By: Dorazio H.B. No. 3101

A BILL TO BE ENTITLED

Τ	AN ACT
2	relating to the establishment of professional charter academies.
3	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
4	SECTION 1. The purpose of this Act is to increase efficiency

- 5 by providing highly qualified education professionals an
- 6 opportunity to:
- 7 (1) operate an educational institution and function 8 independently;
- 9 (2) have access to property rights and the rewards
 10 inherent in those rights that are similar to those rights and
 11 rewards available to other professionals; and
- 12 (3) innovate and create educational programs tailored 13 specifically to the students enrolled in a professional charter 14 academy.
- SECTION 2. Chapter 12, Education Code, is amended by adding
 Subchapter F to read as follows:

17 <u>SUBCHAPTER F. PROFESSIONAL CHARTER ACADEMY PROGRAM</u>

- 18 Sec. 12.201. PROFESSIONAL CHARTER ACADEMY PROGRAM; RULES.
- 19 (a) The comptroller, in coordination with the commissioner, shall
- 20 <u>establish a professional charter academy program under which</u>
- 21 <u>eligible education professionals are authorized to create and</u>
- 22 operate a professional charter academy in accordance with this
- 23 subchapter.
- 24 (b) The comptroller, in coordination with the commissioner,

- 1 shall adopt rules to administer this subchapter. The rules must
- 2 include provisions relating to prevention of fraud and abuse in
- 3 financial transactions under the professional charter academy
- 4 program.
- 5 Sec. 12.202. ELIGIBLE EDUCATION PROFESSIONALS. (a) To be
- 6 eligible to operate a professional charter academy under this
- 7 <u>subchapter</u>, an education professional must:
- 8 <u>(1) have at least three years of classroom teaching</u>
- 9 experience;
- 10 (2) have been rated as proficient or higher for at
- 11 least three years under the evaluation system used to evaluate the
- 12 professional; or
- 13 (3) have served as the principal of a school for at
- 14 least three years.
- (b) A professional charter academy must be operated by at
- 16 <u>least one eligible education professional and be formed as a</u>
- 17 corporation governed under Title 2, Business Organizations Code.
- Sec. 12.203. APPLICATION OF LAWS. A professional charter
- 19 academy is subject only to federal and state laws applicable to
- 20 schools accredited by an organization that is monitored and
- 21 approved by the Texas Private School Accreditation Commission. A
- 22 professional charter academy is not subject to state law applicable
- 23 to charter schools authorized by law other than this subchapter.
- Sec. 12.204. INITIAL FUNDING. An education professional
- 25 eligible under Section 12.202 is responsible for securing initial
- 26 capital from sources other than public funding for the
- 27 establishment of a professional charter academy. The comptroller

- 1 may not provide any public or state funding to an eligible education
- 2 professional operating a professional charter academy during the
- 3 first 12 months of operation of the academy.
- 4 Sec. 12.205. GRANTING OF CHARTER. The comptroller shall
- 5 grant a charter to operate a professional charter academy to an
- 6 education professional eligible under Section 12.202 if the
- 7 professional provides to the comptroller:
- 8 <u>(1) a viable business plan;</u>
- 9 (2) proof of financial ability to fund 12 months of the
- 10 academy's anticipated operation expenses, presented in the form of
- 11 a bank letter of credit or other acceptable financial guarantee;
- 12 and
- 13 (3) demonstration of parental and community interest
- 14 in the establishment of a professional charter academy.
- Sec. 12.206. PUBLIC FUNDING. (a) Funding under this
- 16 section may only be provided for a school year after the first full
- 17 <u>school year in which a professional</u> charter academy is in
- 18 operation.
- 19 (b) For each school year after the first school year in
- 20 which a professional charter academy is in operation, the
- 21 comptroller shall provide to a student who will attend the academy
- 22 or the student's parent an amount equal to the average state funding
- 23 per student received by open-enrollment charter schools under
- 24 Subchapter D during the preceding school year. The student or the
- 25 student's parent may assign the funding received under this section
- 26 to the academy the student attends. The comptroller may adjust the
- 27 amount provided in accordance with the student's period of actual

- 1 <u>enrollment in the academy during the school year.</u>
- 2 (c) The comptroller shall provide the funding under
- 3 Subsection (b) to the student, to the student's parent, or, if the
- 4 funding has been assigned to the professional charter academy, to
- 5 the academy, not later than the 90th day after the date the
- 6 comptroller receives enrollment data reports from the academy at
- 7 the end of each school year for which the academy is eligible for
- 8 funding under this section.
- 9 <u>(d) Federal funds and money from the available school fund</u>
- 10 may not be used to make payments under this subchapter.
- Sec. 12.207. ADMINISTRATIVE COSTS. (a) Notwithstanding
- 12 Section 12.206(b), the comptroller may deduct a percentage of each
- 13 payment provided under that subsection to cover the comptroller's
- 14 costs in implementing and administering the program. The
- 15 percentage deducted from each payment may not exceed the lesser of:
- 16 (1) the pro rata cost of the program in the applicable
- 17 year; or
- 18 (2) two percent of the amount of each payment.
- (b) This section expires September 1, 2033.
- 20 SECTION 3. (a) The constitutionality and other validity
- 21 under the state or federal constitution of all or any part of
- 22 Subchapter F, Chapter 12, Education Code, as added by this Act, may
- 23 be determined in an action for declaratory judgment in a district
- 24 court in Travis County under Chapter 37, Civil Practice and
- 25 Remedies Code, except that this section does not authorize an award
- 26 of attorney's fees against this state and Section 37.009, Civil
- 27 Practice and Remedies Code, does not apply to an action filed under

- 1 this section.
- 2 (b) An appeal of a declaratory judgment or order, however
- 3 characterized, of a district court, including an appeal of the
- 4 judgment of an appellate court, holding or otherwise determining
- 5 that all or any part of Subchapter F, Chapter 12, Education Code, as
- 6 added by this Act, is constitutional or unconstitutional, or
- 7 otherwise valid or invalid, under the state or federal constitution
- 8 is an accelerated appeal.
- 9 (c) If the judgment or order is interlocutory, an
- 10 interlocutory appeal may be taken from the judgment or order and is
- 11 an accelerated appeal.
- 12 (d) A district court in Travis County may grant or deny a
- 13 temporary or otherwise interlocutory injunction or a permanent
- 14 injunction on the grounds of the constitutionality or
- 15 unconstitutionality, or other validity or invalidity, under the
- 16 state or federal constitution of all or any part of Subchapter F,
- 17 Chapter 12, Education Code, as added by this Act.
- (e) There is a direct appeal to the Texas Supreme Court from
- 19 an order, however characterized, of a trial court granting or
- 20 denying a temporary or otherwise interlocutory injunction or a
- 21 permanent injunction on the grounds of the constitutionality or
- 22 unconstitutionality, or other validity or invalidity, under the
- 23 state or federal constitution of all or any part of Subchapter F,
- 24 Chapter 12, Education Code, as added by this Act.
- 25 (f) The direct appeal is an accelerated appeal.
- 26 (g) This section exercises the authority granted by Section
- 27 3-b, Article V, Texas Constitution.

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- 1 (h) The filing of a direct appeal under this section will
- 2 automatically stay any temporary or otherwise interlocutory
- 3 injunction or permanent injunction granted in accordance with this
- 4 section pending final determination by the Texas Supreme Court,
- 5 unless the supreme court makes specific findings that the applicant
- 6 seeking such injunctive relief has pleaded and proved that:
- 7 (1) the applicant has a probable right to the relief it
- 8 seeks on final hearing; and
- 9 (2) the applicant will suffer a probable injury that
- 10 is imminent and irreparable, and that the applicant has no other
- 11 adequate legal remedy.
- 12 (i) An appeal under this section, including an
- 13 interlocutory, accelerated, or direct appeal, is governed, as
- 14 applicable, by the Texas Rules of Appellate Procedure, including
- 15 Rules 25.1(d)(6), 26.1(b), 28.1, 28.3, 32.1(g), 37.3(a)(1),
- 16 38.6(a) and (b), 40.1(b), and 49.4.
- 17 SECTION 4. As soon as practicable, but not later than
- 18 October 15, 2023, the comptroller of public accounts, in
- 19 coordination with the commissioner of education, shall establish
- 20 the professional charter academy program as required under
- 21 Subchapter F, Chapter 12, Education Code, as added by this Act.
- 22 SECTION 5. This Act takes effect September 1, 2023.