1	A bill to be entitled
2	An act relating to charter schools capital outlay
3	funding; repealing s. 1013.62, F.S., relating to
4	charter schools capital outlay funding; amending ss.
5	1002.32, 1002.33, 1002.333, 1002.34, 1011.71, and
6	1013.64, F.S.; conforming cross-references; providing
7	an effective date.
8	
9	Be It Enacted by the Legislature of the State of Florida:
10	
11	Section 1. Section 1013.62, Florida Statutes, is repealed.
12	Section 2. Paragraph (h) of subsection (9) of section
13	1002.32, Florida Statutes, is amended to read:
14	1002.32 Developmental research (laboratory) schools
15	(9) FUNDING.—Funding for a lab school, including a charter
16	lab school, shall be provided as follows:
17	(h) A lab school to which a charter has been issued under
18	s. 1002.33(5)(a)2. is eligible to receive funding for charter
19	school capital outlay if it meets the eligibility requirements
20	of s. 1013.62. If the lab school receives funds from charter
21	school capital outlay, the school shall receive capital outlay
22	funds otherwise provided in this subsection only to the extent
23	that funds allocated pursuant to s. 1013.62 are insufficient to
24	provide capital outlay funds to the lab school at one-fifteenth
25	of the cost per student station.

Page 1 of 10

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26 Section 3. Paragraph (e) of subsection (8), paragraph (b) 27 of subsection (17), and subsection (19) of section 1002.33, 28 Florida Statutes, is amended to read:

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30

1002.33 Charter schools.-

(8) CAUSES FOR NONRENEWAL OR TERMINATION OF CHARTER.-

When a charter is not renewed or is terminated, the 31 (e) 32 school shall be dissolved under the provisions of law under 33 which the school was organized, and any unencumbered public funds, except for capital outlay funds and federal charter 34 35 school program grant funds, from the charter school shall revert 36 to the sponsor. Capital outlay funds provided pursuant to s. 37 1013.62 and Federal charter school program grant funds that are 38 unencumbered shall revert to the department to be redistributed 39 among eligible charter schools. In the event a charter school is dissolved or is otherwise terminated, all district school board 40 property and improvements, furnishings, and equipment purchased 41 42 with public funds shall automatically revert to full ownership 43 by the district school board, subject to complete satisfaction 44 of any lawful liens or encumbrances. Any unencumbered public 45 funds from the charter school, district school board property and improvements, furnishings, and equipment purchased with 46 public funds, or financial or other records pertaining to the 47 48 charter school, in the possession of any person, entity, or holding company, other than the charter school, shall be held in 49 50 trust upon the district school board's request, until any appeal

Page 2 of 10

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2018

51 status is resolved.

52 (17) FUNDING.-Students enrolled in a charter school, 53 regardless of the sponsorship, shall be funded as if they are in 54 a basic program or a special program, the same as students 55 enrolled in other public schools in the school district. Funding 56 for a charter lab school shall be as provided in s. 1002.32.

57 (b) The basis for the agreement for funding students 58 enrolled in a charter school shall be the sum of the school 59 district's operating funds from the Florida Education Finance 60 Program as provided in s. 1011.62 and the General Appropriations Act, including gross state and local funds, discretionary 61 62 lottery funds, and funds from the school district's current 63 operating discretionary millage levy; divided by total funded 64 weighted full-time equivalent students in the school district; 65 multiplied by the weighted full-time equivalent students for the 66 charter school. Charter schools whose students or programs meet 67 the eligibility criteria in law are entitled to their 68 proportionate share of categorical program funds included in the 69 total funds available in the Florida Education Finance Program 70 by the Legislature, including transportation, the research-based 71 reading allocation, and the Florida digital classrooms 72 allocation. Total funding for each charter school shall be recalculated during the year to reflect the revised calculations 73 74 under the Florida Education Finance Program by the state and the 75 actual weighted full-time equivalent students reported by the

## Page 3 of 10

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76 charter school during the full-time equivalent student survey 77 periods designated by the Commissioner of Education. For charter 78 schools operated by a not-for-profit or municipal entity, any 79 unrestricted current and capital assets identified in the 80 charter school's annual financial audit may be used for other charter schools operated by the not-for-profit or municipal 81 82 entity within the school district. Unrestricted current assets 83 shall be used in accordance with s. 1011.62, and any unrestricted capital assets shall be used in accordance with 84 85 1013.62(2).

86 (19) CAPITAL OUTLAY FUNDING. Charter schools are eligible 87 for capital outlay funds pursuant to ss. 1011.71(2) and 1013.62. 88 Capital outlay funds authorized in ss. 1011.71(2) and 1013.62 89 which have been shared with a charter school-in-the-workplace 90 prior to July 1, 2010, are deemed to have met the authorized 91 expenditure requirements for such funds.

92 Section 4. Subsection (8) and paragraph (c) of subsection 93 (9) of section 1002.333, Florida Statutes, are amended to read: 94 1002.333 Persistently low-performing schools.-

95 (8) NONCOMPLIANCE.-A school district that does not enter
96 into a performance-based agreement within 60 days after receipt
97 of a notice of intent shall reduce the administrative fees
98 withheld pursuant to <u>s. 1002.33(19)</u> <del>s. 1002.33(20)</del> to 1 percent
99 for all charter schools operating in the school district. Upon
100 execution of the performance-based agreement, the school

## Page 4 of 10

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101 district may resume withholding the full amount of administrative fees, but may not recover any fees that would 102 103 have otherwise accrued during the period of noncompliance. Any charter school that had administrative fees withheld in 104 105 violation of this subsection may recover attorney fees and costs 106 to enforce the requirements of this subsection. A school 107 district subject to the requirements of this section shall file 108 a monthly report detailing the reduction in the amount of administrative fees withheld. 109

110

118

(9) FUNDING.-

111 (c) Schools of hope shall be considered charter schools 112 for purposes of s. 1013.62, except charter capital outlay may 113 not be used to purchase real property or for the construction of 114 school facilities.

Section 5. Paragraph (c) of subsection (10) and subsection (13) of section 1002.34, Florida Statutes, are amended to read: 1002.34 Charter technical career centers.-

(10) EXEMPTION FROM STATUTES.-

(c) A center must comply with the antidiscrimination provisions in s. 1000.05 and the provisions in <u>s. 1002.33(23)</u> <del>s.</del> 121 <del>1002.33(24)</del> which relate to the employment of relatives.

(13) BOARD OF DIRECTORS AUTHORITY.—The board of directors
of a center may decide matters relating to the operation of the
school, including budgeting, curriculum, and operating
procedures, subject to the center's charter. The board of

Page 5 of 10

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directors is responsible for performing the duties provided in s. 1002.345, including monitoring the corrective action plan. The board of directors must comply with <u>s. 1002.33(25)</u> <del>s.</del> 129 <del>1002.33(26)</del>.

Section 6. Subsection (2) of section 1011.71, FloridaStatutes, is amended to read:

132

1011.71 District school tax.-

(2) In addition to the maximum millage levy as provided in subsection (1), each school board may levy not more than 1.5 mills against the taxable value for school purposes for <del>charter</del> schools pursuant to s. 1013.62(3) and for district schools to fund:

(a) New construction and remodeling projects, as set forth
in s. 1013.64(3)(d) and (6)(b) and included in the district's
educational plant survey pursuant to s. 1013.31, without regard
to prioritization, sites and site improvement or expansion to
new sites, existing sites, auxiliary facilities, athletic
facilities, or ancillary facilities.

(b) Maintenance, renovation, and repair of existing school plants or of leased facilities to correct deficiencies pursuant to s. 1013.15(2).

147 (c) The purchase, lease-purchase, or lease of school148 buses.

(d) The purchase, lease-purchase, or lease of new andreplacement equipment; computer and device hardware and

Page 6 of 10

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151 operating system software necessary for gaining access to or 152 enhancing the use of electronic and digital instructional 153 content and resources; and enterprise resource software 154 applications that are classified as capital assets in accordance 155 with definitions of the Governmental Accounting Standards Board, 156 have a useful life of at least 5 years, and are used to support 157 districtwide administration or state-mandated reporting 158 requirements. Enterprise resource software may be acquired by 159 annual license fees, maintenance fees, or lease agreements.

160 (e) Payments for educational facilities and sites due under a lease-purchase agreement entered into by a district 161 162 school board pursuant to s. 1003.02(1)(f) or s. 1013.15(2), not 163 exceeding, in the aggregate, an amount equal to three-fourths of 164 the proceeds from the millage levied by a district school board 165 pursuant to this subsection. The three-fourths limit is waived 166 for lease-purchase agreements entered into before June 30, 2009, 167 by a district school board pursuant to this paragraph.

168 (f) Payment of loans approved pursuant to ss. 1011.14 and 169 1011.15.

(g) Payment of costs directly related to complying with
state and federal environmental statutes, rules, and regulations
governing school facilities.

(h) Payment of costs of leasing relocatable educational facilities, of renting or leasing educational facilities and sites pursuant to s. 1013.15(2), or of renting or leasing

Page 7 of 10

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176 buildings or space within existing buildings pursuant to s. 177 1013.15(4).

(i) Payment of the cost of school buses when a school
district contracts with a private entity to provide student
transportation services if the district meets the requirements
of this paragraph.

182 1. The district's contract must require that the private 183 entity purchase, lease-purchase, or lease, and operate and 184 maintain, one or more school buses of a specific type and size 185 that meet the requirements of s. 1006.25.

186 2. Each such school bus must be used for the daily 187 transportation of public school students in the manner required 188 by the school district.

189 3. Annual payment for each such school bus may not exceed190 10 percent of the purchase price of the state pool bid.

191 4. The proposed expenditure of the funds for this purpose 192 must have been included in the district school board's notice of 193 proposed tax for school capital outlay as provided in s. 194 200.065(10).

(j) Payment of the cost of the opening day collection forthe library media center of a new school.

(k) Payout of sick leave and annual leave accrued as of June 30, 2017, by individuals who are no longer employed by a school district that transfers to a charter school operator all day-to-day classroom instruction responsibility for all full-

Page 8 of 10

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201 time equivalent students funded under s. 1011.62. This paragraph 202 expires July 1, 2018.

203 Section 7. Paragraph (c) of subsection (6) of section 204 1013.64, Florida Statutes, is amended to read:

205 1013.64 Funds for comprehensive educational plant needs; 206 construction cost maximums for school district capital 207 projects.—Allocations from the Public Education Capital Outlay 208 and Debt Service Trust Fund to the various boards for capital 209 outlay projects shall be determined as follows:

(6)

210

Except as otherwise provided, new construction for 211 (C) 212 which a contract has been executed for architectural and design 213 services or for construction management services by a district 214 school board on or after July 1, 2017, may not exceed the cost 215 per student station as provided in paragraph (b). A school district that exceeds the cost per student station provided in 216 217 paragraph (b), as determined by the Auditor General, shall be 218 subject to sanctions. If the Auditor General determines that the 219 cost per student station overage is de minimus or due to 220 extraordinary circumstances outside the control of the district, 221 the sanctions shall not apply. The sanctions are as follows:

The school district shall be ineligible for allocations
 from the Public Education Capital Outlay and Debt Service Trust
 Fund for the next 3 years in which the school district would
 have received allocations had the violation not occurred.

# Page 9 of 10

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226 2. The school district shall be subject to the supervision 227 of a district capital outlay oversight committee. The oversight 228 committee is authorized to approve all capital outlay 229 expenditures of the school district, including new construction, 230 renovations, and remodeling, for 3 fiscal years following the 231 violation.

a. Each oversight committee shall be composed of thefollowing:

(I) One appointee of the Commissioner of Education who has
 significant financial management, school facilities
 construction, or related experience.

(II) One appointee of the office of the state attorneywith jurisdiction over the district.

(III) One appointee of the Chief Financial Officer who isa licensed certified public accountant.

b. An appointee to the oversight committee may not be
employed by the school district; be a relative, as defined in <u>s.</u>
<u>1002.33(23)(a)2.</u> <del>s. 1002.33(24)(a)2.</del>, of any school district
employee; or be an elected official. Each appointee must sign an
affidavit attesting to these conditions and affirming that no
conflict of interest exists in his or her oversight role.
Section 8. This act shall take effect July 1, 2018.

# Page 10 of 10

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