H.B. No. 4334 By: Huberty

	A BILL TO BE ENTITLED
1	AN ACT
2	relating to the creation of the office of inspector general at the
3	Texas Education Agency to investigate the administration of public
4	education.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
6	SECTION 1. Chapter 7, Education Code, is amended by adding
7	Subchapter E to read as follows:
8	SUBCHAPTER E. OFFICE OF INSPECTOR GENERAL
9	Sec. 7.151. DEFINITIONS. In this subchapter:
10	(1) "Fraud" means an intentional deception or
11	misrepresentation made by a person with the knowledge that the
12	deception could result in some unauthorized benefit to that person
13	or some other person. The term includes any act that constitutes
14	fraud under applicable federal or state law.
15	(2) "Office" means the office of inspector general
16	established under this subchapter.

- 16
- 17 Sec. 7.152. OFFICE OF INSPECTOR GENERAL. (a) The office of
- inspector general is established as a division within the agency. 18
- 19 (b) The commissioner shall appoint an inspector general to
- serve as director of the office. The inspector general serves until 20
- 21 removed by the commissioner.
- Sec. 7.153. GENERAL RESPONSIBILITIES. (a) The office is 22
- responsible for the investigation, prevention, and detection of 23
- 24 criminal misconduct and wrongdoing and of fraud, waste, and abuse

- 1 in the administration of public education by school districts,
- 2 open-enrollment charter schools, regional education service
- 3 centers, and other local education agencies in this state.
- 4 (b) The office shall investigate allegations of fraud,
- 5 waste, and abuse and violations of this code or other law.
- 6 <u>(c) The office may:</u>
- 7 (1) conduct criminal, civil, and administrative
- 8 investigations and initiate reviews of a school district,
- 9 open-enrollment charter school, regional education service center,
- 10 or other local education agency as considered appropriate by the
- 11 inspector general;
- 12 (2) receive and investigate complaints from any source
- 13 on its own initiative; and
- 14 (3) conduct special accreditation investigations
- authorized by the commissioner under Section 39.057(a).
- 16 (d) The office shall perform all other duties and exercise
- 17 all other powers granted to the office by this subchapter or another
- 18 law.
- 19 Sec. 7.154. GENERAL POWERS. The office has all the powers
- 20 necessary or appropriate to carry out its responsibilities and
- 21 <u>functions under this subchapter and other law.</u>
- Sec. 7.155. SUBPOENAS. (a) The inspector general may issue
- 23 a subpoena to compel the attendance of a relevant witness at a
- 24 hearing or deposition under this subchapter or to compel the
- 25 production, for inspection or copying, of books, papers, records,
- 26 documents, or other relevant materials, including electronic data,
- 27 in connection with an investigation, review, hearing, or deposition

- 1 conducted under this subchapter.
- 2 (b) A subpoena may be served personally or by certified
- 3 mail. If a person fails to comply with a subpoena, the inspector
- 4 general, acting through the attorney general, may file suit to
- 5 enforce the subpoena in a district court in this state.
- 6 (c) On finding that good cause exists for issuing the
- 7 subpoena, the court shall order the person to comply with the
- 8 subpoena. The court may hold in contempt a person who fails to obey
- 9 the court order.
- Sec. 7.156. COOPERATION WITH LAW ENFORCEMENT OFFICIALS AND
- 11 OTHER ENTITIES. (a) The office may provide information and
- 12 evidence relating to criminal acts to the State Auditor's Office
- 13 and appropriate law enforcement officials.
- 14 (b) The office may refer matters for further civil,
- 15 criminal, and administrative action to appropriate administrative
- 16 and prosecutorial agencies, including the attorney general.
- 17 SECTION 2. Section 39.057(a), Education Code, is amended to
- 18 read as follows:
- 19 (a) The commissioner may authorize special accreditation
- 20 investigations to be conducted:
- 21 (1) when excessive numbers of absences of students
- 22 eligible to be tested on state assessment instruments are
- 23 determined;
- 24 (2) when excessive numbers of allowable exemptions
- 25 from the required state assessment instruments are determined;
- 26 (3) in response to complaints submitted to the agency
- 27 with respect to alleged violations of civil rights or other

- 1 requirements imposed on the state by federal law or court order;
- 2 (4) in response to established compliance reviews of
- 3 the district's financial accounting practices and state and federal
- 4 program requirements;
- 5 (5) when extraordinary numbers of student placements
- 6 in disciplinary alternative education programs, other than
- 7 placements under Sections 37.006 and 37.007, are determined;
- 8 (6) in response to an allegation involving a conflict
- 9 between members of the board of trustees or between the board and
- 10 the district administration if it appears that the conflict
- 11 involves a violation of a role or duty of the board members or the
- 12 administration clearly defined by this code;
- 13 (7) when excessive numbers of students in special
- 14 education programs under Subchapter A, Chapter 29, are assessed
- 15 through assessment instruments developed or adopted under Section
- 16 39.023(b);
- 17 (8) in response to an allegation regarding or an
- 18 analysis using a statistical method result indicating a possible
- 19 violation of an assessment instrument security procedure
- 20 established under Section 39.0301, including for the purpose of
- 21 investigating or auditing a school district under that section;
- 22 (9) when a significant pattern of decreased academic
- 23 performance has developed as a result of the promotion in the
- 24 preceding two school years of students who did not perform
- 25 satisfactorily as determined by the commissioner under Section
- 26 39.0241(a) on assessment instruments administered under Section
- 27 39.023(a), (c), or (1);

```
H.B. No. 4334
```

- 1 (10) when excessive numbers of students eligible to
- 2 enroll fail to complete an Algebra II course or any other advanced
- 3 course as determined by the commissioner;
- 4 (11) when resource allocation practices as evaluated
- 5 under Section 39.0821 indicate a potential for significant
- 6 improvement in resource allocation;
- 7 (12) when a disproportionate number of students of a
- 8 particular demographic group is graduating with a particular
- 9 endorsement under Section 28.025(c-1);
- 10 (13) when an excessive number of students is
- 11 graduating with a particular endorsement under Section
- 12 28.025(c-1);
- 13 (14) in response to a complaint submitted to the
- 14 agency with respect to alleged inaccurate data that is reported
- 15 through the Public Education Information Management System (PEIMS)
- 16 or through other reports required by state or federal law or rule or
- 17 court order and that is used by the agency to make a determination
- 18 relating to public school accountability, including accreditation,
- 19 under this chapter;
- 20 (15) when a school district for any reason fails to
- 21 produce, at the request of the agency, evidence or an investigation
- 22 report relating to an educator who is under investigation by the
- 23 State Board for Educator Certification; [or]
- 24 (16) by the office of inspector general for the
- 25 purpose of investigating allegations of fraud, waste, and abuse in
- 26 the administration of public education; or
- 27 $\underline{(17)}$ as the commissioner otherwise determines

H.B. No. 4334

- 1 necessary.
- 2 SECTION 3. This Act takes effect September 1, 2019.