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A bill to be entitled

2 An act relating to charter schools; creating s. 1002.337, 3 F.S.; providing a short title; providing legislative 4 findings; establishing the School Grade Improvement 5 Commission, an independent, state-level commission under 6 the supervision of the State Board of Education; requiring 7 the commission to collaborate with school districts, the 8 Department of Education, and the State Board of Education 9 to support innovative charter schools when invited by a 10 school district and to develop and support remedial charter schools as an alternative to public schools found 11 by the state to be chronically failing; providing for 12 13 funding of the commission through an existing 14 administrative fee available to charter school sponsors, 15 private contributions, federal funds, and institutional 16 grants; providing for appointment of commission members by 17 the State Board of Education based on recommendations by 18 the Governor, the President of the Senate, and the Speaker 19 of the House of Representatives; providing for member 20 terms and commission meetings; providing powers of the 21 commission, including, but not limited to, assistance in 22 the establishment of charter schools, investigation of the 23 reasons for school failure, and evaluation of the academic 24 and financial performance of charter schools; authorizing a district school board to invite the commission to 25 26 establish a new charter school within the geographic 27 boundaries of the school district; authorizing the 28 commission to establish a remedial charter school within

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29 certain school zones; authorizing agreement for the use of 30 school facilities and equipment; authorizing an existing 31 charter school to apply to the commission to change 32 sponsors under certain conditions; providing requirements for application; providing that specified statutory 33 34 requirements apply to the commission, charter schools, and 35 school districts, with certain exceptions relating to the 36 charter contract; providing for terms of a charter 37 contract and authorizing a district school board to apply to assume full control of a charter school under certain 38 conditions; providing for termination or nonrenewal of a 39 charter contract; requiring school district funding of a 40 41 charter school and authorizing additional funding; 42 providing requirements for deposit and investment of 43 charter school funds; requiring a school district to 44 provide administrative and educational services to a charter school; providing parent rights for school 45 enrollment; authorizing the commission to establish a 46 direct-support organization that meets certain 47 48 requirements; authorizing the commission and charter 49 schools to provide certain insurance; providing for the 50 application of waiver of sovereign immunity provisions; 51 requiring public access to information for making informed 52 decisions; requiring annual reporting by the commission 53 and the adoption of rules by the State Board of Education; 54 providing a severability clause; providing an effective 55 date.

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FLORIDA HOUSE OF REPRESE	ENTATIVES
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	HB 991 2009
57 58	Be It Enacted by the Legislature of the State of Florida:
59	Section 1. Section 1002.337, Florida Statutes, is created
60	to read:
61	1002.337 Make the Grade Initiative; School Grade
62	Improvement Commission
63	(1) SHORT TITLEThis section may be cited as the "Make
64	the Grade Initiative."
65	(2) FINDINGSThe Legislature finds that:
66	(a) Special assistance for Florida's public school
67	districts is essential to improve public schools that are found
68	by the state to be chronically failing so that the schools will
69	"make the grade" and ensure that all students have access to a
70	high-quality public education.
71	(b) Charter schools are a critical component in the
72	state's efforts to provide by law for a uniform, efficient,
73	safe, secure, and high-quality system of free public schools.
74	(c) The growth of charter schools in the state has
75	contributed to enhanced student performance, greater efficiency,
76	and the improvement of all public schools.
77	(d) A student should not be compelled, against the wishes
78	of the student's parent, to remain in a public school that is
79	found by the state to be chronically failing.
80	(e) Parents of students in chronically failing schools
81	should have the choice to send their children to a successful
82	charter school in the same facility or in a nearby facility.
83	(f) School districts would benefit from an initiative
84	dedicated to improving school performance through the
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85 establishment of charter schools that will succeed in the most 86 challenging circumstances. 87 (3) SCHOOL GRADE IMPROVEMENT COMMISSION.--88 The School Grade Improvement Commission is established (a) 89 as an independent, state-level commission under the supervision 90 of the State Board of Education. The commission shall work in 91 collaboration with school districts, the Department of 92 Education, and the State Board of Education to: 93 1. Support innovative charter schools when invited to do so by a school district to ensure that all of Florida's students 94 95 have access to a high-quality education. 96 2. Develop and support remedial charter schools as an 97 alternative to public schools that are found by the state to be 98 chronically failing. 99 (b) Funds necessary to establish and operate the 100 commission shall come from an existing administrative fee 101 available to charter school sponsors, private contributions, 102 federal funds, institutional grants through the Grants and Donations Trust Fund and the Federal Grants Trust Fund housed 103 104 within the department, and other eligible sources. The 105 department shall assist in securing federal and other 106 institutional grant funds to establish the commission. The commission shall be appointed by the State Board 107 (C) of Education and shall be composed of three appointees 108 109 recommended by the Governor, two appointees recommended by the President of the Senate, and two appointees recommended by the 110 Speaker of the House of Representatives. The Governor, the 111 112 President of the Senate, and the Speaker of the House of

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113 Representatives shall each recommend a list of at least two 114 nominees for each appointment to the commission. The 115 appointments shall be made as soon as feasible but no later than 116 September 1, 2009. Each member of the commission shall serve a 117 3-year term; however, for the purpose of providing staggered terms, of the initial appointments, two members shall be 118 119 appointed to 1-year terms, two members shall be appointed to 2-120 year terms, and the three members recommended by the Governor 121 shall be appointed to 3-year terms. Thereafter, each appointee 122 shall serve a 3-year term unless the State Board of Education, 123 after review, extends the appointment. If a vacancy occurs on 124 the commission, it shall be filled by the State Board of 125 Education from a recommendation by the appropriate authority 126 according to the procedure set forth in this paragraph. The 127 members of the commission shall annually vote to appoint a chair 128 and a vice chair. Each member of the commission must hold a 129 bachelor's degree or higher, and the commission must include 130 individuals who have experience in finance, administration, law, 131 education, and school governance. 132 (d) The commission shall meet at the call of the chair or 133 upon the request of four members of the commission. Four members 134 of the commission shall constitute a quorum. Meetings may be 135 held via teleconference or other means of telecommunications as 136 the chair directs. 137 The commission shall appoint an executive director who (e) 138 shall employ staff as is necessary to perform the administrative 139 duties and responsibilities of the commission.

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140	(f) The members of the commission shall not be compensated
141	for their services on the commission but may be reimbursed for
142	per diem and travel expenses pursuant to s. 112.061.
143	(4) POWERSThe commission shall have the power to:
144	(a) Assist in the establishment of a charter school when
145	invited by a school district or when a public school receives a
146	grade of "F," pursuant to s. 1008.34, for 3 years in a 4-year
147	period. A charter school established under this section shall
148	exist as a public school within the state as a component of the
149	delivery of public education within Florida's K-20 education
150	system.
151	(b) Investigate or cause to be investigated the reasons
152	for the chronic failure of a school and isolate those variables
153	critical to the success of a remedial charter school. The
154	commission is encouraged to draw on state universities,
155	community colleges, and think tanks to assist with an
156	investigation.
157	(c) Solicit applications from charter schools, pursuant to
158	paragraph (5)(b), that are responsive to the variables critical
159	to charter school success in the particular circumstances.
160	(d) Monitor and annually review and evaluate the academic
161	and financial performance of a charter school established under
162	this section and hold the school accountable for its performance
163	pursuant to the provisions of chapter 1008.
164	(e) Actively seek, with the assistance of the department,
165	supplemental revenue from federal grant funds, institutional
166	grant funds, and philanthropic organizations. The commission
167	may, through the department's Grants and Donations Trust Fund or
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168	its own direct-support organization, receive and expend gifts,
169	grants, and donations of any kind from any public or private
170	entity to carry out the purposes of this section.
171	(f) Assist charter schools established under this section
172	in negotiating and contracting with district school boards and
173	vendors.
174	(g) Develop, promote, and disseminate best practices for
175	charter schools, including high standards of accountability, in
176	order to ensure that high-quality charter schools are developed
177	and incentivized throughout the state. At a minimum, the best
178	practices shall encourage the development and replication of
179	academically and financially proven charter school programs.
180	(h) Develop, promote, and require high standards of
181	accountability for any school that is granted a charter under
182	this section.
183	(i) Review and recommend to the President of the Senate
184	and the Speaker of the House of Representatives any necessary
185	revisions to statutory requirements regarding charter schools
186	and commission activities.
187	(j) Support innovative learning opportunities, such as
188	schools specially dedicated to science and mathematics.
189	(k) Provide training for members of charter school
190	governing bodies. The training shall include, but not be limited
191	to, best practices for charter school governance, the
192	constitutional and statutory requirements relating to public
193	records and meetings, and the requirements of applicable
194	statutes and State Board of Education rules.
195	(1) Undertake such other activities as set forth in law.



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196 (5) CHARTERING AUTHORITY.--197 (a) A district school board may invite the commission to 198 establish a remedial or innovative charter school within the 199 geographic boundaries of the school district by adopting a 200 district school board resolution and submitting the resolution 201 to the State Board of Education for approval. The district 202 school board and the commission may agree to reasonable terms 203 for the use of existing school facilities and equipment by the 204 charter school. 205 2. The commission may establish a remedial charter school 206 within the school zone designated by the district school board 207 the prior year for a school receiving a grade of "F," pursuant 208 to s. 1008.34, for 3 years in a 4-year period. The commission 209 shall provide at least 60 days' notice to the district school 210 board of its intent to establish a remedial charter school. The 211 district school board shall provide a financial audit of the 212 failing school in accordance with s. 218.39, accounting for all 213 sources of revenue and direct and indirect costs, within 45 days 214 after receiving the notice. At the commission's request, the 215 district school board shall agree to reasonable terms for the 216 use of school facilities and equipment by the charter school. If 217 the Commissioner of Education determines that a dispute over use 218 of facilities and equipment cannot be settled through mediation, 219 the parties shall submit to binding arbitration under the rules 220 of the American Arbitration Association and split the 221 arbitration fees. With the approval of the commission and upon consent 222 (b) 223 of the district school board, an existing charter school may

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224 submit an application to the commission if the obligations of 225 its charter contract with the district school board will expire 226 prior to entering into a new charter contract with the 227 commission. A district school board may agree to rescind or 228 waive the obligations of a current charter contract to allow an 229 application to be submitted by an existing charter school 230 pursuant to this paragraph. A charter school that changes 231 sponsors pursuant to this paragraph shall be allowed to continue the use of all facilities, equipment, and other assets it owned 232 233 or leased prior to the expiration or rescission of its charter 234 contract with the district school board. 235 (c)1. For those schools identified in paragraphs (a) and 236 (b), a charter school applicant may submit an application to the 237 commission according to an application schedule set by the 238 commission. The opportunity to establish such a charter school 239 shall be a privilege and not a right of the charter school 240 applicant. 241 2. Charter school applications submitted to the commission 242 shall be subject to the requirements set forth in s. 1002.33(6). 243 The commission shall receive and review all applications for 244 eligible charter schools according to the provisions for review 245 of charter school applications under s. 1002.33(6)(b) and any 246 application review criteria identified by the commission as 247 important to charter school success under the circumstances. The 248 criteria shall be disclosed to applicants prior to the 249 application deadline and shall have an educational purpose. (6) 250 CHARTER SCHOOL CONTRACT AND OPERATION. -- The provisions 251 of s. 1002.33(7)-(12), (14), (16), (18), and (19) shall apply to

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252	the commission and charter schools established under this
253	section, and the school districts shall serve and fund the
254	charter schools like any other charter school, except that:
255	(a) The charter contract shall be a three-party contract,
256	including the school district, the commission, and the school.
257	(b) The charter contract must incorporate requirements
258	relevant to the site proposed for a remedial or innovative
259	charter school intended to achieve important educational
260	purposes, as required by the commission and according to rules
261	adopted by the State Board of Education.
262	(c) The startup of a charter school established under this
263	section shall be according to the timeline established jointly
264	by the commission and district school board.
265	(d) The initial term of a charter contract shall be for 10
266	years. At the end of 10 years and every 5 years thereafter, a
267	district school board may present a plan and apply to the State
268	Board of Education to assume full control of the charter school
269	without material modification to the obligations and duties
270	under the charter contract and to any employee, real estate,
271	financing, or other agreement. Any such assignment does not
272	entitle teachers and staff to modify their employment agreements
273	except as set forth in the agreements. According to its rules,
274	the State Board of Education shall grant the application if it
275	finds that the district school board's plan will enable it to
276	supervise and operate the school in a manner likely to ensure
277	that the school will continue to receive a school grade of "B"
278	<u>or higher.</u>

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279 (e) An employee of a charter school established under this 280 section shall be an "eligible employee" within the meaning of s. 281 121.4501(2)(f). The commission may decide whether the employees 282 of a charter school established under this section may 283 participate in the Florida Retirement System. 284 (f) All charter schools established under this section 285 shall be graded pursuant to s. 1008.34. 286 (7) TERMINATION OR NONRENEWAL.--287 (a) The charter contract of a school established under 288 this section that receives a school grade of "D" for 3 years in 289 a 5-year period or a school grade of "F" for 2 years in a 4-year 290 period shall automatically be terminated. 291 (b) For a charter school established under this section 292 that receives a school grade of "D" for 3 years in a 5-year 293 period, the commission shall solicit new applications to assume 294 the charter contract after investigating the reasons for the 295 poor performance and tailoring the application criteria to the 296 remedial needs. 297 (c) For a charter school established under this section 298 that receives a school grade of "F" for 2 years in a 4-year 299 period, the State Board of Education may, pursuant to rule, 300 direct the commission to undertake the process outlined in 301 paragraph (b), invite the district school board to submit a plan 302 to operate and supervise the school in a manner enabling the 303 school to maintain a grade of "B" or higher, or take such 304 actions as are authorized in s. 1008.33. 305 (8) FUNDING.--

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306 The provisions of s. 1002.33(17) shall apply to a (a) 307 charter school established under this section, with the school 308 district providing the funding to the charter school as it 309 provides to any other charter school. In addition, a charter 310 school established under this section may receive: 311 1. Funding from the commission's direct-support 312 organization on such terms and conditions as decided upon by the 313 commission. 314 2. Any additional resources available under s. 315 1008.33(2)(a). 316 3. State and federal funds and institutional grants 317 through the Grants and Donations Trust Fund, the Federal Grants 318 Trust Fund, and other eligible sources. 4. An amount equal to 0.75 mills of the amount collected 319 320 under s. 199.133(1) if the charter school receives a school grade of "A" or "B" for at least 2 consecutive years. 321 322 (b) The school district shall receive all but 1 percent of 323 the administrative fee provided for in s. 1002.33(20)(a), except 324 as otherwise agreed to between the commission and school 325 district, up to 5 percent. The remainder of the administrative 326 fee shall belong to the commission. 327 (c) Money payable to the commission shall be deposited in 328 an approved depository as provided by law. Each bank receiving 329 any school money as provided in this subsection must make a 330 receipt for same. For purposes of s. 1011.18(2)-(6), the 331 commission shall have the same rights and duties as district schools and district school boards, its chair shall have the 332 333 same rights and duties as the district school board's chair, its

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334 vice chair shall have the same rights and duties as the district 335 school board's vice chair, and its executive director shall have 336 the same rights and duties as the district school 337 superintendent. 338 SERVICES.--The school district shall provide the (9) 339 administrative and educational services to a charter school 340 established under this section as outlined in s. 1002.33(20), 341 except as otherwise agreed to between the commission and school 342 district with the approval of the department. A charter school 343 established under this section may appeal disputes relating to 344 the provision of these services by the school district to the 345 commission, which shall make a recommendation to the 346 Commissioner of Education, following the same appeal procedure 347 set forth in s. 1002.33(6)(f) for the Charter School Appeal 348 Commission. 349 (10) PARENT RIGHTS. -- A parent whose child is enrolled at a 350 school that is found by the state to be chronically failing may 351 enroll his or her child in another district school of his or her 352 choice or in a remedial charter school. A parent does not have 353 an entitlement under state law to free transportation to the 354 charter school unless it is located in the same building as the 355 chronically failing school. 356 (11) DIRECT-SUPPORT ORGANIZATION.--357 (a) The commission may establish a direct-support 358 organization, which shall: 359 1. Be a corporation not for profit that is incorporated 360 under the provisions of chapter 617 and approved by the 361 Department of State.

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362 2. Be organized and operated exclusively to receive, hold, 363 invest, and administer property and to make expenditures to or 364 for the benefit of the commission and its powers and duties 365 relating to charter schools. 366 3. Be governed by a board of directors appointed by the 367 Commissioner of Education and include representation from 368 business, industry, and other components of the state's economy. 369 4. Provide equal employment opportunities to all persons, regardless of race, color, national origin, sex, age, or 370 371 religion. 372 5. Be subject to an annual financial audit in accordance 373 with s. 215.981. 374 (b) The commission may permit the use of property, 375 facilities, and personal services by the direct-support 376 organization, subject to rules adopted by the State Board of 377 Education to ensure effective oversight. 378 (12) INSURANCE.--The commission and charter schools 379 established by the commission may enter into risk management and 380 self-insurance programs or purchase liability insurance for 381 whatever coverage they may choose, or to have any combination 382 thereof, in anticipation of any claim or judgment for which they 383 may be liable, as approved by the commission. 384 (13) LIABILITY.--For the purposes of tort liability, the 385 governing bodies and employees of the commission, charter 386 schools, and direct-support organization established under this 387 section shall be governed by s. 768.28. 388 (14) ACCESS TO INFORMATION. -- The commission shall provide 389 maximum access to information to all parents in the state. It

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390	shall maintain information systems, including, but not limited
391	to, a user-friendly Internet website, that will provide
392	information and data necessary for parents to make informed
393	decisions. At a minimum, the commission must provide parents
394	with information on its accountability standards, links to
395	charter schools established under this section throughout the
396	state, and public education programs available in the state.
397	(15) ANNUAL REPORTEach year, the chair of the
398	commission shall appear before the State Board of Education and
399	submit a report regarding the academic performance and fiscal
400	responsibility of charter schools established under this
401	section.
402	(16) IMPLEMENTATION The State Board of Education shall
403	adopt rules pursuant to ss. 120.536(1) and 120.54 that have been
404	approved by the commission and are necessary to facilitate the
405	implementation of this section.
406	Section 2. If any provision of this act or the application
407	thereof to any person or circumstance is held invalid, the
408	invalidity shall not affect other provisions or applications of
409	the act which can be given effect without the invalid provision
410	or application, and to this end the provisions of this act are
411	declared severable.
412	Section 3. This act shall take effect July 1, 2009.

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