BILL ANALYSIS

C.S.H.B. 1831 By: Davis, John Public Education Committee Report (Substituted)

BACKGROUND AND PURPOSE

Interested parties identify dropout recovery as a critical issue for Texas that directly influences the creation of an educated and productive workforce. The impact a quality education and marketable skills have on an individual's potential for success is evident, as is the damage wrought by an absence of education. The parties contend that education impacts earnings more than any other demographic factor and is linked to lower unemployment rates and higher pay. Despite this evidence, millions of adult Texans lack a high school diploma.

The interested parties contend that there are few affordable options for high school dropouts to continue their education, particularly after reaching a certain age, and that addressing the education and training of these adults who are still in their prime earning years could mitigate the staggering costs that high school dropouts create for individuals and society, which are estimated at more than \$300,000 for a dropout versus the net contributions of high school graduates.

C.S.H.B. 1831 seeks to increase the enrollment and graduation rates of high school dropouts and link students with resources that will help maximize their potential at the postsecondary level and beyond by creating an adult high school diploma and industry certification charter school pilot program for adults 19 to 50 years of age.

RULEMAKING AUTHORITY

It is the committee's opinion that rulemaking authority is expressly granted to the commissioner of education in SECTION 6 of this bill.

ANALYSIS

C.S.H.B. 1831 amends the Education Code to require the commissioner of education to establish an adult high school diploma and industry certification charter school pilot program as a strategy for meeting industry needs for a sufficiently trained workforce within Texas. The bill authorizes the State Board of Education (SBOE) to grant, on the basis of an application submitted to the SBOE, a charter under the pilot program to a single nonprofit entity that meets certain conditions to provide an adult education program for not more than 150 individuals to successfully complete a high school program that can lead to a diploma and career and technology education courses that can lead to industry certification.

C.S.H.B. 1831 authorizes a nonprofit entity to be granted such a charter only if the entity has a successful history of providing education services to adults 18 years of age and older whose educational and training opportunities have been limited by educational disadvantages, disabilities, homelessness, criminal history, or similar circumstances and agrees to commit at least \$1 million to the adult education program offered. The bill authorizes a nonprofit entity granted such a charter to partner with a public junior college to provide career and technology courses that lead to industry certification. The bill establishes that a person who is at least 19 years of age and not more than 50 years of age is eligible to enroll in the adult education program under the bill's provisions if the person has not earned a high school equivalency certificate and

has failed to complete the curriculum requirements for high school graduation or has failed to perform satisfactorily on a test required for high school graduation. The bill requires a charter application and a charter to include a description of the adult education program to be offered and to establish specific, objective standards for receiving a high school diploma.

C.S.H.B. 1831 establishes that funding for the adult education program is provided based on the following: for participants who are 26 years of age and older, from funds appropriated for that purpose; and for participants who are at least 19 years of age and under 26 years of age, an amount per participant through the Foundation School Program equal to the amount of state funding per student in weighted average daily attendance that would be allocated under the Foundation School Program for the student's attendance at a charter school. The bill establishes that statutory provisions relating to the status and use of state funds for charter schools and charter school property purchased or leased with state funds apply as though funds under the pilot program were funds under statutory provisions relating to charter schools.

C.S.H.B. 1831 requires the Texas Education Agency (TEA), beginning December 1, 2016, to prepare and deliver to certain recipients a biennial report, not later than December 1 of each even-numbered year, that evaluates any adult education program operated under a charter granted under the pilot program and makes recommendations regarding the program's abolition, continuation, or expansion. The bill requires the commissioner to adopt rules necessary to administer the pilot program and authorizes the commissioner, in adopting rules, to modify charter school requirements only to the extent necessary for the administration of a charter school that provides for adult education.

C.S.H.B. 1831 requires TEA to adopt and administer a standardized secondary exit-level test appropriate for assessing adult education program participants who successfully complete high school curriculum requirements under the pilot program and requires the commissioner to determine the level of performance on the test considered to be satisfactory for receipt of a high school diploma by a participant.

C.S.H.B. 1831 includes nonprofit entities providing services and instruction as set out by the bill among the entities listed in the definition of "adult education" as it relates to adult and community educational programs, among the entities required or authorized to provide adult education programs, and among the entities TEA is required to ensure have direct and equitable access to funds appropriated for adult and community education programs.

EFFECTIVE DATE

September 1, 2013.

COMPARISON OF ORIGINAL AND SUBSTITUTE

While C.S.H.B. 1831 may differ from the original in minor or nonsubstantive ways, the following comparison is organized and highlighted in a manner that indicates the substantial differences between the introduced and committee substitute versions of the bill.

INTRODUCED

SECTION 1. Section 29.251(1), Education Code, is amended.

No equivalent provision.

HOUSE COMMITTEE SUBSTITUTE

SECTION 1. Same as introduced version.

SECTION 2. Section 29.252(a), EducationCode, is amended to read as follows:(a) The agency shall:(1) provide adequate staffing to develop,

administer, and support a comprehensive statewide adult education program and coordinate related federal and state programs for education and training of adults;

(2) develop, implement, and regulate a comprehensive statewide program for community level education services to meet the special needs of adults;

(3) develop the mechanism and guidelines for coordination of comprehensive adult education and related skill training services for adults with other agencies, both public and private, in planning, developing, and implementing related programs, including community education programs;

(4) administer all state and federal funds for adult education and related skill training in this state, except in programs for which another entity is specifically authorized to do so under other law;

(5) prescribe and administer standards and accrediting policies for adult education;

(6) prescribe and administer rules for teacher certification for adult education;

(7) accept and administer grants, gifts, services, and funds from available sources for use in adult education;

(8) adopt or develop and administer a standardized assessment mechanism for assessing all adult education program participants who need literacy instruction, adult basic education, or secondary education leading to an adult high school diploma or the equivalent;

(9) adopt and administer a standardized secondary exit-level assessment instrument appropriate for assessing adult education program participants who successfully complete high school curriculum requirements under a program provided under Section 29.259;

(10) collaborate with the Texas Workforce Commission to improve the coordination and implementation of adult education and literacy services in this state; and

(11) [(10)] monitor and evaluate educational and employment outcomes of students who participate in the agency's adult education and literacy programs.

SECTION 2. Section 29.253, Education Code, is amended.

No equivalent provision.

SECTION 3. Same as introduced version.

SECTION 4. Section 29.2531, Education

83R 23433

Substitute Document Number: 83R 21081

13.108.303

SECTION 3. Section 29.255, Education Code, is amended.

SECTION 4. Subchapter H, Chapter 29, Education Code, is amended by adding Section 29.259 to read as follows:

Sec. 29.259. ADULT HIGH SCHOOL DIPLOMA AND INDUSTRY CERTIFICATION CHARTER SCHOOL PILOT PROGRAM. (a) The commissioner shall establish an adult high school diploma and industry certification charter school pilot program as provided by this section as a strategy for meeting industry needs for a sufficiently trained workforce within the state.

(b) Notwithstanding any other law and in addition to the number of charters allowed under Subchapter D, Chapter 12, the State Board of Education may grant, on the basis of an application submitted to the board, a charter under the pilot program to a single nonprofit entity described by Subsection (c) to provide an adult education program for individuals described by Subsection (d) to successfully complete:

(1) a high school program that can lead to a diploma; and

(2) career and technology education courses that can lead to industry certification. Code, is amended to read as follows:

29.2531. ADULT EDUCATION Sec. ASSESSMENT. (a) The agency [Texas Education Agency] shall, in consultation with the Texas Higher Education Coordinating review Board. the standardized assessment mechanism required under Section 29.252(a)(8) and recommend any changes necessary to align the assessment with the assessments designated under Section 51.3062 to allow for the proper placement of a student in an adult basic education course or to provide the student with the proper developmental English second language or as а coursework, as appropriate.

(b) The commissioner shall determine the level of performance considered to be satisfactory on a secondary exit-level assessment instrument described by Section 29.252(a)(9) for receipt of a high school diploma by an adult education program participant in a program provided under Section 29.259.

SECTION 5. Same as introduced version.

SECTION 6. Subchapter H, Chapter 29, Education Code, is amended by adding Section 29.259 to read as follows:

Sec. 29.259. ADULT HIGH SCHOOL DIPLOMA AND INDUSTRY CERTIFICATION CHARTER SCHOOL PILOT PROGRAM. (a) The commissioner shall establish an adult high school diploma and industry certification charter school pilot program as provided by this section as a strategy for meeting industry needs for a sufficiently trained workforce within the state.

(b) Notwithstanding any other law and in addition to the number of charters allowed under Subchapter D, Chapter 12, the State Board of Education may grant, on the basis of an application submitted to the board, a charter under the pilot program to a single nonprofit entity described by Subsection (c) to provide an adult education program for not more than 150 individuals described by Subsection (c) to successfully complete:

(1) a high school program that can lead to a diploma; and

(2) career and technology education courses that can lead to industry certification.

83R 23433

Substitute Document Number: 83R 21081

13.108.303

(c) A nonprofit entity may be granted a charter under this section only if the entity:

(1) has a successful history of providing education services, including industry certifications and job placement services, to adults 18 years of age and older whose educational and training opportunities have been limited by educational disadvantages, disabilities, homelessness, criminal history, or similar circumstances; and

(2) agrees to commit at least \$1 million to the adult education program offered.

(d) A nonprofit entity granted a charter under this section may partner with a public junior college to provide career and technology courses that lead to industry certification.

(e) A person who is at least 19 years of age and not more than 50 years of age is eligible to enroll in the adult education program under this section if the person has not earned a high school equivalency certificate and:

(1) has failed to complete the curriculum requirements for high school graduation; or

(2) has failed to perform satisfactorily on an assessment instrument required for high school graduation.

(f) The nonprofit entity must include in its charter application the information required by Subsection (g).

(g) A charter granted under this section must:

(1) include a description of the adult education program to be offered under this section; and

(2) establish specific, objective standards for receiving a high school diploma, including an appropriate exit-level assessment method.

(h) Funding for an adult education program under this section is provided based on the following:

(1) for participants who are 26 years of age and older, an amount per participant from available funds appropriated for adult basic education equal to the statewide average amount of state funding per student in weighted average daily attendance that would be allocated under the Foundation School Program to an open-enrollment charter school under Section 12.106 were (c) A nonprofit entity may be granted a charter under this section only if the entity:

(1) has a successful history of providing education services, including industry certifications and job placement services, to adults 18 years of age and older whose educational and training opportunities have been limited by educational disadvantages, disabilities, homelessness, criminal history, or similar circumstances; and

(2) agrees to commit at least \$1 million to the adult education program offered.

(d) A nonprofit entity granted a charter under this section may partner with a public junior college to provide career and technology courses that lead to industry certification.

(e) A person who is at least 19 years of age and not more than 50 years of age is eligible to enroll in the adult education program under this section if the person has not earned a high school equivalency certificate and:

(1) has failed to complete the curriculum requirements for high school graduation; or

(2) has failed to perform satisfactorily on an assessment instrument required for high school graduation.

(f) The nonprofit entity must include in its charter application the information required by Subsection (g).

(g) A charter granted under this section must:

(1) include a description of the adult education program to be offered under this section; and

(2) establish specific, objective standards for receiving a high school diploma, including satisfactory performance on the standardized secondary exit-level

assessment instrument described by Section 29.252(a)(9) as provided under Section 29.2531.

(h) Funding for an adult education program under this section is provided based on the following:

(1) for participants who are 26 years of age and older, from funds appropriated for that purpose; and

83R 23433

Substitute Document Number: 83R 21081

the student under 26 years of age; and

(2) for participants who are at least 19 years of age and under 26 years of age, an amount per participant through the Foundation School Program equal to the amount of state funding per student in weighted average daily attendance that would be allocated under the Foundation School Program for the student's attendance at an openenrollment charter school in accordance with Section 12.106.

(i) Sections 12.107 and 12.128 apply as though funds under this section were funds under Subchapter D, Chapter 12.

(j) Not later than December 1 of each evennumbered year, beginning December 1, 2016, the agency shall prepare and deliver to the governor, lieutenant governor, speaker of the house of representatives, and presiding officer of each standing legislative committee with primary jurisdiction over public education or economic development a report that:

(1) evaluates any adult education program operated under a charter granted under this section; and

(2) makes recommendations regarding the abolition, continuation, or expansion of the pilot program.

(k) The commissioner shall adopt rules necessary to administer the pilot program under this section. In adopting rules, the commissioner may modify charter school requirements only to the extent necessary for the administration of a charter school under this section that provides for adult education.

SECTION 5. Section 42.003(a), Education Code, is amended.

SECTION 6. This Act takes effect September 1, 2013.

(2) for participants who are at least 19 years of age and under 26 years of age, an amount per participant through the Foundation School Program equal to the amount of state funding per student in weighted average daily attendance that would be allocated under the Foundation School Program for the student's attendance at an openenrollment charter school in accordance with Section 12.106.

(i) Sections 12.107 and 12.128 apply as though funds under this section were funds under Subchapter D, Chapter 12.

(j) Not later than December 1 of each evennumbered year, beginning December 1, 2016, the agency shall prepare and deliver to the governor, lieutenant governor, speaker of the house of representatives, and presiding officer of each standing legislative committee with primary jurisdiction over public education or economic development a report that:

(1) evaluates any adult education program operated under a charter granted under this section; and

(2) makes recommendations regarding the abolition, continuation, or expansion of the pilot program.

(k) The commissioner shall adopt rules necessary to administer the pilot program under this section. In adopting rules, the commissioner may modify charter school requirements only to the extent necessary for the administration of a charter school under this section that provides for adult education.

SECTION 7. Same as introduced version.

SECTION 8. Same as introduced version.