# A BILL FOR AN ACT

RELATING TO CHARTER SCHOOLS.

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

1	SECTION 1. The legislature finds that the charter school
2	movement has progressed over the past few decades into a system
3	with its own administrative office and review panel to operate,
4	maintain, and develop charter schools. With the growth and
5	maturation of the charter school system, however, the
. 6	legislature also finds the need for greater accountability and
7	improved processes within the system to ensure that prudent
8	financial decisions are made and that a standard of quality is
9	maintained across all charter schools.
10	Further, the legislature finds that some public charter
11	schools face daunting obstacles such as the high cost of rent
12	and less-than-desirable locations of their facilities, while the
13	department of education is considering the closure of certain
14	non-charter public schools due to departmental financial

16 The purpose of this Act is to:

15

constraints.

1	(1)	Require the charter school review panel to adopt a
2		clear process with rigorous criteria for charter
3		schools to be reauthorized;
4	(2)	Require the charter school review panel to reauthorize
5		a charter school no later than four years following
6		the initial issue of the charter and every six years
7		thereafter;
8	(3)	Require the charter school review panel to evaluate
9		and investigate charter schools when concerns arise
10		that necessitate the resolution or assistance with the
11		resolution of legal, fiscal, health, safety, and other
12		serious issues;
13	(4)	Require the charter school administrative office to
14		withhold not more than two per cent of the annual
15		general fund allocation for its operational expenses,
16		including salaries for staff and the executive
17		director;
18	(5)	Require the charter school administrative office to
19		report annually to the charter school review panel
20		individual and aggregate expenditures of charter
21		schools, clearly distinguishing between expenditures
22		for operational and instructional purposes;

1	(0)	Require per-pupit allocation checks paid by the
2		charter school administrative office to individual
3		charter schools to be co-signed by the executive
4		director of the charter school administrative office
5		and an agent of the charter school review panel to
6		encourage more intentional and well-informed financial
7		decision-making;
8	(7)	Increase the limit on the number of new start-up
9		charter schools;
10	(8)	Require the department of education to make available
11		vacant school facilities or portions of school
12		facilities for use by charter schools; provided that
13		the department may elect to use the facilities to
14		support public education programs with preference
15		given to instructional uses over administrative uses;
16		and
17	(9)	Make changes to charter school funding, including the
18	·	creation of the charter schools account as a separate
19		account in the state treasury, to further encourage
20		fairness in funding and the availability of resources
21		to charter schools.

1	SECTION 2. Chapter 302A, Hawaii Revised Statutes, is
2	amended by adding a new section to be appropriately designated
3	and to read as follows:
4	"§302A- Use of vacant public school facilities by
5	charter schools. (a) When the department considers whether to
6	close any particular public school, it shall simultaneously give
7	reasonable consideration to making all or portions of the
8	facilities of the public school available for the exclusive
9	occupancy and use by a charter school or joint occupancy and use
10	by the charter school and the department; provided that the
11	department may elect to use the facilities for the support of
12	public education programs, with preference given to
13	instructional uses over administrative uses.
14	(b) The department shall submit a notice of possible
15	availability of a public school to the charter school review
16	panel as early as possible; provided that if a vacancy is
17	established, a notice of vacancy shall be submitted to the
18	charter school review panel no later than thirty days after the
19	establishment of the vacancy.
20	(c) Pursuant to section 302B-A and upon receipt of a
21	notice pursuant to subsection (b), the charter school review
22	panel shall solicit applications from charter schools interested
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- 1 in using and occupying all or portions of the facilities of the 2 public school and submit a prioritized list of charter schools 3 to the department for final determination of which charter 4 school, if any, shall be authorized to use and occupy the public 5 school facilities. 6 (d) Upon the selection of a charter school to use a vacant 7 school facility or portion of a school facility, the department 8 and the charter school review panel shall enter into necessary 9 agreements within ninety days of the selection to carry out the 10 purposes of this section. 11 (e) After receipt by the charter school review panel of a 12 notice pursuant to subsection (b), if the charter school review 13 panel does not provide a prioritized list of charter schools 14 because no charter school has requested to use the facilities of 15 the public school, or if the department receives the prioritized 16 list but determines that no charter school on the list is an 17 appropriate candidate to occupy and use the facilities, the 18 department shall give reasonable consideration to making all or 19 portions of the facilities of the public school, if closed, 20 available for occupancy and use for other educational purposes. 21 The department shall adopt rules necessary to carry (f)
- out the purposes of this section.

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1	(g) For purposes of this section, "public school" means
2	any school that falls within the definition of public schools in
3	section 302A-101, except for charter schools."
4	SECTION 3. Chapter 302B, Hawaii Revised Statutes, is
5	amended by adding a new section to be appropriately designated
6	and to read as follows:
7	"§302B-A Occupancy and use of facilities of public
8	schools. (a) When the department considers whether to close
9	any particular public school, the department shall submit a
10	notice of possible availability of a public school or notice of
11	vacancy of a public school to the charter school review panel
12	pursuant to section 302A- (b); provided that the department has
13	not elected to use the public school to support education
14	programs.
15	(b) If a charter school exclusively or jointly occupies or
16	uses buildings or facilities of a public school immediately
17	prior to converting to a charter school, upon conversion that
18	charter school shall be given continued exclusive or joint use
19	of the buildings or facilities; provided that:
20	(1) The State may reclaim some or all of the buildings or
21	facilities if it demonstrates a tangible and
22	imperative need for such reclamation;
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1	<u>(2)</u>	The State and the conversion charter school
2		voluntarily enter into an agreement detailing the
3		portion of those buildings or facilities that shall be
4		reclaimed by the State and a timetable for the
5		reclamation. If a timetable cannot be reached, the
6		State may petition the panel for the reclamation, and
7		the panel may grant the petition only to the extent
8		that is not possible for the conversion charter school
9		and the department to jointly occupy or use the
10		buildings or facilities.
11	(c)	Upon receipt of a notice pursuant to section
12	302A- (b	), the panel shall solicit applications from charter
13	schools i	nterested in using and occupying all or portions of the
14	facilitie	s of the public school by:
15	(1)	Promptly notifying all charter schools that the public
16		school is being considered for closure; and
17	(2)	Affording each charter school an opportunity to submit
18		an application with a written explanation and
19		justification of why the charter school should be
20		considered for possible occupancy and use of the
21		facilities of the public school.

1	<u>(d)</u>	After fully considering each charter school's
2	<u>applicati</u>	on and based on the applications received and on other
3	considera	tions, the panel shall:
4	(1)	Provide a written response to each charter school's
5		application after each application has been fully
6		considered; and
7	(2)	Compile a prioritized list of charter schools and
8		submit the list to the department for final
9		determination of which charter school, if any, shall
10		be authorized to use and occupy the public school
11		facilities.
12	<u>(e)</u>	Upon the selection of a charter school to use a vacant
13	school fa	cility or portion of a school facility, the department
14	and the p	anel shall enter into necessary agreements within
15	ninety da	ys of the selection to carry out the purposes of this
16	section;	provided that any agreement between the panel and the
17	departmen	t shall stipulate that a charter school that uses and
18	occupies	a public school facility or portion of a public school
19	facility	shall be responsible for the full or pro rata share of
20	the repai	r and maintenance costs for that facility or portion of
21	the facil	ity, as the case may be.

<u>(f)</u>	The panel shall adopt policies and procedures
necessary	to carry out the purposes of this section, including
but not l	imited to:
(1)	Procedures for charter schools to apply in writing to
v	use vacant school facilities;
(2)	Criteria for the panel to use in determining which
	charter schools to include on the prioritized list to
	be submitted to the department; and
(3)	Procedures for the panel to notify charter school
	applicants that are granted or denied the use of
	vacant school facilities.
(g)	For purposes of this section, "public school" means
any school	that falls within the definition of public schools in
section 30	02A-101, except for charter schools."
SECT	ION 4. Section 302A-1151, Hawaii Revised Statutes, is
amended to	read as follows:
"[+]	302A-1151[] Sale of school lands unnecessary for
school pur	rposes. The chairperson of the board of land and
natural re	esources is hereby requested, upon the recommendation
and approv	val of the superintendent, to sell any state lands,
including	the buildings thereon, once used but no longer
necessary	for school purposes[+]; provided that no school
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	mecessary but not 1:  (1)  (2)  (3)  (g)  any school section 30 SECT: amended to "[H]: school pur natural re and approvincluding necessary 2010-2089

1	facility	or portion of a school facility shall be sold before
2	that faci	lity or portion of the facility is made available for
3	use by th	e department or charter schools, pursuant to sections
4	302A-	and 302B-A."
5	SECT	ION 5. Section 302B-3, Hawaii Revised Statutes, is
6	amended b	y amending subsection (i) to read as follows:
7	"(i)	The powers and duties of the panel shall be to:
8	(1)	Appoint and evaluate the executive director and
9		approve staff and salary levels for the charter school
10	t .	administrative office;
<b>11</b>	(2)	Review, approve, or deny charter applications for new
12		charter schools in accordance with section 302B-5 for
13		the issuance of new charters; provided that applicants
14		that are denied a charter may appeal to the board for
15		a final decision pursuant to section 302B-3.5;
16	(3)	Review, approve, or deny significant amendments to
17		detailed implementation plans to maximize the school's
18		financial and academic success, long-term
19	•	organizational viability, and accountability. Charter
20		schools that are denied a significant amendment to

their detailed implementation plan may appeal to the

1		board for a final decision pursuant to section
2		302B-3.5;
3	(4)	Pursuant to section 302B-A, compile and submit
4		prioritized lists of charter schools to the department
5		and enter into necessary agreements with the
6		department to authorize charter schools to use and
7		occupy vacant public school facilities or portions of
8		school facilities;
9	[ <del>-(4)-</del> ]	(5) Adopt reporting requirements for charter schools;
10	[ <del>(5)</del> ]	(6) Review annual self-evaluation reports from
11		charter schools and take appropriate action;
12	<u>(7)</u>	Adopt a clear process and rigorous organizational and
13		educational criteria, including student achievement as
14		a significant factor, for the authorization and
15		reauthorization of school charters;
16	(8)	Evaluate each school charter, for the purpose of
17		determining reauthorization, no later than four years
18		following the initial issue of a charter and every six
19		<pre>years thereafter;</pre>
20	[ <del>(6)</del> ]	(9) Evaluate any aspect of a charter school that the
21		panel may have concerns with and take appropriate
22		action, which may include probation or revocation;

1	[ <del>(7)</del> ]	(10) Periodically adopt improvements in the panel's
2		monitoring and oversight of charter schools;
3	[- <del>(8)</del> -]	(11) Periodically adopt improvements in the office's
4		support of charter schools and management of the
5		charter school system;
6	[ <del>(9)</del> ]	(12) Review, modify, and approve charter schools' all
7		means of finance budget, based upon criteria and an
8		approval process established by the panel; [and]
9	[ <del>(10)</del> ]	(13) Survey all charter school facilities prior to,
10		and in preparation for, determining recommendations to
11		allocate non-per-pupil facilities funds to charter
12		schools with facilities needs. The survey shall
13		include, at minimum, for each charter school facility:
14		(A) The current status of the facility;
15		(B) Facilities costs, including all rents, leases,
16		purchases, and repair and maintenance for lands
17		and buildings;
18		(C) A prioritized list of facilities needs;
19		(D) Any capital improvement projects underway or
20		scheduled; and

1	(E) Whether the facility is a conversion or start-up		
2	charter school, and current and projected		
3	enrollment[-]; and		
4	(14) Evaluate and investigate charter schools when concerns		
5	arise that necessitate the resolution or assistance		
6	with the resolution of legal, fiscal, health, safety,		
7	and other serious issues."		
8	SECTION 6. Section 302B-4, Hawaii Revised Statutes, is		
9	amended to read as follows:		
10	"§302B-4 [Limits on] Encouraging the growth of successful		
11	charter schools. [The] Upon the approval of administrative		
12	rules, the panel may authorize [one] up to three new start-up		
13	charter [school] schools for each existing start-up charter		
14	school that has received a three-year or longer accreditation		
15	from the Western Association of Schools and Colleges or a		
16	comparable accreditation authority as determined by the panel,		
17	[or] and one new start-up charter school for each start-up		
18	charter school whose charter is revoked[-] or that voluntarily		
19	closes. The total number of conversion charter schools		
20	authorized by the panel shall not exceed twenty-five."		
21	SECTION 7. Section 302B-8, Hawaii Revised Statutes, is		
22	amended to read as follows:		

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1	"\$302B-8 Charter school administrative office. (a) There
2	is established a charter school administrative office, which
. 3	shall be attached to the department for administrative purposes
4	only. The office shall be administered by an executive
5	director, who shall be appointed without regard to chapters 76
6	and 89 by the panel based upon the recommendations of an
7	organization of charter schools operating within the State or
8	from a list of nominees submitted by the charter schools. The
9	panel shall hire the executive director, who may be contracted
10	for a term of up to four years; shall offer the executive
11	director a written contract; and may terminate the executive
12	director's contract only for cause. The executive director,
. 13	with the approval of the panel, may hire necessary staff without
14	regard to chapters 76 and 89 to assist in the administration of
15	the office.
16	(b) The executive director, under the direction of the

- panel and in consultation with the charter schools, shall be responsible for the internal organization, operation, and management of the charter school system, including:
- (1) Preparing and executing the budget and the capital
   improvement projects request for the charter schools,
   including submission of the all means of finance

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1	budg	et request that reflects all anticipated
2	expe	nditures to the panel, the board, the governor,
3	and	the legislature; provided that, in preparing the
4	budg	et request with regard to facilities funding, the
5	exec	utive director shall ensure that, as a budget item
6	sepa	rate from other operating costs, the request
7	prov	ides:
8	(A)	Funding for projected enrollment for the next
9		school year for each charter school;
10	(B)	A calculation showing the per-pupil funding based
11		on the department of budget and finance's debt
12		service appropriation for the department of
13		education divided by the department of
14		education's actual enrollment that school year;
15		and
16	(C)	That no less than seventy per cent of the amount
17		appropriated shall be allocated by the office to
18		start-up charter schools on a per-pupil basis;
19		provided that the funds remaining shall be
20		allocated to charter schools with facilities
21		needs as recommended by the office and approved

by the panel;

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1	(2)	Allocating annual appropriations to the charter
2	•	schools and distribution of federal funds to charter
3		schools;
4	(3)	Complying with applicable state laws related to the
5		administration of the charter schools;
6	(4)	Preparing contracts between the charter schools and
7		the department for centralized services to be provided
8		by the department;
9	(5)	Preparing contracts between the charter schools and
10		other state agencies for financial or personnel
11		services to be provided by the agencies to the charter
12		schools;
13	(6)	Providing independent analysis and recommendations on
14		charter school issues;
15	(7)	Representing charter schools and the charter school
16		system in communications with the board, the governor,
17		and the legislature;
18	(8)	Providing advocacy, assistance, and support for the
19		development, growth, progress, and success of charter
20		schools and the charter school system;
21	(9)	Providing guidance and assistance to charter
22		applicants and charter schools to enhance the

1		completeness and accuracy of information for panel
2		review;
3	(10)	Assisting charter applicants and charter schools in
4	•	coordinating their interactions with the panel as
5	\	needed;
6	(11)	Assisting the panel to coordinate with charter schools
7		in panel investigations and evaluations of charter
8		schools;
9	(12)	Serving as the conduit to disseminate communications
10		from the panel, the board, and the department to all
11		charter schools;
12	(13)	Determining charter school system needs and
13		communicating those needs to the panel, the board, and
14		the department;
15	(14)	Establishing a dispute resolution and mediation
16		process; and
17	(15)	Upon request by one or more charter schools, assisting
18		in the negotiation of a collective bargaining
19		agreement with the exclusive representative of its
20		employees.
21	(C)	The executive director shall be evaluated annually by
22	the panel	. The annual evaluation shall be conducted
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1	sufficien	tly in advance of the end of a term to provide the
2	executive	director the opportunity to respond to concerns and
3	improve pe	erformance.
4	(d)	The office shall withhold funds for its operational
5	expenses,	including the salaries of the executive director and
6	staff, fro	om the annual charter school general fund
.7	appropria	tion. The total amount of operational expenses
8	withheld:	
9	(1)	Shall not exceed two per cent of the annual charter
10		school general fund allocation, which shall not
11		include any funds carried over from previous years;
12	(2)	Shall not include the amount of funds withheld under
13		subsections (g) and (h); and
14	(3)	Shall be determined annually by the panel.
15	The [ <del>sala:</del>	ry] salaries of the executive director and staff shall
16	be set by	the panel based upon the recommendations of charter
17	schools w	ithin the State[; provided that the salaries and
18	operation	al expenses of the office shall be paid from the annual
19	<del>charter so</del>	chool appropriation and shall not exceed two per cent
20	of the to	tal general fund allocation at an amount to be
21	determined	d annually by the panel. and in accordance with the

requirements of this subsection.

1	<u>(e)</u>	The office shall report annually to the review panel		
2	individual and aggregate expenditures of charter schools,			
3	clearly d	istinguishing between expenditures for operational		
4	purposes	and for instructional purposes. The office shall adopt		
5	rules to	develop a standardized method for charter schools to		
6	report th	e expenditures and to determine expenditures that		
7	constitut	e expenditures for operational expenses and		
8	expenditu	res for instructional purposes. If any charter school		
9	fails to	meet the reporting requirements under this subsection,		
10	the offic	e may retain a portion of that charter school's per-		
11	pupil all	ocation pursuant to section 302B-12(e)(3).		
12	[ <del>-(e)</del>	] <u>(f)</u> The office shall include in its annual budget		
13	request a	dditional funds to cover the estimated costs of:		
14	(1)	Vacation and sick leave accrued by employees		
15		transferring to a charter school from another state		
16		agency or department;		
17	(2)	Substitute teachers needed when a teacher is out on		
18		vacation or sick leave;		
19	(3)	Adjustments to enrollments; and		
20	(4)	Arbitration in the grievance process.		

1 [<del>(f)</del>] (q) The office shall withhold funds for charter 2 school enrollments that are inconsistent with approved detailed 3 implementation plans. 4 [<del>(g)</del>] (h) The office shall withhold funds to repay 5 overpayments or over-allocations received by charter schools 6 when not repaid in a timely manner in accordance with rules 7 adopted by the board. 8  $\left[\frac{h}{h}\right]$  (i) The office may carry over funds from previous 9 year allocations. Funds distributed to charter schools shall be 10 considered expended." SECTION 8. Section 302B-12, Hawaii Revised Statutes, is 11 12 amended to read as follows: 13 "\$302B-12 Funding and finance. (a) Beginning with fiscal 14 year [2009-2010,] 2010-2011, and each fiscal year thereafter, 15 the non-facility general fund per-pupil funding request for 16 charter school students shall [not] be [less than] the same as **17** the general fund per-pupil amount to the department in the most 18 recently approved executive budget recommendation for the **19** department, as set forth in paragraph (2); provided that: 20 The general fund per-pupil funding request shall (1)

[include funding for] be based upon reasonable

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1	proj€	ected enrollment figures for [each] all charter
2	[ <del>sche</del>	ool; schools; and
3	(2) The <u>c</u>	general fund per-pupil request for each regular
4	educa	ation and special education student shall:
5	(A)	Include all general fund regular education cost
6		categories, including comprehensive school
7		support services, but excluding special education
8		services[;], adult education, and the after-
9		school plus program; provided that [special
10		education] these services are provided and funded
11		by the department; and
12	[ <del>(B)</del>	Include all means of financing except federal
13	The state of the s	funds, as reported in the most recently-approved
14		executive budget recommendations for the
15		department; provided that in preparing the budget
16		the executive director shall include an analysis
17		of the proposed budget in relationship to the
18		most recently published department consolidated
19		annual financial report; and
20	<del>(C)</del> ]	(B) Exclude fringe benefit costs and debt
21		service.

- 1 (b) Fringe benefit costs for charter school employees,
- 2 regardless of the payroll system utilized by a charter school,
- 3 shall be included in the department of budget and finance's
- 4 annual budget request. No fringe benefit costs shall be charged
- 5 directly to or deducted from the charter school per-pupil
- 6 allocations.
- 7 The legislature shall make an appropriation based upon the
- 8 budget request; provided that the legislature may make
- 9 additional appropriations for [fringe, workers' compensation,
- 10 and other employee benefits and ] facility [costs. The
- 11 legislature may make additional appropriations for other
- 12 requested amounts that benefit charter schools.] and other
- 13 costs.
- 14 The governor, pursuant to chapter 37, may impose
- 15 restrictions or reductions on charter school appropriations
- 16 similar to those imposed on other public schools.
- (c) Charter schools shall be eligible for all federal
- 18 financial support to the same extent as all other public
- 19 schools. The department shall provide the office with all
- 20 state-level federal grant proposals submitted by the department
- 21 that include charter schools as potential recipients and timely
- 22 reports on state-level federal grants received for which charter



- 1 schools may apply or are entitled to receive. Federal funds
- 2 received by the department for charter schools shall be
- 3 transferred to the office for distribution to charter schools in
- 4 accordance with the federal requirements. If administrative
- 5 services related to federal grants and subsidies are provided to
- 6 the charter school by the department, the charter school shall
- 7 reimburse the department for the actual costs of the
- 8 administrative services in an amount that shall not exceed six
- 9 and one-half per cent of the charter school's federal grants and
- 10 subsidies.
- 11 Any charter school shall be eligible to receive any
- 12 supplemental federal grant or award for which any other public
- 13 school may submit a proposal, or any supplemental federal grants
- 14 limited to charter schools; provided that if department
- 15 administrative services, including funds management, budgetary,
- 16 fiscal accounting, or other related services, are provided with
- 17 respect to these supplemental grants, the charter school shall
- 18 reimburse the department for the actual costs of the
- 19 administrative services in an amount that shall not exceed six
- 20 and one-half per cent of the supplemental grant for which the
- 21 services are used.

1	ALL	additional funds generated by the local school boards,
2	that are	not from a supplemental grant, shall be held separate
3	from allo	tted funds and may be expended at the discretion of the
4	local sch	ool boards.
5	<u>(d)</u>	The office shall calculate a general fund per-pupil
6	amount ba	sed upon the amount of general funds appropriated by
7	the legis	lature and released by the governor and the projected
8	enrollmen	t amount used to calculate the general funds
9	appropria	ted pursuant to subsection (a); provided that:
10	(1)	Per-pupil distributions to the charter schools
11		pursuant to subsection (e) shall be based upon the
12		per-pupil amount as calculated by the office pursuant
13		to this subsection. The per-pupil distributions shall
14		be deposited into the charter schools account
15		established by subsection (i); and
16	(2)	In years when the projected enrollment used to
17		calculate the per-pupil amount pursuant to this
18		subsection exceeds the total actual enrollment as
19		reported by the charter schools as of October 15, the
20		excess funds shall remain in the state treasury in the
21		charter schools account;

	<u>(A)</u>	General runus appropriated pursuant to this
2		section remaining in the charter schools account
3		within the state treasury at the end of each
4		fiscal year and in excess of \$5,000,000 shall
5		lapse to the credit of the state general fund;
6		and
7	<u>(B)</u>	General funds remaining in the charter schools
8		account in the state treasury appropriated
9		pursuant to this section that are less than
10		\$5,000,000 shall carry over to subsequent years
11		to be used to provide per-pupil funding in years
12		when the projected enrollment amount is less than
13		the actual per-pupil enrollment reported by the
14		charter schools on October 15 of each year.
15	The offic	e shall submit a report to the legislature no
16	later than twe	nty days prior to each regular session that
17	contains each	charter school's current school year projection
18	that is used t	o submit the budget request, the updated May 15
19	enrollment pro	jection, the actual October 15 enrollment count,
20	the office's r	eviewed and verified enrollment count, the
21	office's revie	wed and verified enrollment count, and the
22	November 15 en	rollment count. This report shall also provide an
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1	accounting of the use, if any, of state general funds subject to
2	paragraph (2)(B).
3	[ <del>(d)</del> ] <u>(e)</u> To enable charter schools to access state
4	funding prior to the start of each school year, foster their
5	fiscal planning, [and] enhance their accountability, and avoid
6	over-allocating general funds to charter schools based on
7	self-reported enrollment projections, the office shall:
8	(1) Provide [fifty] sixty per cent of a charter school's
9	per-pupil allocation based on the charter school's
10	projected student enrollment no later than July 20 of
11	each fiscal year; provided that the charter school
12	shall have submitted to the office a projected student
13	enrollment no later than May 15 of each year;
14	(2) Provide an additional [forty] thirty per cent of a
15	charter school's per-pupil allocation no later than
16	[November 15] December 1 of each year[; provided that
17	the charter school shall have submitted to the office:
18	(A) Student enrollment as verified on October 15 of
19	each year; provided that the student enrollment
20	shall be verified on the last business day
21	immediately prior to October 15 should that date
22	fall on a weekend; and

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1	(B) An accounting of the percentage of student	
2	enrollment that transferred from public schools	
3	established and maintained by the department;	
4	provided that these accountings shall also be	
5	submitted by the office to the legislature no	
6	later than twenty days prior to the start of each	<del>ch</del>
7	regular session; ], based on the October 15	
8	student enrollment, as reviewed and verified by	
9	the office, only to schools in compliance with	
10	the office financial reporting requirements; and	d
11	(3) Retain no more than the balance of the remaining ten	
12	per cent of a charter school's per-pupil allocation,	
13	as a contingency balance to ensure fiscal	
14	accountability and compliance, no later than June 30	
15	of each year [as a contingency balance to ensure	
16	<pre>fiscal accountability and compliance];</pre>	
17	provided that the panel may make adjustments in allocations	
18	based on noncompliance with board policies made in the board's	
19	capacity as the state education agency, department directives	
20	made in the department's capacity as the state education agency	У,
21	the office's administrative procedures, and board-approved	
22	accountability requirements.	

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- 1 (f) Any check transferring a per-pupil allocation from the
- 2 office to a charter school under this section shall be co-signed
- 3 by the executive director and an authorized agent of the charter
- 4 school review panel.
- 5 [<del>(e)</del>] (g) The department shall provide appropriate
- 6 transitional resources to a conversion charter school for its
- 7 first year of operation as a charter school based upon the
- 8 department's allocation to the school for the year prior to the
- 9 conversion.
- 10 [<del>(f)</del>] (h) No start-up charter school or conversion charter
- 11 school may assess tuition.
- 12 (i) There is created in the treasury of the State, as a
- 13 separate account, the charter schools account, into which shall
- 14 be deposited per-pupil distributions in accordance with
- 15 subsection (d)."
- 16 SECTION 9. Statutory material to be repealed is bracketed
- 17 and stricken. New statutory material is underscored.
- 18 SECTION 10. In codifying the new section added by
- 19 section 3 of this Act, the revisor of statutes shall substitute
- 20 appropriate section number for the letter used in designating
- 21 the new section in this Act.

SECTION 11. This Act shall take effect on July 1, 2010.

#### Report Title:

Charter Schools; Omnibus

#### Description:

Makes several changes affecting the administration and funding of charter schools, use of vacant school facilities by charter schools, reporting and accountability requirements of charter schools, and limit on the number of new start-up charter schools. Effective July 1, 2010. (CD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.