By:ShapiroS.B. No. 1393Substitute the following for S.B. No. 1393:Example of the second second

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to regional education service centers; providing a
3	criminal penalty.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Subchapter A, Chapter 8, Education Code, is
6	amended by adding Section 8.0041 to read as follows:
7	Sec. 8.0041. FILING OF FINANCIAL STATEMENT BY EXECUTIVE
8	DIRECTOR. (a) The executive director of a regional education
9	service center shall file the financial statement required of state
10	officers under Subchapter B, Chapter 572, Government Code, with the
11	Texas Ethics Commission.
12	(b) Subchapter B, Chapter 572, Government Code:
13	(1) applies to an executive director as if the
14	executive director were a state officer; and
15	(2) governs the contents, timeliness of filing, and
16	public inspection of a statement filed under this section.
17	(c) An executive director commits an offense if the
18	executive director fails to file the statement required by this
19	section. An offense under this section is a Class B misdemeanor.
20	SECTION 2. Section 8.103, Education Code, is amended to
21	read as follows:
22	Sec. 8.103. ANNUAL EVALUATION. <u>(a)</u> The commissioner shall
23	conduct an annual evaluation of each executive director and
24	regional education service center. Each evaluation must include:

C.S.S.B. No. 1393 (1) an audit of the center's finances; 1 2 (2) a review of the center's performance on the 3 indicators adopted under Section 8.101; 4 (3) a review of client satisfaction with services 5 provided under Subchapter B; [and] 6 (4) a survey of the center's board of directors 7 concerning the performance of the center's executive director; 8 (5) a <u>review of</u>: 9 (A) the number of programs offered by the center improve student performance on assessment instruments 10 to administered under Section 39.023; and 11 12 (B) the attendance rate at each program described by Paragraph (A) during each year of the preceding two years; 13 14 (6) a review of the center's performance on four goals 15 established by the center for improving the center's performance; 16 and 17 (7) a review of any other factor the commissioner determines to be appropriate. 18 (b) The agency shall post the results of an evaluation 19 conducted under this section on the agency's Internet website. 20 21 SECTION 3. Subchapter C, Chapter 8, Education Code, is amended by adding Section 8.1031 to read as follows: 22 Sec. 8.1031. RATING SYSTEM. (a) The commissioner shall 23 24 establish a system for rating regional education service centers on 25 the basis of the results of evaluations conducted under Section 26 8.103. (b) The rating system must include a minimum level of 27

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1	performance that a regional education service center is expected to
2	achieve on each area evaluated under Section 8.103 and on the
3	overall evaluation. A center that does not meet the minimum level
4	of overall performance is considered to be low-performing.
5	SECTION 4. Section 8.104, Education Code, is amended to
6	read as follows:
7	Sec. 8.104. SANCTIONS. <u>(a)</u> The commissioner shall develop
8	a system of corrective actions to require of a regional education
9	service center that the commissioner determines to be
10	<pre>low-performing [deficient in an accountability measure] under</pre>
11	Section <u>8.1031</u> [ <del>8.103</del> ].
12	(b) The actions must include, in increasing order of
13	severity:
14	(1) conducting an on-site investigation of the center;
15	(2) requiring the center to send notice [ <del>of each</del>
16	deficiency] to each school district and campus in the center's
17	region or served by the center the previous year <u>concerning any area</u>
18	of performance, including overall performance, that is below the
19	minimum level of performance established for that area under
20	Section 8.1031; and
21	(3) requiring the center to prepare for the
22	commissioner's approval a plan to address each area of performance
23	that is below the minimum level of performance established for that
24	area under Section 8.1031 [deficiency;
25	[ <del>(4) appointing a master to oversee the operations of</del>
26	the center;
27	[ <del>(5) replacing the executive director or board of</del>

1	directors; and
2	[ <del>(6) in the case of deficient performance in two</del>
3	consecutive years, closing the center].
4	(c) In addition to the actions required under Subsection
5	(b), the commissioner shall take the following actions:
6	(1) for a regional education service center that has
7	been low-performing for one school year, place the center on
8	probation;
9	(2) for a regional education service center that has
10	been low-performing for two consecutive school years, continue the
11	center's probation and:
12	(A) withhold any state money to which the center
13	is otherwise entitled; and
14	(B) distribute the money withheld to school
15	districts in the region that the center serves; and
16	(3) for a regional education service center that has
17	been low-performing for three consecutive school years:
18	(A) both:
19	(i) appoint a master to oversee the
20	operations of the center; and
21	(ii) replace the executive director or
22	board of directors; or
23	(B) order the closure of the center.
24	SECTION 5. Section 8.0041, Education Code, as added by this
25	Act, applies beginning January 1, 2007. An executive director
26	subject to Section 8.0041, Education Code, as added by this Act, is
27	not required to include financial activity occurring before January

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1 1, 2006, in a financial disclosure statement required under Section
2 8.0041, Education Code, as added by this Act.

3 SECTION 6. (a) As soon as practicable after the effective 4 date of this Act, the commissioner of education shall establish a 5 rating system for regional education service centers as required by 6 Section 8.1031, Education Code, as added by this Act.

7 (b) The Texas Education Agency shall begin rating regional 8 education service centers as required by Section 8.1031, Education 9 Code, as added by this Act, beginning with the 2006-2007 school 10 year.

(c) The commissioner of education may not take an action under Section 8.104, Education Code, as amended by this Act, based on the performance of a regional education service center for the 2005-2006 school year or an earlier school year.

15 SECTION 7. This Act takes effect immediately if it receives 16 a vote of two-thirds of all the members elected to each house, as 17 provided by Section 39, Article III, Texas Constitution. If this 18 Act does not receive the vote necessary for immediate effect, this 19 Act takes effect September 1, 2005.