By: Hancock

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A BILL TO BE ENTITLED 1 AN ACT 2 relating to local control school districts. 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: SECTION 1. The heading to Chapter 12, Education Code, is 4 5 amended to read as follows: 6 CHAPTER 12. CHARTERS AND OTHER ALTERNATIVES 7 SECTION 2. Section 12.001(b), Education Code, is amended to read as follows: 8 (b) This chapter shall be applied in a manner that ensures 9 the fiscal and academic accountability of persons operating 10 11 [holding charters issued] under this chapter. This chapter may not 12 be applied in a manner that unduly regulates the instructional methods or pedagogical innovations of [charter] schools operating 13 under this chapter. 14 SECTION 3. Section 12.0011, Education Code, is amended to 15 16 read as follows: Sec. 12.0011. ALTERNATIVE METHOD OF OPERATION. 17 As an alternative to operating in the manner generally provided by this 18 title, an independent school district, a school campus, or an 19 educational program may choose to operate [under a charter] in 20 21 accordance with this chapter. 22 SECTION 4. Section 12.002, Education Code, is amended to 23 read as follows:

24 Sec. 12.002. CLASSES OF ALTERNATIVES [CHARTER]. The

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1 classes of <u>alternatives</u> [charter] under this chapter are:

2 (1) a <u>local control</u> [home-rule] school district
3 [charter] as provided by Subchapter B;

4 (2) a campus or campus program charter as provided by5 Subchapter C; or

6 (3) an open-enrollment charter as provided by7 Subchapter D.

8 SECTION 5. Subchapter B, Chapter 12, Education Code, is 9 amended to read as follows:

10 SUBCHAPTER B. LOCAL CONTROL [HOME-RULE] SCHOOL DISTRICT [CHARTER]

11 Sec. 12.011. AUTHORIZATION AND STATUS. (a) In accordance 12 with this subchapter, a school district may adopt a <u>local control</u> 13 <u>plan</u> [home-rule school district charter] under which the district 14 will operate.

(b) The adoption of a <u>local control plan</u> [home-rule school
 district charter] by a school district does not affect:

17 (1) the district's boundaries; or

18 (2) taxes or bonds of the district authorized before
19 the effective date of the <u>plan</u> [charter].

Sec. 12.012. APPLICABILITY OF LAWS AND RULES TO <u>LOCAL</u> <u>CONTROL</u> [HOME-RULE] SCHOOL DISTRICT. (a) A <u>local control</u> [home-rule] school district is subject to federal and state laws and rules governing school districts, except that a <u>local control</u> [home-rule] school district is subject to:

(1) this code only to the extent that the
applicability to a <u>local control</u> [home=rule] school district of a
provision of this code is specifically provided;

1 (2) a rule adopted under this code by the State Board 2 of Education or the commissioner only if the code provision 3 authorizing the rule specifically applies to a <u>local control</u> 4 [<u>home-rule</u>] school district; and

5 (3) all requirements of federal law and applicable 6 court orders relating to eligibility for and the provision of 7 special education and bilingual programs.

8 (b) An employee of a <u>local control</u> [home-rule] school 9 district who qualifies for membership in the Teacher Retirement 10 System of Texas shall be covered under the system in the same manner 11 and to the same extent as a qualified employee employed by an 12 independent school district is covered.

This section does not permit a local control [home-rule] 13 (c) 14 school district to discriminate against a student who has been 15 diagnosed as having a learning disability, including dyslexia or attention deficit/hyperactivity disorder. Discrimination 16 17 prohibited by this subsection includes denial of placement in a gifted and talented program if the student would otherwise be 18 qualified for the program but for the student's 19 learning disability. This section does not permit a local control 20 21 [home-rule] school district to, on the basis of race, socioeconomic status, learning disability, or family support status, place a 22 23 student in a program other than the highest-level program necessary 24 to ensure the student's success.

25 Sec. 12.013. APPLICABILITY OF TITLE. (a) A <u>local control</u> 26 [home-rule] school district has the powers and entitlements granted 27 to school districts and school district boards of trustees under

this title, including taxing authority. 1 A local control [home-rule] school district is subject (b) 2 3 to: 4 (1)a provision of this title establishing a criminal offense; 5 6 (2) a provision of this title relating to limitations 7 on liability; and (3) a prohibition, restriction, or requirement, as 8 applicable, imposed by this title or a rule adopted under this 9 10 title, relating to: the Public Education Information Management 11 (A) 12 System (PEIMS) to the extent necessary to monitor compliance with this subchapter as determined by the commissioner; 13 14 (B) educator certification under Chapter 21 and 15 educator rights under Sections 21.407, 21.408, and 22.001; 16 criminal history records under Subchapter C, (C) 17 Chapter 22; student admissions under Section 25.001; (D) 18 19 (E) school attendance under Sections 25.085, 25.086, and 25.087; 20 21 (F) inter-district or inter-county transfers of students under Subchapter B, Chapter 25; 22 [elementary class size limits under Section 23 (G) 24 25.112, in the case of any campus in the district that fails to satisfy any standard under Section 39.054(e); 25 26 [(H)] high school graduation under Section 27 28.025;

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S.B. No. 1012 1 (H) [(I)] special education programs under 2 Subchapter A, Chapter 29; 3 (I) [(J)] bilingual education under Subchapter B, Chapter 29; 4 5 (J) [(K)] prekindergarten programs under Subchapter E, Chapter 29; 6 (K) [(L)] safety provisions relating to 7 the 8 transportation of students under Sections 34.002, 34.003, 34.004, and 34.008; 9 10 (L) [(M)] computation and distribution of state aid under Chapters 31, 42, [and] 43, and 46; 11 12 (M) [(N)] extracurricular activities under Section 33.081; 13 14 (N) [(O)] health and safety under Chapter 38; 15 (O) [(P)] public school accountability under Subchapters B, C, D, E, <u>F</u>, and J, Chapter 39; 16 17 (P) $\left[\frac{(Q)}{(Q)}\right]$ equalized wealth under Chapter 41; (Q) [(R)] a bond or other obligation or tax rate 18 19 under Chapters 42, 43, and 45; and (R) [(S)] purchasing under Chapter 44. 20 21 Sec. 12.0131. LOCAL CONTROL SCHOOL DISTRICT OPERATION BEGINS AFTER VOTER APPROVAL. An independent school district shall 22 begin operation as a local control school district under the local 23 24 control plan after the approval of a proposed local control plan by registered voters of the school district through the process 25 26 provided by this subchapter. Sec. 12.014. SUBMISSION OF LOCAL CONTROL PLAN TO VOTERS 27

1 [APPOINTMENT OF CHARTER COMMISSION]. <u>A local control plan shall be</u> 2 <u>submitted to the voters under Section 12.019</u> [The board of trustees 3 of a school district shall appoint a charter commission to frame a 4 <u>home=rule school district charter</u>] if: 5 (1) the board <u>of trustees of a school district</u> 6 receives a petition signed by at least five percent of the

6 receives a petition <u>signed by at least five percent of the</u> 7 <u>registered voters of the district, as verified under Section</u> 8 <u>12.0151, requesting that the district adopt the local control plan</u> 9 <u>that accompanies the petition</u> [appointment of a charter commission 10 to frame a home-rule school district charter signed by at least five 11 <u>percent of the registered voters of the district</u>]; or

12 (2) at least two-thirds of the total membership of the 13 board <u>of trustees of a school district</u> adopt a resolution 14 <u>requesting that the district adopt the local control plan</u> 15 <u>considered with the resolution</u> [ordering that a charter commission 16 <u>be appointed</u>].

Sec. 12.015. <u>PETITION TO OPERATE AS A LOCAL CONTROL SCHOOL</u> <u>DISTRICT. (a) For a petition to operate as a local control school</u> <u>district to be valid:</u>

(1) the petition must include a statement worded 20 substantially as follows on each page of the petition preceding the 21 space reserved for signatures: "This petition is to request that an 22 election be held for (name of school district) to operate under the 23 24 local control plan available at (Internet website address). Technical amendments to the local control plan posted on the 25 26 Internet may be adopted before the election on adoption of the plan."; 27

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1	(2) the petition must include each signer's printed
2	name and residential address, including zip code;
3	(3) each signer must enter beside his or her signature
4	the date on which he or she signed the petition;
5	(4) the petition must designate one or more persons as
6	<pre>lead petitioner;</pre>
7	(5) the proposed local control plan must be available
8	online at the Internet website referenced on the petition during
9	the period signatures are collected; and
10	(6) the petition, when submitted to the board of
11	trustees of the school district as provided by Subsection (c), must
12	include a signed statement by the lead petitioner stating that it is
13	the lead petitioner's reasonable belief that the petition is signed
14	by at least five percent of the registered voters of the district.
15	(b) A digital signature may be accepted if the board of
16	trustees of the school district or county clerk of the county in
17	which the school district's central administrative office is
18	located has adopted rules under Section 2054.060, Government Code.
19	(c) When the lead petitioner believes that at least five
20	percent of the registered voters of the school district have signed
21	the petition, the lead petitioner shall submit the petition and
22	proposed local control plan to the board of trustees of the school
23	<u>district.</u>
24	(d) Not later than the fifth day after the date of receipt of
25	the petition and local control plan, the board of trustees of the
26	school district shall:
27	(1) submit a copy of the petition to the county clerk

S.B. No. 1012 1 of the county in which the school district's central administrative 2 office is located for verification of the signatures, as provided 3 by Section 12.0151; and 4 (2) submit a copy of the proposed local control plan to 5 the commissioner for review, as provided by Section 12.018. 6 (e) The failure of the board of trustees of the school 7 district to comply with Subsection (d) does not invalidate the 8 petition or the local control plan but may be a basis for equitable relief issued by a court of competent jurisdiction. 9 (f) If the board of trustees of the school district fails to 10 comply with Subsection (d), the lead petitioner may: 11 12 (1) submit a copy of the petition to the county clerk of the county in which the school district's central administrative 13 office is located for verification of the signatures, as provided 14 15 by Section 12.0151; and 16 (2) submit a copy of the proposed local control plan to 17 the commissioner for review, as provided by Section 12.018. (g) The county clerk and commissioner shall consider the 18 19 petition and local control plan received from the lead petitioner under Subsection (f) as if submitted in a timely manner by the board 20 of trustees of the school district in accordance with Subsection 21 (d). [CHARTER COMMISSION. (a) Not later than the 30th day after 22 23 the date of receipt of a petition or adoption of a resolution under 24 Section 12.014, the board of trustees of the school district shall appoint 15 residents of the district to serve on the commission to 25 26 frame a charter for the district. (b) The membership of the charter commission 27

1	the racial, ethnic, socioeconomic, and geographic diversity of the
2	district. A majority of the members appointed to the commission
3	must be parents of school-age children attending public school. At
4	least 25 percent of the commission must be classroom teachers
5	selected by the representatives of the professional staff pursuant
6	to Section 11.251(e).
7	[(c) The charter commission must complete a proposed
8	charter not later than the first anniversary of the date of its
9	appointment. After that date, the commission expires and the
10	appointment under Section 12.014 is void.
11	[(d) A charter commission appointed under this section is
12	considered a governmental body for purposes of Chapters 551 and
13	552, Government Code.]
14	Sec. 12.0151. DUTIES OF COUNTY CLERK ON RECEIPT OF
15	PETITION. (a) On receipt of a petition under Section 12.015, the
16	county clerk of the county in which the school district's central
17	administrative office is located, in cooperation with the county
18	clerk of any other county in which any part of the school district
19	is located, shall verify that each signer of the petition is
20	registered to vote in the school district.
21	(b) Not later than the 30th day after receipt of the
22	petition, the county clerk shall certify to the board of trustees of
23	the school district and the lead petitioner the percentage of
24	registered voters of the district who signed the petition. The
25	county clerk's certification is a public record.
26	Sec. 12.0152. SUBMISSION OF ADDITIONAL SIGNATURES; FINAL

27 CERTIFICATION BY COUNTY CLERK. (a) If the county clerk certifies

1 that less than five percent of the registered voters of the school district signed the petition submitted to the board of trustees of 2 the school district under Section 12.015, the lead petitioner may 3 submit one tranche of additional signatures in support of the 4 petition to the county clerk not later than the 30th day after the 5 date of the clerk's certification. 6 7 (b) On receipt of additional signatures from the lead 8 petitioner, the county clerk shall verify the additional signatures and, not later than the 30th day after the date of receipt of the 9 additional signatures, certify to the board of trustees of the 10 school district and the lead petitioner the percentage of 11 12 registered voters of the district who signed the petition, as supplemented by the additional signatures. The county clerk's 13 certification is a public record. 14 15 Sec. 12.0153. SUIT TO CONTEST VERIFICATION OF SIGNATURES. Any suit to contest the verification of signatures for a petition 16 17 must be filed not later than the 30th day after the date of the county clerk's final certification. 18 19 Sec. 12.016. CONTENT. (a) Each local control plan [home-rule school district charter] must: 20 21 (1) describe the educational program to be offered; 22 (2) provide that continuation of the local control 23 [home-rule] school district [charter] is contingent on: 24 (A) acceptable student performance on assessment instruments adopted under Subchapter B, Chapter 39; and 25 26 (B) compliance with other applicable accountability provisions under Chapter 39; 27

1 (3) specify any basis, in addition to a basis
2 specified by this subchapter, on which the <u>local control school</u>
3 <u>district</u> [charter] may be placed on probation or <u>the local control</u>
4 plan may be revoked;

5 (4) describe the governing structure of the district 6 and campuses;

7 (5) specify any procedure or requirement, in addition
8 to those under Chapter 38, that the district will follow to ensure
9 the health and safety of students and employees;

10 (6) describe the process by which the district will 11 adopt an annual budget, including a description of the use of 12 program-weight funds; <u>and</u>

(7) describe the manner in which an annual audit of financial and programmatic operations of the district is to be conducted, including the manner in which the district will provide information necessary for the district to participate in the Public Education Information Management System (PEIMS) to the extent required by this subchapter[, and;

19 [(8) include any other provision the charter 20 commission considers necessary].

(b) This section does not limit the permissible content of a
 local control plan.

Sec. 12.017. DETERMINATION OF COMPLIANCE WITH VOTING RIGHTS ACT. (a) <u>If a local control plan is proposed by the board of</u> <u>trustees of a school district, the board may</u> [The charter commission shall] submit the proposed <u>local control plan</u> [charter] to the secretary of state. The secretary of state shall determine

whether a proposed local control plan requires preclearance under federal law [charter contains a change in the governance of the school district].

4 (b) <u>If a local control plan is proposed by petition, the</u>
5 <u>lead petitioner may submit the proposed local control plan to the</u>
6 <u>secretary of state. The secretary of state shall determine whether</u>
7 <u>a proposed local control plan requires preclearance under federal</u>
8 law.

If the secretary of state determines that a proposed 9 (c) 10 local control plan requires preclearance under federal law [charter contains a change in the governance of the school district], the 11 12 secretary of state shall, not later than the second working day after the date the secretary of state makes that determination, 13 14 [notify the board of trustees of the school district. The board 15 shall] submit the proposed <u>local control plan</u> [change] to the United States Department of Justice or the United States District 16 17 Court for the District of Columbia for preclearance under the Voting Rights Act (52 U.S.C. Section 10101 et seq.) [(42 U.S.C. 18 19 Section 1973c et seq.)].

Sec. 12.018. <u>TECHNICAL</u> [LEGAL] REVIEW. (a) Not later than the fifth day after the date the board of trustees of a school district adopts a resolution or receives a petition and local control plan under Section 12.014, the board [The charter commission] shall submit the proposed local control plan [charter] to the commissioner for review.

26 (b) As soon as practicable, but not later than the 30th day 27 after the date the commissioner receives the proposed <u>local control</u>

1 plan [charter], the commissioner shall review the proposed local control plan for compliance [charter to ensure that the proposed 2 3 charter complies] with any applicable state and federal laws and shall provide written notification to the board of trustees of the 4 school district and the lead petitioner, if applicable, of the 5 results of the review, including any recommended technical 6 amendments for compliance with state or federal law [recommend to 7 8 the charter commission any modifications necessary].

9 (c) If the commissioner does not act within the prescribed 10 time, it is presumed that the commissioner has determined that the proposed <u>local control plan</u> [charter] is in compliance with 11 12 applicable state and federal laws [approved]. The commissioner will be considered to have notified the board of trustees of the school 13 district of the commissioner's determination on the 30th day after 14 the date the commissioner received the proposed local control plan. 15 Sec. 12.0181. DESIGNATING PROPOSED LOCAL CONTROL PLAN AS 16 FINAL. (a) If the local control plan was proposed by the board of 17 trustees of a school district, the board shall, not later than the 18 19 30th day after the date of receipt of the commissioner's recommendations under Section 12.018, accept or reject any 20 technical amendments recommended by the commissioner and designate 21 22 the local control plan as final.

(b) If the local control plan was proposed by petition, the lead petitioner or a majority of persons originally designated as lead petitioners may, not later than the 45th day after the date of receipt of the commissioner's recommendations under Section 12.018, notify the board of trustees of the school district in

1 writing that the lead petitioner or majority accepts or rejects any 2 technical amendments recommended by the commissioner and designate 3 the local control plan as final. If the board of trustees does not 4 receive written notice under this subsection, the board of trustees 5 shall accept all technical amendments recommended by the 6 commissioner and designate the local control plan as final.

7 (c) If the commissioner does not recommend any technical
8 amendments under Section 12.018, the proposed local control plan is
9 considered final on receipt of the commissioner's notification.

10 Sec. 12.019. LOCAL CONTROL PLAN [CHARTER] ELECTION. (a) The board of trustees of a school district shall order an election on 11 12 the local control plan not later than the 15th day after the date the board receives notice from the county clerk certifying that at 13 least five percent of the registered voters of the district have 14 signed the petition under Section 12.0151 or 12.0152 and the local 15 control plan is designated as final under Section 12.0181 [As soon 16 as practicable after approval of a home-rule school distr 17 charter under Section 12.018, the board of trustees of the district 18 19 shall order an election on the proposed charter].

(b) The proposed <u>local control plan</u> [charter] shall be submitted to the voters of the district at an election to be held on the first uniform election date <u>in November of an even-numbered</u> <u>year</u> that occurs at least <u>78</u> [45] days after the date on which the board of trustees orders the election.

25 (c) <u>If the local control plan was proposed by the board of</u> 26 <u>trustees of the school district</u>, the ballot shall be printed to 27 <u>permit voting for or against the proposition "Whether the (name of</u>

1 school district) School District shall be governed under the local control plan that is proposed by the board of trustees and under 2 3 which only certain laws and rules apply to the district." [At least three copies of the proposed charter must be available in the office 4 5 of each school campus in the district and at the district's central administrative office between the date of the election order and 6 election day. Notice of the election must include a statement of 7 8 where and how copies may be obtained or viewed. A summary of the content of the proposed charter shall be attached to each copy. The 9 10 summary also shall be made available to school district employees, parents, community members, and members of the media.] 11

12 (d) If the local control plan was proposed by petition, the [The] ballot shall be printed to permit voting for or against the 13 proposition "Whether the (name of school district) School District 14 15 shall be governed under the local control plan that [home-rule school district charter, which] is proposed by a petition of 16 17 (percentage of valid signatures of registered voters on the petition) percent of registered voters of the school district 18 19 [charter commission appointed by the board of trustees] and under 20 which only certain laws and rules apply to the district."

(e) If two or more local control plans are submitted to the voters, the board of trustees of the school district shall request that the county clerk include neutral ballot language to allow voters to distinguish between the plans. If two or more local control plans are approved at the same election, the plan receiving the highest affirmative vote prevails.

27 Sec. 12.0191. NOTICE OF LOCAL CONTROL PLAN ELECTION. (a)

1 At least three copies of the proposed local control plan must be available in the office of each campus in the school district and at 2 the district's central administrative office between the date of 3 the election order and election day. Notice of the election must 4 5 include a statement of where and how copies may be obtained or viewed. A summary of the content of the proposed local control plan 6 7 shall be attached to each copy. The summary also shall be made available to school district employees, parents, community 8 members, and members of the media. 9

10 (b) At the time the board of trustees of the school district 11 orders an election on the proposed local control plan, the school 12 district shall post on the district's Internet website a copy of the 13 proposed local control plan, a summary of the content of the 14 proposed plan, and a notice of the election. These items shall 15 remain posted on the school district's Internet website until the 16 election is held.

17 (c) The school district and each campus in the district 18 shall prominently display and maintain on the main page of the 19 district's or campus's Internet website a link to the Internet 20 website containing the information required under Subsection (b).

Sec. 12.020. <u>LOCAL CONTROL PLAN</u> [CHARTER] AMENDMENT. (a) The governing body of a <u>local control</u> [home-rule] school district on its own motion may submit a proposed [charter] amendment <u>to the</u> <u>local control plan</u> that complies with this subchapter to the commissioner for <u>technical</u> [legal] review.

(b) The governing body shall submit a proposed [charter]
amendment to the local control plan that complies with this

1 subchapter to the commissioner for <u>technical</u> [legal] review if a
2 petition submitted to the governing body proposing the [charter]
3 amendment is signed by at least five percent of the registered
4 voters of the district. <u>The petition must designate one or more</u>
5 <u>persons as a lead petitioner.</u>

6 (c) As soon as practicable, but not later than the 30th day 7 after the date on which the requirements [for an election] under 8 Subsection (a) or (b) are satisfied, the commissioner shall review the proposed amendment to ensure that the proposed amendment 9 10 complies with any applicable state and federal laws and shall recommend any modifications necessary in accordance with Section 11 12 12.018. If the commissioner does not act within the prescribed time, the proposed [charter] amendment is considered to be in 13 14 compliance with applicable state and federal laws [approved].

(d) <u>The governing body or lead petitioner, as applicable,</u> <u>may accept or reject any proposed modifications and designate the</u> <u>amendment as final through the process described by Section</u> <u>12.0181.</u> As soon as practicable, <u>but not later than the 15th day</u> <u>after the date an amendment is designated as final</u> [commissioner <u>review under Subsection (c)</u>], the governing body of the district shall order an election on the proposed amendment.

(e) An election under this section shall be held on the first uniform election date <u>in November of an even-numbered year</u> that occurs at least <u>78</u> [45] days after the date the election is ordered.

(f) Notice of the election must include a substantial copy
of the proposed [charter] amendment to the local control plan.

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(g) <u>An</u> [A charter] amendment <u>to a local control plan</u> may not contain more than one subject.

3 (h) The ballot shall be prepared so that a voter may approve
4 or disapprove any one or more [charter] amendments to a local
5 control plan without having to approve or disapprove all of the
6 [charter] amendments to a local control plan.

7 (i) The governing body may not order an election on a 8 proposed [charter] amendment <u>to a local control plan</u> earlier than 9 the first anniversary of the date of any previous election to amend 10 the <u>plan</u> [charter].

(j) Section 12.017 applies to a proposed [charter] amendment to a local control plan[, except that the governing body shall submit the proposed charter amendment to the secretary of state].

Sec. 12.021. ADOPTION OF <u>LOCAL CONTROL PLAN</u> [CHARTER] OR [CHARTER] AMENDMENT. (a) <u>A</u> [Subject to Section 12.022, a] proposed local control plan [home-rule school district charter] or a proposed [charter] amendment <u>to a local control plan</u> is adopted if approved by a majority of the <u>registered</u> [qualified] voters of the district voting at an election held for that purpose.

21 A <u>local control plan</u> [charter] or [charter] amendment to (b) a local control plan shall specify an effective date and takes 22 effect according to its terms when the board of trustees or 23 24 governing body of the school district enters an order declaring that the plan [charter] or [charter] amendment is adopted. 25 The 26 board of trustees or governing body shall enter an order not later than the 10th day after the date the canvass of the election returns 27

1 is completed.

(c) As soon as practicable after a school district adopts a
<u>local control plan or amendment to a local control plan</u> [home-rule
<u>school district charter or charter amendment</u>], the board of
trustees or governing body shall notify the commissioner of the
outcome of the election.

7 Sec. 12.022. [MINIMUM VOTER TURNOUT REQUIRED. (a) An 8 election on the adoption of a proposed home-rule school district 9 charter has no effect unless at least 25 percent of the registered 10 voters of the district vote in the election in which the adoption of 11 the charter is on the ballot.

12 [(b) An election on the adoption of a proposed amendment to 13 a home-rule school district charter has no effect unless at least 20 14 percent of the registered voters of the district vote in the 15 election in which the adoption of the amendment is on the ballot.

16 [(c) If the required number of voters prescribed by 17 Subsection (a) or (b) do not vote in the election, the board of 18 trustees shall order an election on the issue to be held on the 19 first uniform election date:

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[(1) that occurs at least 45 days after the date the election is ordered; and

22 [(2) on which one or more elections are to be held, the 23 combination of which covers all of the territory of the school 24 district.

25 [(d) If the required number of voters prescribed by
26 Subsection (a) or (b) do not vote at an election ordered as required
27 by Subsection (c), the board of trustees may continue to order

S.B. No. 1012 1 elections on the issue in accordance with Subsection (c) until the 2 required minimum voter turnout is achieved.

[Sec. 12.023.] CERTIFICATION OF LOCAL CONTROL PLAN OR 3 AMENDMENT [CHARTER OR CHARTER AMENDMENT]. (a) 4 As soon as 5 practicable after a school district adopts a local control plan or amendment to a local control plan [home-rule school district 6 charter or charter amendment], the president of the board of 7 8 trustees or presiding officer of the governing body shall certify to the secretary of state a copy of the plan [charter] or amendment 9 showing the approval by the voters of the district. 10

11 (b) The secretary of state shall file and record the 12 certification in the secretary of state's office.

Sec. <u>12.023</u> [<u>12.024</u>]. EFFECT OF RECORDING <u>LOCAL CONTROL</u> <u>PLAN OR AMENDMENT</u> [<u>CHARTER OR CHARTER AMENDMENT</u>]. A recorded <u>local</u> <u>control plan or amendment to a local control plan</u> [charter or charter amendment] is a public act. A court shall take judicial notice of a recorded <u>plan</u> [charter] or [charter] amendment and proof is not required of its provisions.

Sec. <u>12.024</u> [<u>12.025</u>]. GOVERNANCE. (a) A <u>local control</u> [<u>home-rule</u>] school district may adopt and operate under any governing structure.

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(b) The district may:

create offices;

24 (2) determine the time and method for selecting25 officers; and

26 (3) prescribe the qualifications and duties of27 officers.

S.B. No. 1012 (c) The term of any officer of the district is determined 2 under Section 11.059.

3 Sec. <u>12.025</u> [<u>12.026</u>]. CHANGE IN GOVERNING BODY. If the 4 adoption, amendment, or revocation of a <u>local control</u> [<u>home=rule</u>] 5 school district <u>plan</u> [<u>charter</u>] changes the structure of the 6 governing body of the school district, the members of the governing 7 body serving on the date the adoption, amendment, or revocation 8 takes effect continue in office until their successors are chosen 9 and have gualified for office.

10 Sec. <u>12.026</u> [<u>12.027</u>]. BASIS FOR PLACEMENT ON PROBATION OR 11 REVOCATION OF <u>LOCAL CONTROL PLAN</u> [<u>CHARTER</u>]. (a) The <u>commissioner</u> 12 [<u>State Board of Education</u>] may place <u>a local control school</u> 13 <u>district</u> on probation or revoke <u>the local control plan</u> [a home-rule 14 <u>school district charter</u>] of a school district if the <u>commissioner</u> 15 [board] determines that the district:

16 (1) committed a material violation of the <u>local</u> 17 <u>control plan</u> [charter];

18 (2) failed to satisfy generally accepted accounting19 standards of fiscal management; or

(3) failed to comply with this subchapter or otherapplicable federal or state law or rule.

(b) The action the <u>commissioner</u> [board] takes under Subsection (a) shall be based on the best interest of district students, the severity of the violation, and any previous violation the district has committed.

26 (c) A district whose <u>local control plan</u> [home-rule school
 27 district charter] is revoked or rescinded under this subchapter

1 shall operate under the other provisions of Title 1 and this title 2 that apply to school districts.

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3 Sec. <u>12.027</u> [<u>12.028</u>]. PROCEDURE FOR PLACEMENT ON PROBATION 4 OR REVOCATION. (a) The <u>commissioner</u> [<u>State Board of Education</u>] by 5 rule shall adopt a procedure to be used for placing <u>a local control</u> 6 <u>school district</u> on probation or revoking a <u>local control plan</u> 7 [<u>home-rule school district charter</u>].

8 (b) The procedure adopted under Subsection (a) must provide 9 an opportunity for a hearing to the district and to parents of 10 district students. A hearing under this subsection must be held in 11 the district.

12 Sec. 12.028 [12.029]. STATUS OF DISTRICT ΙN CASE OF ANNEXATION OR CONSOLIDATION. (a) If a school district is annexed 13 14 to another district under Chapter 13, and only one of the districts 15 has a <u>local control</u> [home-rule] school district status, the status[, as a home-rule or other type of school district,] of the 16 17 receiving district is the status for both districts following annexation. 18

19 (b) Except as provided by Subchapter H, Chapter 41, if two or more school districts having different status, one of which is 20 local control [home-rule] school district status, consolidate into 21 a single district, the petition under Section 13.003 initiating the 22 consolidation must state the status for the consolidated district. 23 24 The ballot shall be printed to permit voting for or against the proposition: "Consolidation of (names of school districts) into a 25 26 single school district governed as (status of school district specified in the petition)." 27

Sec. <u>12.029</u> [<u>12.030</u>]. RESCISSION OF <u>LOCAL CONTROL PLAN</u>
 [<u>CHARTER</u>]. (a) A <u>local control plan</u> [<u>home-rule school district</u>
 <u>charter</u>] may be rescinded as provided by this section.

4 (b) The governing body of the district shall order an
5 election on the question of rescinding a <u>local control plan</u>
6 [home-rule school district charter] if:

7 (1) the governing body receives a petition requesting 8 a rescission election signed by at least five percent of the 9 registered voters of the district; or

10 (2) at least two-thirds of the total membership of the 11 governing body adopt a resolution ordering that a rescission 12 election be held.

13 (c) As soon as practicable after the date of receipt or 14 adoption of a resolution under Subsection (b), the governing body 15 shall order an election.

(d) The proposition to rescind the <u>local control plan</u> [home-rule school district charter] shall be submitted to the voters of the district at an election to be held on the first uniform election date <u>in November of an even-numbered year</u> that occurs at least <u>78</u> [45] days after the date on which the governing body orders the election.

(e) The ballot shall be printed to permit voting for or against the proposition: "Whether the <u>local control plan</u> [home-rule school district charter] of (name of school district) shall be rescinded so that the school district becomes an independent school district."

27

(f) A <u>local control plan</u> [home-rule school district

1 charter] is rescinded if the rescission is approved by a majority of 2 the <u>registered</u> [qualified] voters of the district voting at an 3 election held for that purpose [at which at least 25 percent of the 4 registered voters of the district vote].

5 (g) The rescission takes effect on a date established by resolution of the governing body but not later than the 90th day 6 after the date of an election held under this section at which 7 8 rescission of the local control plan [charter] is approved [and at which the number of registered voters required under Subsection (f) 9 10 vote]. As soon as practicable after that election, the governing body shall notify the commissioner and the secretary of state of the 11 results of the election and of the effective date of the rescission. 12 The rescission of a local control plan [home-rule school 13 (h) 14 district charter] under this section does not affect:

15

(1) the district's boundaries; or

16 (2) taxes or bonds of the district authorized before 17 the effective date of the rescission.

18 SECTION 6. Section 12.051(2), Education Code, is amended to 19 read as follows:

(2) "Board" and "board of trustees" mean the board of
 trustees of a school district or the governing body of a <u>local</u>
 <u>control</u> [home-rule] school district.

23 SECTION 7. Section 12.052(a), Education Code, is amended to 24 read as follows:

(a) In accordance with this subchapter, the board of
trustees of a school district or the governing body of a <u>local</u>
<u>control</u> [home-rule] school district shall grant or deny, through a

S.B. No. 1012 1 public vote of the board of trustees or governing body, a charter to parents and teachers for a campus or a program on a campus if the 2 3 board is presented with a petition signed by: 4 (1) the parents of a majority of the students at that 5 school campus; and 6 (2) a majority of the classroom teachers at that 7 school campus. Section 12.0521(a), Education Code, is amended 8 SECTION 8. to read as follows: 9 Notwithstanding Section 12.052, in accordance with this 10 (a) subchapter and in the manner provided by this section, the board of 11 trustees of a school district or the governing body of a <u>local</u> 12 13 control [home-rule] school district may grant a charter for: 14 (1) a new district campus; or 15 (2) a program that is operated: 16 by an entity that has entered into a contract (A) 17 with the district under Section 11.157 to provide educational services to the district through the campus or program; and 18 19 (B) at a facility located in the boundaries of the district. 20 21 SECTION 9. Section 12.0522(a), Education Code, is amended to read as follows: 2.2 Notwithstanding Section 12.052, in the manner provided 23 (a) 24 by this section, the board of trustees of a school district or the governing body of a local control [home-rule] school district may 25 26 grant a district charter to a campus to the extent authorized under this section. 27

S.B. No. 1012 SECTION 10. Section 12.101(a), Education Code, is amended to read as follows:

3 (a) In accordance with this subchapter, the commissioner 4 may grant a charter on the application of an eligible entity for an 5 open-enrollment charter school to operate in a facility of a 6 commercial or nonprofit entity, an eligible entity, or a school 7 district, including a <u>local control</u> [home-rule] school district. 8 In this subsection, "eligible entity" means:

9 (1) an institution of higher education as defined 10 under Section 61.003;

11 (2) a private or independent institution of higher 12 education as defined under Section 61.003;

13 (3) an organization that is exempt from taxation under 14 Section 501(c)(3), Internal Revenue Code of 1986 (26 U.S.C. Section 15 501(c)(3)); or

16

(4) a governmental entity.

17 SECTION 11. Sections 22.003(d) and (e), Education Code, are 18 amended to read as follows:

(d) A school district employee with available personal leave under this section is entitled to use the leave for compensation during a term of active military service. This subsection applies to any personal or sick leave available under former law or provided by local policy of a school district, including a <u>local control</u> [home-rule] school district.

(e) A school district, including a <u>local control</u> [home=rule] school district, may adopt a policy providing for the paid leave of absence of employees taking leave for active military

service as part of the consideration of employment by the district.
 SECTION 12. Section 37.007(e), Education Code, is amended
 to read as follows:

(e) In accordance with 20 U.S.C. Section 7151, a local
educational agency, including a school district, <u>local control</u>
[home-rule] school district, or open-enrollment charter school,
shall expel a student who brings a firearm, as defined by 18 U.S.C.
8 Section 921, to school. The student must be expelled from the
9 student's regular campus for a period of at least one year, except
10 that:

(1) the superintendent or other chief administrative officer of the school district or of the other local educational agency, as defined by 20 U.S.C. Section 7801, may modify the length of the expulsion in the case of an individual student;

(2) the district or other local educational agency shall provide educational services to an expelled student in a disciplinary alternative education program as provided by Section 37.008 if the student is younger than 10 years of age on the date of expulsion; and

20 (3) the district or other local educational agency may 21 provide educational services to an expelled student who is 10 years 22 of age or older in a disciplinary alternative education program as 23 provided in Section 37.008.

24 SECTION 13. Section 37.022(a)(2), Education Code, is 25 amended to read as follows:

(2) "District or school" includes an independent
 27 school district, a <u>local control</u> [home-rule] school district, a

1 campus or campus program charter holder, or an open-enrollment 2 charter school.

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3 SECTION 14. Section 38.152, Education Code, is amended to 4 read as follows:

5 Sec. 38.152. APPLICABILITY. This subchapter applies to an 6 interscholastic athletic activity, including practice and 7 competition, sponsored or sanctioned by:

8 (1) a school district, including a <u>local control</u> 9 [home-rule] school district, or a public school, including any 10 school for which a charter has been granted under Chapter 12; or

11 (2) the University Interscholastic League.

SECTION 15. Section 38.157(c), Education Code, is amended to read as follows:

14 (c) The school district superintendent or the 15 superintendent's designee or, in the case of a <u>local control</u> [home-rule] school district or open-enrollment charter school, the 16 17 person who serves the function of superintendent or that person's designee shall supervise an athletic trainer or other person 18 19 responsible for compliance with the return-to-play protocol. The person who has supervisory responsibilities under this subsection 20 may not be a coach of an interscholastic athletics team. 21

22 SECTION 16. Section 38.158(f), Education Code, is amended 23 to read as follows:

(f) Each person described by Subsection (c) must submit proof of timely completion of an approved course in compliance with Subsection (e) to the school district superintendent or the superintendent's designee or, in the case of a <u>local control</u>

1 [home-rule] school district or open-enrollment charter school, a
2 person who serves the function of a superintendent or that person's
3 designee.

4 SECTION 17. Section 39.102(a), Education Code, is amended 5 to read as follows:

6 (a) If a school district does not satisfy the accreditation 7 criteria under Section 39.052, the academic performance standards 8 under Section 39.053 or 39.054, or any financial accountability 9 standard as determined by commissioner rule, the commissioner shall 10 take any of the following actions to the extent the commissioner 11 determines necessary:

12 (1) issue public notice of the deficiency to the board13 of trustees;

14 (2) order a hearing conducted by the board of trustees 15 of the district for the purpose of notifying the public of the 16 insufficient performance, the improvements in performance expected 17 by the agency, and the interventions and sanctions that may be 18 imposed under this section if the performance does not improve;

(3) order the preparation of a student achievement improvement plan that addresses each student achievement indicator under Section 39.053(c) for which the district's performance is insufficient, the submission of the plan to the commissioner for approval, and implementation of the plan;

(4) order a hearing to be held before the commissioner
or the commissioner's designee at which the president of the board
of trustees of the district and the superintendent shall appear and
explain the district's low performance, lack of improvement, and

1 plans for improvement;

(5) arrange an on-site investigation of the district;
(6) appoint an agency monitor to participate in and
report to the agency on the activities of the board of trustees or
the superintendent;

6 (7) appoint a conservator to oversee the operations of 7 the district;

8 (8) appoint a management team to direct the operations 9 of the district in areas of insufficient performance or require the 10 district to obtain certain services under a contract with another 11 person;

(9) if a district has a current accreditation status of accredited-warned or accredited-probation, fails to satisfy any standard under Section 39.054(e), or fails to satisfy financial accountability standards as determined by commissioner rule, appoint a board of managers to exercise the powers and duties of the board of trustees;

(10) if for two consecutive school years, including the current school year, a district has received an accreditation status of accredited-warned or accredited-probation, has failed to satisfy any standard under Section 39.054(e), or has failed to satisfy financial accountability standards as determined by commissioner rule, revoke the district's accreditation and:

(A) order closure of the district and annex the
district to one or more adjoining districts under Section 13.054;
or

27 (B) in the case of a <u>local control</u> [home-rule]

1 school district or open-enrollment charter school, order closure of 2 all programs operated under the district's <u>local control plan</u> or 3 school's charter; or

4 (11) if a district has failed to satisfy any standard
5 under Section 39.054(e) due to the district's dropout rates, impose
6 sanctions designed to improve high school completion rates,
7 including:

8 (A) ordering the development of a dropout9 prevention plan for approval by the commissioner;

10 (B) restructuring the district or appropriate 11 school campuses to improve identification of and service to 12 students who are at risk of dropping out of school, as defined by 13 Section 29.081;

14 (C) ordering lower student-to-counselor ratios 15 on school campuses with high dropout rates; and

16 (D) ordering the use of any other intervention 17 strategy effective in reducing dropout rates, including mentor 18 programs and flexible class scheduling.

SECTION 18. Section 42.152(c), Education Code, is amended to read as follows:

(c) Funds allocated under this section shall be used to fund supplemental programs and services designed to eliminate any disparity in performance on assessment instruments administered under Subchapter B, Chapter 39, or disparity in the rates of high school completion between students at risk of dropping out of school, as defined by Section 29.081, and all other students. Specifically, the funds, other than an indirect cost allotment

1 established under State Board of Education rule, which may not exceed 45 percent, may be used to meet the costs of providing a 2 3 compensatory, intensive, or accelerated instruction program under Section 29.081 or a disciplinary alternative education program 4 5 established under Section 37.008, to pay the costs associated with placing students in a juvenile justice alternative education 6 program established under Section 37.011, or to support a program 7 8 eligible under Title I of the Elementary and Secondary Education Act of 1965, as provided by Pub. L. No. 103-382 and its subsequent 9 10 amendments, and by federal regulations implementing that Act, at a 11 campus at which at least 40 percent of the students are 12 educationally disadvantaged. In meeting the costs of providing a 13 compensatory, intensive, or accelerated instruction program under 14 Section 29.081, a district's compensatory education allotment 15 shall be used for costs supplementary to the regular education 16 program, such as costs for program and student evaluation, 17 instructional materials and equipment and other supplies required for quality instruction, supplemental staff expenses, salary for 18 19 teachers of at-risk students, smaller class size, and individualized instruction. A <u>local control</u> [home-rule] school 20 district or an open-enrollment charter school must use funds 21 allocated under Subsection (a) for a purpose authorized in this 22 23 subsection but is not otherwise subject to Subchapter C, Chapter 24 For purposes of this subsection, a program specifically 29. designed to serve students at risk of dropping out of school, as 25 26 defined by Section 29.081, is considered to be a program supplemental to the regular education program, and a district may 27

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1 use its compensatory education allotment for such a program.

2 SECTION 19. Section 7.102(c)(8), Education Code, is 3 repealed.

4 SECTION 20. This Act takes effect immediately if it 5 receives a vote of two-thirds of all the members elected to each 6 house, as provided by Section 39, Article III, Texas Constitution. 7 If this Act does not receive the vote necessary for immediate 8 effect, this Act takes effect September 1, 2015.