By Senator Wise

5-01606-09 20091988

A bill to be entitled

An act relating to a school choice pilot project; creating s. 1003.64, F.S.; establishing the Education Empowerment Zone Pilot Project in Orange County; providing student eligibility requirements for school choice options, including public school, charter school, private school, and virtual school choice; providing eligibility requirements for receipt of an education empowerment zone grant to attend a private school or a virtual school; specifying conditions that prohibit receipt of a grant; providing term of a grant; providing obligations of school districts, the Department of Education, and the Commissioner of Education; providing private school and virtual school eligibility requirements and obligations; specifying parent and student responsibilities for participation; providing funding for grants and payment procedures; waiving liability of the state; restricting the expansion of regulatory authority over private schools and virtual schools; requiring the State Board of Education to adopt rules; providing an effective date.

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

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Section 1. Section 1003.64, Florida Statutes, is created to read:

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1003.64 Education Empowerment Zone Pilot Project.—There is established the Education Empowerment Zone Pilot Project in Orange County beginning in the 2009-2010 school year to be in

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effect for a period of 5 school years.

- (1) PURPOSE.—The pilot project is established to provide comprehensive research to aid in policy development on the academic impact of full school choice provided to parents of students in a geographic area.
- (2) CHOICE OPTIONS.—Parents of eligible students in the designated pilot project county shall be eligible for school choice options provided in this section, including public school choice, charter school choice, private school choice, and virtual school choice.
 - (3) STUDENT ELIGIBILITY FOR PUBLIC SCHOOL CHOICE.-
- (a) The parent of a student residing in the pilot project county may choose to enroll his or her child in any public school within the county.
- (b) The pilot project county shall provide transportation for the student to the public school of choice and shall not limit the choice because of school or class size issues.
 - (4) STUDENT ELIGIBILITY FOR CHARTER SCHOOL CHOICE.
- (a) The parent of a student residing in the pilot project county may choose to enroll his or her child in any charter school within the county.
- (b) Any charter school receiving more applications than spaces authorized in its charter contract may exceed the number of students authorized in the charter contract during the term of this pilot project.
- $\underline{\mbox{(5)}}$ STUDENT ELIGIBILITY FOR PRIVATE SCHOOL AND VIRTUAL SCHOOL CHOICE.—
- (a) The parent of an eligible student residing in the pilot project county may request and receive from the state an

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education empowerment zone grant. The grant may be used for the child to enroll in and attend a private school or virtual school in accordance with this section.

- (b) A student is eligible for an education empowerment zone grant if the student:
- 1. Spent the prior school year in attendance at a Florida public school. Prior school year in attendance means that the student was enrolled in, and reported by, a school district for funding during the preceding October and February Florida Education Finance Program surveys in kindergarten through grade 12;
- 2. Is entering kindergarten, grade 1, grade 6, or grade 9; or
- 3. Participated in the Corporate Income Tax Credit
 Scholarship Program under s. 220.187 in the prior school year.
- (6) EDUCATION EMPOWERMENT ZONE GRANT PROHIBITIONS.—A student is not eligible for an education empowerment zone grant while he or she is:
- (a) Enrolled in a school operating for the purpose of providing educational services to youth in Department of Juvenile Justice commitment programs;
- (b) Receiving a corporate income tax credit scholarship under s. 220.187;
- (c) Receiving an educational scholarship pursuant to chapter 1002;
- (d) Participating in a home education program as defined in s. 1002.01(1); or
- (e) Participating in a private tutoring program pursuant to s. 1002.43.

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Nothing in this section prohibits a student from participating in the Florida Virtual School established under s. 1002.37.

(7) TERM OF EDUCATION EMPOWERMENT ZONE GRANT.-

- (a) An education empowerment zone grant shall remain in force through the final year of the pilot project or until the student returns to a public school or graduates from high school, whichever occurs first.
- (b) Upon reasonable notice to the department and the school district, the student's parent may remove the student from the private school or virtual school and enroll the student in a public school in accordance with this section.
- (c) Upon reasonable notice to the department, the student's parent may remove the student from one participating private school or virtual school and enroll the student in another participating private school or virtual school.
 - (8) SCHOOL DISTRICT OBLIGATIONS. -
- (a) At the beginning of the school year, the school district within the pilot project county shall notify the parents of students in the district school system of all options available under this section, inform the parents of the availability of the department's toll-free hotline and Internet website for additional information on education empowerment zone grants, and offer parents an opportunity to enroll their children in another public school within the school district.
- (b) For a student who participates in the pilot project whose parent chooses to enroll him or her in a private school or virtual school, the school district shall provide to such parent locations and times for the student to take all statewide

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assessments under s. 1008.22.

- (9) DEPARTMENT OF EDUCATION OBLIGATIONS.—The department shall:
- (a) Establish a toll-free hotline that provides parents, private schools, and virtual schools with information on participation in the pilot project.
- (b) Annually verify the eligibility of private schools and virtual schools that meet the requirements of subsections (11) and (12), respectively. On or before March 1, 2010, and annually thereafter, the department shall publish a list of providers approved to offer virtual school instruction.
- (c) Establish a process by which individuals may notify the department of any violation of this section or of any rule adopted by the State Board of Education by a parent, private school, virtual school, charter school, or school district. The department shall conduct an inquiry of any written complaint of a violation, or make a referral to the appropriate agency for an investigation, if the complaint is signed by the complainant and is legally sufficient. A complaint is legally sufficient if it contains ultimate facts that show that a violation of this section or of any rule adopted by the State Board of Education has occurred. In order to determine legal sufficiency, the department may require supporting information or documentation from the complainant. A department inquiry is not subject to the requirements of chapter 120.
- (d) Require an annual, notarized, sworn compliance statement by participating private schools and virtual schools certifying compliance with state laws and shall retain such records.

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(e) Cross-check the list of students participating in the pilot project with the school district's public school enrollment lists prior to each grant payment to avoid duplication.

- (f) Prior to December 31 in the final school year of the pilot project, report to the President of the Senate and the Speaker of the House of Representatives on the academic impact of the pilot project. The report should include data on the year-to-year academic improvement of students whose parents do not exercise school choice and of those students participating in public school choice, charter school choice, private school choice, or virtual school choice under this section. The department must not disaggregate data to a level that will disclose the academic level of individual students or of individual schools. To the extent possible, the department must accumulate historical performance data on students to describe baseline performance and to conduct longitudinal studies. To the extent possible, the department shall compare the overall performance of students participating in the pilot project to student performance in Florida school districts that are similar in size and demographics and did not participate in the pilot project. To minimize costs, the department may contract with a third-party evaluator. The sharing of student data must be in accordance with requirements of the Family Educational Rights and Privacy Act, 20 U.S.C. s. 1232g, and shall be for the sole purpose of conducting the evaluation. All parties must preserve the confidentiality of such information as required by law.
 - (10) COMMISSIONER OF EDUCATION AUTHORITY AND OBLIGATIONS.-
 - (a) The Commissioner of Education shall deny, suspend, or

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revoke a private school's or virtual school's participation in the pilot project if it is determined that the school has failed to comply with the provisions of this section. However, in instances in which the noncompliance is correctable within a reasonable amount of time and in which the health, safety, or welfare of the students is not threatened, the commissioner may issue a notice of noncompliance, which shall provide the private school or virtual school with a timeframe within which to provide evidence of compliance prior to taking action to suspend or revoke the school's participation in the pilot project.

- (b) The commissioner's determination is subject to the following:
- 1. If the commissioner intends to deny, suspend, or revoke a private school's or virtual school's participation in the pilot project, the department shall notify the school of such proposed action in writing by certified mail and regular mail to the school's address of record with the department. The notification shall include the reasons for the proposed action and notice of the timelines and procedures set forth in this paragraph.
- 2. The private school or virtual school that is adversely affected by the proposed action shall have 15 days from receipt of the notice of proposed action to file with the department's agency clerk a request for a proceeding pursuant to ss. 120.569 and 120.57. If the private school or virtual school is entitled to a hearing under s. 120.57(1), the department shall forward the request to the Division of Administrative Hearings.
- 3. Upon receipt of a request referred pursuant to this paragraph, the director of the Division of Administrative

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Hearings shall expedite the hearing and assign an administrative law judge who shall commence a hearing within 30 days after the receipt of the formal written request by the division and enter a recommended order within 30 days after the hearing or within 30 days after receipt of the hearing transcript, whichever is later. Each party shall be allowed 10 days in which to submit written exceptions to the recommended order. A final order shall be entered by the agency within 30 days after the entry of a recommended order. The provisions of this subparagraph may be waived upon stipulation by all parties.

- (c) The commissioner may immediately suspend payment of grant funds if it is determined that there is probable cause to believe that there is:
- 1. An imminent threat to the health, safety, or welfare of the students; or
- 2. Fraudulent activity on the part of the private school or virtual school. Notwithstanding s. 1002.22(3), in incidents of alleged fraudulent activity pursuant to this section, the department's Office of Inspector General is authorized to release personally identifiable records or reports of students to the following persons or organizations:
- a. A court of competent jurisdiction in compliance with an order of that court or the attorney of record in accordance with a lawfully issued subpoena, consistent with the Family Educational Rights and Privacy Act, 20 U.S.C. s. 1232g.
- b. A person or entity authorized by a court of competent jurisdiction in compliance with an order of that court or the attorney of record pursuant to a lawfully issued subpoena, consistent with the Family Educational Rights and Privacy Act,

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233 20 U.S.C. s. 1232g.

c. Any person, entity, or authority issuing a subpoena for law enforcement purposes when the court or other issuing agency has ordered that the existence or the contents of the subpoena or the information furnished in response to the subpoena not be disclosed, consistent with the Family Educational Rights and Privacy Act, 20 U.S.C. s. 1232g, and 34 C.F.R. s. 99.31.

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- The commissioner's order suspending payment pursuant to this paragraph may be appealed pursuant to the same procedures and timelines as the notice of proposed action set forth in paragraph (b).
- 245 (11) PRIVATE SCHOOL ELIGIBILITY AND OBLIGATIONS.—To be
 246 eligible to participate in the pilot project, a private school
 247 may be sectarian or nonsectarian and must:
 - (a) Comply with all requirements for private schools participating in state school choice scholarship programs pursuant to s. 1002.421.
 - (b) Provide to the department all documentation required for a student's participation, including the private school's and student's fee schedules, at least 30 days before the first quarterly grant payment is made for the student.
 - (c) Be academically accountable to the parent for meeting the educational needs of the student by:
 - 1. At a minimum, annually providing to the parent a written explanation of the student's progress.
 - 2. Cooperating with the student when the student participates in the statewide assessments pursuant to s. 1008.22.

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(12) VIRTUAL SCHOOL ELIGIBILITY AND OBLIGATIONS.—To be eligible to participate in the pilot project, a virtual school must:

- (a) Comply with the eligibility requirements for K-8 virtual schools provided in s. 1002.415; or
- (b) Be approved by the department and annually document to the department that the virtual school:
- 1. Is nonsectarian in its programs, admission policies, employment practices, and operations.
- $\underline{\text{2. Complies with the antidiscrimination provisions of s.}}$ 1000.05.
- 3. Has at least 3 years of prior, successful experience offering online courses to elementary, middle, or high school students.
- 4. Utilizes an instructional model that relies on certified teachers, not parents, to provide at least 85 percent of the instruction to the student.
- 5. Is accredited by the Commission on Colleges of the
 Southern Association of Colleges and Schools, the Middle States
 Association of Colleges and Schools, the North Central
 Association of Colleges and Schools, or the New England
 Association of Colleges and Schools.
 - 6. Complies with all requirements under this section.
- (13) PARENT AND STUDENT RESPONSIBILITIES FOR RECEIPT OF GRANT.—
- (a) The parent must select a private school or virtual school and apply for the admission of his or her child.
- (b) The parent must have requested an education empowerment zone grant at least 60 days prior to the date of the first grant

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291 payment.

(c) Any student participating in the pilot project must remain in attendance throughout the school year unless excused by the school for illness or other good cause.

- (d) Each parent and each student has an obligation to the private school or virtual school to comply with the school's published policies.
- (e) Each student must participate in all statewide assessments required under s. 1008.22. The parent is responsible for transporting the student to the assessment site designated by the school district.
- (f) Upon receipt of a grant warrant, the parent to whom the warrant is made must restrictively endorse the warrant to the private school or virtual school for deposit into the account of the school. The parent may not designate any entity or individual associated with the participating school as the parent's attorney in fact to endorse a grant warrant. A participant who fails to comply with this paragraph forfeits the grant.
 - (14) EDUCATION EMPOWERMENT ZONE GRANT FUNDING AND PAYMENT.-
- (a) The amount of a grant provided to any student for any single school year may not exceed 75 percent of the annual average statewide funding per student in the Florida Education Finance Program.
- (b) 1. The school district shall report all students who are attending a private school or virtual school under the pilot project. Such students shall be reported separately from other students reported for purposes of the Florida Education Finance Program.

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2. School districts are eligible to receive the difference between the education empowerment zone grant amount and the annual average statewide funding per student in the Florida Education Finance Program.

- (c) Following notification on July 1, September 1, December 1, or February 1 of the number of students receiving a grant, the department shall transfer, from general revenue funds only, the amount calculated under paragraph (b) from the school district's total funding entitlement under the Florida Education Finance Program and from authorized categorical accounts to a separate account for the pilot project for quarterly disbursement to the parents of participating students. When a student begins participation in the pilot project, the department must receive all documentation required for the student's participation, including the private school's and student's fee schedules, at least 30 days before the first quarterly grant payment is made for the student.
- (d) Upon notification by the department that it has received the documentation required under paragraph (c), the Chief Financial Officer shall make grant payments in four equal amounts no later than September 1, November 1, February 1, and April 1 of each academic year in which the grant is in force. The initial payment shall be made after department verification of admission acceptance, and subsequent payments shall be made upon verification of continued enrollment and attendance at the private school or virtual school. Payment must be by individual warrant made payable to the student's parent and mailed by the department to the private school or virtual school of the parent's choice, and the parent shall restrictively endorse the

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warrant to the private school or virtual school for deposit into the account of the private school or virtual school.

- (e) Subsequent to each grant payment, the department shall request from the Department of Financial Services a sample of endorsed warrants to review and confirm compliance with endorsement requirements.
- (15) LIABILITY.—No liability shall arise on the part of the state based on the award or use of an education empowerment zone grant.
- (16) SCOPE OF AUTHORITY.—The inclusion of eligible private schools or virtual schools within options available to Florida public school students does not expand the regulatory authority of the state, its officers, or any school district to impose any additional regulation of private schools or virtual schools beyond those reasonably necessary to enforce requirements expressly set forth in this section.
- (17) RULES.—The State Board of Education shall adopt rules pursuant to ss. 120.536(1) and 120.54 to administer this section.
 - Section 2. This act shall take effect July 1, 2009.