1 ENGROSSED HOUSE AMENDMENT ΤO 2 ENGROSSED SENATE BILL NO. 1621 By: Pugh of the Senate 3 and Caldwell (Chad) of the 4 House 5 6 7 [charter schools - Statewide Charter School Board -Statewide Charter School Board Revolving Fund -8 repealers - codification - effective dates -9 emergency] 10 AUTHOR: Remove as principal House author Caldwell (Chad) and 11 substitute as principal House author Dills. Retain Caldwell 12 (Chad) as House coauthor. 13 AMENDMENT NO. 1. Strike the title, enacting clause, and entire bill and insert: 14 15 "An Act relating to charter schools; creating the Statewide Charter School Board; providing authority 16 of board beginning on certain date; providing for membership; requiring initial appointments by 17 certain date; providing terms of members; providing for annual election of chair and vice chair; allowing 18 a member to be removed for certain reasons; providing for filling of vacancies; prohibiting certain 19 legislators from serving as members; providing for travel reimbursement; requiring first meeting of 20 Board to be held by certain date; providing for frequency of meetings; specifying quorum 21 requirements; requiring virtual charter schools to only be sponsored by the Statewide Charter School 22 Board beginning on certain date; abolishing the Statewide Virtual Charter School Board upon certain 23 date; providing for succession to certain rights, responsibilities, and agreements executed prior to 24 certain date; providing for transfer of powers,

1 duties, personnel, property, and other items; directing the Director of the Office of Management 2 and Enterprise Services to coordinate certain transfers; providing for succession of certain contracts; providing for virtual charter school 3 sponsorship contract renewal; providing for enforceability of certain administrative rules; 4 granting rulemaking authority; providing for succession to certain rights, responsibilities, and 5 agreements executed by the State Board of Education prior to certain date; directing Statewide Charter 6 School Board to assume certain sponsorships; 7 providing for certain sponsorship renewal; permitting certain charter schools to apply for sponsorship renewal with the Statewide Charter 8 School Board; establishing powers and duties of the 9 Statewide Charter School Board; reserving certain powers and duties for the State Board of Education; 10 defining terms; providing for preparation of a conversion plan; requiring certain items to be included in plan; mandating conversion to school to 11 comply with certain laws; exempting application of certain laws; providing for funding of conversion 12 schools; describing process for conversion school 13 reversion; requiring Board to make publicly available a list of certain courses beginning on 14 certain date; directing the Board, incertain conjunction, to negotiate and enter into contracts 15 with certain providers; creating the Statewide Charter School Board Revolving Fund; specifying 16 sources of fund; providing for expenditures; providing purpose of fund; amending 700.S. 2021, 17 Section 3-104, which relates to powers and duties of the State Board of Education; updating statutory 18 references; modifying reference from the Statewide Virtual Charter School Board to the Statewide Charter 19 School Board; amending 70 O.S. 2021, Sections 3-132, 3-134, 3-136, 3-137, 3-139, 3-140, 3-142, 3-143, and 20 3-144, which relate to implementation of the Oklahoma Charter Schools Act; modifying eligibility of 21 certain entities to sponsor charter schools; updating entity reference; excepting existing 22 charter schools from certain limitation; striking duplicative language; transferring certain training 23 duty from the State Department of Education to the Statewide Charter School Board; requiring training 24 after certain date for certain sponsors;

1 establishing deadline for training development and implementation; modifying application process and 2 contents for certain schools; requiring certain governing boards to meet monthly at a minimum; including copies of certain contracts in 3 application; prohibiting certain entities from contracting with a private school; removing 4 references to charter schools sponsored by certain 5 entities; deleting limitation of physical locations for certain charter schools; striking appeals process for certain sponsor rejections; prohibiting 6 delegation of certain responsibilities to a school 7 district; providing for powers and duties of charter school and virtual charter school sponsors; requiring Statewide Charter School Board to post 8 certain information on its website; modifying 9 contents of certain written contracts beginning on certain date; providing exemption from certain statutes and rules for charter schools and virtual 10 charter schools; requiring charter contract to describe educational program being offered; 11 subjecting charter schools and virtual charter schools to certain limitations on spending; 12 prescribing requirements for governing board 13 members; subjecting governing board to certain conflict of interest requirements; requiring 14 governing board to comply with certain instruction and continuing education requirements; requiring 15 notification to sponsor of certain significant actions; requiring charter contracts to include 16 certain performance provisions; authorizing sponsor to develop a separate performance framework; 17 requiring submission of data in certain identical format; prescribing minimum framework for 18 performance evaluation; including certain indicators of evaluation; requiring annual evaluation of 19 performance framework; mandating presentation of evaluation results in certain open meeting; limiting 20 provisions of charter contracts; permitting an applicant to hold multiple charter contracts; 21 defining term; prohibiting certain schools from entering into certain employment contract under 22 certain circumstances; providing for contents of employment contract; requiring disclosure of 23 employment rights; prohibiting certain schools from serving certain students without certain contract; 24 authorizing sponsor to establish certain

1 requirements or conditions for certain schools; updating references; requiring certain school 2 district to include charter school in bond issue planning; providing for increase in length of certain charter contracts; prescribing a performance 3 report prior to the final year of a charter contract renewal; including certain information in report; 4 permitting sponsor to require charter school to 5 develop a corrective action plan; authorizing nonrenewal of contract in certain cases; deleting requirement of sponsor to appear before the State 6 Board of Education in certain circumstances; 7 requiring certain school to disclose revocation or nonrenewal in a subsequent application; including virtual charter schools in teacher salary and hiring 8 provisions; updating statutory language; requiring certain school district to provide directory 9 information for students residing in the district 10 upon request; prescribing geographic boundaries for virtual charter schools; prohibiting certain students from participating in certain activities; 11 permitting participation in intramural activities; designating certain students as transfer students; 12 prescribing process for enrollment in virtual 13 charter school; requiring transmission of student records within certain time; directing certain 14 notification if technology infrastructure is inadequate; prescribing limitation of student 15 transfers; defining term; prohibiting additional transfer without certain concurrence; providing a 16 grace period for withdrawal; requiring certain notification; providing for transfer for students 17 who have a parent or guardian in the military; prescribing process for transfer; defining terms; 18 prohibiting the Statewide Charter School Board from charging a fee for administrative or other services; 19 specifying how sponsor fee should be used; directing development of certain data codes for reporting 20 expenditures; requiring sponsor to publish certain report on its website; mandating sponsor to present 21 report in public meeting; providing content for report; updating statutory language; transferring 22 oversight authority of the Charter School Closure Reimbursement Revolving Fund; reassigning duty to 23 submit certain annual report; modifying authority over the Charter Schools Incentive Fund; amending 70 24 O.S. 2021, Sections 3-145.5, 3-145.7, and 3-145.8,

1 which relate to virtual charter schools; deleting outdated language; granting Statewide Virtual 2 Charter School Board authority over certain revolving fund until certain date; transferring funds to certain revolving fund on certain date; 3 updating statutory references to Statewide Charter School Board; requiring sponsor governing board to 4 designate representative to complete annual sponsor 5 workshop requirement; including specified topics in workshop; amending 70 O.S. 2021, Section 5-200, which relates to management organizations; requiring 6 amounts paid to certain organizations be pursuant to 7 contract terms; mandating disclosure pursuant to certain guidelines; updating statutory citations; amending 70 O.S. 2021, Section 18-124, which relates 8 to limitations on administrative services 9 expenditures; providing applicability of limitation to certain schools; clarifying calculation for 10 specified schools; modifying definition; amending 70 O.S. 2021, Section 1210.704, which relates to the provision of advanced placement courses; updating 11 references to the Statewide Charter School Board; repealing 70 O.S. 2021, Sections 3-135, 3-145.1, 3-12 145.2, 3-145.3, and 3-145.4, which relate to sponsor 13 contract guidelines and meetings and rule promulgation of the Statewide Virtual Charter School 14 Board; providing for codification; and providing an effective date. 15 16 17 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: 18 A new section of law to be codified SECTION 1. NEW LAW 19 in the Oklahoma Statutes as Section 3-132.1 of Title 70, unless 20 there is created a duplication in numbering, reads as follows: 21 There is hereby created the Statewide Charter School Board. Α. 22 Beginning July 1, 2023, the Board shall have the sole authority to 23 sponsor statewide virtual charter schools in this state and may 24

1 sponsor charter schools in this state. The Board shall be composed 2 of nine (9) voting members as follows:

3 1. Three members appointed by the Governor, one of whom shall 4 initially be a person appointed by the Governor and currently 5 serving as a member of the Statewide Virtual Charter School Board 6 and one of whom shall possess strong experience and expertise in 7 virtual charter schools;

8 2. Two members appointed by the President Pro Tempore of the 9 Oklahoma State Senate, one of whom shall initially be a person 10 appointed by the President Pro Tempore and currently serving as a 11 member of the Statewide Virtual Charter School Board;

12 3. Two members appointed by the Speaker of the Oklahoma House 13 of Representatives, one of whom shall initially be a person 14 appointed by the Speaker and currently serving as a member of the 15 Statewide Virtual Charter School Board;

4. The State Superintendent of Public Instruction or his or her
 designee; and

18 5. The State Auditor and Inspector or his or her designee.

B. Initial appointments shall be made by August 31, 2022. The President Pro Tempore of the Senate and the Speaker of the House of Representatives shall each appoint one member for one (1) year and one member for two (2) years. The Governor shall appoint one member for one (1) year and two members for two (2) years. Members shall serve until their successors are duly appointed for a term of three

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1 (3) years. Appointments shall be made by and take effect on July 31 of the year in which the appointment is made. Annually by December 2 30 the Board shall elect from its membership a chair and vice-chair. 3 4 Members appointed to the Statewide Charter School Board shall 5 collectively possess strong experience and expertise in public and nonprofit governance, management and finance, assessment, curriculum 6 7 and instruction, public charter schools, and public education law. All appointed members of the Statewide Charter School Board shall 8 9 have demonstrated an understanding of and a commitment to charter 10 schools as a strategy for strengthening public education.

11 C. A member may be removed from the Board by the appointing 12 authority for cause which shall include, but not be limited to:

Being found guilty by a court of competent jurisdiction of a
 felony or any offense involving moral turpitude;

15 2. Being found guilty of malfeasance, misfeasance, or16 nonfeasance in relation to Board duties;

17 3. Being found mentally incompetent by a court of competent18 jurisdiction; or

Failing to attend three successive meetings of the Board
 without just cause, as determined by the Board.

21 D. Vacancies shall be filled by the appointing authority.

E. No member of the Senate or House of Representatives may be appointed to the Board while serving as a member of the Legislature.

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F. Members of the Statewide Charter School Board shall not
 receive compensation but shall be reimbursed for necessary travel
 expenses pursuant to the provisions of the State Travel
 Reimbursement Act.

G. The Statewide Charter School Board shall meet at the call of
the chair. The first meeting of the Board shall be held no later
than sixty (60) days after the effective date of this act.

8 H. Five members of the Board shall constitute a quorum, and an
9 affirmative vote of at least five members shall be required for the
10 Board to take any final action.

11 Beginning July 1, 2023, statewide virtual charter schools I. 12 shall be sponsored only by the Statewide Charter School Board 13 created pursuant to this section. Effective July 1, 2023, the 14 Statewide Virtual Charter School Board shall be abolished and the 15 Statewide Charter School Board shall succeed to any contractual 16 rights and responsibilities and settlement agreements incurred by 17 the Statewide Virtual Charter School Board in a virtual charter 18 school sponsorship contract executed prior to July 1, 2023.

All powers, duties, responsibilities, policies, personnel,
 property, equipment, supplies, records, assets, funds, current and
 future liabilities, encumbrances, obligations, and indebtedness of
 the Statewide Virtual Charter School Board or associated with a
 virtual charter school sponsorship contract entered into by the
 Statewide Virtual Charter School Board prior to July 1, 2023, shall

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1 be transferred to the Statewide Charter School Board. No items 2 shall be expended or used for any purpose other than the performance of duties and responsibilities as directed and required in this act. 3 4 Appropriate conveyances and other documents shall be executed to 5 effectuate the transfer of property associated with a sponsorship contract. The Statewide Charter School Board may contract for 6 7 additional legal and administrative services as necessary to 8 effectuate the transfers provided in this subsection.

9 2. The Director of the Office of Management and Enterprise
10 Services shall coordinate the transfer of funds, allotments,
11 purchase orders, and outstanding financial obligations and
12 encumbrances relating to the regulation of virtual charter schools
13 as transferred pursuant to the provisions of this act.

14 Upon succession of sponsorship contracts, the Statewide 3. 15 Charter School Board shall assume sponsorship of the virtual charter 16 schools for the remainder of the term of the contracts. Prior to 17 the end of the current term of the contract, the Statewide Charter 18 School Board shall allow a virtual charter school to apply for 19 renewal of the sponsorship contract in accordance with the renewal 20 procedures established pursuant to Section 3-137 of Title 70 of the 21 Oklahoma Statutes.

4. Effective July 1, 2023, all administrative rules promulgated
by the Statewide Virtual Charter School Board relating to the
implementation and enforcement of the Oklahoma Charter Schools Act

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shall be enforceable by the Statewide Charter School Board. The
 rules shall continue in force and effect and the Executive Director
 of the Statewide Charter School Board shall have authority to amend,
 repeal, recodify, or make additions to the rules pursuant to the
 Administrative Procedures Act.

6 J. Effective July 1, 2023, the Statewide Charter School Board shall succeed to any contractual rights and responsibilities and 7 settlement agreements incurred by the State Board of Education in a 8 9 charter school sponsorship contract executed prior to July 1, 2023. 10 All property, equipment, supplies, records, assets, funds, current 11 and future liabilities, encumbrances, obligations, and indebtedness 12 associated with a charter school sponsorship contract entered into 13 by the State Board of Education prior to July 1, 2023, shall be 14 transferred to the Statewide Charter School Board. Appropriate 15 conveyances and other documents shall be executed to effectuate the 16 transfer of property associated with a sponsorship contract. Upon 17 succession of sponsorship contracts, the Statewide Charter School 18 Board shall assume sponsorship of the charter schools for the 19 remainder of the term of the contracts. Prior to the end of the 20 current term of the contract, the Statewide Charter School Board 21 shall allow a charter school to apply for renewal of the sponsorship 22 contract in accordance with the renewal procedures established 23 pursuant to Section 3-137 of Title 70 of the Oklahoma Statutes.

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K. Beginning July 1, 2023, at the end of the current term of a charter school sponsorship contract with a school district, an accredited comprehensive or regional institution that is a member of The Oklahoma State System of Higher Education, a community college, or a federally recognized Indian tribe, a charter school may apply for contract renewal with the Statewide Charter School Board for sponsorship.

8 SECTION 2. NEW LAW A new section of law to be codified 9 in the Oklahoma Statutes as Section 3-132.2 of Title 70, unless 10 there is created a duplication in numbering, reads as follows:

A. Beginning July 1, 2023, and subject to the requirements of the Oklahoma Charter Schools Act, the Statewide Charter School Board shall:

14 Provide supervision and oversight of the operations of 1. 15 statewide virtual charter schools in this state and charter schools 16 for which the Statewide Charter School Board is the sponsor, 17 recommend legislation pertaining to charter schools to the 18 Legislature, and promulgate rules and policies that the Board deems 19 necessary to accomplish the purposes prescribed in this section; 20 2. Ensure compliance with state laws and training requirements 21 for all charter schools, virtual charter schools, and sponsors;

3. Establish a procedure for accepting, approving, and disapproving charter school and statewide virtual charter school applications and a process for renewal or revocation of approved

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1 charter contracts which meet the procedures set forth in the 2 Oklahoma Charter Schools Act;

3 4. Hire an Executive Director and other staff for its4 operation;

5 5. Prepare a budget for expenditures necessary for the proper
6 maintenance of the Board and accomplishment of its purpose;

7 6. Comply with the requirements of the Oklahoma Open Meeting
8 Act and Oklahoma Open Records Act; and

9 7. Give priority to opening charter schools and virtual charter 10 schools that serve at-risk student populations or students from low-11 performing traditional public schools.

B. The State Board of Education shall be responsible for
accreditation of charter schools and virtual charter schools and
ensure compliance with special education laws and federal laws and
programs administered by the State Board of Education.

16 C. 1. For purposes of the Oklahoma Charter Schools Act, 17 "charter school" means:

18a.prior to July 1, 2023, a public school established by19contract with a school district board of education, a20technology center school district, a higher education21institution, a federally recognized Indian tribe, or22the State Board of Education, and23b.on July 1, 2023, and after, a public school

established by contract with a school district board

of education, a higher education institution, a
 federally recognized Indian tribe, or the Statewide
 Charter School Board,

4 to provide learning that will improve student achievement and as 5 defined in the Elementary and Secondary Education Act of 1965, 20 6 U.S.C. 8065.

7 2. A charter school may consist of a new school site, new
8 school sites, or all or any portion of an existing school site. An
9 entire school district may not become a charter school site.

D. 1. For the purposes of the Oklahoma Charter Schools Act, "conversion school" means a school created by converting all or any part of a traditional public school in order to access any or all flexibilities afforded to a charter school; provided, however, all or any part of a traditional public school may not be converted to a virtual charter school.

16 Prior to the board of education of a school district 2. 17 converting all or any part of a traditional public school to a 18 conversion school, the board shall prepare a conversion plan. The 19 conversion plan shall include documentation that demonstrates and 20 complies with paragraphs 1, 2, 6, 7, 8, 9, 10, 13, 14, 15, 16, 17, 19, 20, 21, 22, 23, 24, 34, and 35 of subsection B of Section 3-134 21 22 of Title 70 of the Oklahoma Statutes. The conversion plan and all 23 documents shall be in writing and shall be available to the public 24 pursuant to the requirements of the Oklahoma Open Records Act. All

votes by the board of education of a school district to approve a conversion plan shall be held in an open public session. If the board of education of a school district votes to approve a conversion plan, the board shall notify the State Board of Education within sixty (60) days after the vote. The notification shall include a copy of the minutes for the board meeting at which the conversion plan was approved.

3. A conversion school shall comply with all the same 8 9 accountability measures as are required of a charter school as 10 defined in subsection C of this section. The provisions of Sections 11 3-140 and 3-142 of Title 70 of the Oklahoma Statutes shall not apply 12 to a conversion school. Conversion schools shall comply with the 13 same laws and State Board of Education rules relating to student 14 enrollment which apply to traditional public schools. Conversion 15 schools shall be funded by the board of education of the school 16 district as a school site within the school district and funding 17 shall not be affected by the conversion of the school.

18 4. The board of education of a school district may vote to
19 revert a conversion school back to a traditional public school at
20 any time; provided, the change shall only occur during a break
21 between school years.

5. Unless otherwise provided for in this subsection, a conversion school shall retain the characteristics of a traditional public school.

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1 E. 1. Beginning July 1, 2023, the Statewide Charter School 2 Board shall make publicly available a list of supplemental online courses which have been reviewed and certified by the Board to 3 4 ensure that the courses are high-quality options and are aligned 5 with the subject matter standards adopted by the State Board of Education pursuant to Section 11-103.6 of Title 70 of the Oklahoma 6 7 Statutes. The Statewide Charter School Board shall give special emphasis on listing supplemental online courses in science, 8 9 technology, engineering, and math (STEM), foreign language, and 10 advanced placement courses. School districts shall not be limited 11 to selecting supplemental online courses that have been reviewed and 12 certified by the Statewide Charter School Board and listed as 13 provided for in this paragraph.

14 2. In conjunction with the Office of Management and Enterprise 15 Services, the Board shall negotiate and enter into contracts with 16 supplemental online course providers to offer a state rate price to 17 school districts for supplemental online courses that have been 18 reviewed and certified by the Statewide Charter School Board and 19 listed as provided for in this subsection.

SECTION 3. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 3-132.3 of Title 70, unless there is created a duplication in numbering, reads as follows: There is hereby created in the State Treasury a revolving fund for the Statewide Charter School Board to be designated the

1 "Statewide Charter School Board Revolving Fund". The fund shall be a continuing fund, not subject to fiscal year limitations, and shall 2 consist of all monies received by the Statewide Charter School Board 3 4 from state appropriations. All monies accruing to the credit of the 5 fund are hereby appropriated and may be budgeted and expended by the Statewide Charter School Board for the purposes set forth in Section 6 7 2 of this act. Expenditures from the fund shall be made upon warrants issued by the State Treasurer against claims filed as 8 9 prescribed by law with the Director of the Office of Management and 10 Enterprise Services for approval and payment.

11 SECTION 4. AMENDATORY 70 O.S. 2021, Section 3-104, is
12 amended to read as follows:

Section 3-104. A. The supervision of the public school system of Oklahoma shall be vested in the State Board of Education and, subject to limitations otherwise provided by law, the State Board of Education shall:

Adopt policies and make rules for the operation of the
 public school system of the state;

Appoint, prescribe the duties, and fix the compensation of a
 secretary, an attorney, and all other personnel necessary for the
 proper performance of the functions of the State Board of Education.
 The secretary shall not be a member of the Board;

3. Submit to the Governor a departmental budget based upon
major functions of the Department as prepared by the State

Superintendent of Public Instruction and supported by detailed data on needs and proposed operations as partially determined by the budgetary needs of local school districts filed with the State Board of Education for the ensuing fiscal year. Appropriations therefor shall be made in lump-sum form for each major item in the budget as follows:

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- a. State Aid to schools,
- b. the supervision of all other functions of general and 8 9 special education including general control, free 10 textbooks, school lunch, Indian education, and all 11 other functions of the Board and an amount sufficient 12 to adequately staff and administer these services, and 13 с. the Board shall determine the details by which the 14 budget and the appropriations are administered. 15 Annually, the Board shall make preparations to 16 consolidate all of the functions of the Department in 17 such a way that the budget can be based on two items, 18 administration and aid to schools. A maximum amount 19 for administration shall be designated as a part of 20 the total appropriation;

4. On the first day of December preceding each regular session
of the Legislature, prepare and deliver to the Governor and the
Legislature a report for the year ending June 30 immediately

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1 preceding the regular session of the Legislature. The report shall
2 contain:

- a. detailed statistics and other information concerning
 enrollment, attendance, expenditures including State
 Aid, and other pertinent data for all public schools
 in this state,
- b. reports from each and every division within the State
 Department of Education as submitted by the State
 Superintendent of Public Instruction and any other
 division, department, institution, or other agency
 under the supervision of the Board,
- 12 c. recommendations for the improvement of the public13 school system of the state,
- 14d. a statement of the receipts and expenditures of the15State Board of Education for the past year, and
- e. a statement of plans and recommendations for the
 management and improvement of public schools and such
 other information relating to the educational
 interests of the state as may be deemed necessary and
 desirable;
- 5. Provide for the formulation and adoption of curricula, courses of study, and other instructional aids necessary for the adequate instruction of pupils in the public schools;
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1 6. Have authority in matters pertaining to the licensure and 2 certification of persons for instructional, supervisory, and administrative positions and services in the public schools of the 3 state subject to the provisions of Section 6-184 of this title, and 4 5 shall formulate rules governing the issuance and revocation of certificates for superintendents of schools, principals, 6 supervisors, librarians, clerical employees, school nurses, school 7 bus drivers, visiting teachers, classroom teachers, and for other 8 9 personnel performing instructional, administrative, and supervisory 10 services, but not including members of boards of education and other employees who do not work directly with pupils, and may charge and 11 12 collect reasonable fees for the issuance of such certificates:

13 a. the State Department of Education shall not issue a 14 certificate to and shall revoke the certificate of any 15 person who has been convicted, whether upon a verdict 16 or plea of guilty or upon a plea of nolo contendere, 17 or received a suspended sentence or any probationary 18 term for a crime or an attempt to commit a crime provided for in Section 843.5 of Title 21 of the 19 20 Oklahoma Statutes if the offense involved sexual abuse 21 or sexual exploitation as those terms are defined in 22 Section 1-1-105 of Title 10A of the Oklahoma Statutes, 23 Section 741, 843.1, if the offense included sexual 24 abuse or sexual exploitation, 865 et seq., 885, 888,

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891, 1021, 1021.2, 1021.3, 1040.13a, 1087, 1088, 1111.1, 1114 or 1123 of Title 21 of the Oklahoma Statutes or who enters this state and who has been convicted, received a suspended sentence, or received a deferred judgment for a crime or attempted crime which, if committed or attempted in this state, would be a crime or an attempt to commit a crime provided for in any of said the laws,

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9 b. all funds collected by the State Department of Education for the issuance of certificates to 10 11 instructional, supervisory, and administrative 12 personnel in the public schools of the state shall be 13 deposited in the "Teachers' Certificate Fund" in the 14 State Treasury and may be expended by the State Board 15 of Education to finance the activities of the State 16 Department of Education necessary to administer the 17 program, for consultative services, publication costs, 18 actual and necessary travel expenses as provided in 19 the State Travel Reimbursement Act incurred by persons 20 performing research work, and other expenses found 21 necessary by the State Board of Education for the 22 improvement of the preparation and certification of 23 teachers in Oklahoma. Provided, any unobligated balance in the Teachers' Certificate Fund in excess of 24

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1 Ten Thousand Dollars (\$10,000.00) on June 30 of any 2 fiscal year shall be transferred to the General Revenue Fund of the State of Oklahoma this state. 3 4 Until July 1, 1997, the State Board of Education shall 5 have authority for approval of teacher education The State Board of Education shall also 6 programs. 7 have authority for the administration of teacher residency and professional development, subject to the 8 9 provisions of the Oklahoma Teacher Preparation Act;

7. Promulgate rules governing the classification, inspection, 10 supervision, and accrediting of all public nursery, kindergarten, 11 12 elementary and secondary schools, and on-site educational services 13 provided by public school districts or state-accredited private 14 schools in partial hospitalization programs, day treatment programs, 15 and day hospital programs as defined in this act for persons between 16 the ages of three (3) and twenty-one (21) years of age in the state. 17 However, no school shall be denied accreditation solely on the basis 18 of average daily attendance.

Any school district which maintains an elementary school and faces the necessity of relocating its school facilities because of construction of a lake, either by state or federal authority, which will inundate the school facilities, shall be entitled to receive probationary accreditation from the State Board of Education for a period of five (5) years after the effective date of this act June

1 12, 1975, and any school district, otherwise qualified, shall be entitled to receive probationary accreditation from the State Board 2 of Education for a period of two (2) consecutive years to attain the 3 4 minimum average daily attendance. The Head Start and public 5 nurseries or kindergartens operated from Community Action Program funds shall not be subjected to the accrediting rules of the State 6 7 Board of Education. Neither will the State Board of Education make rules affecting the operation of the public nurseries and 8 9 kindergartens operated from federal funds secured through Community 10 Action Programs even though they may be operating in the public 11 schools of the state. However, any of the Head Start or public 12 nurseries or kindergartens operated under federal regulations may 13 make application for accrediting from the State Board of Education 14 but will be accredited only if application for the approval of the 15 programs is made. The status of no school district shall be changed 16 which will reduce it to a lower classification until due notice has 17 been given to the proper authorities thereof and an opportunity 18 given to correct the conditions which otherwise would be the cause 19 of such reduction.

20 Private and parochial schools may be accredited and classified 21 in like manner as public schools or, if an accrediting association 22 is approved by the State Board of Education, by procedures 23 established by the State Board of Education to accept accreditation 24

by such accrediting association, if application is made to the State
 Board of Education for such accrediting;

8. Be the legal agent of the State of Oklahoma this state to
accept, in its discretion, the provisions of any Act of Congress
appropriating or apportioning funds which are now, or may hereafter
be, provided for use in connection with any phase of the system of
public education in Oklahoma. It shall prescribe such rules as it
finds necessary to provide for the proper distribution of such funds
in accordance with the state and federal laws;

9. Be and is specifically hereby designated as the agency of this state to cooperate and deal with any officer, board, or authority of the United States Government under any law of the United States which may require or recommend cooperation with any state board having charge of the administration of public schools unless otherwise provided by law;

16 10. Be and is hereby designated as the "State Educational 17 Agency" referred to in Public Law 396 of the 79th Congress of the 18 United States, which law states that said the act may be cited as 19 the "National School Lunch Act", and said the State Board of 20 Education is hereby authorized and directed to accept the terms and 21 provisions of said the act and to enter into such agreements, not in 22 conflict with the Constitution of Oklahoma or the Constitution and 23 Statutes of the United States, as may be necessary or appropriate to 24

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secure for the State of Oklahoma this state the benefits of the
 school lunch program established and referred to in said the act;

Have authority to secure and administer the benefits of the 3 11. 4 National School Lunch Act, Public Law 396 of the 79th Congress of 5 the United States, in the State of Oklahoma this state and is hereby authorized to employ or appoint and fix the compensation of such 6 7 additional officers or employees and to incur such expenses as may be necessary for the accomplishment of the above purpose, administer 8 9 the distribution of any state funds appropriated by the Legislature 10 required as federal matching to reimburse on children's meals;

11 12. Accept and provide for the administration of any land, 12 money, buildings, gifts, donation, or other things of value which 13 may be offered or bequeathed to the schools under the supervision or 14 control of said the Board;

15 Have authority to require persons having administrative 13. 16 control of all school districts in Oklahoma to make such regular and 17 special reports regarding the activities of the schools in said the 18 districts as the Board may deem needful for the proper exercise of 19 its duties and functions. Such authority shall include the right of 20 the State Board of Education to withhold all state funds under its 21 control, to withhold official recognition, including accrediting, 22 until such required reports have been filed and accepted in the 23 office of said the Board and to revoke the certificates of persons 24 failing or refusing to make such reports;

1 14. Have general supervision of the school lunch program. The State Board of Education may sponsor workshops for personnel and 2 participants in the school lunch program and may develop, print, and 3 distribute free of charge or sell any materials, books, and 4 5 bulletins to be used in such the school lunch programs. There is hereby created in the State Treasury a revolving fund for the Board, 6 to be designated the School Lunch Workshop Revolving Fund. The fund 7 shall consist of all fees derived from or on behalf of any 8 9 participant in any such workshop sponsored by the State Board of 10 Education, or from the sale of any materials, books, and bulletins, 11 and such funds shall be disbursed for expenses of such workshops and 12 for developing, printing, and distributing of such the materials, 13 books, and bulletins relating to the school lunch program. The fund 14 shall be administered in accordance with Section 155 of Title 62 of 15 the Oklahoma Statutes;

16 15. Prescribe all forms for school district and county officers 17 to report to the State Board of Education where required. The State 18 Board of Education shall also prescribe a list of appropriation accounts by which the funds of school districts shall be budgeted, 19 20 accounted for, and expended; and it shall be the duty of the State 21 Auditor and Inspector in prescribing all budgeting, accounting, and 22 reporting forms for school funds to conform to such lists; 23 Provide for the establishment of a uniform system of pupil 16.

24 and personnel accounting, records, and reports;

17. Have authority to provide for the health and safety of
 2 school children and school personnel while under the jurisdiction of
 3 school authorities;

4 18. Provide for the supervision of the transportation of 5 pupils;

6 19. Have authority, upon request of the local school board, to 7 act in behalf of the public schools of the state in the purchase of 8 transportation equipment;

9 20. Have authority and is hereby required to perform all duties 10 necessary to the administration of the public school system in 11 Oklahoma as specified in the Oklahoma School Code; and, in addition 12 thereto, those duties not specifically mentioned herein if not 13 delegated by law to any other agency or official;

14 Administer the State Public Common School Building 21. 15 Equalization Fund established by Section 32 of Article X of the 16 Oklahoma Constitution. Any monies as may be appropriated or 17 designated by the Legislature, other than ad valorem taxes, any 18 other funds identified by the State Department of Education, which 19 may include, but not be limited to, grants-in-aid from the federal 20 government for building purposes, the proceeds of all property that 21 shall fall to the state by escheat, penalties for unlawful holding 22 of real estate by corporations, and capital gains on assets of the 23 permanent school funds, shall be deposited in the State Public 24 Common School Building Equalization Fund. The fund shall be used to

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1 aid school districts and charter schools in acquiring buildings, subject to the limitations fixed by Section 32 of Article X of the 2 Oklahoma Constitution. It is hereby declared that the term 3 "acquiring buildings" as used in Section 32 of Article X of the 4 5 Oklahoma Constitution shall mean acquiring or improving school sites, constructing, repairing, remodeling, or equipping buildings, 6 7 or acquiring school furniture, fixtures, or equipment. It is hereby declared that the term "school districts" as used in Section 32 of 8 9 Article X of the Oklahoma Constitution shall mean school districts 10 and eligible charter schools as defined in subsection B of this 11 section. The State Board of Education shall disburse redbud school grants annually from the State Public Common School Building 12 13 Equalization Fund to public schools and eligible charter schools 14 pursuant to subsection B of this section. The Board shall 15 promulgate rules for the implementation of disbursing redbud school 16 grants pursuant to this section. The State Board of Education shall 17 prescribe rules for making grants of aid from, and for otherwise 18 administering, the fund pursuant to the provisions of this 19 paragraph, and may employ and fix the duties and compensation of 20 technicians, aides, clerks, stenographers, attorneys, and other 21 personnel deemed necessary to carry out the provisions of this 22 The cost of administering the fund shall be paid from paragraph. 23 monies appropriated to the State Board of Education for the 24 operation of the State Department of Education. From monies

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1 apportioned to the fund, the State Department of Education may 2 reserve not more than one-half of one percent (1/2 of 1%) for 3 purposes of administering the fund;

4 22. Recognize that the Director of the Oklahoma Department of 5 Corrections shall be the administrative authority for the schools which are maintained in the state reformatories and shall appoint 6 7 the principals and teachers in such schools. Provided, that rules of the State Board of Education for the classification, inspection, 8 9 and accreditation of public schools shall be applicable to such 10 schools; and such schools shall comply with standards set by the State Board of Education; and 11

12 23. Have authority to administer a revolving fund which is 13 hereby created in the State Treasury, to be designated the 14 Statistical Services Revolving Fund. The fund shall consist of all 15 monies received from the various school districts of the state, the 16 United States Government, and other sources for the purpose of 17 furnishing or financing statistical services and for any other 18 purpose as designated by the Legislature. The State Board of 19 Education is hereby authorized to enter into agreements with school 20 districts, municipalities, the United States Government, 21 foundations, and other agencies or individuals for services, 22 programs, or research projects. The Statistical Services Revolving 23 Fund shall be administered in accordance with Section 155 of Title 24 62 of the Oklahoma Statutes.

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- B. 1. The redbud school grants shall be determined by the
 State Department of Education as follows:
- a. divide the county four-mill levy revenue by four to
 determine the nonchargeable county four-mill revenue
 for each school district,
- b. determine the amount of new revenue generated by the 6 7 five-mill building fund levy as authorized by Section 10 of Article X of the Oklahoma Constitution for each 8 9 school district as reported in the Oklahoma Cost Accounting System for the preceding fiscal year, 10 11 add the amounts calculated in subparagraphs a and b of с. 12 this paragraph to determine the nonchargeable millage 13 for each school district,
- 14 d. add the nonchargeable millage in each district 15 statewide as calculated in subparagraph c of this 16 paragraph and divide the total by the average daily 17 membership in public schools statewide based on the 18 preceding school year's average daily membership, 19 according to the provisions of Section 18-107 of this 20 title. This amount is the statewide nonchargeable 21 millage per student, known as the baseline local 22 funding per student,
- e. all eligible charter schools shall be included in
 these calculations as unique school districts,

1 separate from the school district that may sponsor the 2 eligible charter school, and the total number of districts shall be used to determine the statewide 3 4 average baseline local funding per student, f. 5 for each school district or eligible charter school which is below the baseline local funding per student, 6 7 the Department shall subtract the baseline local funding per student from the average nonchargeable 8 9 millage per student of the school district or eligible 10 charter school to determine the nonchargeable millage 11 per student shortfall for each district, and 12 q. the nonchargeable millage per student shortfall for a 13 school district or eligible charter school shall be 14 multiplied by the average daily membership of the 15 preceding school year of the eligible school district 16 or eligible charter school. This amount shall be the 17 redbud school grant amount for the school district or 18 eligible charter school.

19 2. For fiscal year 2022, monies for the redbud school grants 20 shall be expended from the funds apportioned pursuant to Section 2 21 Section 426 of this act Title 63 of the Oklahoma Statutes. For 22 fiscal year 2023 and each subsequent fiscal year, monies for the 23 redbud school grants shall be appropriated pursuant to Section 2 24 Section 426 of this act Title 63 of the Oklahoma Statutes, not to

1 exceed three-fourths (3/4) of the tax collected in the preceding fiscal year pursuant to Section 426 of Title 63 of the Oklahoma 2 Statutes as determined by the Oklahoma Tax Commission. For fiscal 3 4 year 2023 and each subsequent fiscal year, if such appropriated 5 funds are insufficient to fund the redbud school grants, then an additional apportionment of funds shall be made from sales tax 6 7 collections as provided by subsection D of Section 3 Section 1353 of this act Title 68 of the Oklahoma Statutes. If both funds are 8 9 insufficient, the Department shall promulgate rules to permit a 10 decrease to the baseline local funding per student to the highest 11 amount allowed with the funding available.

12 3. As used in this section, "eligible charter school" shall 13 mean a charter school which is sponsored pursuant to the provisions 14 of the Oklahoma Charter School Schools Act. Provided, however, 15 "eligible charter school" shall not include a statewide virtual 16 charter school sponsored by the Statewide Virtual Charter School 17 Board Statewide Charter School Board but shall only include those 18 which provide in-person or blended instruction, as provided by 19 Section 1-111 of this title, to not less than two-thirds (2/3) of 20 students as the primary means of instructional service delivery.

4. The Department shall develop a program to acknowledge the
redbud school grant recipients and shall include elected members of
the Oklahoma House of Representatives and Oklahoma State Senate who
represent the school districts and eligible charter schools.

5. The Department shall create a dedicated page on its website
 listing annual redbud school grant recipients, amount awarded to
 each recipient, and other pertinent information about the Redbud
 School Funding Act.

5 6. The Department shall provide the Chair of the House
6 Appropriations and Budget Committee and the Chair of the Senate
7 Appropriations Committee no later than February 1 of each year with
8 an estimate of the upcoming year's redbud school grant allocation as
9 prescribed by this section.

10SECTION 5.AMENDATORY70 O.S. 2021, Section 3-132, is11amended to read as follows:

Section 3-132. A. The Oklahoma Charter Schools Act shall apply only to charter schools formed and operated under the provisions of the act. Charter schools shall be sponsored only as follows:

By any school district located in the State of Oklahoma this
 <u>state</u>, provided such charter school shall only be located within the
 geographical boundaries of the sponsoring district and subject to
 the restrictions of Section 3-145.6 of this title;

19 2. By a technology center school district if the charter school 20 is located in a school district served by the technology center 21 school district in which all or part of the school district is 22 located in a county having more than five hundred thousand (500,000) 23 population according to the latest Federal Decennial Census;

24

By a technology center school district if the charter school
 is located in a school district served by the technology center
 school district and the school district has a school site that has
 been identified as in need of improvement by the State Board of
 Education pursuant to the Elementary and Secondary Education Act of
 1965, as amended or reauthorized;

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13 5. 3. By a comprehensive or regional institution that is a 14 member of The Oklahoma State System of Higher Education if the 15 charter school is located in a school district that has a school 16 site that has been identified as in need of improvement by the State 17 Board of Education pursuant to the Elementary and Secondary 18 Education Act of 1965, as amended or reauthorized. In addition, the 19 institution shall have a teacher education program accredited by the 20 Oklahoma Commission for Teacher Preparation Commission for 21 Educational Quality and Accountability and have a branch campus or

23 which the charter school is located in the State of Oklahoma;

constituent agency physically located within the school district in

24

22

6. 4. By a federally recognized Indian tribe, operating a high 1 2 school under the authority of the Bureau of Indian Affairs as of November 1, 2010, if the charter school is for the purpose of 3 4 demonstrating native language immersion instruction, and is located 5 within its former reservation or treaty area boundaries. For purposes of this paragraph, native language immersion instruction 6 7 shall require that educational instruction and other activities conducted at the school site are primarily conducted in the native 8 9 language;

10 7. By 5. Until June 30, 2023, the State Board of Education and beginning July 1, 2023, the Statewide Charter School Board when the 11 12 applicant of the charter school is the Office of Juvenile Affairs or 13 the applicant has a contract with the Office of Juvenile Affairs to 14 provide a fixed rate level E, D, or D+ group home service and the 15 charter school is for the purpose of providing education services to 16 youth in the custody or supervision of the state. Not more than two 17 charter schools shall be sponsored by the Board as provided for in 18 this paragraph during the period of time beginning July 1, 2010, 19 through July 1, 2016;

20 8. 6. By a federally recognized Indian tribe only when the 21 charter school is located within the former reservation or treaty 22 area boundaries of the tribe on property held in trust by the Bureau 23 of Indian Affairs of the United States Department of the Interior 24 for the benefit of the tribe; or

| 1 | 9. 7. By the State Board of Education when the applicant has |
|----|---|
| 2 | first been denied a charter by the local school district in which it |
| 3 | seeks to operate Statewide Charter School Board. In counties with |
| 4 | fewer than five hundred thousand (500,000) population, according to |
| 5 | the latest Federal Decennial Census, the State Board of Education |
| 6 | Statewide Charter School Board shall not sponsor more than five <u>new</u> |
| 7 | charter schools per year each year for the first five (5) years |
| 8 | after the effective date of this act, with and shall not sponsor |
| 9 | more than one charter school sponsored in a single school district |
| 10 | per year. In order to authorize a charter school under this |
| 11 | section, the State Board of Education shall find evidence of all of |
| 12 | the following: |
| 13 | a. a thorough and high-quality charter school application |
| 14 | from the applicant based on the authorizing standards |
| 15 | in subsection B of Section 3-134 of this title, |
| 16 | b. a clear demonstration of community support for the |
| 17 | charter school, and |
| 18 | c. the grounds and basis of objection by the school |
| 19 | district for denying the operation of the charter are |
| 20 | not supported by the greater weight of evidence and |
| 21 | the strength of the application Existing charter |
| 22 | schools which are sponsored by the Statewide Charter |
| 23 | School Board shall not apply to the limits prescribed |
| 24 | in this paragraph. |

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B. An eligible non-school-district sponsor shall give priority
 to opening charter schools that serve at-risk student populations or
 students from low-performing traditional public schools.

C. An eligible non-school-district sponsor shall give priority 4 5 to applicants that have demonstrated a record of operating at least one school or similar program that demonstrates academic success and 6 organizational viability and serves student populations similar to 7 those the proposed charter school seeks to serve. In assessing the 8 9 potential for quality replication of a charter school, a sponsor 10 shall consider the following factors before approving a new site or school: 11

Evidence of a strong and reliable record of academic success
 based primarily on student performance data, as well as other viable
 indicators, including financial and operational success;

A sound, detailed, and well-supported growth plan;
 Evidence of the ability to transfer successful practices to
 a potentially different context that includes reproducing critical
 cultural, organizational, and instructional characteristics;

19 4. Any management organization involved in a potential 20 replication is fully vetted, and the academic, financial, and 21 operational records of the schools it operates are found to be 22 satisfactory;

- 23
- 24

5. Evidence the program seeking to be replicated has the
 capacity to do so successfully without diminishing or putting at
 risk its current operations; and

6. A financial structure that ensures that funds attributable
to each charter school within a network and required by law to be
utilized by a school remain with and are used to benefit that
school.

8 D. For purposes of the Oklahoma Charter Schools Act, "charter 9 school" means a public school established by contract with a board 10 of education of a school district, an area vocational-technical 11 school district, a higher education institution, a federally 12 recognized Indian tribe, or the State Board of Education pursuant to 13 the Oklahoma Charter Schools Act to provide learning that will 14 improve student achievement and as defined in the Elementary and 15 Secondary Education Act of 1965, 20 U.S.C. 8065. 16 E. 1. For the purposes of the Oklahoma Charter Schools Act, 17 "conversion school" means a school created by converting all or any 18 part of a traditional public school in order to access any or all

19 flexibilities afforded to a charter school.

20 2. Prior to the board of education of a school district 21 converting all or any part of a traditional public school to a 22 conversion school, the board shall prepare a conversion plan. The 23 conversion plan shall include documentation that demonstrates and 24 complies with paragraphs 1, 2, 6, 7, 8, 9, 10, 13, 14, 15, 16, 17,

| 1 | 19, 20, 21, 22, 23, 24, 34 and 35 of subsection B of Section 3-134 |
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| 2 | of this title. The conversion plan and all documents shall be in |
| 3 | writing and shall be available to the public pursuant to the |
| 4 | requirements of the Oklahoma Open Records Act. All votes by the |
| 5 | board of education of a school district to approve a conversion plan |
| 6 | shall be held in an open public session. If the board of education |
| 7 | of a school district votes to approve a conversion plan, the board |
| 8 | shall notify the State Board of Education within sixty (60) days |
| 9 | after the vote. The notification shall include a copy of the |
| 10 | minutes for the board meeting at which the conversion plan was |
| 11 | approved. |
| 12 | 3. A conversion school shall comply with all the same |
| 13 | accountability measures as are required of a charter school as |
| 14 | defined in subsection D of this section. The provisions of Sections |
| 15 | 3-140 and 3-142 of this title shall not apply to a conversion |
| 16 | school. Conversion schools shall comply with the same laws and |
| 17 | State Board of Education rules relating to student enrollment which |
| 18 | apply to traditional public schools. Conversion schools shall be |
| 19 | funded by the board of education of the school district as a school |
| 20 | site within the school district and funding shall not be affected by |
| 21 | the conversion of the school. |
| 22 | 4. The board of education of a school district may vote to |
| 23 | revert a conversion school back to a traditional public school at |
| 24 | |

1 any time; provided, the change shall only occur during a break
2 between school years.

3 5. Unless otherwise provided for in this subsection, a
4 conversion school shall retain the characteristics of a traditional
5 public school.

6 F. A charter school may consist of a new school site, new 7 school sites or all or any portion of an existing school site. An 8 entire school district may not become a charter school site.

9 SECTION 6. AMENDATORY 70 O.S. 2021, Section 3-134, is 10 amended to read as follows:

11 Section 3-134. A. For written applications filed after January 1, 2008 July 1, 2023, prior to submission of the application to a 12 13 proposed sponsor seeking to establish a charter school or to the 14 Statewide Charter School Board to establish a virtual charter 15 school, the applicant shall be required to complete training which 16 shall not exceed ten (10) hours provided by the State Department of 17 Education Statewide Charter School Board on the process and 18 requirements for establishing a charter school or virtual charter 19 school. The sponsor of a charter school that enters into a new or 20 renewed sponsorship contract on or after July 1, 2023, shall be 21 required to complete training provided by the Statewide Charter 22 School Board on the oversight duties of the sponsor. The Department 23 Board shall develop and implement the training by January 1, 2008 24 July 1, 2023. The Department Board may provide the training in any

1 format and manner that the Department it determines to be efficient 2 and effective including τ but not limited to τ web-based training.

B. Except as otherwise provided for in Section 3-137 of this
title, an applicant seeking to establish a <u>virtual charter school</u>
<u>shall submit a written application to the Statewide Charter School</u>
<u>Board, and an applicant seeking to establish a</u> charter school shall
submit a written application to the proposed sponsor as prescribed
in subsection E of this section. The application shall include:
1. A mission statement for the charter school <u>or virtual</u>

10 charter school;

A description including, but not limited to, background
 information of the organizational structure and the governing body
 <u>board</u> of the charter school <u>or virtual charter school</u>;

3. A financial plan for the first five (5) years of operation
of the charter school <u>or virtual charter school</u> and a description of
the treasurer or other officers or persons who shall have primary
responsibility for the finances of the charter school <u>or virtual</u>
<u>charter school</u>. Such person shall have demonstrated experience in
school finance or the equivalent thereof;

20 4. A description of the hiring policy of the charter school <u>or</u>
21 <u>virtual charter school</u>;

22 5. The name of the applicant or applicants and requested 23 sponsor;

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A description of the facility and location of the charter
 school;

3 7. A description of the grades being served;

4 8. An outline of criteria designed to measure the effectiveness
5 of the charter school <u>or virtual charter school</u>;

9. A demonstration of support for the charter school from
residents of the school district <u>in which the charter school is to</u>
<u>be located</u> which may include but is not limited to a survey of the
school district residents or a petition signed by residents of the
school district;

11 10. Documentation that the applicants completed charter school 12 training as set forth in subsection A of this section;

13 11. A description of the minimum and maximum enrollment planned14 per year for each term of the charter contract;

15 12. The proposed calendar for the charter school <u>or virtual</u> 16 charter school and sample daily schedule;

17 13. Unless otherwise authorized by law or regulation, a
18 description of the academic program aligned with state standards;

19 14. A description of the instructional design of the charter 20 school, <u>or virtual charter school</u> including the type of learning 21 environment, class size and structure, curriculum overview, and 22 teaching methods;

23 15. The plan for using internal and external assessments to 24 measure and report student progress on the performance framework

1 developed by the applicant in accordance with subsection C of 2 Section 3-135 Section 3-136 of this title;

3 16. The plans for identifying and successfully serving students 4 with disabilities, students who are English language learners, and 5 students who are academically behind;

6 17. A description of cocurricular or extracurricular programs7 and how they will be funded and delivered;

8 18. Plans and time lines for student recruitment and
9 enrollment, including lottery procedures;

10 19. The student discipline policies for the charter school₇ or 11 <u>virtual charter school</u> including those for special education 12 students;

13 20. An organizational chart that clearly presents the 14 organizational structure of the charter school, <u>or virtual charter</u> 15 <u>school</u> including lines of authority and reporting between the 16 governing board, staff, any related bodies such as advisory bodies 17 or parent and teacher councils, and any external organizations that 18 will play a role in managing the school;

19 21. A clear description of the roles and responsibilities for 20 the governing board, the leadership and management team for the 21 charter school, or virtual charter school and any other entities 22 shown in the organizational chart;

23 22. The leadership and teacher employment policies for the 24 charter school or virtual charter school;

1 23. Proposed governing bylaws; 2 Explanations of any partnerships or contractual 24. partnerships central to the operations or mission of the charter 3 4 school or virtual charter school; 25. The plans for providing transportation, food service, and 5 all other significant operational or ancillary services; 6 7 26. Opportunities and expectations for parental involvement; 27. A detailed school start-up plan that identifies tasks, time 8 9 lines, and responsible individuals; 10 A description of the financial plan and policies for the 28. 11 charter school τ or virtual charter school including financial 12 controls and audit requirements; 13 29. A description of the insurance coverage the charter school 14 or virtual charter school will obtain; 15 Start-up and five-year budgets with clearly stated 30. 16 assumptions; 17 Start-up and first-year cash-flow projections with clearly 31. 18 stated assumptions; 19 Evidence of anticipated fundraising contributions, if 32. 20 claimed in the application; 21 33. A sound facilities $plan_{\tau}$ including backup or contingency 22 plans if appropriate; 23 34. A requirement that the charter school or virtual charter 24 school governing board meet at a minimum quarterly monthly in the

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state and that for those charter schools outside of counties with a population of five hundred thousand (500,000) or more, that a majority of members are residents within the geographic boundary of the sponsoring entity charter school; and

35. A requirement that the charter school follow the
requirements of the Oklahoma Open Meeting Act and Oklahoma Open
Records Act; and

36. A copy of proposed contracts between the governing board of 8 9 a charter school or virtual charter school and an educational 10 management organization, as defined by Section 5-200 of this title, 11 which meet the requirements of the Oklahoma Charter Schools Act. 12 C. A board of education of a public school district, public 13 body, public or private college or university, private person, or 14 private organization may contract with a sponsor to establish a 15 charter school. A private school shall not be eligible to contract 16 for a charter school or virtual charter school under the provisions 17 of the Oklahoma Charter Schools Act.

D. The sponsor of a charter school is the board of education of a school district, the board of education of a technology center school district, a higher education institution, the State Board of Education, or a federally recognized Indian tribe which meets the criteria established in Section 3-132 of this title, or beginning July 1, 2023, the Statewide Charter School Board. Any board of education of a school district in the state may sponsor one or more

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1 charter schools. The physical location of a charter school sponsored by a board of education of a school district or a 2 technology center school district shall be within the boundaries of 3 the sponsoring school district. The physical location of a charter 4 5 school sponsored by the State Board of Education Statewide Charter 6 School Board when the applicant of the charter school is the Office 7 of Juvenile Affairs shall be where an Office of Juvenile Affairs facility for youth is located. The physical location of a charter 8 9 school otherwise sponsored by the State Board of Education pursuant 10 to paragraph 8 of subsection A of Section 3-132 of this title shall 11 be in the school district in which the application originated.

12 E. An applicant for a charter school may submit an application 13 to a proposed sponsor which shall either accept or reject 14 sponsorship of the charter school within ninety (90) days of receipt 15 of the application. If the proposed sponsor rejects the 16 application, it shall notify the applicant in writing of the reasons 17 for the rejection. The applicant may submit a revised application 18 for reconsideration to the proposed sponsor within thirty (30) days 19 after receiving notification of the rejection. The proposed sponsor 20 shall accept or reject the revised application within thirty (30) 21 days of its receipt. Should the sponsor reject the application on 22 reconsideration, the applicant may appeal the decision to the State 23 Board of Education with the revised application for review pursuant 24 to paragraph 8 of subsection A of Section 3-132 of this title. The

State Board of Education shall hear the appeal no later than sixty
(60) days from the date received by the Board.

F. A board of education of a school district, board of education of a technology center school district, <u>a</u> higher education institution, or <u>a</u> federally recognized Indian tribe sponsor of <u>a</u> charter school shall notify the State Board of Education <u>and the</u> Statewide Charter School Board when it accepts sponsorship of a charter school. The notification shall include a copy of the charter of the charter school.

Applicants for charter schools proposed to be sponsored by 10 G. an entity other than a school district pursuant to paragraph 1 of 11 12 subsection A of Section 3-132 of this title may, upon rejection of 13 the revised application, proceed to binding arbitration under the 14 commercial rules of the American Arbitration Association with costs 15 of the arbitration to be borne by the proposed sponsor. Applicants 16 for charter schools proposed to be sponsored by school districts pursuant to paragraph 1 of subsection A of Section 3-132 of this 17 18 title may not proceed to binding arbitration but may be sponsored by 19 the State Statewide Charter School Board of Education as provided in 20 paragraph 8 7 of subsection A of Section 3-132 of this title.

H. If a board of education of a technology center school
district school district, a higher education institution, the State
Board of Education, or a federally recognized Indian tribe accepts
sponsorship of a charter school, the administrative, fiscal, and

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oversight responsibilities of the technology center school district, the <u>school district</u>, higher education institution, or the federally recognized Indian tribe shall be listed in the contract. No <u>administrative</u>, fiscal, or oversight responsibilities <u>of a charter</u> <u>school</u> shall be delegated to a school district unless the local school district agrees to <u>enter into a contract to</u> assume the responsibilities.

8 I. A sponsor of a public charter school shall have the
9 following powers and duties <u>over charter schools it sponsors</u>, and
10 <u>the Statewide Charter School Board shall have the following powers</u>
11 <u>and duties over the charter schools and statewide virtual charter</u>
12 schools it sponsors:

Provide oversight of the operations of charter schools in
 the state through annual performance reviews of charter schools and
 reauthorization of charter schools for which it is a sponsor;

16 2. Solicit and evaluate charter applications;

Approve quality charter applications that meet identified
 educational needs and promote a diversity of educational choices;
 Decline to approve weak or inadequate charter applications;
 Negotiate and execute sound charter contracts with each

21 approved public charter school or virtual charter school;

6. Monitor, in accordance with charter contract terms, the performance and legal compliance of charter schools <u>and virtual</u> charter schools; and

7. Determine whether each charter contract merits renewal,
 2 nonrenewal, or revocation.

J. Sponsors shall establish a procedure for accepting,
approving, and disapproving charter school applications in
accordance with subsection E of this section. <u>The Statewide Charter</u>
<u>School Board shall post its application, application process, and</u>
application time frames on the Board's website.

K. Sponsors, including the Statewide Charter School Board, 8 9 shall be required to develop and maintain chartering policies and 10 practices consistent with recognized principles and standards for 11 quality charter authorizing as established by the State Department 12 of Education sponsoring in all major areas of authorizing sponsoring 13 responsibility τ including organizational capacity and 14 infrastructure, soliciting and evaluating charter school and virtual 15 charter school applications, performance contracting, ongoing 16 charter school and virtual charter school oversight and evaluation, 17 and charter contract renewal decision-making.

18 L. Sponsors acting in their official capacity shall be immune 19 from civil and criminal liability with respect to all activities 20 related to a charter school with which they contract.

21SECTION 7.AMENDATORY70 O.S. 2021, Section 3-136, is22amended to read as follows:

23 Section 3-136. A. <u>A Beginning July 1, 2023, a written contract</u> 24 entered into between the Statewide Charter School Board and the

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1 governing board of a charter school or statewide virtual charter
2 school or a written contract entered into between a sponsor and the
3 governing board of a charter school shall adopt a charter which will
4 ensure compliance with the following:

5 1. A Except as provided for in the Oklahoma Charter Schools Act, a charter school and virtual charter school shall be exempt 6 7 from all statutes and rules relating to schools, boards of education, and school districts; provided, however, a charter school 8 9 or virtual charter school shall comply with all federal regulations 10 and state and local rules and statutes relating to health, safety, 11 civil rights, and insurance. By January 1, 2000, the State 12 Department of Education shall prepare a list of relevant rules and 13 statutes which a charter school and virtual charter school must 14 comply with as required by this paragraph and shall annually provide 15 an update to the list;

2. A charter school <u>and virtual charter school</u> shall be
nonsectarian in its programs, admission policies, employment
practices, and all other operations. A sponsor, <u>including the</u>
<u>Statewide Charter School Board</u>, may not <u>authorize sponsor</u> a charter
school, <u>virtual charter school</u>, or program that is affiliated with a
nonpublic sectarian school or religious institution;

3. The charter <u>contract shall provide a description of the</u>
<u>educational program to be offered. A charter school or virtual</u>
<u>charter school may provide a comprehensive program of instruction</u>

1 for a prekindergarten program, a kindergarten program, or any grade between grades one and twelve. Instruction may be provided to all 2 persons between the ages of four (4) and twenty-one (21) years of 3 4 age. A charter school or virtual charter school may offer a 5 curriculum which emphasizes a specific learning philosophy or style or certain subject areas such as mathematics, science, fine arts, 6 7 performance arts, or foreign language. The charter of a charter school or virtual charter school which offers grades nine through 8 9 twelve shall specifically address whether the charter school or 10 virtual charter school will comply with the graduation requirements established in Section 11-103.6 of this title. No charter school or 11 12 virtual charter school shall be chartered for the purpose of 13 offering a curriculum for deaf or blind students that is the same or 14 similar to the curriculum being provided by or for educating deaf or 15 blind students that are being served by the Oklahoma School for the 16 Blind or the Oklahoma School for the Deaf;

4. A charter school <u>or virtual charter school</u> shall participate
in the testing as required by the Oklahoma School Testing Program
Act and the reporting of test results as is required of a school
district. A charter school <u>or virtual charter school</u> shall also
provide any necessary data to the Office of Accountability <u>within</u>
<u>the State Department of Education</u>;

23 5. Except as provided for in the Oklahoma Charter Schools Act
 24 and its charter, a charter school shall be exempt from all statutes

1 and rules relating to schools, boards of education, and school
2 districts;

6. A charter school, to the extent possible, or virtual charter 3 4 school shall be subject to the same reporting requirements, 5 financial audits, audit procedures, and audit requirements as a school district. The State Department of Education or State Auditor 6 7 and Inspector may conduct financial, program, or compliance audits. A charter school or virtual charter school shall use the Oklahoma 8 9 Cost Accounting System to report financial transactions to the 10 sponsoring school district State Department of Education. The charter school or virtual charter school shall be subject to the 11 12 limitations on spending, including provisions of the Oklahoma 13 Constitution, for any funds received from the state, either through 14 the State Department of Education or other sources; 15 7. 6. A charter school or virtual charter school shall comply 16 with all federal and state laws relating to the education of 17 children with disabilities in the same manner as a school district; 18 8. 7. A charter school or virtual charter school shall provide 19 for a governing body board for the school which shall be responsible 20 for the policies and operational decisions of the charter school or 21 virtual charter school. A majority of the charter school or virtual 22 charter school governing board members shall be residents of this 23 state and shall meet no less than monthly in a public meeting within

24 the boundaries of the school district in which the charter school is

| 1 | located or within this state if the governing board oversees |
|----|--|
| 2 | multiple charter schools in this state or oversees a virtual charter |
| 3 | school. The governing board of a charter school or virtual charter |
| 4 | school shall be subject to the same conflict of interest |
| 5 | requirements as a member of a school district board of education |
| 6 | including but not limited to Sections 5-113 and 5-124 of this title. |
| 7 | Members appointed to the governing board of a charter school or |
| 8 | virtual charter school shall be subject to the same instruction and |
| 9 | continuing education requirements as a member of a school district |
| 10 | board of education and pursuant to Section 5-110 of this title, |
| 11 | complete twelve (12) hours of instruction within fifteen (15) months |
| 12 | of appointment to the governing board, and pursuant to Section 5- |
| 13 | 110.1 of this title, attend continuing education; |
| 14 | 9. 8. A charter school or virtual charter school shall not be |
| 15 | used as a method of generating revenue for students who are being |
| 16 | home schooled and are not being educated at an organized charter |
| 17 | school site or by a virtual charter school; |
| 18 | 10. <u>9.</u> A charter school may <u>or virtual charter school shall be</u> |
| 19 | as equally free and open to all students as traditional public |
| 20 | schools and shall not charge tuition or fees; |
| 21 | 11. <u>10.</u> A charter school <u>or virtual charter school</u> shall |
| 22 | provide instruction each year for at least the number of days $\underline{\text{or}}$ |
| 23 | hours required in Section 1-109 of this title; |
| | |

1 <u>12.</u> <u>11.</u> A charter school <u>or virtual charter school</u> shall comply 2 with the student suspension requirements provided for in Section 24-3 101.3 of this title;

4 13. 12. A charter school or virtual charter school shall be
5 considered a school district for purposes of tort liability under
6 The Governmental Tort Claims Act;

7 <u>14. 13.</u> Employees of a charter school <u>or virtual charter school</u> 8 may participate as members of the Teachers' Retirement System of 9 Oklahoma in accordance with applicable statutes and rules if 10 otherwise allowed pursuant to law;

11 <u>15. 14.</u> A charter school <u>or virtual charter school</u> may 12 participate in all health and related insurance programs available 13 to the employees of the sponsor of the charter school <u>a public</u> 14 school district;

15 <u>16.</u> <u>15.</u> A charter school <u>or virtual charter school and their</u> 16 <u>respective governing boards</u> shall comply with the Oklahoma Open 17 Meeting Act and the Oklahoma Open Records Act;

18 <u>17. 16.</u> The governing body board of a charter school or virtual 19 <u>charter school</u> shall be subject to the same conflict of interest 20 requirements as a member of a local school board promptly notify the 21 <u>sponsor in the instance of any significant adverse actions, material</u>

²² <u>findings of noncompliance, or pending actions, claims, or</u>

23 proceedings in this state relating to the charter school or an

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1 educational management organization with which the charter school 2 has a contract; and

18. 17. No later than September 1 each year, the governing 3 4 board of each charter school or virtual charter school formed 5 pursuant to the Oklahoma Charter Schools Act shall prepare a statement of actual income and expenditures for the charter school 6 7 or virtual charter school for the fiscal year that ended on the preceding June 30, in a manner compliant with Section 5-135 of this 8 9 title. The statement of expenditures shall include functional 10 categories as defined in rules adopted by the State Board of 11 Education to implement the Oklahoma Cost Accounting System pursuant 12 to Section 5-145 of this title. Charter schools and virtual charter 13 schools shall not be permitted to submit estimates of expenditures 14 or prorated amounts to fulfill the requirements of this paragraph; 15 and 16 18. A charter school or virtual charter school contract shall

17 include performance provisions based on a performance framework that 18 clearly sets forth the academic and operational performance 19 indicators that shall be used by charter school and virtual charter 20 school sponsors to evaluate their respective schools. The sponsor 21 may develop a separate performance framework to evaluate a charter 22 school or virtual charter school that has been designated by the 23 State Department of Education as implementing an alternative 24 education program throughout the school. The sponsor shall require

| 1 | <u>a charter sch</u> | ool or virtual charter school to submit the data |
|----|----------------------|---|
| 2 | <u>required in t</u> | his subsection in the identical format that is required |
| 3 | by the State | Department of Education of all public schools in order |
| 4 | to avoid dupl | icative administrative efforts or allow a charter |
| 5 | <u>school or vir</u> | tual charter school to provide permission to the |
| 6 | Department to | share all required data with the Board. The |
| 7 | performance f | ramework shall serve as the minimum requirement for |
| 8 | <u>charter</u> schoo | l and virtual charter school performance evaluation and |
| 9 | shall include | , but not be limited to, the following indicators: |
| 10 | <u>a.</u> | student academic proficiency, |
| 11 | <u>b.</u> | student academic growth, |
| 12 | <u>c.</u> | achievement gaps in both proficiency and growth |
| 13 | | between major student subgroups, |
| 14 | <u>d.</u> | student attendance, |
| 15 | <u>e.</u> | recurrent enrollment from year to year as determined |
| 16 | | by the methodology used for public schools in |
| 17 | | Oklahoma, |
| 18 | <u>f.</u> | in the case of high schools, graduation rates as |
| 19 | | determined by the methodology used for public schools |
| 20 | | in Oklahoma, |
| 21 | <u>g.</u> | in the case of high schools, postsecondary readiness, |
| 22 | <u>h.</u> | financial performance and sustainability and |
| 23 | | compliance with state and Internal Revenue Service |
| 24 | | financial reporting requirements, |

| 1 | i. audit findings or deficiencies, |
|----|---|
| 2 | j. accreditation and timely reporting, and |
| 3 | k. governing board performance and stewardship including |
| 4 | compliance with all applicable laws, regulations, and |
| 5 | terms of the charter contract. |
| 6 | The sponsor shall annually evaluate its charter schools according to |
| 7 | the performance framework. The results of the evaluation shall be |
| 8 | presented to the governing board of the charter school and the |
| 9 | governing board of the charter school sponsor in an open meeting. |
| 10 | B. <u>A charter contract shall provide for one charter district</u> |
| 11 | that may include multiple charter sites to the extent approved by |
| 12 | the sponsor and consistent with applicable law. An applicant or the |
| 13 | governing board of an applicant may hold one or more charter |
| 14 | contracts. Each charter district that is part of a charter contract |
| 15 | shall be considered a local educational agency, as defined in 20 |
| 16 | U.S.C. Section 7801, and shall be separate and distinct from any |
| 17 | other charter district. For the purposes of this subsection, |
| 18 | "separate and distinct" shall mean that a charter school governing |
| 19 | board with oversight of more than one charter district shall not |
| 20 | combine accounting, budgeting, recordkeeping, admissions, |
| 21 | employment, or policies and operational decisions of the charter |
| 22 | schools it oversees. |
| 23 | <u>C.</u> The charter <u>contract</u> of a charter school <u>or virtual charter</u> |
| 24 | school shall include a description of the personnel policies, |

| 1 | personnel qualifications, and method of school governance, and the |
|----|--|
| 2 | specific role and duties of the sponsor of the charter school. A |
| 3 | charter school or virtual charter school shall not enter into an |
| 4 | employment contract with any teacher or other personnel until a |
| 5 | contract has been executed with its sponsor. The employment |
| 6 | contract shall set forth the personnel policies of the charter |
| 7 | school or virtual charter school including, but not limited to, |
| 8 | policies related to certification, professional development |
| 9 | evaluation, suspension, dismissal and nonreemployment, sick leave, |
| 10 | personal business leave, emergency leave, and family and medical |
| 11 | leave. The contract shall also specifically set forth the salary, |
| 12 | hours, fringe benefits, and work conditions. The contract may |
| 13 | provide for employer-employee bargaining, but the charter school or |
| 14 | virtual charter school shall not be required to comply with the |
| 15 | provisions of Sections 509.1 through 509.10 of this title. |
| 16 | Upon contracting with any teacher or other personnel, the |
| 17 | governing board of a charter school or virtual charter school shall, |
| 18 | in writing, disclose employment rights of the employees in the event |
| 19 | the charter school or virtual charter school closes or the charter |
| 20 | contract is not renewed. |
| 21 | No charter school or virtual charter school may begin serving |
| 22 | students without a contract executed in accordance with the |
| 23 | provisions of the Oklahoma Charter Schools Act and approved in an |
| 24 | open meeting of the governing board of the sponsor or the Statewide |

1 Charter School Board. The governing board of the sponsor or the 2 Statewide Charter School Board may establish reasonable preopening requirements or conditions to monitor the start-up progress of newly 3 4 approved charter schools or virtual charter schools and ensure that 5 each brick-and-mortar school is prepared to open smoothly on the date agreed and to ensure that each school meets all building, 6 7 health, safety, insurance, and other legal requirements for the opening of a school. 8 9 C. D. The charter of a charter school or virtual charter school 10 may be amended at the request of the governing body board of the charter school or virtual charter school and upon the approval of 11 12 the sponsor. 13 D. E. A charter school or virtual charter school may enter into 14 contracts and sue and be sued. 15 E. F. The governing body board of a charter school may or 16 virtual charter school shall not levy taxes or issue bonds. If a

18 the school district shall include charter schools in all planning 19 conversations regarding the bond.

school district proposes a bond where a charter school is located,

F. G. The charter of a charter school <u>or virtual charter school</u> shall include a provision specifying the method or methods to be employed for disposing of real and personal property acquired by the charter school <u>or virtual charter school</u> upon expiration or termination of the charter or failure of the charter school <u>or</u>

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virtual charter school to continue operations. Except as otherwise 1 provided, any real or personal property purchased with state or 2 local funds shall be retained by the sponsoring school district 3 4 sponsor. If a charter school that was previously sponsored by the 5 board of education of a school district continues operation within the school district under a new charter sponsored by an entity 6 7 authorized pursuant to Section 3-132 of this title, the charter school may retain any personal property purchased with state or 8 9 local funds for use in the operation of the charter school until 10 termination of the new charter or failure of the charter school to 11 continue operations.

12 SECTION 8. AMENDATORY 70 O.S. 2021, Section 3-137, is 13 amended to read as follows:

14 Section 3-137. A. An approved An initial contract for between 15 a charter school or virtual charter school and its sponsor approved 16 on or after July 1, 2023, shall be effective for five (5) years from 17 the first day of operation. A After completing an initial five-year 18 term, a charter contract may be renewed for up to successive five-19 year ten-year terms of duration, although the sponsor may vary the 20 term based on the performance, demonstrated capacities, and 21 particular circumstances of each charter school. A sponsor may 22 grant renewal with specific conditions for necessary improvements to 23 a charter school.

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1 B. Prior to the beginning of the fourth year before the final 2 year of operation a charter contract renewal of a charter school or virtual charter school, the sponsor shall issue a charter school 3 4 performance report and charter renewal application guidance to the 5 charter school and the charter school its governing board or the virtual charter school and its governing board. The performance 6 7 report shall summarize the performance record to date of the charter school or virtual charter school, based on the data required by the 8 9 Oklahoma Charter Schools Act, the annual performance framework evaluation, the operating agreement review if the charter school or 10 11 virtual charter school contracts with an educational management 12 organization, and the charter contract and taking into consideration 13 the percentage of at-risk students enrolled in the school, and. The 14 performance report shall provide notice of any weaknesses or, 15 concerns, violations, or deficiencies perceived by the sponsor 16 concerning the charter school or virtual charter school that may 17 jeopardize its position in seeking renewal if not timely rectified. 18 The If there are weaknesses, concerns, violations, or deficiencies 19 the sponsor may require a charter school or virtual charter school 20 to develop a corrective action plan and corresponding timeline to 21 remedy any weaknesses, concerns, violations, or deficiencies. If 22 the sponsor requires a corrective action plan, the charter school or 23 virtual charter school shall have forty-five (45) days to respond to 24 the performance report and submit any corrections or clarifications

1 for the report. <u>If the charter school or virtual charter school</u> 2 <u>does not substantially complete the corrective action plan, the</u> 3 <u>sponsor may choose not to renew the charter contract pursuant to the</u> 4 requirements of this section.

C. 1. Prior to the beginning of the fifth final year of
operation, the charter school or virtual charter school may apply
for renewal of the contract with the sponsor including the Statewide
<u>Charter School Board</u>. The renewal application guidance shall, at a
minimum, provide an opportunity for the charter school <u>or virtual</u>
charter school to:

- a. present additional evidence, beyond the data contained
 in the performance report, supporting its case for
 charter renewal,
- b. describe improvements undertaken or planned for theschool, and
- 16 c. detail the plan for the next charter term for the 17 school.

18 2. The renewal application guidance shall include or refer 19 explicitly to the criteria that will guide the renewal decisions of 20 the sponsor, which shall be based on the performance framework set 21 forth in the charter contract and consistent with the Oklahoma 22 Charter Schools Act.

D. The sponsor may deny the request for renewal if it
determines the charter school or virtual charter school has failed

to complete the obligations of the contract or comply with the provisions of the Oklahoma Charter Schools Act. A sponsor shall give written notice of its intent to deny the request for renewal at least eight (8) months prior to expiration of the contract. In making charter renewal decisions, a sponsor shall:

Ground decisions on evidence of the performance of the
<u>charter</u> school <u>or virtual charter school</u> over the term of the
charter contract in accordance with the performance framework set
forth in the charter contract and shall take into consideration the
percentage of at-risk students enrolled in the school;

11 2. Grant renewal to <u>charter</u> schools <u>or virtual charter schools</u> 12 that have achieved the standards, targets, and performance 13 expectations as stated in the charter contract and are 14 organizationally and fiscally viable and have been faithful to the 15 terms of the contract and applicable law;

16 3. Ensure that data used in making renewal decisions are 17 available to the school and the public; and

18 4. Provide a public report summarizing the evidence used as the19 basis for each decision.

E. If a sponsor denies a request for renewal, the governing board of the sponsor may, if requested by the charter school, proceed to binding arbitration as provided for in subsection G of Section 3-134 of this title.

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1 F. A sponsor may terminate a contract during the term of the 2 contract for failure to meet the requirements for student performance contained in the contract and performance framework, 3 4 failure to meet the standards of fiscal management, violations of 5 the law, or other good cause. The sponsor shall give at least ninety (90) days' written notice to the governing board of the 6 7 charter school or virtual charter school prior to terminating the contract. The governing board may request, in writing, an informal 8 9 hearing before the sponsor within fourteen (14) days of receiving 10 The sponsor shall conduct an informal hearing before taking notice. 11 action. If a sponsor decides to terminate a contract, the governing 12 board may, if requested by the charter school, proceed to binding 13 arbitration as provided for in subsection G of Section 3-134 of this 14 title.

G. 1. Beginning in the 2016-2017 school year, the State Board
of Education shall identify charter schools <u>and virtual charter</u>
<u>schools</u> in the state that are ranked in the bottom five percent (5%)
of all public schools as determined pursuant to Section 1210.545 of
this title.

20 2. At the time of its charter renewal, based on an average of 21 the current year and the two (2) prior operating years, a sponsor 22 may close a charter school site <u>or virtual charter school site</u> 23 identified as being among the bottom five percent (5%) of public 24 schools in the state. The average of the current year and two (2)

1 prior operating years shall be calculated by using the percentage 2 ranking for each year divided by three, as determined by this 3 subsection.

3. If there is a change to the calculation described in Section 4 5 1210.545 of this title that results in a charter school site or virtual charter school site that was not ranked in the bottom five 6 7 percent (5%) being ranked in the bottom five percent (5%), then the sponsor shall use the higher of the two rankings to calculate the 8 ranking of the charter school site or virtual charter school site. 9 10 4. In the event that a sponsor fails to close a charter school 11 site consistent with this subsection, the sponsor shall appear 12 before the State Board of Education to provide support for its 13 decision. The State Board of Education may, by majority vote, 14 uphold or overturn the decision of the sponsor. If the decision of 15 the sponsor is overturned by the State Board of Education, the Board 16 may implement one of the following actions: 17 transfer the sponsorship of the charter school a. 18 identified in this paragraph to another sponsor,

 19
 b. order the closure of the charter school identified in

 20
 this paragraph at the end of the current school year,

 21
 or

c. order the reduction of any administrative fee
 collected by the sponsor that is applicable to the
 charter school identified in this paragraph. The

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1 reduction shall become effective at the beginning of 2 the month following the month the hearing of the sponsor is held by the State Board of Education. 3 4 5. A charter school or virtual charter school that is closed by 5 the State Board of Education its sponsor pursuant to paragraph 4 of this subsection shall not be granted a subsequent charter by any 6 other sponsor contract. 7 6. 5. The requirements of this subsection shall not apply to a 8 9 charter school or virtual charter school that has been designated by 10 the State Department of Education as implementing an alternative 11 education program throughout the charter school. 12 7. 6. In making a charter school site or virtual charter school 13 closure decision, the State Board of Education sponsor shall 14 consider the following: 15 enrollment of students with special challenges such as a. 16 drug or alcohol addiction, prior withdrawal from 17 school, prior incarceration, or other special 18 circumstances. 19 high mobility of the student population resulting from b. 20 the specific purpose of the charter school or virtual 21 charter school, 22 annual improvement in the performance of students с. 23 enrolled in the charter school or virtual charter 24 school compared with the performance of students

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1 enrolled in the charter school or virtual charter 2 school in the immediately preceding school year, and d. whether a majority of students attending the charter 3 4 school or virtual charter school under consideration 5 for closure would likely revert to attending public schools with lower academic achievement, as 6 7 demonstrated pursuant to Section 1210.545 of this title. 8

9 8. 7. If the State Board of Education has closed or transferred 10 authorization of at least twenty-five percent (25%) of the charter 11 schools chartered by one sponsor are closed within a five-year 12 period pursuant to paragraph 4 of this subsection, the authority of 13 the sponsor to authorize sponsor new charter schools may be 14 suspended by the Board Statewide Charter School Board until the 15 Board approves the sponsor to authorize sponsor new charter schools. 16 A determination under made pursuant to this paragraph to suspend the 17 authority of a sponsor to authorize new charter schools shall 18 identify the deficiencies that, if corrected, will result in the 19 approval of the sponsor to authorize sponsor new charter schools. 20 If a sponsor terminates a contract or the charter school or Η. 21 virtual charter school is closed, the closure shall be conducted in 22 accordance with the following protocol: 23

Within two (2) calendar weeks of a final closure
 determination, the sponsor shall meet with the governing board and

1 leadership of the charter school <u>or virtual charter school</u> to
2 establish a transition team composed of school staff, applicant
3 staff, and others designated by the applicant that will attend to
4 the closure, including the transfer of students, student records,
5 and school funds;

2. The sponsor and transition team shall communicate regularly
and effectively with families of students enrolled in the charter
school <u>or virtual charter school</u>, as well as with school staff and
other stakeholders, to keep them apprised of key information
regarding the closure of the school and their options and risks;

3. The sponsor and transition team shall ensure that current instruction of students enrolled in the charter school <u>or virtual</u> <u>charter school</u> continues per the charter agreement <u>contract</u> for the remainder of the school year;

The sponsor and transition team shall ensure that all
 necessary and prudent notifications are issued to agencies,
 employees, insurers, contractors, creditors, debtors, and management
 organizations; and

19 5. The governing board of the charter school <u>or virtual charter</u> 20 <u>school</u> shall continue to meet as necessary to take actions needed to 21 wind down school operations, manage school finances, allocate 22 resources, and facilitate all aspects of closure.

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I. A sponsor, including the Statewide Charter School Board,
 shall develop revocation and nonrenewal processes that are
 consistent with the Oklahoma Charter Schools Act and that:

Provide the charter school <u>or virtual charter school</u> with a
 timely notification of the prospect of revocation or nonrenewal and
 of the reasons for possible closure;

7 2. Allow the charter school <u>or virtual charter school</u> a
8 reasonable amount of time in which to prepare a response;

9 3. Provide the charter school <u>or virtual charter school</u> with an
10 opportunity to submit documents and give testimony in a public
11 hearing challenging the rationale for closure and in support of the
12 continuation of the school at an orderly proceeding held for that
13 purpose and prior to taking any final nonrenewal or revocation
14 decision related to the school;

4. Allow the charter school <u>or virtual charter school</u> access to
representation by counsel to call witnesses on its behalf;

17 5. Permit the recording of the proceedings; and

18 6. After a reasonable period for deliberation, require a final
19 determination be made and conveyed in writing to the charter school
20 or virtual charter school.

J. If a sponsor revokes or does not renew a charter <u>contract</u>, the sponsor shall clearly state in a resolution the reasons for the revocation or nonrenewal. <u>If a charter is revoked or nonrenewed</u>,

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| 1 | the charter school or virtual charter school shall disclose the |
|----|---|
| 2 | revocation or nonrenewal in any subsequent application. |
| 3 | K. 1. Before a sponsor may issue a charter to a charter school |
| 4 | governing body that has had its charter terminated or has been |
| 5 | informed that its charter will not be renewed by the current |
| 6 | sponsor, the sponsor shall request to have the proposal reviewed by |
| 7 | the State Board of Education at a hearing. The State Board of |
| 8 | Education shall conduct a hearing in which the sponsor shall present |
| 9 | information indicating that the proposal of the organizer is |
| 10 | substantively different in the areas of deficiency identified by the |
| 11 | current sponsor from the current proposal as set forth within the |
| 12 | charter with its current sponsor. |
| 13 | 2. After the State Board of Education conducts a hearing |
| 14 | pursuant to this subsection, the Board shall either approve or deny |
| 15 | the proposal. |
| 16 | 3. If the proposal is denied, no sponsor may issue a charter to |
| 17 | the charter school governing body. |
| 18 | L. If a <u>charter</u> contract is not renewed, the governing board of |
| 19 | the charter school may submit an application to a proposed new |
| 20 | sponsor as provided for in Section 3-134 of this title. |
| 21 | M. L. If a charter contract is not renewed or is terminated |
| 22 | according to this section, a student who attended the charter school |
| 23 | or virtual charter school may enroll in the resident school district |
| 24 | |

of the student or may apply for a transfer in accordance with
 Section 8-103 of this title.

3 SECTION 9. AMENDATORY 70 O.S. 2021, Section 3-139, is 4 amended to read as follows:

5 Section 3-139. A. A sponsoring school district shall determine 6 whether a teacher who is employed by or teaching at a charter school 7 <u>or virtual charter school</u> and who was previously employed as a 8 teacher at the sponsoring public school district shall not lose any 9 right of salary status or any other benefit provided by law due to 10 teaching at a charter school <u>or virtual charter school</u> upon 11 returning to the sponsoring public school district to teach.

B. A teacher who is employed by or teaching at a charter school or virtual charter school and who submits an employment application to the school district where the teacher was employed immediately before employment by or at a charter school <u>or virtual charter</u> <u>school</u> shall be given employment preference by the school district if:

The teacher submits an employment application to the school
 district no later than three (3) years after ceasing employment with
 the school district; and

2. A suitable position is available at the school district.
22 SECTION 10. AMENDATORY 70 O.S. 2021, Section 3-140, is
23 amended to read as follows:

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Section 3-140. A. Except for a charter school sponsored by the 1 2 State Board of Education, a A charter school with a brick-and-mortar school site or sites shall enroll those students whose legal 3 residence is within the boundaries of the school district in which 4 5 the charter school is located and who submit a timely application, or those students who transfer to the district in which the charter 6 7 school is located in accordance with Section 8-103 or 8-104 of this title, unless the number of applications exceeds the capacity of a 8 9 program, class, grade level, or building. Students who reside in a 10 school district where a charter school is located shall not be 11 required to obtain a transfer in order to attend a charter school in 12 the school district of residence. If capacity is insufficient to 13 enroll all eligible students, the charter school shall select 14 students through a lottery selection process. Except for a charter 15 school sponsored by the State Board of Education, a A charter school 16 shall give enrollment preference to eligible students who reside 17 within the boundaries of the school district in which the charter 18 school is located. Except for a charter school sponsored by the 19 State Board of Education, a charter school created after November 1, 20 2010, shall give enrollment preference to eligible students who 21 reside within the boundaries of the school district in which the 22 charter school is located and who attend a school site that has been 23 identified as in need of improvement by the State Board of Education 24 pursuant to the Elementary and Secondary Education Act of 1965, as

amended or reauthorized. A charter school may limit admission to students within a given age group or grade level. A charter school sponsored by the State Board of Education Statewide Charter School <u>Board</u> when the applicant of the charter school is the Office of Juvenile Affairs shall limit admission to youth that are in the custody or supervision of the Office of Juvenile Affairs.

7 B. Except for a charter school sponsored by the State Board of Education, a A charter school shall admit students who reside in the 8 9 attendance area of a school or in a school district that is under a 10 court order of desegregation or that is a party to an agreement with 11 the United States Department of Education Office for Civil Rights 12 directed towards mediating alleged or proven racial discrimination 13 unless notice is received from the resident school district that 14 admission of the student would violate the court order or agreement.

C. A charter school may designate a specific geographic area within the school district in which the charter school is located as an academic enterprise zone and may limit admissions to students who reside within that area. An academic enterprise zone shall be a geographic area in which sixty percent (60%) or more of the children who reside in the area qualify for the free or reduced school lunch program.

D. Except as provided in subsections B and C of this section, a
 charter school <u>or virtual charter school</u> shall not limit admission
 based on ethnicity, national origin, gender, income level, disabling

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condition, proficiency in the English language, measures of
 achievement, aptitude, or athletic ability.

A sponsor of a charter school shall not restrict the number 3 Ε. 4 of students a charter school or virtual charter school may enroll. 5 The capacity of the a charter school or virtual charter school shall be determined annually quarterly by the governing board of the 6 7 charter school based on the ability of the charter school to facilitate the academic success of the students, to achieve the 8 9 other objectives specified in the charter contract, and to ensure 10 that the student enrollment does not exceed the capacity of its 11 facility or site or virtual charter school pursuant to the 12 provisions of Section 8-101.2 of this title. 13 F. Upon request of the charter school, the school district in 14 which the charter school is located shall provide directory 15 information for students residing in the school district pursuant to 16 Section 24A.16 of Title 51 of the Oklahoma Statutes. 17 G. Beginning July 1, 2023, each statewide virtual charter 18 school which has been approved and sponsored by the Statewide 19 Charter School Board or any virtual charter school for which the 20 Board has assumed sponsorship as provided for in Section 1 of this 21 act shall be considered a statewide virtual charter school and the 22 geographic boundaries of each statewide virtual charter school shall 23 be the borders of the state.

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| 1 | H. Beginning July 1, 2023, students enrolled full-time in a | | | | |
|----|--|--|--|--|--|
| 2 | statewide virtual charter school sponsored by the Statewide Charter | | | | |
| 3 | School Board shall not be authorized to participate in any | | | | |
| 4 | activities administered by the Oklahoma Secondary Schools Activities | | | | |
| 5 | Association. However, the students may participate in intramural | | | | |
| 6 | activities sponsored by a statewide virtual charter school, an | | | | |
| 7 | online provider for the charter school, or any other outside | | | | |
| 8 | organization. | | | | |
| 9 | I. 1. Beginning July 1, 2023, a public school student who | | | | |
| 10 | wishes to enroll in a virtual charter school shall be considered a | | | | |
| 11 | transfer student from his or her resident school district. A | | | | |
| 12 | virtual charter school shall pre-enroll any public school student | | | | |
| 13 | whose parent or legal guardian expresses intent to enroll in the | | | | |
| 14 | district. Upon pre-enrollment, the State Department of Education | | | | |
| 15 | shall initiate a transfer on a form to be completed by the receiving | | | | |
| 16 | virtual charter school. Upon approval of the receiving virtual | | | | |
| 17 | charter school, the student may begin instructional activities. | | | | |
| 18 | Upon notice that a public school student has transferred to a | | | | |
| 19 | virtual charter school, the resident school district shall transmit | | | | |
| 20 | the student's records within three (3) school days. | | | | |
| 21 | 2. The State Department of Education shall notify the | | | | |
| 22 | Legislature and Governor if it determines that the information | | | | |
| 23 | technology infrastructure necessary to process the transfer of | | | | |
| 24 | | | | | |

1 students to a virtual charter school is inadequate and additional
2 time is needed for implementation.

| 3 | 3. A public school student may transfer to one statewide | | | | |
|----|--|--|--|--|--|
| 4 | virtual charter school at any time during a school year. For | | | | |
| 5 | purposes of this subsection, "school year" shall mean July 1 through | | | | |
| 6 | the following June 30. After one statewide virtual charter school | | | | |
| 7 | transfer during a school year, no public school student shall be | | | | |
| 8 | permitted to transfer to any other statewide virtual charter school | | | | |
| 9 | without the concurrence of both the resident school district and the | | | | |
| 10 | receiving virtual charter school. A student shall have a grace | | | | |
| 11 | period of fifteen (15) school days from the first day of enrollment | | | | |
| 12 | in a statewide virtual charter school to withdraw without academic | | | | |
| 13 | penalty and shall continue to have the option of one virtual charter | | | | |
| 14 | school transfer without the concurrence of both districts during | | | | |
| 15 | that same school year. A statewide virtual charter school student | | | | |
| 16 | that has utilized the allowable one transfer pursuant to this | | | | |
| 17 | subsection shall not be permitted to transfer to another district or | | | | |
| 18 | other statewide virtual charter school without first notifying his | | | | |
| 19 | or her resident district and initiating a new transfer. Upon | | | | |
| 20 | cancellation of a transfer the virtual charter school shall transmit | | | | |
| 21 | the student's records to the student's new school district within | | | | |
| 22 | three (3) school days. Students enrolled in a statewide virtual | | | | |
| 23 | charter school shall not be required to submit a virtual charter | | | | |
| 24 | transfer for consecutive years of enrollment. Any student enrolled | | | | |

| 1 | in a statewide virtual charter school the year prior to the | | | | |
|----|--|--|--|--|--|
| 2 | implementation of this section shall not be required to submit a | | | | |
| 3 | transfer in order to remain enrolled. | | | | |
| 4 | J. 1. Beginning July 1, 2023, a student shall be eligible to | | | | |
| 5 | enroll in a statewide virtual charter school sponsored by the | | | | |
| 6 | Statewide Charter School Board pursuant to Section 1 of this act if | | | | |
| 7 | he or she is a student whose parent or legal guardian is transferred | | | | |
| 8 | or is pending transfer to a military installation within this state | | | | |
| 9 | while on active military duty pursuant to an official military | | | | |
| 10 | <u>order.</u> | | | | |
| 11 | 2. A statewide virtual charter school shall accept applications | | | | |
| 12 | by electronic means for enrollment and course registration for | | | | |
| 13 | students described in paragraph 1 of this subsection. | | | | |
| 14 | 3. The parent or legal guardian of a student described in | | | | |
| 15 | paragraph 1 of this subsection shall provide proof of residence in | | | | |
| 16 | this state within ten (10) days after the published arrival date | | | | |
| 17 | provided on official documentation. A parent or legal guardian may | | | | |
| 18 | use the following addresses as proof of residence: | | | | |
| 19 | a. a temporary on-base billeting facility, | | | | |
| 20 | b. a purchased or leased home or apartment, or | | | | |
| 21 | <u>c.</u> <u>federal government or public-private venture off-base</u> | | | | |
| 22 | military housing. | | | | |
| 23 | 4. The provisions of paragraph 3 of subsection H shall apply to | | | | |
| 24 | students described in paragraph 1 of this subsection. | | | | |

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| 1 | 5. For p | urposes of this subsection: | | | |
|----|---|--|--|--|--|
| 2 | a. "active military duty" means full-time military duty | | | | |
| 3 | | status in the active uniformed service of the United | | | |
| 4 | | States including members of the National Guard and | | | |
| 5 | | Military Reserve on active duty orders, and | | | |
| 6 | b. "military installation" means a base, camp, post, | | | | |
| 7 | station, yard, center, homeport facility for any ship, | | | | |
| 8 | or other installation under the jurisdiction of the | | | | |
| 9 | | Department of Defense or the United States Coast | | | |
| 10 | | Guard. | | | |
| 11 | SECTION 11. AMENDATORY 70 O.S. 2021, Section 3-142, is | | | | |
| 12 | amended to read as follows: | | | | |
| 13 | Section 3-142. A. The student membership and attendance of the | | | | |
| 14 | <u>a</u> charter school shall be considered separate from the student | | | | |
| 15 | membership and attendance of the sponsor for the purpose of | | | | |

16 calculating enrollment and funding including weighted average daily 17 membership pursuant to Section 18-201.1 of this title and State Aid 18 pursuant to Section 18-200.1 of this title. A charter school shall 19 receive the State Aid allocation, federal funds to which it is 20 eligible and qualifies for, and any other state-appropriated revenue 21 generated by its students for the applicable year. Not more than 22 three percent (3%) of the State Aid allocation may be charged by the 23 sponsor as a fee for administrative services rendered if the sponsor is a school district, a comprehensive or regional institution of 24

1 higher education, a community college, or a federally recognized 2 Indian tribe pursuant to Section 3-132 of this title. The Statewide Charter School Board shall not charge any charter school or virtual 3 4 charter school a fee for administrative or other services. The 5 State Board of Education State Department of Education shall 6 determine the policy and procedure for making payments to a charter 7 school. The fee for administrative services as authorized in this 8 subsection shall only be assessed on the State Aid allocation amount 9 and shall not be assessed on any other appropriated amounts. A 10 sponsor of a charter school shall not charge any additional State 11 Aid allocation or charge the charter school any additional fee above 12 the amounts allowed by this subsection unless the additional fees 13 are for additional services rendered. The charter school sponsor 14 shall provide to the State Department of Education financial records 15 documenting any state funds charged by the sponsor for 16 administrative services rendered for the previous year. 17 Β. The fee for administrative services authorized by subsection 18 A of this section shall be used by the sponsor to provide oversight 19 and services to the charter schools it sponsors. The State 20 Department of Education shall develop data codes for the Oklahoma 21 Cost Accounting System which shall be used to comply with the 22 administrative services reporting required by this section. A 23 charter school sponsor shall publish a detailed report on its 24 website and present the report in a public meeting of the charter

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1 school governing board and the charter school sponsor governing
2 board. The report shall provide sponsor performance and stewardship
3 including compliance with all applicable laws, regulations, and
4 terms of the charter contract and listing expenses related to
5 oversight and services provided by the sponsor to the charter
6 schools it sponsors.

7 The weighted average daily membership for the first year of 1. operation of a charter school shall be determined initially by 8 9 multiplying the actual enrollment of students as of August 1 by 10 1.333. The charter school shall receive revenue equal to that which 11 would be generated by the estimated weighted average daily membership calculated pursuant to this paragraph. At midyear, the 12 13 allocation for the charter school shall be adjusted using the first 14 quarter weighted average daily membership for the charter school 15 calculated pursuant to subsection A of this section.

16 2. For the purpose of calculating weighted average daily 17 membership pursuant to Section 18-201.1 of this title and State Aid 18 pursuant to Section 18-200.1 of this title, the weighted average 19 daily membership for the first year of operation and each year 20 thereafter of a charter school or full-time statewide virtual 21 charter school sponsored by the Statewide Virtual Charter School 22 Board shall be determined by multiplying the actual enrollment of 23 students as of August 1 by 1.333. The charter school or full-time 24 virtual charter school shall receive revenue equal to that which

would be generated by the estimated weighted average daily membership calculated pursuant to this paragraph. At midyear, the allocation for the <u>charter school or</u> full-time statewide virtual charter school shall be adjusted using the first quarter weighted average daily membership for the <u>charter school or</u> virtual charter school calculated pursuant to subsection A of this section.

C. Except as explicitly authorized by state law, a charter school <u>or virtual charter school</u> shall not be eligible to receive state-dedicated, local, or county revenue; provided, a charter school <u>or virtual charter school</u> may be eligible to receive any other aid, grants, or revenues allowed to other schools. A charter school <u>or virtual charter school</u> shall be considered a local education agency for purposes of funding.

14 Any unexpended funds received by a charter school or virtual D. 15 charter school may be reserved and used for future purposes. The 16 governing body board of a charter school or virtual charter school shall not levy taxes or issue bonds. If otherwise allowed by law, 17 18 the governing body board of a charter school or virtual charter 19 school may enter into private contracts for the purposes of 20 borrowing money from lenders. If the governing body board of the 21 charter school or virtual charter school borrows money, the charter 22 school or virtual charter school shall be solely responsible for 23 repaying the debt, and the state or the sponsor shall not in any way 24 be responsible or obligated to repay the debt.

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E. Any charter school <u>or virtual charter school</u> which chooses
 to lease property shall be eligible to receive current government
 lease rates.

4 Except as otherwise provided in this subsection, each F. 5 charter school shall pay to the Charter School Closure Reimbursement Revolving Fund created in subsection G of this section an amount 6 7 equal to Five Dollars (\$5.00) per student based on average daily membership, as defined by paragraph 2 of Section 18-107 of this 8 9 title, during the first nine (9) weeks of the school year. Each 10 charter school shall complete the payment every school year within 11 thirty (30) days after the first nine (9) weeks of the school year. 12 If the Charter School Closure Reimbursement Revolving Fund has a 13 balance of One Million Dollars (\$1,000,000.00) or more on July 1, no 14 payment shall be required the following school year.

15 There is hereby created in the State Treasury a revolving G. 16 fund for the State Department of Education Statewide Charter School 17 Board to be designated the "Charter School Closure Reimbursement 18 Revolving Fund". The fund shall be a continuing fund, not subject 19 to fiscal year limitations, and shall consist of all monies received 20 by the State Department of Education Statewide Charter School Board 21 from charter schools as provided in subsection F of this section. 22 All monies accruing to the credit of said the fund are hereby 23 appropriated and may be budgeted and expended by the State 24 Department of Education Statewide Charter School Board for the

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1 purpose of reimbursing charter school sponsors for costs paying for 2 expenditures incurred due to the closure of a charter school. Expenditures from said the fund shall be made upon warrants issued 3 4 by the State Treasurer against claims filed as prescribed by law 5 with the Director of the Office of Management and Enterprise Services for approval and payment. The State Department of 6 7 Education may promulgate rules regarding sponsor eligibility for 8 reimbursement.

9 SECTION 12. AMENDATORY 70 O.S. 2021, Section 3-143, is 10 amended to read as follows:

11 Section 3-143. The State Board of Education Statewide Charter 12 School Board shall issue an annual report to the Legislature and the 13 Governor outlining the status of charter schools and virtual charter 14 schools in the state. Each charter school and virtual charter 15 school shall annually file a report with the Office of 16 Accountability. The report Statewide Charter School Board that 17 shall include such information as requested by the Office of 18 Accountability, Board including but not limited to information on 19 enrollment, testing, curriculum, finances, and employees.

20SECTION 13.AMENDATORY70 O.S. 2021, Section 3-144, is21amended to read as follows:

Section 3-144. A. There is hereby created in the State Treasury a fund to be designated the "Charter Schools Incentive Fund". The fund shall be a continuing fund, not subject to fiscal

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1 year limitations, and shall consist of all monies appropriated by the Legislature, gifts, grants, devises, and donations from any 2 public or private source. The State Department of Education 3 4 Statewide Charter School Board shall administer the fund for the 5 purpose of providing financial support to charter school and virtual charter school applicants and charter schools and virtual charter 6 7 schools for start-up costs and costs associated with renovating or remodeling existing buildings and structures for use by a charter 8 9 school. The State Department of Education Statewide Charter School 10 Board is authorized to allocate funds on a per-pupil basis for 11 purposes of providing matching funds for the federal State Charter 12 School Facilities Incentive Grants Program created pursuant to the 13 No Child Left Behind Act, 20 USCA, Section 7221d.

B. The State Board of Education Statewide Charter School Board
shall adopt rules to implement the provisions of this section₇
including application and notification requirements.

17SECTION 14.AMENDATORY70 O.S. 2021, Section 3-145.5, is18amended to read as follows:

Section 3-145.5 A. Notwithstanding any other provision of law, beginning July 1, 2014, no school district shall offer full-time virtual education to students who are not residents of the school district or enter into a virtual charter school contract with a provider to provide full-time virtual education to students who do not reside within the school district boundaries.

| 1 | B. Effective July 1, 2014, the Statewide Virtual Charter School | | | | | |
|----|--|--|--|--|--|--|
| 2 | Board shall succeed to any contractual rights and responsibilities | | | | | |
| 3 | incurred by a school district in a virtual charter school contract | | | | | |
| 4 | executed prior to January 1, 2014, with a provider to provide full- | | | | | |
| 5 | time virtual education to students who do not reside within the | | | | | |
| 6 | school district boundaries. All property, equipment, supplies, | | | | | |
| 7 | records, assets, current and future liability, encumbrances, | | | | | |
| 8 | obligations and indebtedness associated with the contract shall be | | | | | |
| 9 | transferred to the Statewide Virtual Charter School Board. | | | | | |
| 10 | Appropriate conveyances and other documents shall be executed to | | | | | |
| 11 | effectuate the transfer of any property associated with the | | | | | |
| 12 | contract. Upon succession of the contract, the Board shall assume | | | | | |
| 13 | sponsorship of the virtual charter school for the remainder of the | | | | | |
| 14 | term of the contract. Prior to the end of the current term of the | | | | | |
| 15 | contract, the Board shall allow the provider of the virtual charter | | | | | |
| 16 | school to apply for renewal of the contract with the Board in | | | | | |
| 17 | accordance with the renewal procedures established pursuant to | | | | | |
| 18 | Section 3-145.3 of this title. | | | | | |
| 19 | SECTION 15. AMENDATORY 70 O.S. 2021, Section 3-145.7, is | | | | | |
| 20 | amended to read as follows: | | | | | |
| 21 | Section 3-145.7 There A. Until July 1, 2023, there is hereby | | | | | |
| 22 | created in the State Treasury a revolving fund for the Statewide | | | | | |
| 23 | Virtual Charter School Board to be designated the "Statewide Virtual | | | | | |
| 24 | Charter School Board Revolving Fund". The fund shall be a | | | | | |

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1 continuing fund, not subject to fiscal year limitations, and shall consist of all monies received by the Statewide Virtual Charter 2 School Board from State Aid pursuant to Section 3-145.3 of Title 70 3 4 of the Oklahoma Statutes this title or any other state 5 appropriation. All monies accruing to the credit of the fund are hereby appropriated and may be budgeted and expended by the 6 7 Statewide Virtual Charter School Board for the purpose of supporting the mission of the Statewide Virtual Charter School Board. 8 9 Expenditures from the fund shall be made upon warrants issued by the 10 State Treasurer against claims filed as prescribed by law with the 11 Director of the Office of Management and Enterprise Services for 12 approval and payment.

B. On July 1, 2023, the Statewide Virtual Charter School Board
shall transfer any unencumbered funds in the Statewide Virtual
Charter School Board Revolving Fund to the Statewide Charter School
Board Revolving Fund created pursuant to Section 3 of this act. Any
funds which are unexpended on January 1, 2024, shall be transferred
to the Statewide Charter School Board Revolving Fund.

SECTION 16. AMENDATORY 70 O.S. 2021, Section 3-145.8, is
amended to read as follows:
Section 3-145.8 A. It shall be the duty of each virtual

Section 3-145.8 A. It shall be the duty of each virtual charter school approved and sponsored by the Statewide Virtual School Board pursuant to the provisions of Section 3-145.3 of Title 70 of the Oklahoma Statutes Statewide Charter School Board to keep a

1 full and complete record of the attendance of all students enrolled 2 in the virtual charter school in one of the student information 3 systems approved by the State Department of Education and locally 4 selected by the virtual school from the approved list.

5 B. By July 1, 2020, the governing <u>body board</u> of each virtual 6 charter school shall adopt an attendance policy. The policy may 7 allow attendance to be a proportional amount of the required 8 attendance policy provisions based upon the date of enrollment of 9 the student. The attendance policy shall include the following 10 provisions:

The first date of attendance and membership shall be the
 first date the student completes an instructional activity.

13 2. A student who attends a virtual charter school shall be14 considered in attendance for a quarter if the student:

a. completes instructional activities on no less than
ninety percent (90%) of the days within the quarter,
b. is on pace for on-time completion of the course as
defined by the governing board of the virtual charter
school, or

c. completes no less than seventy-two instructional
activities within the quarter of the academic year.
3. For a student who does not meet any of the criteria set
forth in paragraph 1 or 2 of this subsection, the amount of
attendance recorded shall be the greater of:

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- a. the number of school days during which the student
 completed the instructional activities during the
 quarter,
- b. the number of school days proportional to the
 percentage of the course that has been completed, or
 c. the number of school days proportional to the
 percentage of the required minimum number of completed
 instructional activities during the quarter.

9 C. For the purposes of this section, "instructional activities" 10 shall include instructional meetings with a teacher, completed 11 assignments that are used to record a grade for a student that is 12 factored into the student's grade for the semester during which the 13 assignment is completed, testing, and school-sanctioned field trips, 14 and orientation.

15 Each statewide virtual charter school approved and sponsored D. 16 by the Statewide Virtual Charter School Board pursuant to the 17 provisions of Section 3-145.3 of this title Statewide Charter School 18 Board shall offer a student orientation, notify the parent or legal 19 guardian and each student who enrolls in that school of the 20 requirement to participate in the student orientation, and require 21 all students enrolled to complete the student orientation prior to 22 completing any other instructional activity. The Statewide Virtual 23 Charter School Board Statewide Charter School Board shall promulgate 24 rules to develop materials for orientation.

E. Any student that is behind pace and does not complete an instructional activity for a fifteen-school-day period shall be withdrawn for truancy. The virtual charter school shall submit a notification to the parent or legal guardian of a student who has been withdrawn for truancy or is approaching truancy.

F. A student who is reported for truancy two times in the same
school year shall be withdrawn and prohibited from enrolling in the
same virtual charter school for the remainder of the school year.

9 G. The governing body board of each statewide virtual charter school shall develop, adopt, and post on the school's website a 10 11 policy regarding consequences for a student's failure to attend 12 school and complete instructional activities. The policy shall 13 state, at a minimum, that if a student fails to consistently attend 14 school and complete instructional activities after receiving a 15 notification pursuant to subsection E of this section and reasonable 16 intervention strategies have been implemented, a student shall be 17 subject to certain consequences including withdrawal from the school 18 for truancy.

H. If a statewide virtual charter school withdraws a student pursuant to subsections F and G of this section, the virtual charter school shall immediately notify the student's resident district in writing of the student's disenrollment.

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1 I. The provisions of subsections F, $G_{\underline{i}}$ and H of this section 2 shall not be in effect until the implementation of subsection $\underline{H} \underline{D}$ of 3 Section 3-145.3 of this title.

J. The Statewide Virtual Charter School Board Statewide Charter
School Board may promulgate rules to implement the provisions of
this section.

7 SECTION 17. A new section of law to be codified NEW LAW in the Oklahoma Statutes as Section 3-145.9 of Title 70, unless 8 9 there is created a duplication in numbering, reads as follows: 10 Beginning with the 2023-2024 school year, members of a charter 11 school sponsor governing board shall designate a representative from 12 the board to complete an annual sponsor workshop requirement 13 provided by the Statewide Charter School Board for a minimum of two 14 (2) hours but not to exceed twelve (12) hours. The sponsor workshop 15 shall include, but not be limited to, information regarding the 16 Charter Schools Act, charter governance, Internal Revenue Services 17 rules for nonprofits, and school finance laws.

18 SECTION 18. AMENDATORY 70 O.S. 2021, Section 5-200, is 19 amended to read as follows:

20 Section 5-200. A. As used in this section, "educational 21 management organization" means a for-profit or nonprofit 22 organization that receives public funds to provide administration 23 and management services for a charter school, statewide virtual 24 charter school or traditional public school.

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1 B. A charter school that contracts with an educational 2 management organization shall use the Oklahoma Cost Accounting System (OCAS) to report the total amount paid to an educational 3 4 management organization pursuant to the terms of the contract as 5 well as actual itemized expenditure information for the goods or services provided by the management organization as defined by OCAS 6 7 expenditure codes, including the total compensation package of the superintendent including the base salary, insurance, retirement and 8 9 other fringe benefits.

10 C. Any <u>Pursuant to Internal Revenue Service guidelines, any</u> 11 owner of an educational management organization shall be required to 12 disclose to the governing board of the school in a public meeting 13 any ownership position in any business that contracts or proposes to 14 contract with the same public school that the educational management 15 organization is managing.

16 Whenever any person shall enter into a contract with any D. 17 school district or public charter school in the state to teach in 18 such school district or public charter school the contract shall be binding on the teacher and on the board of education until the 19 20 teacher legally has been discharged from the teaching position or 21 released by the board of education from the contract. Except as 22 provided in Section 5-106A of Title 70 of the Oklahoma Statutes this 23 title, until such teacher has been thus discharged or released, the 24 teacher shall not have authority to enter into a contract with any

1 other board of education in Oklahoma for the same time covered by 2 the original contract. If upon written complaint by the board of education in a district any teacher is reported to have failed to 3 4 obey the terms of the contract previously made and to have entered 5 into a contract with another board of education, including a public charter school board of education, without having been released from 6 7 the former contract except as provided in Section 5-106A of Title 70 of the Oklahoma Statutes this title, the teacher, upon being found 8 9 to be employed full-time for another public school, including a 10 public charter school in the state, at a hearing held before the 11 State Board of Education, shall have such teacher's certificate 12 suspended for the remainder of the term for which the contract was 13 made.

14SECTION 19.AMENDATORY70 O.S. 2021, Section 18-124, is15amended to read as follows:

16 Section 18-124. A. Any school district with an average daily 17 attendance (ADA) of more than one thousand five hundred (1,500) 18 students for the preceding year which expends for administrative 19 services in the 2005-06 school year or any school year thereafter, 20 less expenditures for legal services, more than five percent (5%) of 21 the amount it expends for total expenditures, less expenditures for 22 legal services, shall have the amount which exceeds the five percent 23 (5%) withheld the following year from the Foundation and Salary 24 Incentive Aid for the school district.

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1 B. Any school district with an average daily attendance (ADA) 2 of more than five hundred (500) students but not more than one thousand five hundred (1,500) students for the preceding year which 3 4 expends for administrative services in the 2005-06 school year or 5 any school year thereafter, less expenditures for legal services, more than seven percent (7%) of the amount it expends for total 6 7 expenditures, less expenditures for legal services, shall have the amount which exceeds the seven percent (7%) withheld the following 8 9 year from the Foundation and Salary Incentive Aid for the school 10 district.

11 C. Any school district with an average daily attendance (ADA) 12 of five hundred (500) or fewer students for the preceding year which 13 expends for administrative services in the 2005-06 school year or 14 any school year thereafter, less expenditures for legal services, 15 more than eight percent (8%) of the amount it expends for total 16 expenditures, less expenditures for legal services, shall have the 17 amount which exceeds the eight percent (8%) withheld the following 18 year from the Foundation and Salary Incentive Aid for the school 19 district.

D. <u>The provisions of this section shall apply to charter</u>
 <u>schools and virtual charter schools which contract with an</u>
 <u>educational management organization as defined in Section 5-200 of</u>
 <u>this title</u>. <u>The expenditure limits shall not exceed the percentages</u>
 <u>prescribed in subsections A, B, and C of this section, and the</u>

1 calculation of administrative services for schools which contract 2 with an educational management organization shall be the combined amount of administrative services expended by the school and the 3 educational management organization. 4 E. For purposes of this section, "administrative services" 5 means costs associated with: 6 7 1. Staff for the board of education; 2. The secretary/clerk for the board of education; 8 9 3. Staff relations; Negotiations staff; 10 4. 11 5. Immediate staff of the superintendent, any elementary 12 superintendent or any assistant superintendent; 13 6. Any superintendent, elementary superintendent, or assistant 14 superintendent; 15 7. Any employee of a school district employed as a director, 16 coordinator, supervisor, or who has responsibility for 17 administrative functions of a school district; and 18 8. Any consultant hired by the school district; and 19 9. Administrative services paid to an educational management 20 organization as defined in Section 5-200 of this title. 21 E. F. If an employee of a school district is employed in a 22 position where part of the employee's time is spent as an 23 administrator and part of the time is spent in nonadministrative 24 functions, the percentage of time spent as an administrator shall be

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included as administrative services. A superintendent who spends 1 part of the time performing exempted nonadministrative services such 2 as teaching in the classroom, serving as a principal, counselor, or 3 library media specialist, can code up to forty percent (40%) of 4 5 their salary to other nonadministrative functions. The total amount of time a superintendent of a school district spends performing 6 7 services for a school district shall be included as administrative services even if part of the time the superintendent is performing 8 9 nonexempted nonadministrative service functions. The total amount 10 received by a superintendent from the school district as salary, for 11 the performance of administrative and nonexempted nonadministrative 12 services, shall be recorded under the code for superintendent salary as provided for in the Oklahoma Cost Accounting System. 13

14 F. G. Each school site within a school district shall take 15 steps to ensure that the administrative costs for the school comply 16 with the expenditure limits established for school districts in this 17 section.

18 G. H. Funds withheld pursuant to the provisions of this section
19 shall be distributed through the State Aid formula to the districts
20 not so penalized.

21 H. I. For the 2003-04 and 2004-05 school year, school districts 22 shall report to the State Department of Education the costs 23 associated with administrative services for the school district as 24 defined in subsection \overline{P} E of this section.

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1SECTION 20.AMENDATORY70 O.S. 2021, Section 1210.704,2is amended to read as follows:

3 Section 1210.704 A. Beginning with the 2024-2025 school year, 4 all public high schools in this state shall make a minimum of four 5 advanced placement courses available to students.

B. Local <u>School district</u> boards of education in each district
shall be responsible for ensuring annually that all high school
students have access to advanced placement courses beginning in the
2024-2025 school year. Such access may be provided through
enrollment in courses offered through:

11 1. A school site or sites within the district;

12 2. A career and technology institution technology center school 13 within the district;

A <u>An online learning</u> program offered by the Statewide
 Virtual Charter School Board <u>Statewide Charter School Board</u> or one
 of its vendors; or

17 4. A school site or sites in another school district.

C. The Statewide Virtual Charter School Board Statewide Charter School Board shall maintain an online learning platform to provide high quality online learning opportunities for Oklahoma students that are aligned with the subject matter standards adopted by the State Board of Education pursuant to Section 11-103.6 of Title 70 of the Oklahoma Statutes this title. The Board shall implement online courses, with an emphasis on science, technology, engineering, and

1 math (STEM) courses, foreign language courses, and advanced 2 placement courses. The online platform shall be available to all 3 Oklahoma school districts.

4 The State Department of Education shall provide information D. 5 to all local boards of education, to be distributed to their students and parents, on available opportunities and the enrollment 6 7 process for students to take advanced placement courses. The information shall explain the value of advanced placement courses in 8 9 preparing students for postsecondary-level coursework, enabling 10 students to gain access to postsecondary opportunities, and 11 qualifying for scholarships and other financial aid opportunities.

E. The State Department of Education shall retain records of which options outlined in subsection B of this section local boards of education selected for their students and make the information available on the Department's website.

F. As used in this section, "advanced placement course" shall have the same meaning as provided in paragraph 1 of Section 1210.702 of <u>Title 70 of the Oklahoma Statutes</u> <u>this title</u>.

SECTION 21. REPEALER 70 O.S. 2021, Sections 3-135, 3-145.1, 3-145.2, 3-145.3, and 3-145.4, are hereby repealed. SECTION 22. Sections 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, 16, 17, 18, 19, 20, and 21 of this act shall become effective July 1, 2023."

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| 1 | 1 Passed the House of Representat | ives the | 27th day | of April, 2022. |
|----|-----------------------------------|----------|----------|-----------------|
| 2 | 2 | | | |
| 3 | 3 | | | |
| 4 | 4 | residing | | of the House of |
| 5 | 5 | | | Representatives |
| 6 | 6 Passed the Senate the day | of | , 20 | 22. |
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1 ENGROSSED SENATE BILL NO. 1621 By: Pugh of the Senate 2 and 3 Caldwell (Chad) of the House 4 5 6 [charter schools - Statewide Charter School Board -7 Statewide Charter School Board Revolving Fund repealers - codification - effective dates -8 emergency] 9 10 11 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: A new section of law to be codified 12 SECTION 23. NEW LAW 13 in the Oklahoma Statutes as Section 3-132.1 of Title 70, unless there is created a duplication in numbering, reads as follows: 14 There is hereby created the Statewide Charter School Board. 15 Α. Beginning July 1, 2023, the Board shall have the sole authority to 16 authorize and sponsor statewide virtual charter schools in this 17 state and may authorize and sponsor charter schools in this state. 18 The Board shall be composed of nine (9) voting members as follows: 19 Three members appointed by the Governor, one of whom shall 20 1. be a retired public school administrator, one of whom shall have 21 experience in financial management, and one of whom shall be a 22 member of a federally recognized Indian tribe; 23 24

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2. Two members appointed by the President Pro Tempore of the
 Senate, one of whom shall be a retired public charter school teacher
 and one of whom shall be someone with executive-level business
 experience who lives in a county with a population of more than one
 hundred thousand (100,000) according to the latest Federal Decennial
 Census;

3. Two members appointed by the Speaker of the House of
Representatives, one of whom shall be a retired public school
teacher and one of whom shall be someone with executive-level
business experience who lives in a county with a population of less
than one hundred thousand (100,000) according to the latest Federal
Decennial Census;

4. The State Superintendent of Public Instruction or his or her
 designee; and

15 5. The State Auditor and Inspector or his or her designee.

Initial appointments shall be made by August 31, 2022. 16 Β. The President Pro Tempore of the Senate and the Speaker of the House of 17 Representatives shall each appoint one member for one (1) year and 18 one member for two (2) years. The Governor shall appoint one member 19 for one (1) year and two members for two (2) years. Members shall 20 serve until their successors are duly appointed for a term of three 21 (3) years. Appointments shall be made by and take effect on July 31 22 of the year in which the appointment is made. Annually by December 23 30 the Board shall elect from its membership a chair and vice chair. 24

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1 C. A member may be removed from the Board by the appointing authority for cause which shall include, but not be limited to: 2 1. Being found guilty by a court of competent jurisdiction of a 3 felony or any offense involving moral turpitude; 4 5 2. Being found quilty of malfeasance, misfeasance, or nonfeasance in relation to Board duties; 6 3. Being found mentally incompetent by a court of competent 7 jurisdiction; or 8 9 4. Failing to attend three successive meetings of the Board without just cause, as determined by the Board. 10 Vacancies shall be filled by the appointing authority. 11 D. 12 Е. No member of the Senate or House of Representatives may be appointed to the Board while serving as a member of the Legislature, 13 or for two (2) full years following the expiration of the term of 14 office. 15 Members of the Statewide Charter School Board shall not F. 16 receive compensation but shall be reimbursed for necessary travel 17 expenses pursuant to the provisions of the State Travel 18 Reimbursement Act. 19 The Statewide Charter School Board shall meet at the call of G. 20 the chair. The first meeting of the Board shall be held no later 21 than sixty (60) days after the effective date of this act. 22 23 24

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H. Five members of the Board shall constitute a quorum, and an
 affirmative vote of at least five members shall be required for the
 Board to take any final action.

I. Beginning July 1, 2023, statewide virtual charter schools 4 5 shall be sponsored only by the Statewide Charter School Board created pursuant to this section. Effective July 1, 2023, the 6 Statewide Charter School Board shall succeed to any contractual 7 rights and responsibilities incurred by the Statewide Virtual 8 9 Charter School Board in a virtual charter school sponsorship contract executed prior to July 1, 2023. All property, equipment, 10 supplies, records, assets, current and future liabilities, 11 encumbrances, obligations, and indebtedness associated with a 12 13 virtual charter school sponsorship contract entered into by the Statewide Virtual Charter School Board prior to July 1, 2023, shall 14 be transferred to the Statewide Charter School Board. Appropriate 15 conveyances and other documents shall be executed to effectuate the 16 17 transfer of property associated with a sponsorship contract. Upon succession of sponsorship contracts, the Statewide Charter School 18 Board shall assume sponsorship of the virtual charter schools for 19 the remainder of the term of the contracts. Prior to the end of the 20 current term of the contract, the Statewide Charter School Board 21 shall allow a virtual charter school to apply for renewal of the 22 sponsorship contract in accordance with the renewal procedures 23

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established pursuant to Section 3-137 of Title 70 of the Oklahoma
 Statutes.

J. Effective July 1, 2023, the Statewide Charter School Board 3 shall succeed to any contractual rights and responsibilities 4 5 incurred by the State Board of Education in a charter school sponsorship contract executed prior to July 1, 2023. All property, 6 equipment, supplies, records, assets, current and future 7 liabilities, encumbrances, obligations, and indebtedness associated 8 9 with a charter school sponsorship contract entered into by the State Board of Education prior to July 1, 2023, shall be transferred to 10 the Statewide Charter School Board. Appropriate conveyances and 11 other documents shall be executed to effectuate the transfer of 12 property associated with a sponsorship contract. Upon succession of 13 sponsorship contracts, the Statewide Charter School Board shall 14 assume sponsorship of the charter schools for the remainder of the 15 term of the contracts. Prior to the end of the current term of the 16 contract, the Statewide Charter School Board shall allow a charter 17 school to apply for renewal of the sponsorship contract in 18 accordance with the renewal procedures established pursuant to 19 Section 3-137 of Title 70 of the Oklahoma Statutes. 20

K. Beginning July 1, 2023, prior to the end of the current term of a charter school sponsorship contract with a school district, an accredited comprehensive or regional institution that is a member of The Oklahoma State System of Higher Education, a community college,

or a federally recognized Indian tribe, a charter school may apply
 to the Statewide Charter School Board for sponsorship.

3 SECTION 24. NEW LAW A new section of law to be codified 4 in the Oklahoma Statutes as Section 3-132.2 of Title 70, unless 5 there is created a duplication in numbering, reads as follows:

A. Beginning July 1, 2023, and subject to the requirements of the Oklahoma Charter Schools Act, the Statewide Charter School Board shall:

9 1. Provide general oversight of the operations of all charter10 schools in this state;

Provide supervision and oversight of the operations of
 statewide virtual charter schools in this state and charter schools
 for which the Statewide Charter School Board is the sponsor,
 recommend legislation pertaining to charter schools to the
 Legislature, and promulgate rules and policies that the Board deems
 necessary to accomplish the purposes prescribed in this section;

Establish a procedure for accepting, approving, and
 disapproving charter school and statewide virtual charter school
 applications and a process for renewal or revocation of approved
 charter contracts which minimally meet the procedures set forth in
 the Oklahoma Charter Schools Act;

4. Hire an executive director and other staff for itsoperation;

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1 5. Prepare a budget for expenditures necessary for the proper maintenance of the Board and accomplishment of its purpose; 2 6. Comply with the requirements of the Oklahoma Open Meeting 3 Act and Oklahoma Open Records Act; and 4 5 7. Give priority to opening charter schools and virtual charter schools that serve at-risk student populations or students from low-6 performing traditional public schools. 7 B. 1. For purposes of the Oklahoma Charter Schools Act, 8 "charter school" means: 9 prior to July 1, 2023, a public school established by 10 a. contract with a school district board of education, a 11 technology center school district, a higher education 12 institution, a federally recognized Indian tribe, or 13 the State Board of Education, and 14 b. on July 1, 2023, and after, a public school 15 established by contract with a school district board 16 of education, a higher education institution, a 17 federally recognized Indian tribe, or the Statewide 18 Charter School Board, 19 to provide learning that will improve student achievement and as 20 defined in the Elementary and Secondary Education Act of 1965, 20 21 U.S.C. 8065. 22 23 24

2. A charter school may consist of a new school site, new
 2 school sites, or all or any portion of an existing school site. An
 3 entire school district may not become a charter school site.

C. 1. For the purposes of the Oklahoma Charter Schools Act,
"conversion school" means a school created by converting all or any
part of a traditional public school in order to access any or all
flexibilities afforded to a charter school; provided, however, all
or any part of a traditional public school may not be converted to a
virtual charter school.

Prior to the board of education of a school district 10 2. converting all or any part of a traditional public school to a 11 12 conversion school, the board shall prepare a conversion plan. The 13 conversion plan shall include documentation that demonstrates and complies with paragraphs 1, 2, 6, 7, 8, 9, 10, 13, 14, 15, 16, 17, 14 19, 20, 21, 22, 23, 24, 34, and 35 of subsection B of Section 3-134 15 of Title 70 of the Oklahoma Statutes. The conversion plan and all 16 documents shall be in writing and shall be available to the public 17 pursuant to the requirements of the Oklahoma Open Records Act. All 18 votes by the board of education of a school district to approve a 19 conversion plan shall be held in an open public session. If the 20 board of education of a school district votes to approve a 21 conversion plan, the board shall notify the State Board of Education 22 within sixty (60) days after the vote. The notification shall 23

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1 include a copy of the minutes for the board meeting at which the 2 conversion plan was approved.

A conversion school shall comply with all the same 3 3. accountability measures as are required of a charter school as 4 5 defined in subsection B of this section. The provisions of Sections 3-140 and 3-142 of Title 70 of the Oklahoma Statutes shall not apply 6 to a conversion school. Conversion schools shall comply with the 7 same laws and State Board of Education rules relating to student 8 9 enrollment which apply to traditional public schools. Conversion schools shall be funded by the board of education of the school 10 district as a school site within the school district and funding 11 12 shall not be affected by the conversion of the school.

4. The board of education of a school district may vote to
revert a conversion school back to a traditional public school at
any time; provided, the change shall only occur during a break
between school years.

5. Unless otherwise provided for in this subsection, a
conversion school shall retain the characteristics of a traditional
public school.

D. 1. Beginning July 1, 2023, the Statewide Charter School Board shall make publicly available a list of supplemental online courses which have been reviewed and certified by the Board to ensure that the courses are high quality options and are aligned with the subject matter standards adopted by the State Board of

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1 Education pursuant to Section 11-103.6 of Title 70 of the Oklahoma 2 Statutes. The Statewide Charter School Board shall give special emphasis on listing supplemental online courses in science, 3 technology, engineering, and math (STEM), foreign language, and 4 5 advanced placement courses. School districts shall not be limited to selecting supplemental online courses that have been reviewed and 6 certified by the Statewide Charter School Board and listed as 7 provided for in this paragraph. 8

9 2. In conjunction with the Office of Management and Enterprise 10 Services, the Board shall negotiate and enter into contracts with 11 supplemental online course providers to offer a state rate price to 12 school districts for supplemental online courses that have been 13 reviewed and certified by the Statewide Charter School Board and 14 listed as provided for in this subsection.

SECTION 25. NEW LAW A new section of law to be codified 15 in the Oklahoma Statutes as Section 3-132.3 of Title 70, unless 16 17 there is created a duplication in numbering, reads as follows: There is hereby created in the State Treasury a revolving fund 18 for the Statewide Charter School Board to be designated the 19 "Statewide Charter School Board Revolving Fund". The fund shall be 20 a continuing fund, not subject to fiscal year limitations, and shall 21 consist of all monies received by the Statewide Charter School Board 22 from state appropriations. All monies accruing to the credit of the 23 fund are hereby appropriated and may be budgeted and expended by the 24

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Statewide Charter School Board for the purposes set forth in Section
 2 of this act. Expenditures from the fund shall be made upon
 warrants issued by the State Treasurer against claims filed as
 prescribed by law with the Director of the Office of Management and
 Enterprise Services for approval and payment.

6 SECTION 26. AMENDATORY 70 O.S. 2021, Section 3-104, is 7 amended to read as follows:

8 Section 3-104. A. The supervision of the public school system 9 of Oklahoma shall be vested in the State Board of Education and, 10 subject to limitations otherwise provided by law, the State Board of 11 Education shall:

Adopt policies and make rules for the operation of the
 public school system of the state;

14 2. Appoint, prescribe the duties, and fix the compensation of a 15 secretary, an attorney, and all other personnel necessary for the 16 proper performance of the functions of the State Board of Education. 17 The secretary shall not be a member of the Board;

Submit to the Governor a departmental budget based upon
 major functions of the Department as prepared by the State
 Superintendent of Public Instruction and supported by detailed data
 on needs and proposed operations as partially determined by the
 budgetary needs of local school districts filed with the State Board
 of Education for the ensuing fiscal year. Appropriations therefor

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1 shall be made in lump-sum form for each major item in the budget as
2 follows:

| 3 | a. | State Aid to schools, |
|----|----------------|--|
| 4 | b. | the supervision of all other functions of general and |
| 5 | | special education including general control, free |
| 6 | | textbooks, school lunch, Indian education <u>,</u> and all |
| 7 | | other functions of the Board and an amount sufficient |
| 8 | | to adequately staff and administer these services, and |
| 9 | с. | the Board shall determine the details by which the |
| 10 | | budget and the appropriations are administered. |
| 11 | | Annually, the Board shall make preparations to |
| 12 | | consolidate all of the functions of the Department in |
| 13 | | such a way that the budget can be based on two items, |
| 14 | | administration and aid to schools. A maximum amount |
| 15 | | for administration shall be designated as a part of |
| 16 | | the total appropriation; |
| 17 | 4. On the | e first day of December preceding each regular session |
| 18 | of the Legisla | ature, prepare and deliver to the Governor and the |
| 19 | Legislature a | report for the year ending June 30 immediately |
| 20 | preceding the | regular session of the Legislature. The report shall |
| 21 | contain: | |
| 22 | a. | detailed statistics and other information concerning |
| 23 | | enrollment, attendance, expenditures including State |
| 24 | | |

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Aid, and other pertinent data for all public schools
 in this state,

- b. reports from each and every division within the State
 Department of Education as submitted by the State
 Superintendent of Public Instruction and any other
 division, department, institution, or other agency
 under the supervision of the Board,
- 8 c. recommendations for the improvement of the public
 9 school system of the state,
- 10d. a statement of the receipts and expenditures of the11State Board of Education for the past year, and12e. a statement of plans and recommendations for the13management and improvement of public schools and such14other information relating to the educational
- 15 interests of the state as may be deemed necessary and 16 desirable;

17 5. Provide for the formulation and adoption of curricula,
18 courses of study, and other instructional aids necessary for the
19 adequate instruction of pupils in the public schools;

6. Have authority in matters pertaining to the licensure and certification of persons for instructional, supervisory, and administrative positions and services in the public schools of the state subject to the provisions of Section 6-184 of this title, and shall formulate rules governing the issuance and revocation of

1 certificates for superintendents of schools, principals,

supervisors, librarians, clerical employees, school nurses, school bus drivers, visiting teachers, classroom teachers, and for other personnel performing instructional, administrative, and supervisory services, but not including members of boards of education and other employees who do not work directly with pupils, and may charge and collect reasonable fees for the issuance of such certificates:

the State Department of Education shall not issue a 8 a. 9 certificate to and shall revoke the certificate of any person who has been convicted, whether upon a verdict 10 or plea of guilty or upon a plea of nolo contendere, 11 12 or received a suspended sentence or any probationary term for a crime or an attempt to commit a crime 13 provided for in Section 843.5 of Title 21 of the 14 Oklahoma Statutes if the offense involved sexual abuse 15 or sexual exploitation as those terms are defined in 16 Section 1-1-105 of Title 10A of the Oklahoma Statutes, 17 Section 741, 843.1, if the offense included sexual 18 abuse or sexual exploitation, 865 et seq., 885, 888, 19 891, 1021, 1021.2, 1021.3, 1040.13a, 1087, 1088, 20 1111.1, 1114 or 1123 of Title 21 of the Oklahoma 21 Statutes or who enters this state and who has been 22 convicted, received a suspended sentence, or received 23 a deferred judgment for a crime or attempted crime 24

which, if committed or attempted in this state, would be a crime or an attempt to commit a crime provided for in any of said <u>the</u> laws,

b. all funds collected by the State Department of 4 Education for the issuance of certificates to 5 instructional, supervisory, and administrative 6 personnel in the public schools of the state shall be 7 deposited in the "Teachers' Certificate Fund" in the 8 9 State Treasury and may be expended by the State Board of Education to finance the activities of the State 10 11 Department of Education necessary to administer the 12 program, for consultative services, publication costs, actual and necessary travel expenses as provided in 13 the State Travel Reimbursement Act incurred by persons 14 performing research work, and other expenses found 15 necessary by the State Board of Education for the 16 improvement of the preparation and certification of 17 teachers in Oklahoma. Provided, any unobligated 18 balance in the Teachers' Certificate Fund in excess of 19 Ten Thousand Dollars (\$10,000.00) on June 30 of any 20 fiscal year shall be transferred to the General 21 Revenue Fund of the State of Oklahoma this state. 22 Until July 1, 1997, the State Board of Education shall 23 have authority for approval of teacher education 24

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programs. The State Board of Education shall also have authority for the administration of teacher residency and professional development, subject to the provisions of the Oklahoma Teacher Preparation Act; 7. Promulgate rules governing the classification, inspection, supervision, and accrediting of all public nursery, kindergarten, elementary and secondary schools, and on-site educational services provided by public school districts or state-accredited private schools in partial hospitalization programs, day treatment programs, and day hospital programs as defined in this act for persons between the ages of three (3) and twenty-one (21) years of age in the state. However, no school shall be denied accreditation solely on the basis of average daily attendance.

Any school district which maintains an elementary school and 14 faces the necessity of relocating its school facilities because of 15 construction of a lake, either by state or federal authority, which 16 17 will inundate the school facilities, shall be entitled to receive probationary accreditation from the State Board of Education for a 18 period of five (5) years after the effective date of this act June 19 12, 1975, and any school district, otherwise qualified, shall be 20 entitled to receive probationary accreditation from the State Board 21 of Education for a period of two (2) consecutive years to attain the 22 minimum average daily attendance. The Head Start and public 23 nurseries or kindergartens operated from Community Action Program 24

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1 funds shall not be subjected to the accrediting rules of the State Board of Education. Neither will the State Board of Education make 2 rules affecting the operation of the public nurseries and 3 kindergartens operated from federal funds secured through Community 4 5 Action Programs even though they may be operating in the public schools of the state. However, any of the Head Start or public 6 nurseries or kindergartens operated under federal regulations may 7 make application for accrediting from the State Board of Education 8 9 but will be accredited only if application for the approval of the programs is made. The status of no school district shall be changed 10 which will reduce it to a lower classification until due notice has 11 12 been given to the proper authorities thereof and an opportunity given to correct the conditions which otherwise would be the cause 13 of such reduction. 14

Private and parochial schools may be accredited and classified in like manner as public schools or, if an accrediting association is approved by the State Board of Education, by procedures established by the State Board of Education to accept accreditation by such accrediting association, if application is made to the State Board of Education for such accrediting;

8. Be the legal agent of the State of Oklahoma this state to
 accept, in its discretion, the provisions of any Act of Congress
 appropriating or apportioning funds which are now, or may hereafter
 be, provided for use in connection with any phase of the system of

public education in Oklahoma. It shall prescribe such rules as it finds necessary to provide for the proper distribution of such funds in accordance with the state and federal laws;

9. Be and is specifically hereby designated as the agency of
this state to cooperate and deal with any officer, board, or
authority of the United States Government under any law of the
United States which may require or recommend cooperation with any
state board having charge of the administration of public schools
unless otherwise provided by law;

Be and is hereby designated as the "State Educational 10 10. Agency" referred to in Public Law 396 of the 79th Congress of the 11 12 United States, which law states that said the act may be cited as the "National School Lunch Act", and said the State Board of 13 Education is hereby authorized and directed to accept the terms and 14 provisions of said the act and to enter into such agreements, not in 15 conflict with the Constitution of Oklahoma or the Constitution and 16 Statutes of the United States, as may be necessary or appropriate to 17 secure for the State of Oklahoma this state the benefits of the 18 school lunch program established and referred to in said the act; 19 Have authority to secure and administer the benefits of the 20 11.

National School Lunch Act, Public Law 396 of the 79th Congress of the United States, in the State of Oklahoma this state and is hereby authorized to employ or appoint and fix the compensation of such additional officers or employees and to incur such expenses as may

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be necessary for the accomplishment of the above purpose, administer the distribution of any state funds appropriated by the Legislature required as federal matching to reimburse on children's meals;

Accept and provide for the administration of any land,
money, buildings, gifts, donation, or other things of value which
may be offered or bequeathed to the schools under the supervision or
control of said the Board;

Have authority to require persons having administrative 8 13. 9 control of all school districts in Oklahoma to make such regular and 10 special reports regarding the activities of the schools in said the districts as the Board may deem needful for the proper exercise of 11 its duties and functions. Such authority shall include the right of 12 the State Board of Education to withhold all state funds under its 13 control, to withhold official recognition, including accrediting, 14 until such required reports have been filed and accepted in the 15 office of said the Board and to revoke the certificates of persons 16 failing or refusing to make such reports; 17

Have general supervision of the school lunch program. 18 14. The State Board of Education may sponsor workshops for personnel and 19 participants in the school lunch program and may develop, print, and 20 distribute free of charge or sell any materials, books, and 21 bulletins to be used in such the school lunch programs. There is 22 hereby created in the State Treasury a revolving fund for the Board, 23 to be designated the School Lunch Workshop Revolving Fund. 24 The fund

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1 shall consist of all fees derived from or on behalf of any participant in any such workshop sponsored by the State Board of 2 Education, or from the sale of any materials, books, and bulletins, 3 and such funds shall be disbursed for expenses of such workshops and 4 5 for developing, printing, and distributing of such the materials, books, and bulletins relating to the school lunch program. The fund 6 shall be administered in accordance with Section 155 of Title 62 of 7 the Oklahoma Statutes; 8

9 15. Prescribe all forms for school district and county officers 10 to report to the State Board of Education where required. The State 11 Board of Education shall also prescribe a list of appropriation 12 accounts by which the funds of school districts shall be budgeted, 13 accounted for, and expended; and it shall be the duty of the State 14 Auditor and Inspector in prescribing all budgeting, accounting, and 15 reporting forms for school funds to conform to such lists;

16 16. Provide for the establishment of a uniform system of pupil 17 and personnel accounting, records, and reports;

18 17. Have authority to provide for the health and safety of 19 school children and school personnel while under the jurisdiction of 20 school authorities;

21 18. Provide for the supervision of the transportation of 22 pupils;

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1 19. Have authority, upon request of the local school board, to 2 act in behalf of the public schools of the state in the purchase of 3 transportation equipment;

4 20. Have authority and is hereby required to perform all duties
5 necessary to the administration of the public school system in
6 Oklahoma as specified in the Oklahoma School Code; and, in addition
7 thereto, those duties not specifically mentioned herein if not
8 delegated by law to any other agency or official;

9 21. Administer the State Public Common School Building Equalization Fund established by Section 32 of Article X of the 10 11 Oklahoma Constitution. Any monies as may be appropriated or 12 designated by the Legislature, other than ad valorem taxes, any 13 other funds identified by the State Department of Education, which may include, but not be limited to, grants-in-aid from the federal 14 government for building purposes, the proceeds of all property that 15 shall fall to the state by escheat, penalties for unlawful holding 16 17 of real estate by corporations, and capital gains on assets of the permanent school funds, shall be deposited in the State Public 18 Common School Building Equalization Fund. The fund shall be used to 19 aid school districts and charter schools in acquiring buildings, 20 subject to the limitations fixed by Section 32 of Article X of the 21 Oklahoma Constitution. It is hereby declared that the term 22 "acquiring buildings" as used in Section 32 of Article X of the 23 Oklahoma Constitution shall mean acquiring or improving school 24

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sites, constructing, repairing, remodeling, or equipping buildings, 1 or acquiring school furniture, fixtures, or equipment. It is hereby 2 declared that the term "school districts" as used in Section 32 of 3 Article X of the Oklahoma Constitution shall mean school districts 4 5 and eligible charter schools as defined in subsection B of this The State Board of Education shall disburse redbud school 6 section. grants annually from the State Public Common School Building 7 Equalization Fund to public schools and eligible charter schools 8 9 pursuant to subsection B of this section. The Board shall promulgate rules for the implementation of disbursing redbud school 10 grants pursuant to this section. The State Board of Education shall 11 prescribe rules for making grants of aid from, and for otherwise 12 13 administering, the fund pursuant to the provisions of this paragraph, and may employ and fix the duties and compensation of 14 technicians, aides, clerks, stenographers, attorneys, and other 15 personnel deemed necessary to carry out the provisions of this 16 17 paragraph. The cost of administering the fund shall be paid from monies appropriated to the State Board of Education for the 18 operation of the State Department of Education. From monies 19 apportioned to the fund, the State Department of Education may 20 reserve not more than one-half of one percent (1/2 of 1%) for 21 purposes of administering the fund; 22

23 22. Recognize that the Director of the Oklahoma Department of24 Corrections shall be the administrative authority for the schools

which are maintained in the state reformatories and shall appoint the principals and teachers in such schools. Provided, that rules of the State Board of Education for the classification, inspection, and accreditation of public schools shall be applicable to such schools; and such schools shall comply with standards set by the State Board of Education; and

Have authority to administer a revolving fund which is 7 23. hereby created in the State Treasury, to be designated the 8 9 Statistical Services Revolving Fund. The fund shall consist of all monies received from the various school districts of the state, the 10 United States Government, and other sources for the purpose of 11 12 furnishing or financing statistical services and for any other 13 purpose as designated by the Legislature. The State Board of Education is hereby authorized to enter into agreements with school 14 districts, municipalities, the United States Government, 15 foundations, and other agencies or individuals for services, 16 programs, or research projects. The Statistical Services Revolving 17 Fund shall be administered in accordance with Section 155 of Title 18 62 of the Oklahoma Statutes. 19

B. 1. The redbud school grants shall be determined by theState Department of Education as follows:

a. divide the county four-mill levy revenue by four to
determine the nonchargeable county four-mill revenue
for each school district,

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1 b. determine the amount of new revenue generated by the five-mill building fund levy as authorized by Section 2 10 of Article X of the Oklahoma Constitution for each 3 school district as reported in the Oklahoma Cost 4 5 Accounting System for the preceding fiscal year, add the amounts calculated in subparagraphs a and b of 6 с. this paragraph to determine the nonchargeable millage 7 for each school district, 8

9 d. add the nonchargeable millage in each district statewide as calculated in subparagraph c of this 10 paragraph and divide the total by the average daily 11 12 membership in public schools statewide based on the 13 preceding school year's average daily membership, according to the provisions of Section 18-107 of this 14 title. This amount is the statewide nonchargeable 15 millage per student, known as the baseline local 16 funding per student, 17

e. all eligible charter schools shall be included in
these calculations as unique school districts,
separate from the school district that may sponsor the
eligible charter school, and the total number of
districts shall be used to determine the statewide
average baseline local funding per student,

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1 f. for each school district or eligible charter school which is below the baseline local funding per student, 2 the Department shall subtract the baseline local 3 funding per student from the average nonchargeable 4 5 millage per student of the school district or eligible charter school to determine the nonchargeable millage 6 per student shortfall for each district, and 7 the nonchargeable millage per student shortfall for a 8 g. 9 school district or eligible charter school shall be multiplied by the average daily membership of the 10 preceding school year of the eligible school district 11 12 or eligible charter school. This amount shall be the redbud school grant amount for the school district or 13 eligible charter school. 14

2. For fiscal year 2022, monies for the redbud school grants 15 shall be expended from the funds apportioned pursuant to Section 2 16 Section 426 of this act Title 63 of the Oklahoma Statutes. For 17 fiscal year 2023 and each subsequent fiscal year, monies for the 18 redbud school grants shall be appropriated pursuant to Section 2 19 Section 426 of this act Title 63 of the Oklahoma Statutes, not to 20 exceed three-fourths (3/4) of the tax collected in the preceding 21 fiscal year pursuant to Section 426 of Title 63 of the Oklahoma 22 Statutes as determined by the Oklahoma Tax Commission. For fiscal 23 year 2023 and each subsequent fiscal year, if such appropriated 24

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funds are insufficient to fund the redbud school grants, then an additional apportionment of funds shall be made from sales tax collections as provided by subsection D of Section 3 Section 1353 of this act Title 68 of the Oklahoma Statutes. If both funds are insufficient, the Department shall promulgate rules to permit a decrease to the baseline local funding per student to the highest amount allowed with the funding available.

3. As used in this section, "eligible charter school" shall 8 9 mean a charter school which is sponsored pursuant to the provisions of the Oklahoma Charter School Schools Act. Provided, however, 10 "eligible charter school" shall not include a statewide virtual 11 12 charter school sponsored by the Statewide Virtual Charter School 13 Board Statewide Charter School Board but shall only include those which provide in-person or blended instruction, as provided by 14 Section 1-111 of this title, to not less than two-thirds (2/3) of 15 students as the primary means of instructional service delivery. 16

The Department shall develop a program to acknowledge the
 redbud school grant recipients and shall include elected members of
 the Oklahoma House of Representatives and Oklahoma State Senate who
 represent the school districts and eligible charter schools.

5. The Department shall create a dedicated page on its website listing annual redbud school grant recipients, amount awarded to each recipient, and other pertinent information about the Redbud School Funding Act.

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6. The Department shall provide the Chair of the House
 Appropriations and Budget Committee and the Chair of the Senate
 Appropriations Committee no later than February 1 of each year with
 an estimate of the upcoming year's redbud school grant allocation as
 prescribed by this section.

6 SECTION 27. AMENDATORY 70 O.S. 2021, Section 3-132, is 7 amended to read as follows:

8 Section 3-132. A. The Oklahoma Charter Schools Act shall apply 9 only to charter schools formed and operated under the provisions of 10 the act. Charter schools shall be sponsored only as follows:

11 1. By any school district located in the State of Oklahoma this 12 <u>state</u>, provided such charter school shall only be located within the 13 geographical boundaries of the sponsoring district and subject to 14 the restrictions of Section 3-145.6 of this title;

By a technology center school district if the charter school
 is located in a school district served by the technology center
 school district in which all or part of the school district is
 located in a county having more than five hundred thousand (500,000)
 population according to the latest Federal Decennial Census;

3. By a technology center school district if the charter school
is located in a school district served by the technology center
school district and the school district has a school site that has
been identified as in need of improvement by the State Board of

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Education pursuant to the Elementary and Secondary Education Act of 2 1965, as amended or reauthorized;

4. By an accredited comprehensive or regional institution that
is a member of The Oklahoma State System of Higher Education or a
community college if the charter school is located in a school
district in which all or part of the school district is located in a
county having more than five hundred thousand (500,000) population
according to the latest Federal Decennial Census;
5. 3. By a comprehensive or regional institution that is a

member of The Oklahoma State System of Higher Education if the charter school is located in a school district that has a school site that has been identified as in need of improvement by the State Board of Education pursuant to the Elementary and Secondary Education Act of 1965, as amended or reauthorized. In addition, the institution shall have a teacher education program accredited by the Oklahoma Commission for Teacher Preparation Commission for

17 <u>Educational Quality and Accountability</u> and have a branch campus or 18 constituent agency physically located within the school district in 19 which the charter school is located in the State of Oklahoma;

6. <u>4.</u> By a federally recognized Indian tribe, operating a high
school under the authority of the Bureau of Indian Affairs as of
November 1, 2010, if the charter school is for the purpose of
demonstrating native language immersion instruction, and is located
within its former reservation or treaty area boundaries. For

purposes of this paragraph, native language immersion instruction shall require that educational instruction and other activities conducted at the school site are primarily conducted in the native language;

5 7. By 5. Until June 30, 2023, the State Board of Education and beginning July 1, 2023, the Statewide Charter School Board when the 6 applicant of the charter school is the Office of Juvenile Affairs or 7 the applicant has a contract with the Office of Juvenile Affairs to 8 9 provide a fixed rate level E, D, or D+ group home service and the charter school is for the purpose of providing education services to 10 youth in the custody or supervision of the state. Not more than two 11 charter schools shall be sponsored by the Board as provided for in 12 this paragraph during the period of time beginning July 1, 2010, 13 through July 1, 2016; 14

By a federally recognized Indian tribe only when the charter school is located within the former reservation or treaty area boundaries of the tribe on property held in trust by the Bureau of Indian Affairs of the United States Department of the Interior for the benefit of the tribe; or

9. By the State Board of Education when the applicant has first been denied a charter by the local school district in which it seeks to operate. In counties with fewer than five hundred thousand (500,000) population, according to the latest Federal Decennial Census, the State Board of Education shall not sponsor more than

1 five charter schools per year each year for the first five (5) years after the effective date of this act, with not more than one charter 2 school sponsored in a single school district per year. In order to 3 authorize a charter school under this section, the State Board of 4 5 Education shall find evidence of all of the following: a. a thorough and high-quality charter school application 6 from the applicant based on the authorizing standards 7 in subsection B of Section 3-134 of this title, 8 9 b. a clear demonstration of community support for the charter school, and 10 the grounds and basis of objection by the school 11 C. district for denying the operation of the charter are 12 not supported by the greater weight of evidence and 13 the strength of the application 7. Beginning July 1, 14 2023, by the Statewide Charter School Board. 15 An eligible non-school-district sponsor shall give priority 16 в. to opening charter schools that serve at-risk student populations or 17 students from low-performing traditional public schools. 18 C. An eligible non-school-district sponsor shall give priority 19

to applicants that have demonstrated a record of operating at least one school or similar program that demonstrates academic success and organizational viability and serves student populations similar to those the proposed charter school seeks to serve. In assessing the potential for quality replication of a charter school, a sponsor

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1 shall consider the following factors before approving a new site or 2 school:

3 1. Evidence of a strong and reliable record of academic success
4 based primarily on student performance data, as well as other viable
5 indicators, including financial and operational success;

2. A sound, detailed, and well-supported growth plan;

3. Evidence of the ability to transfer successful practices to
a potentially different context that includes reproducing critical
cultural, organizational, and instructional characteristics;

10 4. Any management organization involved in a potential 11 replication is fully vetted, and the academic, financial, and 12 operational records of the schools it operates are found to be 13 satisfactory;

5. Evidence the program seeking to be replicated has the capacity to do so successfully without diminishing or putting at risk its current operations; and

17 6. A financial structure that ensures that funds attributable
18 to each charter school within a network and required by law to be
19 utilized by a school remain with and are used to benefit that
20 school.

D. For purposes of the Oklahoma Charter Schools Act, "charter school" means a public school established by contract with a board of education of a school district, an area vocational-technical school district, a higher education institution, a federally

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| 1 | recognized Indian tribe, or the State Board of Education pursuant to |
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| 2 | the Oklahoma Charter Schools Act to provide learning that will |
| 3 | improve student achievement and as defined in the Elementary and |
| 4 | Secondary Education Act of 1965, 20 U.S.C. 8065. |
| 5 | E. 1. For the purposes of the Oklahoma Charter Schools Act, |
| 6 | "conversion school" means a school created by converting all or any |
| 7 | part of a traditional public school in order to access any or all |
| 8 | flexibilities afforded to a charter school. |
| 9 | 2. Prior to the board of education of a school district |
| 10 | converting all or any part of a traditional public school to a |
| 11 | conversion school, the board shall prepare a conversion plan. The |
| 12 | conversion plan shall include documentation that demonstrates and |
| 13 | complies with paragraphs 1, 2, 6, 7, 8, 9, 10, 13, 14, 15, 16, 17, |
| 14 | 19, 20, 21, 22, 23, 24, 34 and 35 of subsection B of Section 3-134 |
| 15 | of this title. The conversion plan and all documents shall be in |
| 16 | writing and shall be available to the public pursuant to the |
| 17 | requirements of the Oklahoma Open Records Act. All votes by the |
| 18 | board of education of a school district to approve a conversion plan |
| 19 | shall be held in an open public session. If the board of education |
| 20 | of a school district votes to approve a conversion plan, the board |
| 21 | shall notify the State Board of Education within sixty (60) days |
| 22 | after the vote. The notification shall include a copy of the |
| 23 | minutes for the board meeting at which the conversion plan was |
| 24 | approved. |

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| 1 | 3. A conversion school shall comply with all the same | | |
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| 2 | accountability measures as are required of a charter school as | | |
| 3 | defined in subsection D of this section. The provisions of Sections | | |
| 4 | 3-140 and 3-142 of this title shall not apply to a conversion | | |
| 5 | school. Conversion schools shall comply with the same laws and | | |
| 6 | State Board of Education rules relating to student enrollment which | | |
| 7 | apply to traditional public schools. Conversion schools shall be | | |
| 8 | funded by the board of education of the school district as a school | | |
| 9 | site within the school district and funding shall not be affected by | | |
| 10 | the conversion of the school. | | |
| 11 | 4. The board of education of a school district may vote to | | |
| 12 | revert a conversion school back to a traditional public school at | | |
| 13 | any time; provided, the change shall only occur during a break | | |
| 14 | between school years. | | |
| 15 | 5. Unless otherwise provided for in this subsection, a | | |
| 16 | conversion school shall retain the characteristics of a traditional | | |
| 17 | public school. | | |
| 18 | F. A charter school may consist of a new school site, new | | |
| 19 | school sites or all or any portion of an existing school site. An | | |
| 20 | entire school district may not become a charter school site. | | |
| 21 | SECTION 28. AMENDATORY 70 O.S. 2021, Section 3-134, is | | |
| 22 | amended to read as follows: | | |
| 23 | Section 3-134. A. For written applications filed after January | | |
| 24 | 1, 2008 July 1, 2023, prior to submission of the application to a | | |

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| 1 | proposed sponsor seeking to establish a c ${f h}$ arter school <u>or to the</u> |
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| 2 | Statewide Charter School Board to establish a virtual charter |
| 3 | school, the applicant shall be required to complete training which |
| 4 | shall not exceed ten (10) hours provided by the State Department of |
| 5 | Education Statewide Charter School Board on the process and |
| 6 7 | requirements for establishing a charter school <u>or virtual charter</u> |
| 8 | school. The sponsor of a charter school that enters into a new or |
| 9 | renewed sponsorship contract on or after July 1, 2023, shall be |
| 10 | required to complete training provided by the Statewide Charter |
| 11 | School Board on the oversight duties of the sponsor. The Department |
| 12 | Board shall develop and implement the training by January 1, 2008 |
| 13 | July 1, 2023. The Department Board may provide the training in any |
| 14 | format and manner that the Department it determines to be efficient |
| 15 | and effective including τ but not limited to τ web-based training. B. Except as otherwise provided for in Section 3-137 of this |
| 16 | B. Except as otherwise provided for in Section 3-137 of this title, an applicant seeking to establish a virtual charter school |
| 17 | shall submit a written application to the Statewide Charter School |
| 18 | Board, and an applicant seeking to establish a charter school shall |
| 19 | submit a written application to the proposed sponsor as prescribed |
| 20 | in subsection E of this section. The application shall include: |
| 21 | 1. A mission statement for the charter school <u>or virtual</u> |
| 22 | <pre>charter school;</pre> |
| 23 | |
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2. A description including, but not limited to, background
 information of the organizational structure and the governing body
 of the charter school <u>or virtual charter school</u>;

A financial plan for the first five (5) years of operation
of the charter school <u>or virtual charter school</u> and a description of
the treasurer or other officers or persons who shall have primary
responsibility for the finances of the charter school <u>or virtual</u>
<u>charter school</u>. Such person shall have demonstrated experience in
school finance or the equivalent thereof;

4. A description of the hiring policy of the charter school <u>or</u>
 virtual charter school;

12 5. The name of the applicant or applicants and requested 13 sponsor;

14 6. A description of the facility and location of the charter15 school;

16 7. A description of the grades being served;

17 8. An outline of criteria designed to measure the effectiveness18 of the charter school or virtual charter school;

9. A demonstration of support for the charter school from
 residents of the school district <u>in which the charter school is to</u>
 <u>be located</u> which may include but is not limited to a survey of the
 school district residents or a petition signed by residents of the
 school district;

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1 10. Documentation that the applicants completed charter school
 2 training as set forth in subsection A of this section;

3 11. A description of the minimum and maximum enrollment planned4 per year for each term of the charter contract;

5 12. The proposed calendar for the charter school <u>or virtual</u>
6 charter school and sample daily schedule;

7 13. Unless otherwise authorized by law or regulation, a
8 description of the academic program aligned with state standards;

9 14. A description of the instructional design of the charter
10 school, <u>or virtual charter school</u> including the type of learning
11 environment, class size and structure, curriculum overview, and
12 teaching methods;

13 15. The plan for using internal and external assessments to 14 measure and report student progress on the performance framework 15 developed by the applicant in accordance with subsection C of 16 Section 3-135 Section 3-136 of this title;

17 16. The plans for identifying and successfully serving students 18 with disabilities, students who are English language learners, and 19 students who are academically behind;

20 17. A description of cocurricular or extracurricular programs 21 and how they will be funded and delivered;

22 18. Plans and time lines for student recruitment and 23 enrollment₇ including lottery procedures;

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19. The student discipline policies for the charter school, or
 <u>virtual charter school</u> including those for special education
 students;

20. An organizational chart that clearly presents the
organizational structure of the charter school, <u>or virtual charter</u>
<u>school</u> including lines of authority and reporting between the
governing board, staff, any related bodies such as advisory bodies
or parent and teacher councils, and any external organizations that
will play a role in managing the school;

10 21. A clear description of the roles and responsibilities for 11 the governing board, the leadership and management team for the 12 charter school, or virtual charter school and any other entities 13 shown in the organizational chart;

14 22. The leadership and teacher employment policies for the 15 charter school or virtual charter school;

16 23. Proposed governing bylaws;

17 24. Explanations of any partnerships or contractual 18 partnerships central to the operations or mission of the charter 19 school or virtual charter school;

20 25. The plans for providing transportation, food service, and 21 all other significant operational or ancillary services;

22 26. Opportunities and expectations for parental involvement;
23 27. A detailed school start-up plan that identifies tasks, time
24 lines, and responsible individuals;

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1 28. A description of the financial plan and policies for the charter school $\overline{\tau}$ or virtual charter school including financial 2 controls and audit requirements; 3 29. A description of the insurance coverage the charter school 4 5 or virtual charter school will obtain; Start-up and five-year budgets with clearly stated 6 30. assumptions; 7 Start-up and first-year cash-flow projections with clearly 8 31. 9 stated assumptions; Evidence of anticipated fundraising contributions, if 10 32. claimed in the application; 11 A sound facilities $plan_{\tau}$ including backup or contingency 12 33. plans if appropriate; 13 A requirement that the charter school or virtual charter 34. 14 school governing board meet at a minimum quarterly in the state and 15 that for those charter schools outside of counties with a population 16 of five hundred thousand (500,000) or more, that a majority of 17 members are residents within the geographic boundary of the 18 sponsoring entity charter school; and 19 A requirement that the charter school follow the 20 35. requirements of the Oklahoma Open Meeting Act and Oklahoma Open 21 Records Act. 22 C. A board of education of a public school district, public 23 body, public or private college or university, private person, or 24

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private organization may contract with a sponsor to establish a
 charter school. A private school shall not be eligible to contract
 for a charter school <u>or virtual charter school</u> under the provisions
 of the Oklahoma Charter Schools Act.

5 D. The sponsor of a charter school is the board of education of a school district, the board of education of a technology center 6 school district, a higher education institution, the State Board of 7 Education, or a federally recognized Indian tribe which meets the 8 9 criteria established in Section 3-132 of this title, or beginning July 1, 2023, the Statewide Charter School Board. Any board of 10 education of a school district in the state may sponsor one or more 11 charter schools. The physical location of a charter school 12 sponsored by a board of education of a school district or a 13 technology center school district shall be within the boundaries of 14 the sponsoring school district. The physical location of a charter 15 school sponsored by the State Board of Education Statewide Charter 16 17 School Board when the applicant of the charter school is the Office of Juvenile Affairs shall be where an Office of Juvenile Affairs 18 facility for youth is located. The physical location of a charter 19 school otherwise sponsored by the State Board of Education pursuant 20 to paragraph 8 of subsection A of Section 3-132 of this title shall 21 be in the school district in which the application originated. 22 E. An applicant for a charter school may submit an application 23 to a proposed sponsor which shall either accept or reject 24

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sponsorship of the charter school within ninety (90) days of receipt 1 of the application. If the proposed sponsor rejects the 2 application, it shall notify the applicant in writing of the reasons 3 for the rejection. The applicant may submit a revised application 4 5 for reconsideration to the proposed sponsor within thirty (30) days after receiving notification of the rejection. The proposed sponsor 6 shall accept or reject the revised application within thirty (30) 7 days of its receipt. Should the sponsor reject the application on 8 9 reconsideration, the applicant may appeal the decision to the State 10 Board of Education with the revised application for review pursuant to paragraph 8 of subsection A of Section 3-132 of this title. The 11 12 State Board of Education shall hear the appeal no later than sixty (60) days from the date received by the Board. 13

F. A board of education of a school district, board of education of a technology center school district, <u>a</u> higher education institution, or <u>a</u> federally recognized Indian tribe sponsor of <u>a</u> charter school shall notify the State Board of Education <u>and the</u> Statewide Charter School Board when it accepts sponsorship of a charter school. The notification shall include a copy of the charter of the charter school.

G. Applicants for charter schools proposed to be sponsored by an entity other than a school district pursuant to paragraph 1 of subsection A of Section 3-132 of this title may, upon rejection of the revised application, proceed to binding arbitration under the

commercial rules of the American Arbitration Association with costs
of the arbitration to be borne by the proposed sponsor. Applicants
for charter schools proposed to be sponsored by school districts
pursuant to paragraph 1 of subsection A of Section 3-132 of this
title may not proceed to binding arbitration but may be sponsored by
the State Board of Education as provided in paragraph 8 of
subsection A of Section 3-132 of this title.

H. If a board of education of a technology center school 8 9 district school district, a higher education institution, the State Board of Education, or a federally recognized Indian tribe accepts 10 sponsorship of a charter school, the administrative, fiscal, and 11 12 oversight responsibilities of the technology center school district, 13 the school district, higher education institution, or the federally recognized Indian tribe shall be listed in the contract. 14 No administrative, fiscal, or oversight responsibilities of a charter 15 school shall be delegated to a school district unless the local 16 17 school district agrees to enter into a contract to assume the responsibilities. 18

19 I. H. A sponsor of a public charter school shall have the 20 following powers and duties <u>over charter schools it sponsors</u>, and 21 <u>the Statewide Charter School Board shall have the following powers</u> 22 <u>and duties over the charter schools and statewide virtual charter</u> 23 <u>schools it sponsors</u>:

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1 1. Provide oversight of the operations of charter schools in the state through annual performance reviews of charter schools and 2 reauthorization of charter schools for which it is a sponsor; 3 2. Solicit and evaluate charter applications; 4 5 3. Approve quality charter applications that meet identified educational needs and promote a diversity of educational choices; 6 4. Decline to approve weak or inadequate charter applications; 7 Negotiate and execute sound charter contracts with each 8 5. 9 approved public charter school or virtual charter school; 10 6. Approve or deny proposed contracts between the governing board of a charter school or virtual charter school and an 11 12 educational management organization, as defined by Section 5-200 of this title; 13 7. Monitor, in accordance with charter contract terms, the 14 performance and legal compliance of charter schools and virtual 15 charter schools; and 16 7. 8. Determine whether each charter contract merits renewal, 17 nonrenewal, or revocation. 18 Sponsors shall establish a procedure for accepting, 19 J. approving, and disapproving charter school applications in 20 accordance with subsection E of this section. The Statewide Charter 21 School Board shall post its application, application process, and 22 application time frames on the Board's website. 23 24

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1 K. Sponsors including the Statewide Charter School Board, shall be required to develop and maintain chartering policies and 2 practices consistent with recognized principles and standards for 3 quality charter authorizing as established by the State Department 4 5 of Education in all major areas of authorizing responsibility τ including organizational capacity and infrastructure, soliciting and 6 evaluating charter school and virtual charter school applications, 7 performance contracting, ongoing charter school and virtual charter 8 9 school oversight and evaluation, and charter contract renewal decision-making. 10

L. Sponsors acting in their official capacity shall be immune from civil and criminal liability with respect to all activities related to a charter school with which they contract.

14SECTION 29.AMENDATORY70 O.S. 2021, Section 3-136, is15amended to read as follows:

Section 3-136. A. A <u>Beginning July 1, 2023, a written contract</u> <u>entered into between the Statewide Charter School Board and the</u> <u>governing body of a charter school or statewide virtual charter</u> <u>school or a written contract entered into between a sponsor and the</u> <u>governing body of a charter school</u> shall <u>adopt a charter which will</u> ensure compliance with the following:

A Except as provided for in the Oklahoma Charter Schools
 Act, a charter school and virtual charter school shall be exempt
 from all statutes and rules relating to schools, boards of

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1 education, and school districts; provided, however, a charter school or virtual charter school shall comply with all federal regulations 2 and state and local rules and statutes relating to health, safety, 3 civil rights, and insurance. By January 1, 2000, the State 4 5 Department of Education shall prepare a list of relevant rules and statutes which a charter school and virtual charter school must 6 comply with as required by this paragraph and shall annually provide 7 an update to the list; 8

9 2. A charter school <u>and virtual charter school</u> shall be
10 nonsectarian in its programs, admission policies, employment
11 practices, and all other operations. A sponsor <u>including the</u>
12 <u>Statewide Charter School Board</u>, may not authorize a charter school,
13 <u>virtual charter school</u>, or program that is affiliated with a
14 nonpublic sectarian school or religious institution;

3. The charter contract shall provide a description of the 15 educational program to be offered. A charter school or virtual 16 charter school may provide a comprehensive program of instruction 17 for a prekindergarten program, a kindergarten program, or any grade 18 between grades one and twelve. Instruction may be provided to all 19 persons between the ages of four (4) and twenty-one (21) years. A 20 charter school or virtual charter school may offer a curriculum 21 which emphasizes a specific learning philosophy or style or certain 22 subject areas such as mathematics, science, fine arts, performance 23 arts, or foreign language. The charter of a charter school or 24

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virtual charter school which offers grades nine through twelve shall 1 2 specifically address whether the charter school or virtual charter school will comply with the graduation requirements established in 3 Section 11-103.6 of this title. No charter school or virtual 4 5 charter school shall be chartered for the purpose of offering a curriculum for deaf or blind students that is the same or similar to 6 the curriculum being provided by or for educating deaf or blind 7 students that are being served by the Oklahoma School for the Blind 8 9 or the Oklahoma School for the Deaf;

4. A charter school <u>or virtual charter school</u> shall participate
in the testing as required by the Oklahoma School Testing Program
Act and the reporting of test results as is required of a school
district. A charter school <u>or virtual charter school</u> shall also
provide any necessary data to the Office of Accountability <u>within</u>
the State Department of Education;

16 5. Except as provided for in the Oklahoma Charter Schools Act 17 and its charter, a charter school shall be exempt from all statutes 18 and rules relating to schools, boards of education, and school 19 districts;

6. A charter school <u>or virtual charter school</u>, to the extent
possible, shall be subject to the same reporting requirements,
financial audits, audit procedures, and audit requirements as a
school district. The State Department of Education or State Auditor
and Inspector may conduct financial, program, or compliance audits.

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1 A charter school or virtual charter school shall use the Oklahoma Cost Accounting System to report financial transactions to the 2 sponsoring school district State Department of Education; 3 7. 6. A charter school or virtual charter school shall comply 4 5 with all federal and state laws relating to the education of children with disabilities in the same manner as a school district; 6 8. 7. A charter school or virtual charter school shall provide 7 for a governing body for the school which shall be responsible for 8 9 the policies and operational decisions of the charter school or 10 virtual charter school. A majority of the charter school or virtual charter school governing body members shall be residents of this 11 state and shall meet no less than quarterly in a public meeting 12 within the boundaries of the school district in which the charter 13 school is located or within this state if the governing body 14 oversees multiple charter schools in this state or oversees a 15 virtual charter school. The governing body of a charter school or 16 17 virtual charter school shall be subject to the same conflict of interest requirements as a member of a school district board of 18 education including but not limited to Sections 5-113 and 5-124 of 19 this title. Members appointed to the governing body of a charter 20 school or virtual charter school shall be subject to the same 21 instruction and continuing education requirements as a member of a 22 school district board of education and pursuant to Section 5-110 of 23 this title, complete twelve (12) hours of instruction within fifteen 24

1 (15) months of appointment to the governing body, and pursuant to Section 5-110.1 of this title, attend continuing education; 2 9. 8. A charter school or virtual charter school shall not be 3 used as a method of generating revenue for students who are being 4 5 home schooled and are not being educated at an organized charter school site or by a virtual charter school; 6 10. 9. A charter school may or virtual charter school shall be 7 as equally free and open to all students as traditional public 8 9 schools and shall not charge tuition or fees; 11. 10. A charter school or virtual charter school shall 10 provide instruction each year for at least the number of days 11 required in Section 1-109 of this title; 12 12. 11. A charter school or virtual charter school shall comply 13 with the student suspension requirements provided for in Section 24-14 101.3 of this title; 15 13. 12. A charter school or virtual charter school shall be 16 considered a school district for purposes of tort liability under 17 The Governmental Tort Claims Act; 18 14. 13. Employees of a charter school or virtual charter school 19 may participate as members of the Teachers' Retirement System of 20 Oklahoma in accordance with applicable statutes and rules if 21 otherwise allowed pursuant to law; 22 15. 14. A charter school or virtual charter school may 23 participate in all health and related insurance programs available 24

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1 to the employees of the sponsor of the charter school a public 2 school district;

3 <u>16.</u> <u>15.</u> A charter school <u>or virtual charter school</u> shall comply 4 with the Oklahoma Open Meeting Act and the Oklahoma Open Records 5 Act;

6 17. The governing body of a charter school shall be subject to 7 the same conflict of interest requirements as a member of a local 8 school board; and

9 18. 16. No later than September 1 each year, the governing board of each charter school or virtual charter school formed 10 pursuant to the Oklahoma Charter Schools Act shall prepare a 11 12 statement of actual income and expenditures for the charter school or virtual charter school for the fiscal year that ended on the 13 preceding June 30, in a manner compliant with Section 5-135 of this 14 title. The statement of expenditures shall include functional 15 categories as defined in rules adopted by the State Board of 16 Education to implement the Oklahoma Cost Accounting System pursuant 17 to Section 5-145 of this title. Charter schools and virtual charter 18 schools shall not be permitted to submit estimates of expenditures 19 or prorated amounts to fulfill the requirements of this paragraph; 20 21 and

22 <u>17. A charter school or virtual charter school contract shall</u> 23 <u>include performance provisions based on a performance framework that</u> 24 clearly sets forth the academic and operational performance

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| 1 | indicators, measures, and metrics that will guide the evaluation of |
|----|--|
| 2 | a charter school or virtual charter school by the sponsor including |
| 3 | the Statewide Charter School Board. The sponsor shall require a |
| 4 | charter school or virtual charter school to submit the data required |
| 5 | in this subsection in the identical format that is required by the |
| 6 | State Department of Education of all public schools in order to |
| 7 | avoid duplicative administrative efforts or allow a charter school |
| 8 | or virtual charter school to provide permission to the Department to |
| 9 | share all required data with the Board. The performance framework |
| 10 | shall include indicators, measures, and metrics for, at a minimum: |
| 11 | 1. Student academic proficiency; |
| 12 | 2. Student academic growth; |
| 13 | 3. Achievement gaps in both proficiency and growth between |
| 14 | major student subgroups; |
| 15 | 4. Student attendance; |
| 16 | 5. Recurrent enrollment from year to year as determined by the |
| 17 | methodology used for public schools in Oklahoma; |
| 18 | 6. In the case of high schools, graduation rates as determined |
| 19 | by the methodology used for public schools in Oklahoma; |
| 20 | 7. In the case of high schools, postsecondary readiness; |
| 21 | 8. Financial performance and sustainability; and |
| 22 | 9. Governing board performance and stewardship including |
| 23 | compliance with all applicable laws, regulations, and terms of the |
| 24 | charter contract. |

| 1 | B. The charter <u>contract</u> of a charter school <u>or virtual charter</u> |
|----|--|
| 2 | school shall include a description of the personnel policies, |
| 3 | personnel qualifications, and method of school governance, and the |
| 4 | specific role and duties of the sponsor of the charter school. A |
| 5 | charter school or virtual charter school shall not enter into an |
| 6 | employment contract with any teacher or other personnel until a |
| 7 | contract has been executed with its sponsor. The employment |
| 8 | contract shall set forth the personnel policies of the charter |
| 9 | school or virtual charter school including, but not limited to, |
| 10 | policies related to certification, professional development |
| 11 | evaluation, suspension, dismissal and nonreemployment, sick leave, |
| 12 | personal business leave, emergency leave, and family and medical |
| 13 | leave. The contract shall also specifically set forth the salary, |
| 14 | hours, fringe benefits, and work conditions. The contract may |
| 15 | provide for employer-employee bargaining, but the charter school or |
| 16 | virtual charter school shall not be required to comply with the |
| 17 | provisions of Sections 509.1 through 509.10 of this title. |
| 18 | Upon contracting with any teacher or other personnel, the |
| 19 | governing body of a charter school or virtual charter school shall, |
| 20 | in writing, disclose employment rights of the employees in the event |
| 21 | the charter school or virtual charter school closes or the charter |
| 22 | contract is not renewed. |
| 23 | No charter school or virtual charter school may begin serving |
| 24 | students without a contract executed in accordance with the |

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| 1 | provisions of the Oklahoma Charter Schools Act and approved in an |
|----|---|
| 2 | open meeting of the governing board of the sponsor or the Statewide |
| 3 | Charter School Board. The governing board of the sponsor or the |
| 4 | Statewide Charter School Board may establish reasonable preopening |
| 5 | requirements or conditions to monitor the start-up progress of newly |
| 6 | approved charter schools or virtual charter schools and ensure that |
| 7 | each brick-and-mortar school is prepared to open smoothly on the |
| 8 | date agreed and to ensure that each school meets all building, |
| 9 | health, safety, insurance, and other legal requirements for the |
| 10 | opening of a school. |
| 11 | C. The charter of a charter school <u>or virtual charter school</u> |
| 12 | may be amended at the request of the governing body of the charter |
| 13 | school or virtual charter school and upon the approval of the |
| 14 | sponsor. |
| 15 | D. A charter school <u>or virtual charter school</u> may enter into |
| 16 | contracts and sue and be sued. |
| 17 | E. The governing body of a charter school or virtual charter |
| 18 | school may not levy taxes or issue bonds. |
| 19 | F. The charter of a charter school or virtual charter school |
| 20 | shall include a provision specifying the method or methods to be |
| 21 | employed for disposing of real and personal property acquired by the |
| 22 | charter school or virtual charter school upon expiration or |
| 23 | termination of the charter or failure of the charter school <u>or</u> |
| 24 | virtual charter school to continue operations. Except as otherwise |

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1 provided, any real or personal property purchased with state or local funds shall be retained by the sponsoring school district 2 sponsor. If a charter school that was previously sponsored by the 3 board of education of a school district continues operation within 4 5 the school district under a new charter sponsored by an entity authorized pursuant to Section 3-132 of this title, the charter 6 school may retain any personal property purchased with state or 7 local funds for use in the operation of the charter school until 8 termination of the new charter or failure of the charter school to 9 10 continue operations.

11 SECTION 30. AMENDATORY 70 O.S. 2021, Section 3-137, is 12 amended to read as follows:

Section 3-137. A. An approved A contract for a charter school 13 approved on or after July 1, 2023, shall be effective for five (5) 14 ten (10) years from the first day of operation. A charter contract 15 may be renewed for successive five-year ten-year terms of duration, 16 although the sponsor may vary the term based on the performance, 17 demonstrated capacities, and particular circumstances of each 18 charter school. A sponsor may grant renewal with specific 19 conditions for necessary improvements to a charter school. 20

B. Prior to the beginning of the <u>fourth ninth</u> year of operation of a charter school <u>or virtual charter school</u>, the sponsor shall issue a charter school performance report and charter renewal application guidance to the <u>charter</u> school and the charter school

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1 its governing board or the virtual charter school and its governing 2 The performance report shall summarize the performance board. record to date of the charter school or virtual charter school, 3 based on the data required by the Oklahoma Charter Schools Act and 4 5 the charter contract and taking into consideration the percentage of at-risk students enrolled in the school, and shall provide notice of 6 any weaknesses or concerns perceived by the sponsor concerning the 7 charter school or virtual charter school that may jeopardize its 8 9 position in seeking renewal if not timely rectified. The charter school or virtual charter school shall have forty-five (45) days to 10 respond to the performance report and submit any corrections or 11 12 clarifications for the report.

C. 1. Prior to the beginning of the <u>fifth tenth</u> year of operation, the charter school <u>or virtual charter school</u> may apply for renewal of the contract with the sponsor <u>including the Statewide</u> <u>Charter School Board</u>. The renewal application guidance shall, at a minimum, provide an opportunity for the charter school <u>or virtual</u> charter school to:

a. present additional evidence, beyond the data contained
in the performance report, supporting its case for
charter renewal,

b. describe improvements undertaken or planned for theschool, and

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1 c. detail the plan for the next charter term for the school.

The renewal application guidance shall include or refer 3 2. explicitly to the criteria that will guide the renewal decisions of 4 5 the sponsor, which shall be based on the performance framework set forth in the charter contract and consistent with the Oklahoma 6 Charter Schools Act. 7

The sponsor may deny the request for renewal if it 8 D. 9 determines the charter school or virtual charter school has failed 10 to complete the obligations of the contract or comply with the provisions of the Oklahoma Charter Schools Act. A sponsor shall 11 give written notice of its intent to deny the request for renewal at 12 13 least eight (8) months prior to expiration of the contract. In making charter renewal decisions, a sponsor shall: 14

1. Ground decisions on evidence of the performance of the 15 charter school or virtual charter school over the term of the 16 17 charter contract in accordance with the performance framework set forth in the charter contract and shall take into consideration the 18 percentage of at-risk students enrolled in the school; 19

2. Grant renewal to charter schools or virtual charter schools 20 that have achieved the standards, targets, and performance 21 expectations as stated in the charter contract and are 22 organizationally and fiscally viable and have been faithful to the 23 terms of the contract and applicable law; 24

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3. Ensure that data used in making renewal decisions are
 available to the school and the public; and

3 4. Provide a public report summarizing the evidence used as the4 basis for each decision.

E. If a sponsor denies a request for renewal, the governing
board of the sponsor may, if requested by the charter school,
proceed to binding arbitration as provided for in subsection G of
Section 3-134 of this title.

9 F. A sponsor may terminate a contract during the term of the contract for failure to meet the requirements for student 10 performance contained in the contract, failure to meet the standards 11 of fiscal management, violations of the law, or other good cause. 12 The sponsor shall give at least ninety (90) days' written notice to 13 the governing board of the charter school or virtual charter school 14 prior to terminating the contract. The governing board may request, 15 in writing, an informal hearing before the sponsor within fourteen 16 (14) days of receiving notice. The sponsor shall conduct an 17 informal hearing before taking action. If a sponsor decides to 18 terminate a contract, the governing board may, if requested by the 19 charter school, proceed to binding arbitration as provided for in 20 subsection C of Section 3-134 of this title. 21

G. F. 1. Beginning in the 2016-2017 school year, the State
Board of Education shall identify charter schools <u>and virtual</u>
<u>charter schools</u> in the state that are ranked in the bottom five

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1 percent (5%) of all public schools as determined pursuant to Section
2 1210.545 of this title.

2. At the time of its charter renewal, based on an average of the current year and the two (2) prior operating years, a sponsor may close a charter school site <u>or virtual charter school</u> identified as being among the bottom five percent (5%) of public schools in the state. The average of the current year and two (2) prior operating years shall be calculated by using the percentage ranking for each year divided by three, as determined by this subsection.

10 3. If there is a change to the calculation described in Section 11 1210.545 of this title that results in a charter school site <u>or</u> 12 <u>virtual charter school</u> that was not ranked in the bottom five 13 percent (5%) being ranked in the bottom five percent (5%), then the 14 sponsor shall use the higher of the two rankings to calculate the 15 ranking of the charter school site or virtual charter school.

In the event that a sponsor fails to close a charter school
site consistent with this subsection, the sponsor shall appear
before the State Board of Education to provide support for its
decision. The State Board of Education may, by majority vote,
uphold or overturn the decision of the sponsor. If the decision of
the sponsor is overturned by the State Board of Education, the Board
may implement one of the following actions:

a. transfer the sponsorship of the charter school
 identified in this paragraph to another sponsor,

| 1 | b. order the closure of the charter school identified in |
|----|---|
| 2 | this paragraph at the end of the current school year, |
| 3 | or |
| 4 | c. order the reduction of any administrative fee |
| 5 | collected by the sponsor that is applicable to the |
| 6 | charter school identified in this paragraph. The |
| 7 | reduction shall become effective at the beginning of |
| 8 | the month following the month the hearing of the |
| 9 | sponsor is held by the State Board of Education. |
| 10 | $\frac{5}{2}$. A charter school <u>or virtual charter school</u> that is closed by |
| 11 | the State Board of Education its sponsor pursuant to paragraph 4 of |
| 12 | this subsection shall not be granted a <u>subsequent</u> charter by any |
| 13 | other sponsor contract. |
| 14 | $\frac{6}{5}$. The requirements of this subsection shall not apply to a |
| 15 | charter school or virtual charter school that has been designated by |
| 16 | the State Department of Education as implementing an alternative |
| 17 | education program throughout the charter school. |
| 18 | 7. <u>6.</u> In making a <u>charter</u> school site <u>or virtual charter school</u> |
| 19 | closure decision, the State Board of Education <u>sponsor</u> shall |
| 20 | consider the following: |
| 21 | a. enrollment of students with special challenges such as |
| 22 | drug or alcohol addiction, prior withdrawal from |
| 23 | school, prior incarceration <u>,</u> or other special |
| 24 | circumstances, |
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- b. high mobility of the student population resulting from
 the specific purpose of the charter school <u>or virtual</u>
 <u>charter school</u>,
- annual improvement in the performance of students 4 с. 5 enrolled in the charter school or virtual charter school compared with the performance of students 6 enrolled in the charter school or virtual charter 7 school in the immediately preceding school year, and 8 9 d. whether a majority of students attending the charter school or virtual charter school under consideration 10 for closure would likely revert to attending public 11 12 schools with lower academic achievement, as demonstrated pursuant to Section 1210.545 of this 13 title. 14

8. 7. If the State Board of Education has closed or transferred 15 authorization of at least twenty-five percent (25%) of the charter 16 schools chartered by one sponsor are closed pursuant to paragraph 4 17 of this subsection, the authority of the sponsor to authorize new 18 charter schools may be suspended by the Board Statewide Charter 19 School Board until the Board approves the sponsor to authorize new 20 charter schools. A determination under made pursuant to this 21 paragraph to suspend the authority of a sponsor to authorize new 22 charter schools shall identify the deficiencies that, if corrected, 23

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will result in the approval of the sponsor to authorize new charter
 schools.

3 H. <u>G.</u> If a sponsor terminates a contract or the charter school 4 <u>or virtual charter school</u> is closed, the closure shall be conducted 5 in accordance with the following protocol:

1. Within two (2) calendar weeks of a final closure
determination, the sponsor shall meet with the governing board and
leadership of the charter school <u>or virtual charter school</u> to
establish a transition team composed of school staff, applicant
staff, and others designated by the applicant that will attend to
the closure, including the transfer of students, student records,
and school funds;

The sponsor and transition team shall communicate regularly
 and effectively with families of students enrolled in the charter
 school <u>or virtual charter school</u>, as well as with school staff and
 other stakeholders, to keep them apprised of key information
 regarding the closure of the school and their options and risks;
 The sponsor and transition team shall ensure that current

19 instruction of students enrolled in the charter school <u>or virtual</u> 20 <u>charter school</u> continues per the charter agreement <u>contract</u> for the 21 remainder of the school year;

4. The sponsor and transition team shall ensure that allnecessary and prudent notifications are issued to agencies,

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1 employees, insurers, contractors, creditors, debtors, and management
2 organizations; and

5. The governing board of the charter school <u>or virtual charter</u> 4 <u>school</u> shall continue to meet as necessary to take actions needed to 5 wind down school operations, manage school finances, allocate 6 resources, and facilitate all aspects of closure.

7 I. H. A sponsor including the Statewide Charter School Board,
8 shall develop revocation and nonrenewal processes that are
9 consistent with the Oklahoma Charter Schools Act and that:

10 1. Provide the charter school <u>or virtual charter school</u> with a 11 timely notification of the prospect of revocation or nonrenewal and 12 of the reasons for possible closure;

Allow the charter school <u>or virtual charter school</u> a
 reasonable amount of time in which to prepare a response;

3. Provide the charter school <u>or virtual charter school</u> with an opportunity to submit documents and give testimony in a public hearing challenging the rationale for closure and in support of the continuation of the school at an orderly proceeding held for that purpose and prior to taking any final nonrenewal or revocation decision related to the school;

4. Allow the charter school <u>or virtual charter school</u> access to
 representation by counsel to call witnesses on its behalf;
 5. Permit the recording of the proceedings; and

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6. After a reasonable period for deliberation, require a final
 determination be made and conveyed in writing to the charter school
 or virtual charter school.

4 J. <u>I.</u> If a sponsor revokes or does not renew a charter
5 <u>contract</u>, the sponsor shall clearly state in a resolution the
6 reasons for the revocation or nonrenewal.

K. 1. Before a sponsor may issue a charter to a charter school 7 governing body that has had its charter terminated or has been 8 9 informed that its charter will not be renewed by the current 10 sponsor, the sponsor shall request to have the proposal reviewed by the State Board of Education at a hearing. The State Board of 11 12 Education shall conduct a hearing in which the sponsor shall present information indicating that the proposal of the organizer is 13 substantively different in the areas of deficiency identified by the 14 current sponsor from the current proposal as set forth within the 15 charter with its current sponsor. 16

17 2. After the State Board of Education conducts a hearing 18 pursuant to this subsection, the Board shall either approve or deny 19 the proposal.

20 3. If the proposal is denied, no sponsor may issue a charter to 21 the charter school governing body.

22 L. J. If a <u>charter</u> contract is not renewed, the governing board 23 of the charter school may submit an application to a proposed new 24 sponsor as provided for in Section 3-134 of this title.

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M. K. If a <u>charter</u> contract is not renewed or is terminated according to this section, a student who attended the charter school <u>or virtual charter school</u> may enroll in the resident school district of the student or may apply for a transfer in accordance with Section 8-103 of this title.

6 SECTION 31. AMENDATORY 70 O.S. 2021, Section 3-139, is 7 amended to read as follows:

8 Section 3-139. A. A sponsoring school district shall determine 9 whether a teacher who is employed by or teaching at a charter school 10 <u>or virtual charter school</u> and who was previously employed as a 11 teacher at the sponsoring public school district shall not lose any 12 right of salary status or any other benefit provided by law due to 13 teaching at a charter school <u>or virtual charter school</u> upon 14 returning to the sponsoring public school district to teach.

B. A teacher who is employed by or teaching at a charter school or virtual charter school and who submits an employment application to the school district where the teacher was employed immediately before employment by or at a charter school <u>or virtual charter</u> <u>school</u> shall be given employment preference by the school district if:

The teacher submits an employment application to the school
 district no later than three (3) years after ceasing employment with
 the school district; and

24 2. A suitable position is available at the school district.

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1SECTION 32.AMENDATORY70 O.S. 2021, Section 3-140, is2amended to read as follows:

Section 3-140. A. Except for a charter school sponsored by the 3 State Board of Education, a A charter school with a brick-and-mortar 4 5 school site or sites shall enroll those students whose legal residence is within the boundaries of the school district in which 6 the charter school is located and who submit a timely application, 7 or those students who transfer to the district in which the charter 8 9 school is located in accordance with Section 8-103 or 8-104 of this title, unless the number of applications exceeds the capacity of a 10 program, class, grade level, or building. Students who reside in a 11 school district where a charter school is located shall not be 12 required to obtain a transfer in order to attend a charter school in 13 the school district of residence. If capacity is insufficient to 14 enroll all eligible students, the charter school shall select 15 students through a lottery selection process. Except for a charter 16 school sponsored by the State Board of Education, a A charter school 17 shall give enrollment preference to eligible students who reside 18 within the boundaries of the school district in which the charter 19 20 school is located. Except for a charter school sponsored by the State Board of Education, a charter school created after November 1, 21 2010, shall give enrollment preference to eligible students who 22 reside within the boundaries of the school district in which the 23 charter school is located and who attend a school site that has been 24

1 identified as in need of improvement by the State Board of Education 2 pursuant to the Elementary and Secondary Education Act of 1965, as amended or reauthorized. A charter school may limit admission to 3 students within a given age group or grade level. A charter school 4 5 sponsored by the State Board of Education Statewide Charter School Board when the applicant of the charter school is the Office of 6 Juvenile Affairs shall limit admission to youth that are in the 7 custody or supervision of the Office of Juvenile Affairs. 8

9 B. Except for a charter school sponsored by the State Board of 10 Education, a A charter school shall admit students who reside in the attendance area of a school or in a school district that is under a 11 12 court order of desegregation or that is a party to an agreement with 13 the United States Department of Education Office for Civil Rights directed towards mediating alleged or proven racial discrimination 14 unless notice is received from the resident school district that 15 admission of the student would violate the court order or agreement. 16

C. A charter school may designate a specific geographic area within the school district in which the charter school is located as an academic enterprise zone and may limit admissions to students who reside within that area. An academic enterprise zone shall be a geographic area in which sixty percent (60%) or more of the children who reside in the area qualify for the free or reduced school lunch program.

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D. Except as provided in subsections B and C of this section, a
 charter school <u>or virtual charter school</u> shall not limit admission
 based on ethnicity, national origin, gender, income level, disabling
 condition, proficiency in the English language, measures of
 achievement, aptitude, or athletic ability.

A sponsor of a charter school shall not restrict the number 6 Ε. of students a charter school or virtual charter school may enroll. 7 The capacity of the a charter school or virtual charter school shall 8 9 be determined annually quarterly by the governing board of the 10 charter school or virtual charter school based on the ability of the charter school to facilitate the academic success of the students, 11 12 to achieve the other objectives specified in the charter contract, and to ensure that the student enrollment does not exceed the 13 capacity of its facility or site pursuant to the provisions of 14 Section 8-101.2 of this title. 15

F. Beginning July 1, 2023, each statewide virtual charter 16 school which has been approved and sponsored by the Statewide 17 Charter School Board or any virtual charter school for which the 18 Board has assumed sponsorship as provided for in Section 1 of this 19 act shall be considered a statewide virtual charter school and the 20 geographic boundaries of each statewide virtual charter school shall 21 be the borders of the state. 22 G. Beginning July 1, 2023, students enrolled full-time in a 23

24 statewide virtual charter school sponsored by the Statewide Charter

| 1 | School Board shall not be authorized to participate in any |
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| 2 | activities administered by the Oklahoma Secondary Schools Activities |
| 3 | Association. However, the students may participate in intramural |
| 4 | activities sponsored by a statewide virtual charter school, an |
| 5 | online provider for the charter school, or any other outside |
| 6 | organization. |
| 7 | H. 1. Beginning July 1, 2023, a public school student who |
| 8 | wishes to enroll in a virtual charter school shall be considered a |
| 9 | transfer student from his or her resident school district. A |
| 10 | virtual charter school shall pre-enroll any public school student |
| 11 | whose parent or legal guardian expresses intent to enroll in the |
| 12 | district. Upon pre-enrollment, the State Department of Education |
| 13 | shall initiate a transfer on a form to be completed by the receiving |
| 14 | virtual charter school. Upon approval of the receiving virtual |
| 15 | charter school, the student may begin instructional activities. |
| 16 | Upon notice that a public school student has transferred to a |
| 17 | virtual charter school, the resident school district shall transmit |
| 18 | the student's records within three (3) school days. |
| 19 | 2. The State Department of Education shall notify the |
| 20 | Legislature and Governor if it determines that the information |
| 21 | technology infrastructure necessary to process the transfer of |
| 22 | students to a virtual charter school is inadequate and additional |
| 23 | time is needed for implementation. |
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| 1 | 3. A public school student may transfer to one statewide |
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| 2 | virtual charter school at any time during a school year. For |
| 3 | purposes of this subsection, "school year" shall mean July 1 through |
| 4 | the following June 30. After one statewide virtual charter school |
| 5 | transfer during a school year, no public school student shall be |
| 6 | permitted to transfer to any other statewide virtual charter school |
| 7 | without the concurrence of both the resident school district and the |
| 8 | receiving virtual charter school. A student shall have a grace |
| 9 | period of fifteen (15) school days from the first day of enrollment |
| 10 | in a statewide virtual charter school to withdraw without academic |
| 11 | penalty and shall continue to have the option of one virtual charter |
| 12 | school transfer without the concurrence of both districts during |
| 13 | that same school year. A statewide virtual charter school student |
| 14 | that has utilized the allowable one transfer pursuant to this |
| 15 | subsection shall not be permitted to transfer to another district or |
| 16 | other statewide virtual charter school without first notifying his |
| 17 | or her resident district and initiating a new transfer. Upon |
| 18 | cancellation of a transfer the virtual charter school shall transmit |
| 19 | the student's records to the student's new school district within |
| 20 | three (3) school days. Students enrolled in a statewide virtual |
| 21 | charter school shall not be required to submit a virtual charter |
| 22 | transfer for consecutive years of enrollment. Any student enrolled |
| 23 | in a statewide virtual charter school the year prior to the |
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| 1 | implementation of this section shall not be required to submit a |
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| 2 | transfer in order to remain enrolled. |
| 3 | I. 1. Beginning July 1, 2023, a student shall be eligible to |
| 4 | enroll in a statewide virtual charter school sponsored by the |
| 5 | Statewide Charter School Board pursuant to Section 1 of this act if |
| 6 | he or she is a student whose parent or legal guardian is transferred |
| 7 | or is pending transfer to a military installation within this state |
| 8 | while on active military duty pursuant to an official military |
| 9 | <u>order.</u> |
| 10 | 2. A statewide virtual charter school shall accept applications |
| 11 | by electronic means for enrollment and course registration for |
| 12 | students described in paragraph 1 of this subsection. |
| 13 | 3. The parent or legal guardian of a student described in |
| 14 | paragraph 1 of this subsection shall provide proof of residence in |
| 15 | this state within ten (10) days after the published arrival date |
| 16 | provided on official documentation. A parent or legal guardian may |
| 17 | use the following addresses as proof of residence: |
| 18 | a. a temporary on-base billeting facility, |
| 19 | b. a purchased or leased home or apartment, or |
| 20 | <u>c.</u> federal government or public-private venture off-base |
| 21 | military housing. |
| 22 | 4. The provisions of paragraph 3 of subsection H shall apply to |
| 23 | students described in paragraph 1 of this subsection. |
| 24 | 5. For purposes of this subsection: |
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| 1 | a. <u>"active military duty" means full-time military duty</u> |
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| 2 | status in the active uniformed service of the United |
| 3 | States including members of the National Guard and |
| 4 | Military Reserve on active duty orders, and |
| 5 | b. "military installation" means a base, camp, post, |
| 6 | station, yard, center, homeport facility for any ship, |
| 7 | or other installation under the jurisdiction of the |
| 8 | Department of Defense or the United States Coast |
| 9 | Guard. |
| 10 | SECTION 33. AMENDATORY 70 O.S. 2021, Section 3-142, is |
| 11 | amended to read as follows: |
| 12 | Section 3-142. A. The student membership and attendance of the |
| 13 | \underline{a} charter school shall be considered separate from the student |
| 14 | membership and attendance of the sponsor for the purpose of |
| 15 | calculating enrollment and funding including weighted average daily |
| 16 | membership pursuant to Section 18-201.1 of this title and State Aid |
| 17 | pursuant to Section 18-200.1 of this title. A charter school shall |
| 18 | receive the State Aid allocation, federal funds to which it is |
| 19 | eligible and qualifies for $\underline{\prime}$ and any other state-appropriated revenue |
| 20 | generated by its students for the applicable year. Not more than |
| 21 | three percent (3%) of the State Aid allocation may be charged by the |
| 22 | sponsor as a fee for administrative services rendered <u>if the sponsor</u> |
| 23 | is a school district, a comprehensive or regional institution of |
| 24 | higher education, a community college, or a federally recognized |

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1 Indian tribe pursuant to Section 3-132 of this title. The Statewide 2 Charter School Board shall not charge any charter school or virtual charter school a fee for administrative or other services. 3 The State Board of Education State Department of Education shall 4 5 determine the policy and procedure for making payments to a charter school. The fee for administrative services as authorized in this 6 subsection shall only be assessed on the State Aid allocation amount 7 and shall not be assessed on any other appropriated amounts. A 8 9 sponsor of a charter school shall not charge any additional State Aid allocation or charge the charter school any additional fee above 10 the amounts allowed by this subsection unless the additional fees 11 are for additional services rendered. The charter school sponsor 12 13 shall provide to the State Department of Education financial records documenting any state funds charged by the sponsor for 14 administrative services rendered for the previous year. 15 The fee for administrative services authorized by subsection 16 в. A of this section shall be used by the sponsor to provide oversight 17 and services to the charter school(s) it sponsors. The State 18 Department of Education shall develop data codes for the Oklahoma 19 Cost Accounting System which shall be used to comply with the 20 administrative services reporting required by this subsection. A 21 charter school sponsor shall publish a detailed report on its 22 website and present the report in a public meeting of the charter 23 school governing board. The report shall provide sponsor 24

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performance and stewardship including compliance with all applicable laws, regulations, and terms of the charter contract and listing expenses related to oversight and services provided by the sponsor to the charter school(s) it authorizes.

5 C. 1. The weighted average daily membership for the first year of operation of a charter school shall be determined initially by 6 multiplying the actual enrollment of students as of August 1 by 7 1.333. The charter school shall receive revenue equal to that which 8 9 would be generated by the estimated weighted average daily 10 membership calculated pursuant to this paragraph. At midyear, the allocation for the charter school shall be adjusted using the first 11 12 quarter weighted average daily membership for the charter school calculated pursuant to subsection A of this section. 13

2. For the purpose of calculating weighted average daily 14 membership pursuant to Section 18-201.1 of this title and State Aid 15 pursuant to Section 18-200.1 of this title, the weighted average 16 daily membership for the first year of operation and each year 17 thereafter of a charter school or full-time statewide virtual 18 charter school sponsored by the Statewide Virtual Charter School 19 Board shall be determined by multiplying the actual enrollment of 20 students as of August 1 by 1.333 1.6. The charter school or full-21 time virtual charter school shall receive revenue equal to that 22 which would be generated by the estimated weighted average daily 23 membership calculated pursuant to this paragraph. At midyear, the 24

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allocation for the <u>charter school or</u> full-time statewide virtual
 charter school shall be adjusted using the first quarter weighted
 average daily membership for the <u>charter school or</u> virtual charter
 school calculated pursuant to subsection A of this section.

5 C. D. Except as explicitly authorized by state law, a charter 6 school <u>or virtual charter school</u> shall not be eligible to receive 7 state-dedicated, local, or county revenue; provided, a charter 8 school <u>or virtual charter school</u> may be eligible to receive any 9 other aid, grants, or revenues allowed to other schools. A charter 10 school <u>or virtual charter school</u> shall be considered a local 11 education agency for purposes of funding.

12 D. E. Any unexpended funds received by a charter school or virtual charter school may be reserved and used for future purposes. 13 The governing body of a charter school or virtual charter school 14 shall not levy taxes or issue bonds. If otherwise allowed by law, 15 the governing body of a charter school or virtual charter school may 16 enter into private contracts for the purposes of borrowing money 17 from lenders. If the governing body of the charter school or 18 virtual charter school borrows money, the charter school or virtual 19 charter school shall be solely responsible for repaying the debt, 20 and the state or the sponsor shall not in any way be responsible or 21 obligated to repay the debt. 22

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E. F. Any charter school <u>or virtual charter school</u> which
 chooses to lease property shall be eligible to receive current
 government lease rates.

F. G. Except as otherwise provided in this subsection, each 4 5 charter school shall pay to the Charter School Closure Reimbursement Revolving Fund created in subsection & H of this section an amount 6 equal to Five Dollars (\$5.00) per student based on average daily 7 membership, as defined by paragraph 2 of Section 18-107 of this 8 9 title, during the first nine (9) weeks of the school year. Each charter school shall complete the payment every school year within 10 thirty (30) days after the first nine (9) weeks of the school year. 11 If the Charter School Closure Reimbursement Revolving Fund has a 12 balance of One Million Dollars (\$1,000,000.00) or more on July 1, no 13 payment shall be required the following school year. 14

G. H. There is hereby created in the State Treasury a revolving 15 fund for the State Department of Education Statewide Charter School 16 17 Board to be designated the "Charter School Closure Reimbursement Revolving Fund". The fund shall be a continuing fund, not subject 18 to fiscal year limitations, and shall consist of all monies received 19 by the State Department of Education Statewide Charter School Board 20 from charter schools as provided in subsection F of this section. 21 All monies accruing to the credit of said the fund are hereby 22 appropriated and may be budgeted and expended by the State 23 Department of Education Statewide Charter School Board for the 24

1 purpose of reimbursing charter school sponsors for costs paying for 2 expenditures incurred due to the closure of a charter school. Expenditures from said the fund shall be made upon warrants issued 3 by the State Treasurer against claims filed as prescribed by law 4 5 with the Director of the Office of Management and Enterprise Services for approval and payment. The State Department of 6 Education may promulgate rules regarding sponsor eligibility for 7 reimbursement. 8

9 SECTION 34. AMENDATORY 70 O.S. 2021, Section 3-143, is 10 amended to read as follows:

Section 3-143. The State Board of Education Statewide Charter 11 12 School Board shall issue an annual report to the Legislature and the Governor outlining the status of charter schools and virtual charter 13 schools in the state. Each charter school and virtual charter 14 school shall annually file a report with the Office of 15 Accountability. The report Statewide Charter School Board that 16 shall include such information as requested by the Office of 17 Accountability, Board including but not limited to information on 18 enrollment, testing, curriculum, finances, and employees. 19

20 SECTION 35. AMENDATORY 70 O.S. 2021, Section 3-144, is 21 amended to read as follows:

22 Section 3-144. A. There is hereby created in the State 23 Treasury a fund to be designated the "Charter Schools Incentive 24 Fund". The fund shall be a continuing fund, not subject to fiscal

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1 year limitations, and shall consist of all monies appropriated by 2 the Legislature, gifts, grants, devises, and donations from any 3 public or private source. The State Department of Education Statewide Charter School Board shall administer the fund for the 4 purpose of providing financial support to charter school and virtual 5 charter school applicants and charter schools and virtual charter 6 schools for start-up costs and costs associated with renovating or 7 remodeling existing buildings and structures for use by a charter 8 9 school. The State Department of Education Statewide Charter School 10 Board is authorized to allocate funds on a per-pupil basis for purposes of providing matching funds for the federal State Charter 11 12 School Facilities Incentive Grants Program created pursuant to the No Child Left Behind Act, 20 USCA, Section 7221d. 13

B. The State Board of Education Statewide Charter School Board
shall adopt rules to implement the provisions of this section₇
including application and notification requirements.

17 SECTION 36. AMENDATORY 70 O.S. 2021, Section 3-145.5, is 18 amended to read as follows:

19 Section 3-145.5. A. Notwithstanding any other provision of 20 law, beginning July 1, 2014, no school district shall offer full-21 time virtual education to students who are not residents of the 22 school district or enter into a virtual charter school contract with 23 a provider to provide full-time virtual education to students who do 24 not reside within the school district boundaries.

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| 1 | B. Effective July 1, 2014, the Statewide Virtual Charter School |
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| 2 | Board shall succeed to any contractual rights and responsibilities |
| 3 | incurred by a school district in a virtual charter school contract |
| 4 | executed prior to January 1, 2014, with a provider to provide full- |
| 5 | time virtual education to students who do not reside within the |
| 6 | school district boundaries. All property, equipment, supplies, |
| 7 | records, assets, current and future liability, encumbrances, |
| 8 | obligations and indebtedness associated with the contract shall be |
| 9 | transferred to the Statewide Virtual Charter School Board. |
| 10 | Appropriate conveyances and other documents shall be executed to |
| 11 | effectuate the transfer of any property associated with the |
| 12 | contract. Upon succession of the contract, the Board shall assume |
| 13 | sponsorship of the virtual charter school for the remainder of the |
| 14 | term of the contract. Prior to the end of the current term of the |
| 15 | contract, the Board shall allow the provider of the virtual charter |
| 16 | school to apply for renewal of the contract with the Board in |
| 17 | accordance with the renewal procedures established pursuant to |
| 18 | Section 3-145.3 of this title. |
| 19 | SECTION 37. AMENDATORY 70 O.S. 2021, Section 3-145.7, is |
| 20 | amended to read as follows: |
| 21 | Section 3-145.7. There Until July 1, 2023, there is hereby |
| 22 | created in the State Treasury a revolving fund for the Statewide |
| 23 | Virtual Charter School Board to be designated the "Statewide Virtual |
| 24 | Charter School Board Revolving Fund". The fund shall be a |

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1 continuing fund, not subject to fiscal year limitations, and shall consist of all monies received by the Statewide Virtual Charter 2 School Board from State Aid pursuant to Section 3-145.3 of Title 70 3 of the Oklahoma Statutes this title or any other state 4 5 appropriation. All monies accruing to the credit of the fund are hereby appropriated and may be budgeted and expended by the 6 Statewide Virtual Charter School Board for the purpose of supporting 7 the mission of the Statewide Virtual Charter School Board. 8 9 Expenditures from the fund shall be made upon warrants issued by the State Treasurer against claims filed as prescribed by law with the 10 Director of the Office of Management and Enterprise Services for 11 12 approval and payment.

On July 1, 2023, the Statewide Virtual Charter School Board shall transfer any unencumbered funds in the Statewide Virtual Charter School Board Revolving Fund to the Statewide Charter School Board Revolving Fund created pursuant to Section 3 of this act. Any funds which are unexpended on January 1, 2024, shall be transferred to the Statewide Charter School Board Revolving Fund.

19SECTION 38.AMENDATORY70 O.S. 2021, Section 3-145.8, is20amended to read as follows:

Section 3-145.8. A. It shall be the duty of each virtual
charter school approved and sponsored by the Statewide Virtual
School Board pursuant to the provisions of Section 3-145.3 of Title
70 of the Oklahoma Statutes Statewide Charter School Board to keep a

1 full and complete record of the attendance of all students enrolled 2 in the virtual charter school in one of the student information 3 systems approved by the State Department of Education and locally 4 selected by the virtual school from the approved list.

B. By July 1, 2020, the governing body of each virtual charter
school shall adopt an attendance policy. The policy may allow
attendance to be a proportional amount of the required attendance
policy provisions based upon the date of enrollment of the student.
The attendance policy shall include the following provisions:

The first date of attendance and membership shall be the
 first date the student completes an instructional activity.

12 2. A student who attends a virtual charter school shall be13 considered in attendance for a quarter if the student:

a. completes instructional activities on no less than
ninety percent (90%) of the days within the quarter,
b. is on pace for on-time completion of the course as
defined by the governing board of the virtual charter
school, or

19 c. completes no less than seventy-two instructional 20 activities within the quarter of the academic year. 21 3. For a student who does not meet any of the criteria set 22 forth in paragraph 1 or 2 of this subsection, the amount of 23 attendance recorded shall be the greater of:

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- a. the number of school days during which the student
 completed the instructional activities during the
 quarter,
- b. the number of school days proportional to the
 percentage of the course that has been completed, or
 c. the number of school days proportional to the
 percentage of the required minimum number of completed
 instructional activities during the quarter.

9 C. For the purposes of this section, "instructional activities" 10 shall include instructional meetings with a teacher, completed 11 assignments that are used to record a grade for a student that is 12 factored into the student's grade for the semester during which the 13 assignment is completed, testing, and school-sanctioned field trips, 14 and orientation.

Each statewide virtual charter school approved and sponsored 15 D. by the Statewide Virtual Charter School Board pursuant to the 16 provisions of Section 3-145.3 of this title Statewide Charter School 17 Board shall offer a student orientation, notify the parent or legal 18 guardian and each student who enrolls in that school of the 19 requirement to participate in the student orientation, and require 20 all students enrolled to complete the student orientation prior to 21 completing any other instructional activity. The Statewide Virtual 22 Charter School Board Statewide Charter School Board shall promulgate 23 rules to develop materials for orientation. 24

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E. Any student that is behind pace and does not complete an instructional activity for a fifteen-school-day period shall be withdrawn for truancy. The virtual charter school shall submit a notification to the parent or legal guardian of a student who has been withdrawn for truancy or is approaching truancy.

F. A student who is reported for truancy two times in the same
school year shall be withdrawn and prohibited from enrolling in the
same virtual charter school for the remainder of the school year.

9 G. The governing body of each statewide virtual charter school 10 shall develop, adopt, and post on the school's website a policy regarding consequences for a student's failure to attend school and 11 complete instructional activities. The policy shall state, at a 12 13 minimum, that if a student fails to consistently attend school and complete instructional activities after receiving a notification 14 pursuant to subsection E of this section and reasonable intervention 15 strategies have been implemented, a student shall be subject to 16 17 certain consequences including withdrawal from the school for truancy. 18

H. If a statewide virtual charter school withdraws a student pursuant to subsections F and G of this section, the virtual charter school shall immediately notify the student's resident district in writing of the student's disenrollment.

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1 I. The provisions of subsections F, $G_{\underline{i}}$ and H of this section 2 shall not be in effect until the implementation of subsection $\underline{H} \underline{D}$ of 3 Section 3-145.3 of this title.

J. The Statewide Virtual Charter School Board Statewide Charter
School Board may promulgate rules to implement the provisions of
this section.

7 SECTION 39. AMENDATORY 70 O.S. 2021, Section 1210.704,
8 is amended to read as follows:

9 Section 1210.704. A. Beginning with the 2024-2025 school year,
10 all public high schools in this state shall make a minimum of four
11 advanced placement courses available to students.

B. Local <u>School district</u> boards of education in each district shall be responsible for ensuring annually that all high school students have access to advanced placement courses beginning in the 2024-2025 school year. Such access may be provided through enrollment in courses offered through:

17 1. A school site or sites within the district;

18 2. A career and technology institution technology center school 19 within the district;

3. A <u>An online learning</u> program offered by the Statewide
 Virtual Charter School Board <u>Statewide Charter School Board</u> or one
 of its vendors; or

23 4. A school site or sites in another school district.

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C. The Statewide Virtual Charter School Board Statewide Charter 1 2 School Board shall maintain an online learning platform to provide high quality online learning opportunities for Oklahoma students 3 that are aligned with the subject matter standards adopted by the 4 5 State Board of Education pursuant to Section 11-103.6 of Title 70 of the Oklahoma Statutes this title. The Board shall implement online 6 courses, with an emphasis on science, technology, engineering, and 7 math (STEM) courses, foreign language courses, and advanced 8 9 placement courses. The online platform shall be available to all Oklahoma school districts. 10

The State Department of Education shall provide information 11 D. to all local boards of education, to be distributed to their 12 13 students and parents, on available opportunities and the enrollment process for students to take advanced placement courses. 14 The information shall explain the value of advanced placement courses in 15 preparing students for postsecondary-level coursework, enabling 16 17 students to gain access to postsecondary opportunities, and qualifying for scholarships and other financial aid opportunities. 18

E. The State Department of Education shall retain records of which options outlined in subsection B of this section local boards of education selected for their students and make the information available on the Department's website.

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| 1 | F. As used in this section, "advanced placement course" shall |
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| 2 | have the same meaning as provided in paragraph 1 of Section 1210.702 |
| 3 | of Title 70 of the Oklahoma Statutes this title. |
| 4 | SECTION 40. REPEALER 70 O.S. 2021, Sections 3-135, 3- |
| 5 | 145.1, 3-145.2, 3-145.3, and 3-145.4, are hereby repealed. |
| 6 | SECTION 41. Sections 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, |
| 7 | 16, 17, and 18 of this act shall become effective July 1, 2023. |
| 8 | SECTION 42. Sections 1, 2, and 3 of this act shall become |
| 9 | effective July 1, 2022. |
| 10 | SECTION 43. It being immediately necessary for the preservation |
| 11 | of the public peace, health or safety, an emergency is hereby |
| 12 | declared to exist, by reason whereof this act shall take effect and |
| 13 | be in full force from and after its passage and approval. |
| 14 | Passed the Senate the 23rd day of March, 2022. |
| 15 | |
| 16 | Presiding Officer of the Senate |
| 17 | |
| 18 | Passed the House of Representatives the day of, |
| 19 | 2022. |
| 20 | |
| 21 | Presiding Officer of the House |
| 22 | of Representatives |
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