By: Hancock

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	A BILL TO BE ENTITLED
1	AN ACT
2	relating to the authority of public schools to operate distance
3	learning schools.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Chapter 32, Education Code, is amended by adding
6	Subchapter G to read as follows:
7	SUBCHAPTER G. DISTANCE LEARNING SCHOOLS
8	Sec. 32.301. DEFINITIONS. In this subchapter:
9	(1) "Distance learning" means an interactive
10	telecommunications system for learning that uses asynchronous
11	Internet-based content and resources and information technology,
12	audio, video, and similar technological elements to provide
13	educational opportunities for public school students.
14	(2) "Distance learning school" means a
15	performance-based public school that serves students in more than
16	one school district or school by delivering synchronous or
17	asynchronous instruction from a teacher to a student in a remote
18	setting primarily through the use of technology involving the
19	Internet.
20	(3) "Public school" includes an open-enrollment
21	charter school.
22	Sec. 32.302. AUTHORITY TO OPERATE DISTANCE LEARNING SCHOOL.
23	A public school may obtain authorization from the commissioner to
24	operate a distance learning school in accordance with this

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1	subchapter and provide instruction through distance learning to
2	students inside or outside of the school's geographic enrollment
3	area if the public school:
4	(1) before seeking authorization to operate a distance
5	learning school under this subchapter, participates for at least
6	two years in the electronic course pilot program established by the
7	agency under Section 29.909;
8	(2) provides to the agency for approval:
9	(A) a plan for academic achievement that
10	addresses the manner in which the distance learning school will
11	improve student learning and meet state educational goals;
12	(B) a set of performance criteria that will be
13	used during the first five years of operation by the distance
14	learning school to measure the school's progress in meeting the
15	school's academic performance goals;
16	(C) a proposal for directly and significantly
17	involving parents and the school's professional employees in the
18	implementation of the proposed educational program;
19	(D) a plan for providing an annual report to the
20	agency, the State Board of Education, and parents of children
21	enrolled in the distance learning school that demonstrates the
22	progress made by the distance learning school during the preceding
23	school year in meeting the school's academic performance goals; and
24	(E) a proposed budget, business plan, and
25	governance plan for the operation of the distance learning school;
26	and
27	(3) agrees to:

H.B. No. 2697 (A) operate using a web-based interactive 1 2 technology platform that monitors and tracks student progress and attendance in conjunction with performing other student assessment 3 4 functions; 5 (B) employ highly qualified teachers based in 6 this state; 7 (C) designate a central office of operations where student records and school records, including financial 8 9 records, will be maintained; 10 (D) ensure equitable access for each student enrolled in the distance learning school by providing one or more of 11 12 the following to each enrolled student: (i) computer and printer equipment, when 13 14 necessary to ensure the student has access to the educational 15 program provided by the distance learning school; or 16 (ii) an Internet service cost reimbursement 17 arrangement under which the distance learning school reimburses the student, at a rate set by the school, for the costs of obtaining 18 Internet service at the minimum connection speed required to 19 effectively access the educational program; 20 21 (E) notwithstanding Paragraph (D), provide both the equipment described by Paragraph (D)(i) and the reimbursement 22 described by Paragraph (D)(ii) when necessary to each student who 23 24 qualifies for services under Title I of the Elementary and 25 Secondary Education Act of 1965 (20 U.S.C. Section 6301 et seq.); 26 (F) provide students with the materials required 27 to complete a lesson, including, as appropriate:

1 (i) textbooks; 2 (ii) manipulatives; and 3 (iii) instructional items; 4 (G) conduct school-sponsored optional educational events at least six times each school year at one or 5 6 more locations selected to provide convenient access to all 7 students wishing to participate; 8 (H) conduct monthly in-person meetings between teachers and students enrolled in the distance learning school; 9 (I) serve all students in compliance with state 10 and federal law, regardless of a student's race, income, or other 11 12 demographic category; (J) not charge tuition or other fees; and 13 (K) provide special education services to 14 15 enrolled students eligible for those services in accordance with 16 state and federal law. 17 Sec. 32.303. REVOCATION OF AUTHORIZATION TO OPERATE DISTANCE LEARNING SCHOOL. The commissioner may revoke the 18 authorization to operate a distance learning school under this 19 20 subchapter: 21 (1) after the fifth anniversary of the date on which the school began operation under this subchapter, if: 22 (A) the school does not demonstrate value-added 23 24 gains in student academic performance, as determined under rules 25 adopted by the commissioner; or (B) the performance of the school's students on 26 any assessment instruments administered to the students under 27

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H.B. No. 2697 Section 32.304 is in the bottom quartile of statewide student 1 2 performance on those assessment instruments; or 3 (2) at any other time, if: 4 (A) the school does not comply with the agreement 5 required by Section 32.302(3); or 6 (B) the commissioner determines that revocation 7 is necessary for the best interests of students enrolled in the 8 school. 9 Sec. 32.304. STUDENT ASSESSMENT AND SCHOOL ACCOUNTABILITY. The commissioner shall adopt rules prescribing the manner in which 10 the assessment and accountability provisions established in 11 12 Chapter 39 shall apply to a distance learning school and students enrolled in the school. 13 Sec. 32.305. ELIGIBLE STUDENTS; ENROLLMENT POLICY. (a) A 14 15 distance learning school may provide distance learning instruction to any student entitled to the benefits of the Foundation School 16 Program und<u>er Section 42.003.</u> 17 (b) Subject to Subsection (c), a distance learning school 18 may not discriminate in enrollment policy on the basis of sex, race, 19 national origin, ethnicity, religion, disability, or academic or 20 21 athletic ability. (c) A distance learning school may, when there are more 22 applicants for enrollment than the school can accommodate, use a 23 24 weighted lottery process to select applicants for enrollment in 25 accordance with any applicable state or federal law or court order 26 regarding desegregation or equal protection. 27 (d) A distance learning school may:

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1	(1) deny enrollment to a student who has been expelled
2	from a public school; or
3	(2) revoke the enrollment of a student who does not
4	regularly attend the distance learning classes provided by the
5	school.
6	Sec. 32.306. INSTRUCTIONAL SITES. A distance learning
7	school may operate one or more instructional sites throughout the
8	state where a student may receive in-person instruction, provided
9	that:
10	(1) the in-person instruction is provided by teachers
11	appropriately certified under Chapter 21; and
12	(2) a student does not receive in-person instruction
13	at a site for more than 12 hours each week.
14	Sec. 32.307. STATE FUNDING. (a) A distance learning school
15	is entitled to receive state funding for instruction provided to
16	students through distance learning.
17	(b) The commissioner shall adopt rules providing for
18	funding under this section. Subject to the availability of funds
19	for that purpose, the rules must provide that a distance learning
20	school is entitled to receive, for each full-time equivalent
21	student enrolled in the school, state funding in the amount equal to
22	the total amount of state and local funding per student available
23	during the preceding school year to the school district in this
24	state with the lowest total amount of state and local funding per
25	student in average daily attendance for that school year.
26	(c) Rules adopted under Subsection (b) must also:
27	(1) provide for funding on the basis of the number of

1	students in average daily attendance at the distance learning
2	school for the current year, subject to the alternatives described
3	by Subdivision (2);
4	(2) permit a distance learning school to elect to
5	receive alternative state funding on the basis of:
6	(A) the value added by the school to a student's
7	academic performance; or
8	(B) the number of courses completed by a student;
9	and
10	(3) provide for payment of state funding under this
11	section in 12 monthly installments.
12	Sec. 32.308. USE OF STATE FUNDING; DEBT. (a) A distance
13	learning school may not use state funding for a sectarian purpose or
14	as collateral for debt.
15	(b) A debt incurred or created by a distance learning school
16	is not a debt of the state or a political subdivision of the state,
17	and a debt of a distance learning school may not be secured by the
18	faith, credit, or taxing power of the state or a political
19	subdivision of the state.
20	(c) Any contract entered into by a distance learning school
21	must contain a statement acknowledging the substance of Subsection
22	<u>(b).</u>
23	Sec. 32.309. GIFTS AND GRANTS. A distance learning school
24	may accept and use public and private gifts and grants for purposes
25	of this subchapter.
26	Sec. 32.310. ANNUAL AUDIT. A distance learning school
27	shall prepare an annual certified audit of the financial condition

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1	and transactions of the school as of June 30 of each year. The audit
2	must be conducted in accordance with generally accepted auditing
3	procedures and contain any information required by commissioner
4	rule.
5	Sec. 32.311. SCHOOL ASSETS. On dissolution of a distance
6	learning school, whether as a result of revocation of an
7	authorization under Section 32.303 or as a result of other action,
8	all school assets purchased with public funds are considered state
9	property.
10	Sec. 32.312. RULEMAKING AUTHORITY. The commissioner may
11	adopt rules necessary to implement this subchapter.
12	Sec. 32.313. EFFECT ON OTHER DISTANCE LEARNING PROGRAMS.
13	This subchapter does not affect the provision of distance learning
14	courses offered under other law.
15	SECTION 2. 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, 2007.

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