By: Schaefer

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H.B. No. 3173

A BILL TO BE ENTITLED

AN ACT

2 relating to renewal, expiration, or revocation of charters of and 3 evaluation of performance of open-enrollment charter schools 4 providing education within a residential treatment facility.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

6 SECTION 1. Section 12.1141, Education Code, is amended by 7 amending Subsections (c) and (d) and adding Subsection (d-1) to 8 read as follows:

the end of 9 (c) At the term of а charter for an open-enrollment charter school, if a charter holder submits to the 10 11 commissioner a petition for renewal of the charter and the charter 12 does not meet the criteria for expedited renewal under Subsection (b) or for expiration under Subsection (d) or (d-1), as applicable, 13 14 the commissioner shall use the discretionary consideration The commissioner's decision under the discretionary 15 process. 16 consideration process must take into consideration the results of annual evaluations under the performance frameworks established 17 18 under Section 12.1181. The renewal of the charter of an open-enrollment charter school that is registered under 19 the 20 agency's alternative education accountability procedures for 21 evaluation under Chapter 39 shall be considered under the discretionary consideration process regardless of the performance 22 23 ratings under Subchapter C, Chapter 39, of the open-enrollment charter school or of any campus operating under the charter, except 24

1 that if the charter holder has been assigned a financial accountability performance rating under Subchapter D, Chapter 39, 2 3 indicating financial performance that is lower than satisfactory for any three of the five preceding school years, the commissioner 4 5 shall allow the charter to expire under Subsection (d) or (d-1), as applicable. In considering the renewal of the charter of an 6 open-enrollment charter school that is registered under 7 the 8 agency's alternative education accountability procedures for evaluation under Chapter 39, such as a dropout recovery school, but 9 10 other than [or] a school providing education within a residential treatment facility, the commissioner shall use academic criteria 11 12 established by commissioner rule that are appropriate to measure the specific goals of the school. The criteria established by the 13 14 commissioner shall recognize growth in student achievement as well 15 as educational attainment. For a school providing education within a residential treatment facility, the commissioner shall use 16 17 criteria established by commissioner rule that are appropriate to measure the specific goals of the school and must consider the 18 19 overall best interest of the students. For purposes of this subsection, the commissioner shall designate as a dropout recovery 20 school an open-enrollment charter school or a campus of an 21 open-enrollment charter school: 22

(1) that serves students in grades 9 through 12 and has an enrollment of which at least 50 percent of the students are 17 years of age or older as of September 1 of the school year as reported for the fall semester Public Education Information Management System (PEIMS) submission; and

(2) that meets the eligibility requirements for and is
 registered under alternative education accountability procedures
 adopted by the commissioner.

4 (d) At the end of the term of а charter for an 5 open-enrollment charter school, other than a school providing education within a residential treatment facility, if a charter 6 holder submits to the commissioner a petition for renewal of the 7 8 charter, the commissioner may not renew the charter and shall allow the charter to expire if: 9

10 (1) the charter holder has been assigned the lowest 11 performance rating under Subchapter C, Chapter 39, for any three of 12 the five preceding school years;

13 (2) the charter holder has been assigned a financial 14 accountability performance rating under Subchapter D, Chapter 39, 15 indicating financial performance that is lower than satisfactory 16 for any three of the five preceding school years;

17 (3) the charter holder has been assigned any 18 combination of the ratings described by Subdivision (1) or (2) for 19 any three of the five preceding school years; or

(4) any campus operating under the charter has been
assigned the lowest performance rating under Subchapter C, Chapter
39, for the three preceding school years and such a campus has not
been closed.

24 <u>(d-1) At the end of the term of a charter for an</u>
25 <u>open-enrollment charter school providing education within a</u>
26 <u>residential treatment facility, if a charter holder submits to the</u>
27 <u>commissioner a petition for renewal of the charter, the</u>

1 commissioner may not renew the charter and shall allow the charter
2 to expire if:

3 (1) the charter holder has been assigned the lowest 4 performance rating under the performance standards established 5 under the specific performance framework under Section 6 <u>12.1181(a-1)</u> for any three of the five preceding school years;

7 (2) the charter holder has been assigned a financial 8 accountability performance rating under Subchapter D, Chapter 39, 9 indicating financial performance that is lower than satisfactory 10 for any three of the five preceding school years; or

11 (3) the charter holder has been assigned any 12 combination of the ratings described by Subdivision (1) or (2) for 13 any three of the five preceding school years.

14 SECTION 2. Section 12.115, Education Code, is amended by 15 amending Subsection (c) and adding Subsection (c-2) to read as 16 follows:

17 (c) The commissioner shall revoke the charter of an
18 open-enrollment charter school, other than a school providing
19 <u>education within a residential treatment facility</u>, if:

(1) the charter holder has been assigned an
 unacceptable performance rating under Subchapter C, Chapter 39, for
 the three preceding school years;

(2) the charter holder has been assigned a financial
accountability performance rating under Subchapter D, Chapter 39,
indicating financial performance lower than satisfactory for the
three preceding school years; or

27 (3) the charter holder has been assigned any

combination of the ratings described by Subdivision (1) or (2) for
 the three preceding school years.

3 (c-2) The commissioner shall revoke the charter of an
4 open-enrollment charter school providing education within a
5 residential treatment facility if:

6 (1) the charter holder has been assigned the lowest 7 performance rating under the performance standards established 8 under the specific performance framework under Section 9 12.1181(a-1) for the three preceding school years;

10 (2) the charter holder has been assigned a financial 11 accountability performance rating under Subchapter D, Chapter 39, 12 indicating financial performance that is lower than satisfactory 13 for the three preceding school years; or

14 (3) the charter holder has been assigned any 15 combination of the ratings described by Subdivision (1) or (2) for 16 the three preceding school years.

17 SECTION 3. Section 12.1181, Education Code, is amended by 18 adding Subsection (a-1) to read as follows:

19 <u>(a-1) The specific performance framework adopted by the</u> 20 <u>commissioner under this section for an open-enrollment charter</u> 21 <u>school providing education within a residential treatment facility</u> 22 <u>must establish standards that primarily emphasize the overall best</u> 23 <u>interest of the students.</u>

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SECTION 4. This Act takes effect September 1, 2015.