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## SENATE BILL No. 246

By Committee on Federal and State Affairs

2-25

AN ACT authorizing the establishment of state charter schools; repealing K.S.A. 72-1903, 72-1904, 72-1906, 72-1907, 72-1908, 72-1909, 72-1910 and 72-1911.

Be it enacted by the Legislature of the State of Kansas:

Section 1. (a) Subject to the provisions of this act, any person may establish nonprofit, nonsectarian, outcomes-oriented, performance-based educational programs, hereinafter referred to as state charter schools. The primary purpose for authorizing the establishment of state charter schools shall be to provide parents and pupils with expanded options in choosing educational opportunities that are available within the state. Additional purposes for authorizing the establishment of state charter schools shall be to provide new opportunities for:

- Improved pupil learning;
- increased learning opportunities for pupils in special areas of emphasis in accord with themes established for state charter schools;
- (3) creative and unconventional instructional techniques and structures;
- new professional vistas for teachers who operate such schools or (4)who choose to work in them; and
  - freedom from conventional program constraints and mandates.
- A state charter school shall have all powers necessary or desirable for carrying out its educational program, including, but not limited to, the following:
- To adopt a name. Any name selected must include the words "state charter school";
- to sue and be sued, but only to the same extent and upon the same conditions that a unified school district may be sued;
- to acquire real property, from public or private sources, by purchase, lease, lease with an option to purchase, or by gift, for use as a school facility;
  - to receive and expend funds for school purposes;
- to enter into contracts and leases for the procurement of services, equipment and supplies;
  - to solicit and accept any grants, gifts or donations for school pur-

poses; and

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- (7) to solicit and accept individual and corporate sponsorship of such school.
- (c) State charter schools shall operate independently from school districts and boards of education of school districts. No board of education shall have jurisdiction over or legal responsibility for a state charter school.
- (d) The state board of education shall exercise general supervision over state charter schools to the same extent and in the same manner that the state board exercises general supervision over school districts.
- (e) The state board of education may conduct or cause to be conducted such financial and program audits of the operations of state charter schools as may be necessary to determine whether such schools are in compliance with the provisions of their charters and with the provisions of law from which such schools have not been exempted by this act.
- (f) State charter schools shall comply with all federal and state laws relating to provision of special education services for exceptional children.
- (g) State charter schools shall comply with all federal and state laws relating to health and safety.
- (h) State charter schools shall have no power, privilege or authority with respect to the levy and collection of taxes or the issuance of bonds. State charter schools shall not have the power of eminent domain.
- (i) State charter schools shall be deemed to be state agencies for all purposes of the Kansas tort claims act. The members of the governing authority and all employees of a state charter school shall be deemed to be employees of a state agency for all purposes of the Kansas tort claims act.
- Sec. 2. The total number of state charter schools operating in the state in any school year shall not exceed 30. No more than two state charter schools may be operated in a school district in any school year. The state board of education shall establish a procedure for effectuating the provisions of this section by publishing information concerning the number of state charter schools currently being operated, the availability of an opportunity for establishment of a state charter school due to discontinuance of a previously established state charter school, and criteria for determining the order in which additional state charter schools may be established.
- Sec. 3. (a) The state board of education shall design and prescribe the format of a petition for establishment of state charter schools. The petition shall be designed in a manner that will provide for inclusion of a description of the key elements of the charter under which the school will be operated.
- (b) A petition for the establishment of a state charter school may be prepared and submitted to the board of education of the school district

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in which the proposed charter school will be located, state board of education, state board of regents or any institution of postsecondary education as defined by K.S.A. 74-3249, and amendments thereto, by or on behalf of a business or corporate entity, a parent or group of parents, a college, university, museum or similar entity, an educational services contractor, or any other person or entity other than the board of education of a unified school district. Any such petition shall be submitted by not later than December 1 of the school year preceding the school year in which the state charter school is proposed to be established. Before submitting a petition for the establishment of a state charter school, the petitioner shall submit the charter for operation of the proposed school to the board of education of the school district in which the school will be located and shall request the board of education to make comments and suggestions regarding the charter of the school and its operation in the school district.

- (c) Upon receipt thereof, the entity to which a petition is submitted shall review such petition for establishment or continuation of a state charter school and may grant or renew a charter for operation of the school. The charter must contain the following key elements:
- (1) A description of the educational program of the school, including the facilities that will be used to house the program;
- (2) a description of the level of interest and support on the part of the community to be served;
- (3) specification of program goals and the measurable pupil outcomes consonant with achieving the goals;
- (4) explanation of how pupil performance in achieving the specified outcomes will be measured, evaluated and reported;
- (5) the governance structure of the school, including the means of ensuring accountability to the state board of education;
- (6) a description of qualifications to be met by persons employed by the state charter school;
- (7) procedures that will be followed to ensure the health and safety of pupils and staff;
- (8) criteria for admission of pupils, including a description of the lottery method to be used if too many pupils seek enrollment in the school;
- (9) manner in which annual financial and program audits will be conducted;
  - (10) pupil suspension and expulsion policies;
  - (11) manner of pupil participation in the Kansas assessment program;
  - (12) terms and conditions of employment in the state charter school;
- (13) specification of the manner in which contracts of employment and status of employees of the school will be dealt with upon nonrenewal
- 43 or revocation of the charter; and

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- (14) the proposed budget of the state charter school.
- (d) In addition to the key elements required by subsection (c) to be contained in the charter, a state charter school must comply with the following requirements in order to qualify for establishment or continuation:
- (1) The school must be focused on outcomes or results and must participate in the quality performance accreditation system;
- (2) the school shall not limit admission based on ethnicity, national origin, gender, income level, condition of exceptionality, proficiency in English language or athletic ability, however a school may limit admission to pupils within a given age group or grade level;
  - (3) pupils may not be charged tuition;
- (4) compliance with applicable health, safety and access laws must be assured;
- (5) compliance with any state or federal testing or assessment requirements; and
  - 6) submission of annual reports to the state board of education.
- Upon receipt of a petition for establishment or continuation of a state charter school, if the the entity to which a petition is submitted finds the petition to be incomplete, such entity may request the necessary information from the petitioner. After receiving a satisfactory petition, the entity shall determine whether the proposed state charter school will be in compliance with applicable state and federal laws and rules and regulations. If it is determined that the proposed state charter school will be in compliance with such laws and rules and regulations, such entity shall approve establishment of the school and notify the petitioner of the approval within 30 days thereafter or by April 1 of the school year preceding the school year in which the state charter school is proposed to be established, whichever is earlier. If it is determined that the proposed state charter school will not be in compliance with such laws and rules and regulations, establishment of the school shall not be approved until the objections to the establishment have been satisfied. If the establishment of the school is disapproved, the petitioner shall be notified of the reasons for the disapproval and suggestions for improvement of the petition shall be included in such notice of disapproval.
- (f) If a petition for the establishment is approved, such charter school shall be subject to the oversight and direction of the state board of education as provided by this act.
- Sec. 4. (a) There is established the advisory board on state charter schools. The advisory board shall be composed of seven members as follows:
- 42 (1) The commissioner of education, or the designee of the 43 commissioner;

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- (2) the chairperson of the committee on education of the senate, or the designee of the chairperson;
- (3) the chairperson of the committee on education of the house of representatives, or the designee of the chairperson;
- (4) two members of the general public, appointed by the governor; and
- (5) two members who are representative of business and industry, appointed by the governor.
- (b) Members of the advisory board who are state officers shall serve ex officio for terms concurrent with their terms as state officers. Members of the advisory board who are appointed by the governor shall serve at the pleasure of the governor and shall hold office until their successors are appointed by the governor.
- (c) Members of the advisory board attending meetings of the board or subcommittee meetings authorized by the advisory board or the state board of education shall receive compensation, subsistence allowances and mileage provided for in K.S.A. 75-3223, and amendments thereto. The advisory board shall meet upon call of the state board of education.
  - (d) The advisory board shall:
- (1) Advise and consult with the state board of education regarding the administration of this act;
- (2) assist the state board of education in monitoring the establishment and operation of state charter schools;
- (3) assist the state board of education in reviewing petitions for establishment or continuation of state charter schools, evaluate the charters for operation of such schools, consider comments and suggestions made by boards of education regarding state charter schools, and make recommendations regarding approval or disapproval of petitions;
- (4) attend hearings held by the state board of education on nonrenewal or revocation of charters and make recommendations to the state board regarding its decision on the matter;
- (5) periodically assess and evaluate the impact of the operation of state charter schools upon the public education system of the state and make reports thereon to the state board of education; and
- (6) perform such other duties and functions as the state board of education may request.
- Sec. 5. (a) Whenever a state charter school has been approved for establishment by the state board of education, no other approval shall be required for a period of 15 school years. The state board of education shall submit budget requests for legislative appropriations for state charter schools in the same manner and at the same time as budget requests for operation of unified school districts are submitted. Any state financial aid attributable to pupils enrolled at a state charter school shall be paid

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directly to such charter school.

- (b) The state board of education may consider renewal of the operational status of a state charter school at the conclusion of a fifteen-year period of approval and either may renew the charter and continue operation of the school, or nonrenew the charter and discontinue operation of the school. The state board of education shall revoke the charter of a school if the school:
  - (1) Materially violates provisions contained in the charter;
- (2) fails to meet or pursue the educational objectives contained in the charter;
- (3) fails to comply with fiscal accountability procedures as specified in the charter; or
- (4) violates provisions of federal or state law from which the school has not been exempted by this act.
- (c) Prior to nonrenewing or revoking a charter, the state board of education shall hold a hearing on the issues in controversy. Spokespersons for the state charter school shall be provided the opportunity to present information refuting the basis upon which the nonrenewal or revocation is premised. At least 30 days' notice must be provided to representatives of the state charter school prior to the hearing. Within 60 days after the hearing, the state board of education shall announce its decision on the nonrenewal or revocation issue. The state board may abandon the proposed nonrenewal or revocation, nonrenew or revoke the charter, or continue recognition of the charter contingent upon compliance with specified conditions. The decision of the state board of education to nonrenew or revoke a charter is not subject to appeal; however, the chartering authorities may renew procedures for approval to operate a state charter school.
- Sec. 6. Pupils who are enrolled in a state charter school and who reside in the school district in which the state charter school is located shall be provided transportation to the state charter school by the school district on the same terms and conditions as transportation is provided to pupils attending nonpublic schools located in the district. No school district shall be required to provide transportation to a state charter school for pupils who are not residents of the district. Pupils who are not provided transportation to a state charter school by a school district shall be responsible for their own transportation to and from the state charter school.
- Sec. 7. (a) Each school district shall grant a leave of absence to any employee requesting such leave in order to participate in the operation of a state charter school. A school district employee may request a leave of absence for up to two years. At the end of the two-year period, the employee may request the board of education to extend such leave for

an additional three years, and approval for the request shall not be withheld unreasonably, or the employee may return to employment by the school district. At the end of the fifth year, the employee either may return to the employee's former position or, if the employee chooses to continue participation in the operation of the state charter school, resign from employment by the school district.

- (b) No board of education shall terminate the employment of, or prevent or impair the profession of, or impose any other sanction on any school employee because the employee requested a leave of absence to participate in the operation of a state charter school.
- (c) All employees who are participating in the operation of a state charter school and who qualify for membership in the Kansas public employees retirement system shall be members of the system.
- (d) All employees who are on leave of absence from a school district in order to participate in the operation of a state charter school and who qualify for health insurance and other fringe benefit programs provided for other employees of the school district shall be eligible to participate in such programs.
- (e) The governing authority of a state charter school may purchase group life, health and accident insurance or health care services of a health maintenance organization for all employees of the school. The governing authority of a state charter school may purchase liability insurance covering all or any part of the operation of the school.
- Sec. 8. The state department of education, in conjunction with the state department of administration, shall publish annually a list of vacant and unused buildings and vacant and unused portions of buildings that are owned by this state or by school districts in this state and that may be suitable for the operation of a state charter school. The state department of education shall make the list available to the public. The list shall include the address and a short description of each building and shall specify the ownership of the building. Availability of the building, by sale or lease, for use as a state charter school shall not be withheld unreasonably by the state or by the school district owning the building.
- Sec. 9. The state board of education shall provide, upon request, any person, group, or any other entity with technical advice and assistance regarding the establishment and operation of a state charter school or the preparation of a petition requesting authorization to establish and operate a state charter school.
- Sec. 10. At the conclusion of each school year, commencing with the 2007-2008 school year, the state board of education shall make a report to the governor and the legislature on the effectiveness of the provisions of this act. The report shall include the following information:
  - (a) The number and location of state charter schools established and

SB 246

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operating in the state;

- (b) the number of petitions for authorization to establish and operate a state charter school submitted during the school year, the number of such petitions that were approved, and the number of such petitions that were disapproved along with the reasons for disapproval; and
- (c) an assessment and evaluation of the impact the operation of state charter schools has had on the public education system of the state.
- Sec. 11. Nothing in this act shall be construed or applied in any manner so as to abrogate, impair or abridge the terms of any charter for operation of a school executed prior to the effective date of this act, nor shall anything in this act be construed or applied in any manner so as to change or affect the operation and management of any charter school approved and operating prior to the effective date of this act. All such charters and charter schools shall be controlled by the provisions of law in effect at the time of execution and approval, which laws are repealed by this act.
- Sec. 12. K.S.A. 72-1903, 72-1904, 72-1906, 72-1907, 72-1908, 72-1909, 72-1910 and 72-1911 are hereby repealed.
- Sec. 13. This act shall take effect and be in force from and after its publication in the statute book.