINITIONSAs used in this section, the term:
42	(a) "High-impact school operator" means an entity
43	identified by the department pursuant to subsection (2). The
44	term does not include a for-profit entity.
45	(b) "Persistently low-performing school" means a school
46	defined pursuant to s. 1008.33(3)(c).
47	(c) "High-impact school" means a full-time public school
48	operated by a high-impact school operator which primarily serves
49	students who were attending, or were assigned to attend, a
50	persistently low-performing school and who comprise at least 60
51	percent of its total enrollment; which is located in the
52	attendance zone of a persistently low-performing school; and
53	which is a Title I eligible school. The term does not include a
54	part-time school or a virtual charter school.
55	(2) HIGH-IMPACT SCHOOL OPERATORA high-impact school
56	operator is a nonprofit organization with tax exempt status
57	under s. 501(c)(3) of the Internal Revenue Code which operates
58	three or more charter schools that serve students in grades K-12

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59	in Florida or other states has a record of serving students from
60	low-income families, and is designated by the State Board of
61	Education as a high-impact school operator based on a
62	determination that it meets at least one of the following
63	requirements:
64	(a) The past performance of the high-impact school operator
65	meets or exceeds the following criteria:
66	1. The achievement of enrolled students exceeds the
67	district and state averages of the states in which the
68	operator's schools operate;
69	2. The average college attendance rate at all schools
70	currently operated by the operator exceeds 80 percent, if such
71	data is available;
72	3. The percentage of students eligible for a free or
73	reduced price lunch under the National School Lunch Act enrolled
74	at all schools currently operated by the operator exceeds 70
75	percent;
76	4. The operator is in good standing with the authorizer in
77	each state in which it operates;
78	5. The audited financial statements of the operator are
79	free of material exceptions and going concern issues; and
80	6. Other outcome measures as determined by the State Board
81	of Education.
82	(b) The operator was awarded a United States Department of
83	Education Charter School Program grant for Replication and
84	Expansion of High-Quality Charter Schools within the preceding 3
85	years before applying to be a high-impact school operator.
86	(c) The operator receives funding through the National Fund
87	or a Regional Fund of the Charter School Growth Fund to

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88	accelerate the growth of the nation's best charter schools.
89	(d) The operator is selected by a district school board in
90	accordance with s. 1008.33.
91	
92	An entity that meets the requirements of paragraph (b),
93	paragraph (c), or paragraph (d) before the adoption by the state
94	board of measurable criteria pursuant to paragraph (a) shall be
95	designated as a high-impact school operator. After the adoption
96	of the measurable criteria, an entity shall be designated as a
97	high-impact school operator if it meets the criteria or is
98	selected by a district school board in accordance with s.
99	1008.33.
100	(3) DESIGNATION OF HIGH-IMPACT SCHOOL OPERATORInitial
101	status as a high-impact school operator is valid for 3 years
102	after the opening of a high-impact school. If a high-impact
103	school operator seeks the renewal of its status, such renewal
104	shall solely be based upon the academic and financial
105	performance of all schools established by the operator in the
106	state since its initial designation and the operator's material
107	compliance with the terms of its performance-based agreement
108	established pursuant to subsection (5).
109	(4) ESTABLISHMENT OF HIGH-IMPACT SCHOOLSA high-impact
110	school operator may submit a notice of intent to open a high-
111	impact school to the school district in which a persistently
112	low-performing school has been identified by the State Board of
113	Education pursuant to subsection (9).
114	(a) The notice of intent must include:
115	1. An academic focus and plan;
116	2. A financial plan;
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117	3. Goals and objectives for increasing student achievement
118	for the students from any persistently low-performing school and
119	students from low-income families;
120	4. A completed or planned community outreach plan;
121	5. The organizational history of success in working with
122	students with similar demographics;
123	6. The grade levels to be served and enrollment
124	projections;
125	7. The proposed location or geographic area proposed for
126	the school and its proximity to the persistently low-performing
127	school; and
128	8. A staffing plan.
129	(b) A school district with a school that is designated, or
130	is likely to be designated, as a persistently low-performing
131	school during the 2017-2018 school year may, with the approval
132	of the State Board of Education contingent on its determination
133	that the school will likely improve to a grade of "C" or higher
134	during the 2018-2019 school year, implement a new turnaround
135	option specified under s. 1008.33(4). Absent the approval of the
136	state board, a school district must enter into a performance-
137	based agreement with a high-impact operator, or may relinquish
138	authority to the state board to enter into a performance-based
139	agreement with a high-impact school operator, to open one or
140	more high-impact schools.
141	(5) PERFORMANCE-BASED AGREEMENTThe performance-based
142	agreement must include all of the following components:
143	(a) The notice of intent, which is incorporated by
144	reference and attached to the agreement.
145	(b) The location or geographic area proposed for the high-

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146	impact school and its proximity to the persistently low-
147	performing school.
148	(c) An enumeration of the grades to be served in each year
149	of the agreement and whether the school will serve children in
150	the school readiness or prekindergarten programs.
151	(d) A plan of action and specific milestones for student
152	recruitment and the enrollment of students from persistently
153	low-performing schools, including enrollment preferences and
154	procedures for conducting transparent admissions lotteries that
155	are open to the public; however, enrollment preference must be
156	given to students who are attending, or are assigned to attend,
157	a persistently low-performing school. If the high-impact
158	school's total enrollment consists of at least 60 percent of
159	students who were attending, or were assigned to attend, a
160	persistently low-performing school, students attending the high-
161	impact school are exempt, to the extent permitted by federal
162	grant requirements, from any enrollment lottery.
163	(e) A delineation of the current incoming baseline standard
164	of student academic achievement, the outcomes to be achieved,
165	and the method of measurement that will be used.
166	(f) A description of the methods of involving parents and
167	expected levels for such involvement.
168	(g) The grounds for termination, including failure to meet
169	the requirements for student performance established pursuant to
170	paragraph (e), generally accepted standards of fiscal
171	management, or material violation of terms of the agreement. The
172	nonrenewal or termination of a performance-based agreement must
173	comply with the requirements of s. 1002.33(8).
174	(h) A provision allowing the high-impact school operator to

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175	open additional schools to serve students enrolled in or zoned
176	for a persistently low-performing school if the high-impact
177	school operator maintains its status under subsection (3).
178	(i) A provision establishing the initial term as 3 years.
179	The agreement shall be renewed, upon the request of the high-
180	impact school operator, unless the school fails to meet the
181	requirements for student performance established pursuant to
182	paragraph (e) or generally accepted standards of fiscal
183	management, or the high-impact school operator or its high-
184	impact school materially violates the law or the terms of the
185	agreement.
186	(j) A requirement to provide transportation consistent with
187	the requirements of ss. 1006.21-1006.27 and s. 1012.45. The
188	governing body of the high-impact school may provide
189	transportation through an agreement or contract with the
190	district school board, a private provider, or parents of
191	enrolled students. Transportation may not be a barrier to equal
192	access for all students residing within a reasonable distance of
193	the school.
194	(k) A requirement that any arrangement entered into to
195	borrow or otherwise secure funds for the high-impact school from
196	a source other than the state or a school district shall
197	indemnify the state and the school district from any and all
198	liability, including, but not limited to, financial
199	responsibility for the payment of the principal or interest.
200	(1) A provision that any loans, bonds, or other financial
201	agreements are not obligations of the state or the school
202	district but are obligations of the high-impact school and are
203	payable solely from the sources of funds pledged by such

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204	agreement.
205	(m) A prohibition on the pledge of credit or taxing power
206	of the state or the school district.
207	(6) AUTHORIZED FLEXIBILITIES.—
208	(a) A high-impact school may be designated by the State
209	Board of Education as a local education agency, if requested,
210	for the purposes of receiving federal funds and, in doing so,
211	accepts the full responsibility for all local education agency
212	requirements and the schools for which it will perform local
213	education agency responsibilities. Students enrolled in a school
214	established by a high-impact school operator designated as a
215	local educational agency are not eligible students for purposes
216	of calculating the district grade pursuant to s. 1008.34(5).
217	(b) For the purposes of tort liability, the high-impact
218	school operator, the high-impact school, and its employees or
219	agents shall be governed by s. 768.28. The school district
220	sponsor is not liable for civil damages under state law for the
221	employment actions or personal injury, property damage, or death
222	resulting from an act or omission of a high-impact school
223	operator, the high-impact school, or its employees or agents.
224	(c) A high-impact school may be either a private or a
225	public employer. As a public employer, the high-impact school
226	may participate in the Florida Retirement System upon
227	application and approval as a covered group under s.
228	121.021(34). If a high-impact school participates in the Florida
229	Retirement System, the high-impact school's employees shall be
230	compulsory members of the Florida Retirement System.
231	(d) A high-impact school operator may employ school
232	administrators and instructional personnel who do not meet the
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233	requirements of s. 1012.56 if the school administrators and
234	instructional personnel are not ineligible for such employment
235	under s. 1012.315.
236	(e) Compliance with s. 1003.03 shall be calculated as the
237	average at the school level.
238	(f) High-impact schools operated by a high-impact school
239	operator shall be exempt from chapters 1000-1013 and all school
240	board policies. However, a high-impact school operator shall be
241	in compliance with the laws in chapters 1000-1013 relating to:
242	1. The student assessment program and school grading
243	system;
244	2. Student progression and graduation;
245	3. The provision of services to students with disabilities;
246	4. Civil rights, including s. 1000.05, relating to
247	discrimination;
248	5. Student health, safety, and welfare;
249	6. Public meetings and records, public inspection, and
250	criminal and civil penalties pursuant to s. 286.011. The
251	governing board of a high-impact school must hold at least two
252	public meetings per school year in the school district in which
253	the high-impact school is located. Any other meetings of the
254	governing board may be held in accordance with s.
255	120.54(2)(b)2.;
256	7. Public records pursuant to chapter 119; and
257	8. The code of ethics for public officers and employees
258	pursuant to ss. 112.313(2), (3), (7), and (12) and 112.3143(3).
259	(7) FACILITIES.—
260	(a) A high-impact school shall use facilities that comply
261	with the Florida Building Code, except for the State

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262	Requirements for Educational Facilities. A high-impact school
263	that uses school district facilities must comply with the State
264	Requirements for Educational Facilities only if the school
265	district and the high-impact school operator have entered into a
266	mutual management plan for the reasonable maintenance of such
267	facilities. The mutual management plan shall contain a provision
268	by which the district school board agrees to maintain the school
269	facilities in the same manner as its other public schools within
270	the district. The local governing authority shall not adopt or
271	impose any local building requirements or site-development
272	restrictions, such as parking and site-size criteria, which are
273	addressed by and more stringent than those found in the State
274	Requirements for Educational Facilities of the Florida Building
275	Code. A local governing authority must treat high-impact schools
276	equitably in comparison to similar requirements, restrictions,
277	and site planning processes imposed upon public schools. The
278	agency having jurisdiction for inspection of a facility and
279	issuance of a certificate of occupancy or use shall be the local
280	municipality or, if in an unincorporated area, the county
281	governing authority. If an official or employee of the local
282	governing authority refuses to comply with this paragraph, the
283	aggrieved school or entity has an immediate right to bring an
284	action in circuit court to enforce its rights by injunction. An
285	aggrieved party that receives injunctive relief may be awarded
286	reasonable attorney fees and court costs.
287	(b) Any facility, or portion thereof, used to house a high-
288	impact school shall be exempt from ad valorem taxes pursuant to
289	s. 196.1983. Library, community service, museum, performing
290	arts, theatre, cinema, church, Florida College System

# 290 arts, theatre, cinema, church, Florida College System

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291	institution, college, and university facilities may provide
292	space to high-impact schools within their facilities under their
293	preexisting zoning and land use designations.
294	(c) High-impact school facilities are exempt from
295	assessments of fees for building permits, except as provided in
296	s. 553.80; fees for building and occupational licenses; impact
297	fees or exactions; service availability fees; and assessments
298	for special benefits.
299	(d) No later than October 1, each school district shall
300	annually provide to the department a list of all underused,
301	vacant, or surplus facilities owned or operated by the school
302	district. A high-impact school operator establishing a high-
303	impact school may use an educational facility identified in this
304	paragraph at no cost or at a mutually agreeable cost not to
305	exceed fair market value rates. A high-impact school operator
306	using a facility pursuant to this paragraph may not sell or
307	dispose of such facility without the written permission of the
308	school district. For purposes of this paragraph, "underused,
309	vacant, or surplus facility" means an entire facility or portion
310	thereof which is not fully used or is used irregularly or
311	intermittently by the school district for instructional or
312	program use.
313	(8) FUNDING
314	(a) High-impact schools shall be funded in accordance with
315	s. 1002.33(17).
316	(b) High-impact schools shall receive priority in the
317	department's Public Charter School Grant Program competitions.
318	(c) High-impact schools shall be considered charter schools
319	for purposes of s. 1013.62, except charter capital outlay may
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320	not be used to purchase real property or for the construction of
321	school facilities.
322	(d) Funding for high-impact schools may be provided in the
323	General Appropriations Act to support the following eligible
324	expenditures:
325	1. Preparing teachers, school leaders, and specialized
326	instructional support personnel, including costs associated
327	with:
328	a. Providing professional development; and
329	b. Hiring and compensating teachers, school leaders, and
330	specialized instructional support personnel for services beyond
331	the school day and year.
332	2. Acquiring supplies, training, equipment, and educational
333	materials, including developing and acquiring instructional
334	materials.
335	3. Providing one-time startup costs associated with
336	providing transportation to students to and from the high-impact
337	school.
338	4. Carrying out community engagement activities, which may
339	include paying the cost of student and staff recruitment.
340	5. Providing funds to cover the nonvoted ad valorem millage
341	that would otherwise be required for schools and the required
342	local effort funds calculated pursuant to s. 1011.62 when the
343	State Board of Education enters into an agreement with a high-
344	impact school operator pursuant to subsection (5).
345	(e) If a high-impact school is not renewed or is
346	terminated, any unencumbered funds and all equipment and
347	property purchased with the funds shall revert to the ownership
348	of the district school board. The reversion of such equipment,

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349	property, and furnishings shall focus on tangible or
350	irrecoverable costs such as rental or leasing fees, normal
351	maintenance, and limited renovations. The reversion of all
352	property secured with grant funds is subject to the complete
353	satisfaction of all lawful liens or encumbrances.
354	(9) STATE BOARD OF EDUCATION AUTHORITY AND OBLIGATIONS
355	Pursuant to Art. IX of the State Constitution, which prescribes
356	the duty of the State Board of Education to supervise the public
357	school system, the State Board of Education shall:
358	(a) Publish an annual list of persistently low-performing
359	schools after the release of preliminary school grades.
360	(b) Adopt a standard notice of intent and performance-based
361	agreement that must be used by high-impact school operators and
362	district school boards to eliminate regulatory and bureaucratic
363	barriers that delay access to high-quality schools for students
364	in persistently low-performing schools.
365	(c) Resolve disputes between a high-impact school operator
366	and a school district arising from a performance-based agreement
367	or a contract between a charter operator and a school district
368	under the board's oversight and enforcement authority and the
369	requirements of s. 1008.33.
370	(d) Provide students in persistently low-performing schools
371	with a public school that meets accountability standards.
372	Subject to the authorities and approvals specified under
373	paragraph (4)(b), the State Board of Education may enter into a
374	performance-based agreement with a high-impact school operator
375	to establish a high-impact school. Upon the State Board of
376	Education entering into a performance-based agreement with a
377	high-impact school operator, the school district shall transfer

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378	to the high-impact school the proportionate share of state funds
379	allocated from the Florida Education Finance Program.
380	(10) RULESThe State Board of Education shall adopt rules
381	pursuant to ss. 120.536(1) and 120.54 to implement this section.
382	Section 2. Section 1001.292, Florida Statutes, is created
383	to read:
384	1001.292 High-impact Schools Revolving Loan Program
385	(1) The High-impact Schools Revolving Loan Program is
386	established within the Department of Education to provide
387	assistance to a high-impact school operator, as defined in s.
388	1002.333, to meet school building construction needs and pay for
389	expenses related to the startup of a new high-impact school. The
390	program shall consist of funds appropriated by the Legislature,
391	money received from the repayment of loans made from the
392	program, and interest earned.
393	(2) Funds provided pursuant to this section may not exceed
394	25 percent of the total cost of the project, which shall be
395	calculated based on 80 percent of the cost per student station
396	established by s. 1013.64(6)(b) multiplied by the capacity of
397	the facility.
398	(3) The department may contract with a third-party
399	administrator to administer the program. If the department
400	contracts with a third-party administrator, funds shall be
401	granted to the third-party administrator to create a revolving
402	loan fund for the purpose of financing projects that meet the
403	requirements of subsection (4). The third-party administrator
404	shall report to the department annually. The department shall
405	continue to administer the program until a third-party
406	administrator is selected.
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407	(4) High-impact school operators that have been designated
408	by the State Board of Education and have executed a performance-
409	based agreement pursuant to s. 1002.333 shall be provided a loan
410	up to the amount provided in subsection (2) to support the
411	performance-based contract components of high-impact schools, as
412	defined in s. 1002.333(1).
413	(5) The department shall post on its website the projects
414	that have received loans, the geographic distribution of the
415	projects, the status of the projects, the costs of the program,
416	and student outcomes for students enrolled in the high-impact
417	school receiving funds.
418	(6) All repayments of principal and interest shall be
419	returned to the loan fund and made available for loans to other
420	applicants.
421	(7) Interest on loans provided under this program may be
422	used to defray the costs of administration and shall be the
423	lower of:
424	(a) The rate paid on moneys held in the fund; or
425	(b) A rate equal to 50 percent of the rate authorized under
426	<u>s. 215.84.</u>
427	Section 3. This act shall take effect July 1, 2017.

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