Second Regular Session Seventy-second General Assembly STATE OF COLORADO

INTRODUCED

LLS NO. 20-0622.01 Julie Pelegrin x2700

SENATE BILL 20-074

SENATE SPONSORSHIP

Lundeen,

HOUSE SPONSORSHIP

Williams D.,

Senate Committees

Finance

House Committees

	A BILL FOR AN ACT
101	CONCERNING SUPPORT FOR LOCAL EDUCATION PROVIDERS TO
102	PROVIDE MONETARY REWARDS FOR TEACHERS RATED HIGHLY
103	EFFECTIVE, AND, IN CONNECTION THEREWITH, CREATING THE
104	HIGHLY EFFECTIVE TEACHER BONUS PROGRAM.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://leg.colorado.gov.)

The bill creates the highly effective teacher bonus program to provide money to school districts, boards of cooperative services that operate public schools, and charter schools (local education providers) to

pay bonuses to teachers who are rated as highly effective and to provide monetary incentives to recruit highly effective teachers. The department of education (department) will distribute the money to each local education provider based on a formula that takes into account the number of teachers employed by the local education provider. Each local education provider must submit to the department a report concerning its use of the money, and the department must provide a summary of the reports to the state board of education and the education committees of the general assembly.

1	Be it enacted by the General Assembly of the State of Colorado:
2	SECTION 1. In Colorado Revised Statutes, add article 63.5 to
3	title 22 as follows:
4	ARTICLE 63.5
5	Highly Effective Teacher Monetary Incentives
6	22-63.5-101. Definitions. AS USED IN THIS ARTICLE 63.5 , UNLESS
7	THE CONTEXT OTHERWISE REQUIRES:
8	(1) "BONUS" MEANS A ONE-TIME, NON-BASE-BUILDING PAYMENT
9	THAT IS IN ADDITION TO A TEACHER'S REGULAR SALARY AND THAT IS
10	AWARDED BASED ON OUTSTANDING SERVICE AS INDICATED BY A TEACHER
11	RECEIVING A PERFORMANCE RATING OF HIGHLY EFFECTIVE.
12	(2) "DEPARTMENT" MEANS THE DEPARTMENT OF EDUCATION
13	CREATED AND EXISTING PURSUANT TO SECTION 24-1-115.
14	(3) "DISTRICT CHARTER SCHOOL" MEANS A CHARTER SCHOOL
15	AUTHORIZED BY A SCHOOL DISTRICT PURSUANT TO PART 1 OF ARTICLE 30.5
16	OF THIS TITLE 22.
17	(4) "HIGHLY EFFECTIVE TEACHER" MEANS A TEACHER WHO
18	RECEIVED A RATING FOR THE MOST RECENTLY COMPLETED SCHOOL YEAR
19	OF HIGHLY EFFECTIVE, AS DESCRIBED IN RULES ADOPTED BY THE STATE
20	BOARD OF EDUCATION PURSUANT TO SECTION 22-9-104, PURSUANT TO THE

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1	PERSONNEL PERFORMANCE EVALUATION SYSTEM IMPLEMENTED BY THE
2	TEACHER'S EMPLOYER AS REQUIRED IN SECTION 22-9-106.
3	(5) "Institute charter school" means a charter school
4	AUTHORIZED BY THE STATE CHARTER SCHOOL INSTITUTE PURSUANT TO
5	PART 5 OF ARTICLE 30.5 OF THIS TITLE 22.
6	(6) "LOCAL EDUCATION PROVIDER" MEANS A SCHOOL DISTRICT, A
7	BOARD OF COOPERATIVE SERVICES THAT OPERATES A PUBLIC SCHOOL, A
8	DISTRICT CHARTER SCHOOL, OR AN INSTITUTE CHARTER SCHOOL.
9	(7) "STATE CHARTER SCHOOL INSTITUTE" MEANS THE STATE
10	CHARTER SCHOOL INSTITUTE ESTABLISHED IN SECTION 22-30.5-503.
11	22-63.5-102. Highly effective teacher bonus program - created
12	$\textbf{-distribution.} (1) \ \text{There is } \textbf{Created in the department of education}$
13	THE HIGHLY EFFECTIVE TEACHER BONUS PROGRAM TO ENABLE LOCAL
14	EDUCATION PROVIDERS TO AWARD BONUSES TO HIGHLY EFFECTIVE
15	TEACHERS AND TO OFFER MONETARY INCENTIVES TO RECRUIT HIGHLY
16	EFFECTIVE TEACHERS FOR EMPLOYMENT BY THE LOCAL EDUCATION
17	PROVIDER.
18	(2) Subject to annual appropriations, the department
19	SHALL ANNUALLY DISTRIBUTE TO EACH LOCAL EDUCATION PROVIDER AN
20	AMOUNT EQUAL TO TWENTY THOUSAND DOLLARS PLUS EIGHT HUNDRED
21	FIFTY DOLLARS MULTIPLIED BY THE NUMBER OF CLASSROOM TEACHERS OF
22	RECORD EMPLOYED BY THE LOCAL EDUCATION PROVIDER IN THE
23	PRECEDING SCHOOL YEAR. THE DEPARTMENT SHALL DISTRIBUTE THE
24	Money no later than November 1, 2020, and no later than
25	NOVEMBER 1 EACH YEAR THEREAFTER, IN A LUMP SUM TO EACH LOCAL
26	EDUCATION PROVIDER. THE DEPARTMENT SHALL DISTRIBUTE THE MONEY
27	FOR A DISTRICT CHARTER SCHOOL TO THE SCHOOL'S AUTHORIZING SCHOOL

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1	DISTRICT. AS SOON AS PRACTICABLE FOLLOWING RECEIPT OF THE
2	DISTRIBUTION, THE SCHOOL DISTRICT SHALL TRANSMIT IN A LUMP SUM TO
3	THE DISTRICT CHARTER SCHOOL ONE HUNDRED PERCENT OF THE AMOUNT
4	RECEIVED FOR THE DISTRICT CHARTER SCHOOL. THE DEPARTMENT SHALL
5	DISTRIBUTE THE MONEY FOR AN INSTITUTE CHARTER SCHOOL TO THE
6	STATE CHARTER SCHOOL INSTITUTE. AS SOON AS PRACTICABLE
7	FOLLOWING RECEIPT OF THE DISTRIBUTION, THE INSTITUTE SHALL
8	TRANSMIT IN A LUMP SUM TO THE INSTITUTE CHARTER SCHOOL ONE
9	HUNDRED PERCENT OF THE AMOUNT RECEIVED FOR THE INSTITUTE
10	CHARTER SCHOOL.

(3) A LOCAL EDUCATION PROVIDER SHALL NOT USE MONEY RECEIVED PURSUANT TO THIS SECTION FOR ANY PURPOSE OTHER THAN TO PAY BONUSES TO HIGHLY EFFECTIVE TEACHERS AND TO PROVIDE MONETARY INCENTIVES TO RECRUIT HIGHLY EFFECTIVE TEACHERS FOR EMPLOYMENT.

- (4) BY SEPTEMBER 15, 2020, AND BY SEPTEMBER 15 EACH YEAR THEREAFTER, EACH LOCAL EDUCATION PROVIDER SHALL SUBMIT TO THE DEPARTMENT THE NUMBER OF HIGHLY EFFECTIVE TEACHERS EMPLOYED BY THE LOCAL EDUCATION PROVIDER AND THE TOTAL NUMBER OF TEACHERS EMPLOYED BY THE LOCAL EDUCATION PROVIDER IN THE PRECEDING SCHOOL YEAR. A DISTRICT CHARTER SCHOOL SHALL SUBMIT THE INFORMATION THROUGH ITS AUTHORIZING SCHOOL DISTRICT, AND AN INSTITUTE CHARTER SCHOOL SHALL SUBMIT THE INFORMATION THROUGH THE STATE CHARTER SCHOOL INSTITUTE.
- (5) THE GENERAL ASSEMBLY SHALL ANNUALLY APPROPRIATE MONEY TO THE DEPARTMENT IN THE AMOUNT DESCRIBED IN SUBSECTION (2) OF THIS SECTION FOR DISTRIBUTION TO LOCAL EDUCATION PROVIDERS

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1	PURSUANT TO THIS SECTION. IN A SCHOOL YEAR IN WHICH THE GENERAL
2	ASSEMBLY DOES NOT APPROPRIATE AN AMOUNT SUFFICIENT TO
3	DISTRIBUTE ONE HUNDRED PERCENT OF THE AMOUNT DESCRIBED IN
4	SUBSECTION (2) OF THIS SECTION, THE DEPARTMENT SHALL REDUCE THE
5	DISTRIBUTION AMOUNT FOR EACH LOCAL EDUCATION PROVIDER IN
6	PROPORTION TO THE AMOUNT OF THE INSUFFICIENCY.
7	22-63.5-103. Highly effective teacher bonus program - report.
8	(1) By June 30, 2021, and by June 30 each year thereafter, each
9	LOCAL EDUCATION PROVIDER SHALL SUBMIT TO THE DEPARTMENT A
10	REPORT DESCRIBING HOW IT USED THE MONEY DISTRIBUTED PURSUANT TO
11	THIS SECTION. AT A MINIMUM, THE REPORT MUST SPECIFY:
12	(a) THE NUMBER OF HIGHLY EFFECTIVE TEACHERS EMPLOYED BY
13	THE LOCAL EDUCATION PROVIDER DURING THE APPLICABLE SCHOOL YEAR;
14	(b) THE AMOUNT OF THE BONUS DISTRIBUTED TO EACH HIGHLY
15	EFFECTIVE TEACHER FOR THE APPLICABLE SCHOOL YEAR;
16	(c) THE NUMBER OF HIGHLY EFFECTIVE TEACHERS HIRED BY THE
17	LOCAL EDUCATION PROVIDER DURING THE APPLICABLE SCHOOL YEAR, IF
18	ANY;
19	(d) THE AMOUNT SPENT BY THE LOCAL EDUCATION PROVIDER AS
20	MONETARY INCENTIVES FOR NEWLY HIRED HIGHLY EFFECTIVE TEACHERS,
21	IF ANY; AND
22	(e) ANY PORTION OF THE DISTRIBUTION FOR THE APPLICABLE
23	SCHOOL YEAR THAT WAS NOT SPENT.
24	(2) Notwithstanding the provisions of Section 24-1-136
25	(11)(a)(I), on or before January 15, 2022, and on or before January
26	15 EACH YEAR THEREAFTER, THE DEPARTMENT SHALL SUBMIT A SUMMARY
27	OF THE REPORTS RECEIVED PURSUANT TO SUBSECTION (1) OF THIS SECTION

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1	FOR THE IMMEDIATELY PRECEDING SCHOOL YEAR TO THE STATE BOARD OF
2	EDUCATION AND THE EDUCATION COMMITTEES OF THE SENATE AND THE
3	HOUSE OF REPRESENTATIVES, OR ANY SUCCESSOR COMMITTEES.
4	SECTION 2. In Colorado Revised Statutes, 24-51-101, amend
5	(42)(a)(II) and (42)(b)(II) as follows:
6	24-51-101. Definitions. As used in this article 51, unless the
7	context otherwise requires and except as otherwise defined in part 17 of
8	this article 51:
9	(42) (a) (II) For members who were members, inactive members,
10	or retirees of the association on June 30, 2019, "salary" does not include:
11	Commissions; compensation for unused sick, annual, vacation,
12	administrative, or other accumulated paid leave contributed to a health
13	savings account as defined in 26 U.S.C. sec. 223, as amended, or a
14	retirement health savings program; housing allowances; uniform
15	allowances; automobile usage; insurance premiums; dependent care
16	assistance; reimbursement for expenses incurred; tuition or any other
17	fringe benefits, regardless of federal taxation; A HIGHLY EFFECTIVE
18	TEACHER SALARY BONUS RECEIVED PURSUANT TO SECTION 22-63.5-102;
19	bonuses for services not actually rendered, including, but not limited to,
20	early retirement inducements, Christmas bonuses, cash awards,
21	honorariums and severance pay, damages, except for retroactive salary
22	payments paid pursuant to court orders or arbitration awards or litigation
23	and grievance settlements, or payments beyond the date of a member's
24	death.
25	(b) (II) For members who were not members, inactive members,
26	or retirees of the association on June 30, 2019, "salary" does not include:
27	Commissions; compensation for unused sick, annual, vacation,

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administrative, or other accumulated paid leave contributed to a health savings account as defined in 26 U.S.C. sec. 223, as amended, or a retirement health savings program; housing allowances; uniform allowances; automobile usage; insurance premiums paid by employers; reimbursement for expenses incurred; tuition or any other fringe benefits, regardless of federal taxation; A HIGHLY EFFECTIVE TEACHER SALARY BONUS RECEIVED PURSUANT TO SECTION 22-63.5-102; bonuses for services not actually rendered, including, but not limited to, early retirement inducements, Christmas bonuses, cash awards, honorariums and severance pay, damages, except for retroactive salary payments paid pursuant to court orders or arbitration awards or litigation and grievance settlements, or payments beyond the date of a member's death.

SECTION 3. Act subject to petition - effective date. This act takes effect at 12:01 a.m. on the day following the expiration of the ninety-day period after final adjournment of the general assembly (August 5, 2020, if adjournment sine die is on May 6, 2020); except that, if a referendum petition is filed pursuant to section 1 (3) of article V of the state constitution against this act or an item, section, or part of this act within such period, then the act, item, section, or part will not take effect unless approved by the people at the general election to be held in November 2020 and, in such case, will take effect on the date of the official declaration of the vote thereon by the governor.

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