



Reprinted
March 4, 2014

ENGROSSED HOUSE BILL No. 1321

DIGEST OF HB 1321 (Updated March 3, 2014 6:18 pm - DI 71)

Citations Affected: IC 20-25.5.

Synopsis: Innovation network schools. Authorizes Indianapolis public schools to enter into an agreement with a school management team to establish innovation network schools in certain schools. Provides that certain schools may be reconstituted as innovation network schools.

Effective: Upon passage.

Behning, Huston

(SENATE SPONSORS — MILLER PETE, KENLEY, KRUSE, GROOMS,
SCHNEIDER, TAYLOR)

January 15, 2014, read first time and referred to Committee on Education.
January 27, 2014, amended, reported — Do Pass.
January 29, 2014, read second time, amended, ordered engrossed.
January 30, 2014, engrossed. Read third time, passed. Yeas 54, nays 37.

SENATE ACTION

February 4, 2014, read first time and referred to Committee on Education and Career Development.
February 27, 2014, amended, reported favorably — Do Pass.
March 3, 2014, read second time, amended, ordered engrossed.

EH 1321—LS 6837/DI 116



Reprinted
March 4, 2014

Second Regular Session 118th General Assembly (2014)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2013 Regular Session and 2013 First Regular Technical Session of the General Assembly.

ENGROSSED HOUSE BILL No. 1321

A BILL FOR AN ACT to amend the Indiana Code concerning education.

Be it enacted by the General Assembly of the State of Indiana:

1 SECTION 1. IC 20-25.5 IS ADDED TO THE INDIANA CODE AS
2 A NEW ARTICLE TO READ AS FOLLOWS [EFFECTIVE UPON
3 PASSAGE]:
4 **ARTICLE 25.5. INNOVATION NETWORK SCHOOLS**
5 **Chapter 1. Findings**
6 **Sec. 1. The general assembly finds the following:**
7 **(1) The Indianapolis Public Schools face challenges due to:**
8 **(A) decades of declining enrollment that have resulted in**
9 **significantly underutilized school buildings, unsustainable**
10 **operating and maintenance costs, and steep reductions in**
11 **revenue;**
12 **(B) competition with an unusually large number of charter**
13 **schools that are located within Indianapolis Public School**
14 **boundaries as a result of legislation that granted the mayor**
15 **of Indianapolis the unique authority to open charter**
16 **schools and provided financial incentives for charter**

EH 1321—LS 6837/DI 116



- 1 schools to locate within Indianapolis Public School
 2 boundaries;
- 3 (C) an unusually high percentage of chronically
 4 low-performing schools, including four (4) schools that are
 5 under state intervention; and
- 6 (D) a large number of newly built or recently renovated
 7 school buildings that are owned by the building
 8 corporation and serve as security for four (4) different
 9 bond issues.
- 10 (2) A unique approach is necessary to allow the Indianapolis
 11 Public Schools:
- 12 (A) to use existing underutilized facilities to open new,
 13 innovative, and autonomous schools either independently
 14 or in collaboration with school leaders or operators of high
 15 performing charter schools;
- 16 (B) to offer more high-quality educational options to the
 17 students served by Indianapolis Public Schools; and
- 18 (C) to produce improved academic performance and better
 19 serve all of the community stakeholders.
- 20 **Chapter 2. Applicability**
- 21 **Sec. 1. This article applies to a common school corporation that:**
- 22 (1) is located in whole or in part in the most populous
 23 township in a county having a population of more than seven
 24 hundred thousand (700,000); and
- 25 (2) serves the largest geographical territory of any school
 26 corporation in the county.
- 27 **Chapter 3. Definitions**
- 28 **Sec. 1. As used in this article, "board" has the meaning set forth**
 29 **in IC 20-25-2-5.**
- 30 **Sec. 2. As used in this article, "eligible school" means a school**
 31 **that is part of a school corporation that:**
- 32 (1) has been in the lowest two (2) categories of school
 33 improvement for three (3) consecutive school years;
- 34 (2) was in the lowest two (2) categories of school improvement
 35 in the most recent school year and is in a vacant,
 36 underutilized, or underenrolled building, as designated by the
 37 school corporation; or
- 38 (3) was operated by the school corporation as an innovation
 39 network (iNetwork) school before July 1, 2014.
- 40 **Sec. 3. As used in this article, "innovation network school" is a**
 41 **school operated by a school management team under this article.**
- 42 **Sec. 4. As used in this article, "participating innovation network**



1 charter school" means a charter school whose organizer enters into
 2 an agreement under IC 20-25.5-5 to have the charter school
 3 participate as an innovation network school.

4 Sec. 5. As used in this article, "school management team" means
 5 an entity responsible for the operations of an innovation network
 6 school within a school corporation.

7 Chapter 4. Establishment of Innovation Network Schools

8 Sec. 1. An innovation network school is subject to all federal and
 9 state laws and constitutional provisions that prohibit
 10 discrimination on the basis of the following:

- 11 (1) Disability.
- 12 (2) Race.
- 13 (3) Color.
- 14 (4) Gender.
- 15 (5) National origin.
- 16 (6) Religion.
- 17 (7) Ancestry.

18 Sec. 2. (a) The board may enter into an agreement with a school
 19 management team to:

- 20 (1) except as provided in this subsection, establish an
 21 innovation network school within a vacant, underutilized, or
 22 underenrolled school building, as determined by the board; or
- 23 (2) reconstitute an eligible school as an innovation network
 24 school.

25 The board may not establish an innovation network school in the
 26 same building as a school described in subdivision (1) if the school
 27 was in the highest two (2) categories of school improvement in the
 28 most recent school year.

29 (b) The terms of the agreement shall specify the following:

- 30 (1) A statement that the innovation network school is
 31 considered to be part of the school corporation and not
 32 considered a separate local educational agency.
- 33 (2) A statement that the school management team authorizes
 34 the department to include the innovation network school's
 35 performance assessment results under IC 20-31-8 when
 36 calculating the school corporation's performance assessment
 37 under rules adopted by the state board.
- 38 (3) The amount of state and federal funding, including tuition
 39 support, that will be distributed by the school corporation to
 40 the innovation network school.
- 41 (4) The performance goals and accountability metrics agreed
 42 upon for the innovation network school.



1 **(5) Grounds for termination of the agreement, including the**
 2 **right of termination if the school management team fails to:**

3 **(A) comply with the conditions or procedures established**
 4 **in the agreement;**

5 **(B) meet generally accepted fiscal management and**
 6 **government accounting principles;**

7 **(C) comply with applicable laws; or**

8 **(D) meet the educational goals set forth in the agreement**
 9 **between the board and the school management team.**

10 **(c) If a school management team and the board enter into an**
 11 **agreement under subsection (a), the school management team and**
 12 **the board shall notify the department that an agreement has been**
 13 **made under this section within thirty (30) days of the agreement.**

14 **(d) Upon receipt of the notification under subsection (c), the**
 15 **department shall, for school years starting after the date of the**
 16 **agreement:**

17 **(1) include the innovation network school's performance**
 18 **assessment results under IC 20-31-8 when calculating the**
 19 **school corporation's performance assessment under rules**
 20 **adopted by the state board; and**

21 **(2) treat the innovation network school in the same manner as**
 22 **a school operated by the school corporation when calculating**
 23 **the total amount of state and federal funding to be distributed**
 24 **to the school corporation.**

25 **Sec. 3. (a) For as long as the school management team operates**
 26 **the innovation network school:**

27 **(1) the school management team may use the school building,**
 28 **the accompanying real property, and the building's contents,**
 29 **equipment, and supplies, as provided in the agreement**
 30 **established in section 2 of this chapter; and**

31 **(2) the school corporation may:**

32 **(A) provide transportation for students attending the**
 33 **innovation network school; and**

34 **(B) maintain and repair the buildings and grounds**
 35 **consistent with the maintenance and repair to the school**
 36 **corporation's other buildings and grounds.**

37 **(b) If the school management team contracts with a school**
 38 **corporation for goods or services, the school corporation may not**
 39 **charge the school management team more for the goods or services**
 40 **than the school corporation pays for the goods or services.**

41 **Sec. 4. (a) The school management team shall have full**
 42 **operational autonomy to run the innovation network school as**



1 provided in the agreement described in section 2 of this chapter.

2 (b) A school management team that operates an innovation
3 network school under this chapter shall make all personnel
4 decisions in the innovation network school. In operating the school
5 as an innovation network school under this chapter, the school
6 management team is not bound by a contract entered into by the
7 board under IC 20-29. Employees of a school management team
8 may organize and collectively bargain under IC 20-29.

9 (c) Individuals employed by the innovation network school are
10 entitled to participate in either:

11 (1) the state teachers' retirement fund created by IC 5-10.4;
12 or

13 (2) the public employees' retirement fund created by
14 IC 5-10.3.

15 Sec. 5. (a) Except as otherwise provided in this article, the
16 following do not apply to an innovation network school:

17 (1) An Indiana statute applicable to a governing body or
18 school corporation.

19 (2) A rule or guideline adopted by the state board.

20 (3) A rule or guideline adopted by the state board concerning
21 teachers, except for those rules that assist a teacher in gaining
22 or renewing a standard or advanced license.

23 (4) A local regulation or policy adopted by a school
24 corporation unless specifically incorporated in the agreement
25 described in section 2 of this chapter.

26 (b) Except as otherwise provided in this article, the following
27 statutes apply to an innovation network school:

28 (1) IC 20-24-8-5 (statutes applicable to charter schools).

29 (2) IC 20-30 (curriculum).

30 (3) IC 20-24-6 (employment of teachers and other personnel
31 in charter schools).

32 (e) IC 20-28-11.5 applies to an innovation network school.

33 Sec. 6. Any student who lives in the attendance area served by
34 a school that is operated as an innovation network school under
35 this chapter may attend the innovation network school. The
36 innovation network school may not refuse enrollment to a student
37 who lives in the attendance area.

38 Sec. 7. The school management team and the board shall hold
39 a joint public meeting at least two (2) times each year to discuss
40 issues and progress concerning the innovation network school.

41 Sec. 8. The board shall develop a program to provide support to
42 teachers and administrators who wish to establish an innovation



1 network school.

2 **Sec. 9. During the initial year of implementation of this article**
 3 **by the board, the maximum number of eligible schools that may be**
 4 **reconstituted as innovation network schools may not exceed ten**
 5 **percent (10%) of the total number of schools operated by the**
 6 **school corporation.**

7 **Chapter 5. Participation of Charter School as an Innovation**
 8 **Network School**

9 **Sec. 1. Except as expressly provided in this article, a**
 10 **participating innovation network charter school remains subject**
 11 **to all state laws that govern charter schools.**

12 **Sec. 2. (a) Notwithstanding IC 20-26-7-1, the board may enter**
 13 **into an agreement with an organizer to establish a participating**
 14 **innovation network charter school within a vacant, underutilized,**
 15 **or underenrolled school building, as determined by the board.**

16 **(b) The terms of the agreement entered into between the board**
 17 **and an organizer shall specify the following:**

18 **(1) A statement that the organizer authorizes the department**
 19 **to include the charter school's performance assessment results**
 20 **under IC 20-31-8 when calculating the school corporation's**
 21 **performance assessment under rules adopted by the state**
 22 **board.**

23 **(2) The amount of state funding, including tuition support,**
 24 **that will be distributed by the school corporation to the**
 25 **organizer.**

26 **(3) The performance goals and accountability metrics agreed**
 27 **upon for the charter school in the charter agreement between**
 28 **the organizer and the authorizer.**

29 **(c) If an organizer and the board enter into an agreement under**
 30 **subsection (a), the organizer and the board shall notify the**
 31 **department that the agreement has been made under this section**
 32 **within thirty (30) days after the agreement is entered into.**

33 **(d) Upon receipt of the notification under subsection (c), the**
 34 **department shall, for school years starting after the date of the**
 35 **agreement:**

36 **(1) include the participating innovation network charter**
 37 **school's performance assessment results under IC 20-31-8**
 38 **when calculating the school corporation's performance**
 39 **assessment under rules adopted by the state board; and**

40 **(2) treat the participating innovation network charter school**
 41 **in the same manner as a school operated by the school**
 42 **corporation when calculating the total amount of state**



- 1 **funding to be distributed to the school corporation.**
- 2 **Sec. 3. (a) For as long as the charter school remains a**
- 3 **participating innovation network charter school, the school**
- 4 **corporation may:**
- 5 **(1) provide transportation for students attending the**
- 6 **participating innovation network charter school; and**
- 7 **(2) maintain and repair the buildings and grounds used by the**
- 8 **participating innovation network charter school consistent**
- 9 **with the maintenance and repair to the school corporation's**
- 10 **other buildings and grounds.**
- 11 **(b) If an organizer contracts with a school corporation for goods**
- 12 **or services, the school corporation may not charge the organizer**
- 13 **more for the goods or services than the school corporation pays for**
- 14 **the goods or services.**
- 15 **Sec. 4. An employee of a school corporation who provides**
- 16 **services to a participating innovation network charter school under**
- 17 **this article remains an employee of the school corporation.**
- 18 **SECTION 2. An emergency is declared for this act.**



COMMITTEE REPORT

Mr. Speaker: Your Committee on Education, to which was referred House Bill 1321, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill be amended as follows:

Page 1, line 4, delete "PORTFOLIO" and insert "**INNOVATION NETWORK**".

Page 2, line 5, delete ""portfolio" and insert ""**innovation network**".

Page 2, line 6, after "team." insert "**The term includes a charter school.**".

Page 2, line 10, delete "Portfolio" and insert "**Innovation Network**".

Page 2, line 11, delete "A portfolio" and insert "**An innovation network**".

Page 2, line 23, delete "a portfolio" and insert "**an innovation network**".

Page 2, line 23, delete "The term of the agreement may not be".

Page 2, delete line 24.

Page 2, line 26, delete "portfolio" and insert "**innovation network**".

Page 2, line 30, delete "portfolio" and insert "**innovation network**".

Page 2, line 33, delete "511 IAC 6.2-6-5.8, as it existed on January 1, 2014." and insert "**rules adopted by the state board.**".

Page 2, line 34, delete "portfolio" and insert "**innovation network**".

Page 2, line 34, delete "all".

Page 2, line 35, after "support," insert "**as determined in the agreement.**".

Page 2, delete lines 36 through 37.

Page 3, line 5, delete "portfolio" and insert "**innovation network**".

Page 3, line 7, delete "511 IAC 6.2-6-5.8, as it existed on" and insert "**rules adopted by the state board.**".

Page 3, delete line 8.

Page 3, line 9, delete "The portfolio school" and insert "**An innovation network school that is an eligible school described under IC 20-25.5-2-2(1).**".

Page 3, line 11, delete "portfolio" and insert "**innovation network**".

Page 3, line 17, delete "portfolio" and insert "**innovation network**".

Page 3, line 19, delete "portfolio" and insert "**innovation network**".

Page 3, line 20, delete "shall continue to" and insert "**may**".

Page 3, line 22, delete "supplies;" and insert "**supplies, as provided in the agreement established in section 2 of this chapter;**".

Page 3, line 25, delete "portfolio" and insert "**innovation network**".



Page 3, line 26, delete "a".

Page 3, line 27, delete "portfolio" and insert **"an innovation network"**.

Page 3, delete lines 31 through 32.

Page 3, line 38, delete "portfolio" and insert **"innovation network"**.

Page 3, line 40, delete "a portfolio" and insert **"an innovation network"**.

Page 3, line 42, before "school." delete "portfolio" and insert **"innovation network"**.

Page 3, line 42, delete "a portfolio" and insert **"an innovation network"**.

Page 4, line 6, delete "a portfolio" and insert **"an innovation network"**.

Page 4, line 16, delete "a portfolio" and insert **"an innovation network"**.

Page 4, line 18, delete "a portfolio" and insert **"an innovation network"**.

Page 4, line 19, delete "portfolio school. The portfolio" and insert **"innovation network school. The innovation network"**.

Page 4, line 23, delete "portfolio" and insert **"innovation network"**.

and when so amended that said bill do pass.

(Reference is to HB 1321 as introduced.)

BEHNING, Chair

Committee Vote: yeas 9, nays 4.



HOUSE MOTION

Mr. Speaker: I move that House Bill 1321 be amended to read as follows:

Page 2, line 22, delete "Subject to section 3 of this chapter, the" and insert "**The**".

Page 3, delete lines 8 through 18.

Page 3, line 19, delete "4." and insert "**3.**".

Page 3, line 37, delete "5." and insert "**4.**".

Page 4, line 5, delete "6." and insert "**5.**".

Page 4, line 17, delete "7." and insert "**6.**".

Page 4, line 22, delete "8." and insert "**7.**".

(Reference is to HB 1321 as printed January 27, 2014.)

HUSTON

HOUSE MOTION

Mr. Speaker: I move that House Bill 1321 be amended to read as follows:

Page 4, line 2, after "into" insert "**by the board**".

Page 4, line 3, delete "not".

Page 4, line 4, delete "IC 20-29-6." and insert "**IC 20-29.**".

(Reference is to HB 1321 as printed January 27, 2014.)

HUSTON



HOUSE MOTION

Mr. Speaker: I move that House Bill 1321 be amended to read as follows:

Page 4, between lines 4 and 5, begin a new paragraph and insert:

"(c) Individuals employed by the innovation network school are entitled to participate in either:

(1) the state teachers' retirement fund created by IC 5-10.4;

or

(2) the public employees' retirement fund created by IC 5-10.3."

(Reference is to HB 1321 as printed January 27, 2014.)

HUSTON

HOUSE MOTION

Mr. Speaker: I move that House Bill 1321 be amended to read as follows:

Page 3, line 25, delete "shall" and insert "**may**".

(Reference is to HB 1321 as printed January 27, 2014.)

SMITH V

HOUSE MOTION

Mr. Speaker: I move that House Bill 1321 be amended to read as follows:

Page 4, line 5, delete "subsection (b)," and insert "**subsections (b) and (c),"**

Page 4, between lines 16 and 17, begin a new paragraph and insert:

"(c) IC 20-30 applies to an innovation network school."

(Reference is to HB 1321 as printed January 27, 2014.)

THOMPSON



COMMITTEE REPORT

Madam President: The Senate Committee on Education and Career Development, to which was referred House Bill No. 1321, has had the same under consideration and begs leave to report the same back to the Senate with the recommendation that said bill be AMENDED as follows:

Page 2, line 6, delete "The term".

Page 2, delete line 7.

Page 2, line 8, delete "a" and insert "**an**".

Page 2, line 9, delete "not-for-profit".

Page 4, between lines 11 and 12, begin a new paragraph and insert:

"(d) Except as otherwise provided in this chapter, IC 20-24-6 applies to an innovation network school."

and when so amended that said bill do pass.

(Reference is to HB 1321 as reprinted January 30, 2014.)

KRUSE, Chairperson

Committee Vote: Yeas 8, Nays 3.

 SENATE MOTION

Madam President: I move that Engrossed House Bill 1321 be amended to read as follows:

Page 1, delete lines 1 through 5, begin a new paragraph and insert:

"SECTION 1. IC 20-25.5 IS ADDED TO THE INDIANA CODE AS A NEW ARTICLE TO READ AS FOLLOWS [EFFECTIVE UPON PASSAGE]:

ARTICLE 25.5. INNOVATION NETWORK SCHOOLS

Chapter 1. Findings

Sec. 1. The general assembly finds the following:

(1) The Indianapolis Public Schools face challenges due to:

(A) decades of declining enrollment that have resulted in significantly underutilized school buildings, unsustainable operating and maintenance costs, and steep reductions in revenue;

(B) competition with an unusually large number of charter schools that are located within Indianapolis Public School boundaries as a result of legislation that granted the mayor of Indianapolis the unique authority to open charter



schools and provided financial incentives for charter schools to locate within Indianapolis Public School boundaries;

(C) an unusually high percentage of chronically low-performing schools, including four (4) schools that are under state intervention; and

(D) a large number of newly built or recently renovated school buildings that are owned by the building corporation and serve as security for four (4) different bond issues.

(2) A unique approach is necessary to allow the Indianapolis Public Schools:

(A) to use existing underutilized facilities to open new, innovative, and autonomous schools either independently or in collaboration with school leaders or operators of high performing charter schools;

(B) to offer more high-quality educational options to the students served by Indianapolis Public Schools; and

(C) to produce improved academic performance and better serve all of the community stakeholders.

Chapter 2. Applicability".

Page 1, line 12, delete "2." and insert "3."

Page 1, delete lines 15 through 16, begin a new paragraph and insert:

"Sec. 2. As used in this article, "eligible school" means a school that is part of a school corporation that:

(1) has been in the lowest two (2) categories of school improvement for three (3) consecutive school years;

(2) was in the lowest two (2) categories of school improvement in the most recent school year and is in a vacant, underutilized, or underenrolled building, as designated by the school corporation; or

(3) was operated by the school corporation as an innovation network (iNetwork) school before July 1, 2014.

Sec. 3. As used in this article, "innovation network school" is a school operated by a school management team under this article.

Sec. 4. As used in this article, "participating innovation network charter school" means a charter school whose organizer enters into an agreement under IC 20-25.5-5 to have the charter school participate as an innovation network school.

Sec. 5. As used in this article, "school management team" means an entity responsible for the operations of an innovation network



school within a school corporation."

Page 2, delete lines 1 through 9.

Page 2, line 10, delete "3." and insert "4."

Page 2, delete lines 21 through 22, begin a new paragraph and insert:

"Sec. 2. (a) The board may enter into an agreement with a school management team to:

- (1) except as provided in this subsection, establish an innovation network school within a vacant, underutilized, or underenrolled school building, as determined by the board; or**
- (2) reconstitute an eligible school as an innovation network school.**

The board may not establish an innovation network school in the same building as a school described in subdivision (1) if the school was in the highest two (2) categories of school improvement in the most recent school year."

Page 2, line 28, delete "school corporation" and insert **"department"**.

Page 2, delete lines 32 through 34, begin a new line block indented and insert:

- "(3) The amount of state and federal funding, including tuition support, that will be distributed by the school corporation to the innovation network school.**
- (4) The performance goals and accountability metrics agreed upon for the innovation network school.**
- (5) Grounds for termination of the agreement, including the right of termination if the school management team fails to:**
 - (A) comply with the conditions or procedures established in the agreement;**
 - (B) meet generally accepted fiscal management and government accounting principles;**
 - (C) comply with applicable laws; or**
 - (D) meet the educational goals set forth in the agreement between the board and the school management team."**

Page 2, line 35, after "and" delete "a" and insert **"the"**.

Page 2, delete lines 39 through 42, begin a new paragraph and insert:

"(d) Upon receipt of the notification under subsection (c), the department shall, for school years starting after the date of the agreement:

- (1) include the innovation network school's performance assessment results under IC 20-31-8 when calculating the**



school corporation's performance assessment under rules adopted by the state board; and

(2) treat the innovation network school in the same manner as a school operated by the school corporation when calculating the total amount of state and federal funding to be distributed to the school corporation."

Page 3, delete lines 1 through 5.

Page 3, line 8, delete "eligible".

Page 3, line 12, delete "continue to:" and insert ":".

Page 3, line 14, delete "at the same level of service the" and insert **"; and"**.

Page 3, delete lines 15 through 16.

Page 3, line 29, delete "eligible".

Page 3, line 40, delete "provided in subsections (b) and (c)," and insert **"otherwise provided in this article,"**

Page 4, delete lines 9 through 12, begin a new paragraph and insert:

"(b) Except as otherwise provided in this article, the following statutes apply to an innovation network school:

(1) IC 20-24-8-5 (statutes applicable to charter schools).

(2) IC 20-30 (curriculum).

(3) IC 20-24-6 (employment of teachers and other personnel in charter schools)."

Page 4, after line 20, begin a new paragraph and insert:

"Sec. 8. The board shall develop a program to provide support to teachers and administrators who wish to establish an innovation network school.

Sec. 9. During the initial year of implementation of this article by the board, the maximum number of eligible schools that may be reconstituted as innovation network schools may not exceed ten percent (10%) of the total number of schools operated by the school corporation.

Chapter 5. Participation of Charter School as an Innovation Network School

Sec. 1. Except as expressly provided in this article, a participating innovation network charter school remains subject to all state laws that govern charter schools.

Sec. 2. (a) Notwithstanding IC 20-26-7-1, the board may enter into an agreement with an organizer to establish a participating innovation network charter school within a vacant, underutilized, or underenrolled school building, as determined by the board.

(b) The terms of the agreement entered into between the board and an organizer shall specify the following:



(1) A statement that the organizer authorizes the department to include the charter school's performance assessment results under IC 20-31-8 when calculating the school corporation's performance assessment under rules adopted by the state board.

(2) The amount of state funding, including tuition support, that will be distributed by the school corporation to the organizer.

(3) The performance goals and accountability metrics agreed upon for the charter school in the charter agreement between the organizer and the authorizer.

(c) If an organizer and the board enter into an agreement under subsection (a), the organizer and the board shall notify the department that the agreement has been made under this section within thirty (30) days after the agreement is entered into.

(d) Upon receipt of the notification under subsection (c), the department shall, for school years starting after the date of the agreement:

(1) include the participating innovation network charter school's performance assessment results under IC 20-31-8 when calculating the school corporation's performance assessment under rules adopted by the state board; and

(2) treat the participating innovation network charter school in the same manner as a school operated by the school corporation when calculating the total amount of state funding to be distributed to the school corporation.

Sec. 3. (a) For as long as the charter school remains a participating innovation network charter school, the school corporation may:

(1) provide transportation for students attending the participating innovation network charter school; and

(2) maintain and repair the buildings and grounds used by the participating innovation network charter school consistent with the maintenance and repair to the school corporation's other buildings and grounds.

(b) If an organizer contracts with a school corporation for goods or services, the school corporation may not charge the organizer more for the goods or services than the school corporation pays for the goods or services.

Sec. 4. An employee of a school corporation who provides services to a participating innovation network charter school under



this article remains an employee of the school corporation.

SECTION 2. An emergency is declared for this act."

Re-number all SECTIONS consecutively.

(Reference is to EHB 1321 as printed February 28, 2014.)

MILLER PETE

SENATE MOTION

Madam President: I move that Engrossed House Bill 1321 be amended to read as follows:

Page 4, between lines 12 and 13, begin a new paragraph and insert:
"(e) IC 20-28-11.5 applies to an innovation network school."

(Reference is to EHB 1321 as printed February 28, 2014.)

TAYLOR

