By: Lucio

S.B. No. 76

A BILL TO BE ENTITLED 1 AN ACT 2 relating to the regulation and operation of open-enrollment charter 3 schools. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 5 SECTION 1. Section 12.104(b), Education Code, as reenacted and amended by H.B. 3607, S.B. 168, S.B. 1365, S.B. 1697, and 6 S.B. 2081, Acts of the 87th Legislature, Regular Session, 2021, and 7 effective September 1, 2021, is reenacted and amended to read as 8 9 follows: An open-enrollment charter school is subject to: 10 (b) 11 (1) a provision of this title establishing a criminal 12 offense; 13 the provisions in Chapter 554, Government Code; (2) 14 and a prohibition, restriction, or requirement, as 15 (3) applicable, imposed by this title or a rule adopted under this 16 title, relating to: 17 the Public Education Information Management 18 (A) System (PEIMS) to the extent necessary to monitor compliance with 19 20 this subchapter as determined by the commissioner; 21 (B) criminal history records under Subchapter C, 22 Chapter 22; 23 (C) reading instruments and accelerated reading 24 instruction programs under Section 28.006;

S.B. No. 76 1 (D) accelerated instruction under Section 2 28.0211; 3 (E) high school graduation requirements under 4 Section 28.025; 5 (F) special education programs under Subchapter 6 A, Chapter 29; 7 (G) bilingual education under Subchapter Β, 8 Chapter 29; 9 (H) prekindergarten programs under Subchapter E or E-1, Chapter 29, except class size limits for prekindergarten 10 classes imposed under Section 25.112, which do not apply; 11 12 (I) extracurricular activities under Section 33.081; 13 14 (J) discipline management practices or behavior 15 management techniques under <u>Sections</u> [Section] 37.0021, 37.0023, and 37.004; 16 17 (K) health and safety under Chapter 38; (L) the provisions of Subchapter A, Chapter 39; 18 public school accountability and special 19 (M) investigations under Subchapters A, B, C, D, F, G, and J, Chapter 20 39, and Chapter 39A; 21 the requirement under Section 21.006 22 (N) to 23 report an educator's misconduct; 24 (O)intensive programs of instruction under 25 Section 28.0213; the right of a school employee to report a 26 (P) 27 crime, as provided by Section 37.148;

S.B. No. 76 1 (Q) bullying prevention policies and procedures 2 under Section 37.0832; the right of a school under Section 37.0052 3 (R) to place a student who has engaged in certain bullying behavior in a 4 5 disciplinary alternative education program or to expel the student; (S) the right under Section 37.0151 to report to 6 7 local law enforcement certain conduct constituting assault or 8 harassment; 9 (T) a parent's right to information regarding the provision of assistance for learning difficulties to the parent's 10 child as provided by Sections 26.004(b)(11) and 26.0081(c) and (d); 11 12 (U) establishment of residency under Section 25.001; 13 14 (V) school safety requirements under Sections 15 37.108, 37.1081, 37.1082, 37.109, 37.113, 37.114, 37.1141, 37.115, 37.207, and 37.2071; 16 17 (W) the early childhood literacy and mathematics proficiency plans under Section 11.185; 18 the college, career, and military readiness 19 (X) plans under Section 11.186; [and] 20 21 (Y) [(X)] parental options to retain a student under Section 28.02124; 22 23 (Z) educator certification requirements under 24 Chapter 21; and 25 (AA) elementary class size limits under Section 26 25.112. SECTION 2. Section 12.1051, Education Code, is amended by 27

1 adding Subsection (c) to read as follows: The governing body of a charter holder and the governing 2 (c) body of an open-enrollment charter school shall: 3 4 (1) hold each open meeting within the geographical 5 area served by the school; and (2) in the manner prescribed by Section 551.128, 6 7 Government Code, broadcast the open meeting over the Internet if 8 the school includes campuses that are located in noncontiguous municipalities. 9 10 SECTION 3. Section 12.106(a-2), Education Code, is amended to read as follows: 11 12 (a-2) In addition to the funding provided by Subsection (a), a charter holder is entitled to receive for the open-enrollment 13 14 charter school an allotment per student in average daily attendance 15 equal to the allotment under Section 48.101 the charter holder would be entitled to under that section if the school were a school 16 district [in an amount equal to the difference between: 17 [(1) the product of: 18 19 [(A) the quotient of: [(i) the total amount of funding provided 20 to eligible school districts under Section 48.101(b) or (c); and 21 [(ii) the total number of students in 22 average daily attendance in school districts that receive 23 24 allotment under Section 48.101(b) or (c); and [(B) the sum of one and the quotient of: 25 26 [(i) the total number of students attendance in school districts that recei 27 average daily

1 allotment under Section 48.101(b) or (c); and

2 [(ii) the total number of students in 3 average daily attendance in school districts statewide; and

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5 SECTION 4. Subchapter D, Chapter 12, Education Code, is 6 amended by adding Section 12.1072 to read as follows:

Sec. 12.1072. PROHIBITION AGAINST USE OF STATE FUNDING TO
 PURCHASE, LEASE, OR MAINTAIN AN AIRCRAFT; EXCEPTION. (a) In this
 section, "aircraft" means a self-propelled motor vehicle that can
 be used to transport a person by flight in the air.

11 (b) Except as provided by Subsection (c), a charter holder 12 may not use funds received under Section 12.106 for the purpose of 13 purchasing, leasing, or maintaining an aircraft.

14 (c) This section does not prohibit a charter holder from 15 purchasing, leasing, or maintaining an aircraft for purposes of an 16 agency-approved career and technical education course involving 17 aviation or aviation maintenance.

18 SECTION 5. Section 12.111, Education Code, is amended by 19 amending Subsection (a) and adding Subsection (a-1) to read as 20 follows:

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(a) Each charter granted under this subchapter must:

(1) describe the educational program to be offered, which must include the required curriculum as provided by Section 24 28.002;

(2) provide that continuation of the charter is
contingent on the status of the charter as determined under Section
12.1141 or 12.115 or under Chapter 39A;

(3) specify the academic, operational, and financial
 performance expectations by which a school operating under the
 charter will be evaluated, which must include applicable elements
 of the performance frameworks adopted under Section 12.1181;

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(4) specify:

6 (A) any basis, in addition to a basis specified 7 by this subchapter or Chapter 39A, on which the charter may be 8 revoked, renewal of the charter may be denied, or the charter may be 9 allowed to expire; and

10 (B) the standards for evaluation of a school 11 operating under the charter for purposes of charter renewal, denial 12 of renewal, expiration, revocation, or other intervention in 13 accordance with Section 12.1141 or 12.115 or Chapter 39A, as 14 applicable;

prohibit discrimination in admission policy on the 15 (5) basis of sex, national origin, ethnicity, religion, disability, 16 17 eligibility for special education programs under Subchapter A, Chapter 29, or bilingual education and special language programs 18 under Subchapter B, Chapter 29, discipline history, academic, 19 artistic, or athletic ability, or the district the child would 20 otherwise attend in accordance with this code, although the charter 21 22 may:

23 (A) provide for the exclusion of a student who <u>is</u>

24 <u>currently</u>:

25 (i) placed in a disciplinary alternative
26 education program or a juvenile justice alternative education
27 program; or

S.B. No. 76 1 (ii) subject to an order of expulsion from a school district or open-enrollment charter school [has a documented 2 history of a criminal offense, a juvenile court adjudication, or 3 discipline problems under Subchapter A, Chapter 37]; and 4 5 provide for an admission policy that requires (B) a student to demonstrate artistic ability if the school specializes 6 7 in performing arts; 8 (6) specify the grade levels to be offered; describe the governing structure of the program, 9 (7)10 including: the officer positions designated; 11 (A) the manner in which officers are selected and 12 (B) removed from office; 13 14 (C) the manner in which members of the governing 15 body of the school are selected and removed from office; (D) the manner in which vacancies 16 on that governing body are filled; 17 the term for which members of that governing 18 (E) 19 body serve; and whether the terms are to be staggered; 20 (F) 21 specify the powers or duties of the governing body (8) of the school that the governing body may delegate to an officer; 22 specify the manner in which the school will 23 (9) 24 distribute to parents information related to the qualifications of each professional employee of the program, 25 including any 26 professional or educational degree held by each employee, a statement of any certification under Subchapter B, Chapter 21, held 27

1 by each employee, and any relevant experience of each employee;

2 (10) describe the process by which the person3 providing the program will adopt an annual budget;

4 (11) describe the manner in which an annual audit of
5 the financial and programmatic operations of the program is to be
6 conducted, including the manner in which the person providing the
7 program will provide information necessary for the school district
8 in which the program is located to participate, as required by this
9 code or by commissioner rule, in the Public Education Information
10 Management System (PEIMS);

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(12) describe the facilities to be used;

12 (13) describe the geographical area served by the 13 program;

14 (14) specify any type of enrollment criteria to be 15 used;

16 (15) provide information, as determined by the 17 commissioner, relating to any management company that will provide 18 management services to a school operating under the charter; and

19 (16) specify that the governing body of an open-enrollment charter school accepts and may not delegate 20 ultimate responsibility for the school, including the school's 21 academic performance and financial and operational viability, and 22 23 is responsible for overseeing any management company providing 24 management services for the school and for holding the management company accountable for the school's performance. 25

26 (a-1) Notwithstanding Subsection (a)(5), a charter granted
27 under this subchapter may provide for the exclusion of a student

from an open-enrollment charter school campus that includes a 1 2 child-care facility based on the student's conviction for a criminal offense that would preclude the student from being 3 admitted to a school district campus that includes a child-care 4 5 facility. 6 SECTION 6. Section 12.1141, Education Code, is amended by 7 amending Subsection (a) and adding Subsections (a-1), (a-2), (a-3), 8 and (b-1) to read as follows: 9 (a) The commissioner shall develop and by rule adopt a procedure for renewal, denial of renewal, or expiration of a 10 charter for an open-enrollment charter school at the end of the term 11 12 of the charter. The procedure must include: (1) consideration of the performance under Chapters 39 13 14 and 39A of the charter holder and each campus operating under the 15 charter; and 16 (2) a determination under Subsection (a-2) of whether 17 the charter holder had an excessive number of students transfer during the term of the charter. 18 19 (a-1) The procedure developed under Subsection (a) must 20 include three distinct processes, which must be expedited renewal, discretionary consideration of renewal or denial of renewal, and 21 22 expiration. (a-2) The commissioner shall by rule adopt a standard for 23 24 determining whether a charter holder had an excessive number of students transfer to schools other than schools operated by the 25 26 charter holder: 27 (1) after completing the second grade and before

1 entering the third grade; or

2 (2) during the 60 days before the date the 3 transferring student would be administered an assessment 4 instrument under Section 39.023.

5 <u>(a-3)</u> To renew a charter at the end of the term, the charter 6 holder must submit a petition for renewal to the commissioner in the 7 time and manner established by commissioner rule.

8 (b-1) The commissioner may deny expedited renewal of a 9 charter if, under the standard adopted under Subsection (a-2), the 10 commissioner determines that an excessive number of student 11 transfers occurred during the term of the charter.

SECTION 7. Sections 12.1141(b) and (c), Education Code, as effective September 1, 2021, are amended to read as follows:

14 (b) At the end of the term of a charter for an 15 open-enrollment charter school, if a charter holder submits to the commissioner a petition for expedited renewal of the charter, the 16 17 charter automatically renews unless, not later than the 30th day after the date the charter holder submits the petition, 18 the commissioner provides written notice to the charter holder that 19 expedited renewal of the charter is denied. Except as provided by 20 Subsection (b-1), the [The] commissioner may not deny expedited 21 22 renewal of a charter if:

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

(2) the charter holder has been assigned a financial
 performance accountability rating under Subchapter D, Chapter 39,

1 indicating financial performance that is satisfactory or better for
2 the three preceding school years; and

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3 (3) no campus operating under the charter has been
4 assigned an unacceptable performance rating under Subchapter C,
5 Chapter 39, for the three preceding school years or such a campus
6 has been closed.

7 (c) At the end of the term of charter for а an 8 open-enrollment charter school, if a charter holder submits to the commissioner a petition for renewal of the charter and the charter 9 10 does not meet the criteria for expedited renewal under Subsection (b) or for expiration under Subsection (d) or if the commissioner 11 12 denies expedited renewal under Subsection (b-1), the commissioner discretionary consideration 13 shall use the process. The 14 commissioner's decision under the discretionary consideration 15 process must take into consideration the results of annual evaluations under the performance frameworks established under 16 17 Section 12.1181. The renewal of the charter of an open-enrollment charter school that is registered under the agency's alternative 18 19 education accountability procedures for evaluation under Chapter 39 shall be considered under the discretionary consideration 20 process regardless of the performance ratings under Subchapter C, 21 Chapter 39, of the open-enrollment charter school or of any campus 22 23 operating under the charter, except that if the charter holder has 24 been assigned a financial accountability performance rating under Subchapter D, Chapter 39, indicating financial performance that is 25 26 lower than satisfactory for any three of the five preceding school years, the commissioner shall allow the charter to expire under 27

1 Subsection (d). In considering the renewal of the charter of an open-enrollment charter school that is registered under the 2 3 agency's alternative education accountability procedures for evaluation under Chapter 39, such as a dropout recovery school or a 4 5 school providing education within a residential treatment facility, the commissioner shall use academic criteria established 6 by commissioner rule that are appropriate to measure the specific 7 8 goals of the school. The criteria established by the commissioner shall recognize growth in student achievement as well 9 as 10 educational attainment. For purposes of this subsection, the commissioner shall designate as a dropout recovery school an 11 open-enrollment charter school or a campus of an open-enrollment 12 charter school: 13

(1) that serves students in grades 9 through 12 and has an enrollment of which at least 60 percent of the students are 16 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

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

22 SECTION 8. Section 12.117, Education Code, is amended by 23 adding Subsection (a-1) to read as follows:

24 <u>(a-1) An application required under Subsection (a) or any</u> 25 <u>communication with the applicant or with the school in which the</u> 26 <u>applicant is currently enrolled may not include a request for</u> 27 <u>information regarding the applicant's discipline history except</u>

1 for a disciplinary action described by Section 12.111(a)(5)(A) or a
2 notice of disciplinary action under Section 37.022.

3 SECTION 9. Section 12.1211, Education Code, is amended to 4 read as follows:

5 Sec. 12.1211. <u>INFORMATION REGARDING</u> [NAMES OF] MEMBERS OF 6 GOVERNING BODY LISTED ON WEBSITE. An open-enrollment charter 7 school shall list the names of the members of the governing body on 8 the home page of the school's Internet website <u>and provide</u> 9 <u>additional information regarding members of the governing body that</u> 10 <u>is easily accessible on the website, including:</u>

11 (1) relevant biographical information for each member 12 related to employment history and educational experience;

13 (2) whether a member has a substantial interest in a 14 business entity as described by Section 171.002, Local Government 15 Code, and if so, whether that business entity contracts with the 16 school;

(3) the total number of members;

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18 (4) the manner in which the members are selected as 19 described in the school's charter;

20 <u>(5) the terms of service of each member on the</u> 21 governing body; and

22 (6) the total number of years each member has served.
23 SECTION 10. The heading to Section 12.131, Education Code,
24 is amended to read as follows:

25 Sec. 12.131. <u>STUDENT DISCIPLINE</u> [REMOVAL OF STUDENTS TO 26 <u>DISCIPLINARY ALTERNATIVE EDUCATION PROGRAM; EXPULSION OF</u> 27 <u>STUDENTS</u>].

S.B. No. 76 SECTION 11. Section 12.131, Education Code, is amended by 1 amending Subsection (b) and adding Subsections (b-1), (d), (e), and 2 3 (f) to read as follows: 4 (b) An open-enrollment charter school may: 5 (1) only suspend a student for a reason identified in 6 the school's code of conduct; and 7 (2) only [not elect to] expel a student for a reason 8 for which expulsion [that] is [not] authorized under Subchapter A, Chapter 37, [by Section 37.007] or [specified in] the school's code 9 10 of conduct [as conduct that may result in expulsion]. (b-1) An open-enrollment charter school's code of conduct 11 12 may not authorize expulsion based on: (1) a student's attendance or academic ability or 13 14 performance; or 15 (2) acts or omissions of a student's parent or legal 16 guardian. 17 (d) A suspension under this section may not exceed three 18 school days. 19 (e) Except as required under Section 37.007(e), a student who is younger than 10 years of age may not be expelled for a period 20 of more than one school year. 21 (f) An employee of an open-enrollment charter school may not 22 suggest a student withdraw from the school in lieu of being 23 24 disciplined as provided by the school's code of conduct. 25 SECTION 12. Subchapter D, Chapter 12, Education Code, is 26 amended by adding Section 12.138 to read as follows: 27 Sec. 12.138. ELECTIONEERING PROHIBITED. Notwithstanding

any other law, the governing body or a member of the governing body 1 of an open-enrollment charter school or an employee or contractor 2 of an open-enrollment charter school may not use state or local 3 funds or other resources of the school to electioneer for or against 4 any candidate, measure, or political party. 5 SECTION 13. Chapter 255, Election Code, is amended by 6 7 adding Section 255.0011 to read as follows: Sec. 255.0011. OPEN-ENROLLMENT CHARTER SCHOOLS. In this 8 chapter, "open-enrollment charter school" has the meaning assigned 9 by Section 5.001, Education Code. 10 SECTION 14. Sections 255.003(a), (b-1), (d), and (e), 11 12 Election Code, are amended to read as follows: An officer or employee of a political subdivision or 13 (a) 14 open-enrollment charter school may not knowingly spend or authorize 15 the spending of public funds for political advertising. 16 (b-1) An officer or employee of a political subdivision or

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16 (b-1) An officer or employee of a political subdivision <u>or</u> 17 <u>open-enrollment charter school</u> may not spend or authorize the 18 spending of public funds for a communication describing a measure 19 if the communication contains information that:

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(1) the officer or employee knows is false; and

(2) is sufficiently substantial and important as to be reasonably likely to influence a voter to vote for or against the measure.

(d) It is an affirmative defense to prosecution for an
offense under this section or the imposition of a civil penalty for
conduct under this section that an officer or employee of a
political subdivision <u>or open-enrollment charter school</u> reasonably

1 relied on a court order or an interpretation of this section in a
2 written opinion issued by:

- 3
- a court of record;

(2) the attorney general; or

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(3) the commission.

6 (e) On written request of the governing body of a political 7 subdivision <u>or open-enrollment charter school</u> that has ordered an 8 election on a measure, the commission shall prepare an advance 9 written advisory opinion as to whether a particular communication 10 relating to the measure does or does not comply with this section.

SECTION 15. Sections 255.0031(a) and (b), Election Code, are amended to read as follows:

(a) An officer or employee of a state agency, [or] political
subdivision, or open-enrollment charter school may not knowingly
use or authorize the use of an internal mail system for the
distribution of political advertising.

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(b) Subsection (a) does not apply to:

(1) the use of an internal mail system to distribute political advertising that is delivered to the premises of a state agency, [or] political subdivision, or open-enrollment charter <u>school</u> through the United States Postal Service; or

(2) the use of an internal mail system by a state
agency or municipality to distribute political advertising that is
the subject of or related to an investigation, hearing, or other
official proceeding of the agency or municipality.

26 SECTION 16. Section 255.0031(d)(1), Election Code, is 27 amended to read as follows:

S.B. No. 76 1 (1) "Internal mail system" means a system operated by a state agency, [or] political subdivision, or open-enrollment 2 3 charter school to deliver written documents to officers or employees of the agency or subdivision. 4 5 SECTION 17. Section 554.001(2), Government Code, is amended to read as follows: 6 (2) "Local governmental entity" means: 7 8 (A) a political subdivision of the state, including a[+ 9 10 [(A)] county<u>,</u>[+ 11 [(B)] municipality_/[+ 12 [(C) public] school district,[+] or [(D)] special-purpose district or authority; or 13 14 (B) an open-enrollment charter school. 15 SECTION 18. (a) Notwithstanding Section 12.104(b), Education Code, as amended by this Act, a person employed by an 16 17 open-enrollment charter school on the effective date of this Act is

17 open enfortment endfeel school on the effective date of this het is 18 not required to comply with the changes in law made by this Act 19 until the beginning of the 2023-2024 school year.

(b) The change in law made to Section 12.1051, Education
Code, applies only to an open meeting held on or after the effective
date of this Act.

(c) Notwithstanding the effective date of this Act, a charter holder that, on the effective date of this Act, owns or leases an aircraft in a manner other than as authorized under Section 12.1072, Education Code, as added by this Act, must, by a date not later than September 1, 2022:

1 (1) offer an agency-approved career and technical 2 education course involving aviation or aviation maintenance, and 3 cease use of the aircraft for any other purpose; or

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4 (2) sell the aircraft or terminate the lease for the 5 aircraft, as applicable.

6 SECTION 19. This Act takes effect September 1, 2021, if it 7 receives a vote of two-thirds of all the members elected to each 8 house, as provided by Section 39, Article III, Texas Constitution. 9 If this Act does not receive the vote necessary for effect on that 10 date, this Act takes effect on the 91st day after the last day of the 11 legislative session.