JAN 2 4 2007

A BILL FOR AN ACT

RELATING TO CHARTER SCHOOLS.

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

1 SECTION 1. Act 62, Session Laws of Hawaii 1999, enacted 2 the new century charter schools law to provide for the creation 3 of charter schools, provide procedures for their establishment 4 and funding, and clarify the parameters of state and county regulation of charter schools. The concept of new century 5 charter schools is to nurture the ideal of more autonomous and 6 flexible decision-making at the school level. To accomplish 7 8 this, Act 62 was intended to free charter schools from statutory 9 and regulatory requirements that tend to inhibit or restrict a 10 school's ability to make decisions relating to the provision of 11 educational services to the students attending the school. 12 One area of controversy regarding regulatory exemptions for 13 charter schools relate to county zoning laws. The legislature 14 attempted to clarify this issue in H.B. No. 2911, C.D. 1, 15 regular session of 2004. The measure provided that charter 16 schools are subject to state land use laws and to county laws,

codes, and rules governing land use. The measure also subjected

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- 1 charter schools to audit and inspection by the charter school
- 2 administrative office. The measure was passed by the
- 3 legislature, but vetoed by the governor (Governor's Message No.
- 4 430) on the basis that "charter schools have had to struggle
- 5 under laws that are unclear, incomplete, uncoordinated, and
- 6 sometimes so oblique as to be unreasonable.... [The] bill
- 7 compounds the unfairness charter schools already suffer by
- 8 singling charter schools out from all other state agencies and
- 9 subjecting them to county zoning ordinances which other state
- 10 agencies need not comply."
- 11 The legislature finds that the department of education
- 12 schools are subject to county zoning ordinances and rules. The
- 13 intent of H.B. No. 2911 was not to create an exemption from
- 14 county zoning ordinances but instead to make charter schools
- 15 comply with zoning ordinances to the same extent required of all
- 16 other department of education schools. The legislature notes
- 17 that all other state agencies, including the department of
- 18 education, are required to comply with county zoning ordinances
- 19 and rules.
- The purpose of this Act is to require charter schools to
- 21 comply with state land use laws and county zoning laws and be
- 22 subject to audit by the board of education.

SB LRB 07-0161-1.doc

S.B. NO. 1646

1	SECT	CION 2	. Section 302B-9, Hawaii Revised Statutes, is
2	amended t	o rea	d as follows:
3	"§30	2B-9	Exemptions from state laws. (a) Charter schools
4	shall be	exemp	t from chapters 91 and 92 and all other state laws
5	in confli	ct wi	th this chapter, except those regarding:
6	(1)	Coll	ective bargaining under chapter 89; provided that:
7		(A)	The exclusive representatives as defined in
8			chapter 89 and the local school board of the
9			charter school may enter into supplemental
10			agreements that contain cost and noncost items to
11			facilitate decentralized decision-making;
12		(B)	The agreements shall be funded from the current
13			allocation or other sources of revenue received
14			by the charter school; provided that collective
15			bargaining increases for employees shall be
16			allocated by the department of budget and finance
17			to the charter school administrative office for
18			distribution to charter schools; and
19		(C)	These supplemental agreements may differ from the
20			master contracts negotiated with the department;
21	(2)	Disc	riminatory practices under section 378-2; and
22	(3)	Heal	th and safety requirements.

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              With regard to land use and zoning laws, charter
         (b)
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    schools shall be subject, in the same manner as other state
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    departments and agencies without an applicable statutory
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    exemption, to the requirements of chapter 205 and all county
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    ordinances and rules relating to land use, zoning, subdivisions,
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    and building and construction standards and requirements for
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    occupancy.
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         [<del>(b)</del>] (c) Charter schools and the office shall be exempt
    from chapter 103D, but shall develop internal policies and
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    procedures for the procurement of goods, services, and
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    construction, consistent with the goals of public accountability
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    and public procurement practices. Charter schools and the
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    office are encouraged to use the provisions of chapter 103D
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    where possible; provided that the use of one or more provisions
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    of chapter 103D shall not constitute a waiver of the exemption
    from chapter 103D and shall not subject the charter school or
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    the office to any other provision of chapter 103D. Charter
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    schools and the office shall account for funds expended for the
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    procurement of goods and services, and this accounting shall be
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    available to the public[-] and be subject to inspection and
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    audit by the board to determine whether the schools and the
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- 1 office are in compliance with the policies and procedures of the
- 2 office.
- 3 [(c)] (d) Any charter school, prior to the beginning of
- 4 the school year, may enter into an annual contract with any
- 5 department for centralized services to be provided by that
- 6 department.
- 7 [(d)] (e) Notwithstanding any law to the contrary, as
- 8 public schools and entities of the State, neither a charter
- 9 school nor the office may bring suit against any other entity or
- 10 agency of the State."
- 11 SECTION 3. This Act does not affect rights and duties that
- 12 matured, penalties that were incurred, and proceedings that were
- 13 begun, before its effective date.
- 14 SECTION 4. Statutory material to be repealed is bracketed
- 15 and stricken. New statutory material is underscored.
- 16 SECTION 5. This Act shall take effect upon its approval.

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INTRODUCED BY: Cleren & Sishihara

Report Title:

Education; Public Charter Schools

Description:

Clarifies that public charter schools are subject to state land use laws and county zoning laws. Makes fund accounts subject to inspection and audit by the board of education.