#### 111TH CONGRESS 2D SESSION

# S. 3441

To provide high-quality public charter school options for students by enabling such public charter schools to expand and replicate.

## IN THE SENATE OF THE UNITED STATES

May 27 (legislative day, May 26), 2010

Mr. Durbin (for himself and Mr. Gregg) introduced the following bill; which was read twice and referred to the Committee on Health, Education, Labor, and Pensions

# A BILL

To provide high-quality public charter school options for students by enabling such public charter schools to expand and replicate.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "All Students Achieving
- 5 through Reform Act of 2010" or "All-STAR Act of 2010".
- 6 SEC. 2. CHARTER SCHOOL EXPANSION AND REPLICATION.
- 7 (a) In General.—Subpart 1 of part B of title V of
- 8 the Elementary and Secondary Education Act of 1965 (20
- 9 U.S.C. 7221 et seq.) is amended—

1	(1) by striking section 5212;
2	(2) by redesignating section 5210 as section
3	5211; and
4	(3) by inserting after section 5209 the fol-
5	lowing:
6	"SEC. 5210. CHARTER SCHOOL EXPANSION AND REPLICA-
7	TION.
8	"(a) Purpose.—It is the purpose of this section to
9	support State efforts to expand and replicate high-quality
10	public charter schools to enable such schools to serve addi-
11	tional students, with a priority to serve those students who
12	attend identified schools or schools with a low graduation
13	rate.
14	"(b) Support for Proven Charter Schools and
15	Increasing the Supply of High-Quality Charter
16	Schools.—
17	"(1) Grants authorized.—From the
18	amounts appropriated under section 5200 for any
19	fiscal year, the Secretary shall award grants, on a
20	competitive basis, to eligible entities to enable the el-
21	igible entities to make subgrants to eligible public
22	charter schools under subsection (e)(1) and carry
23	out the other activities described in subsection (e),
24	in order to allow the eligible public charter schools

1	to serve additional students through the expansion
2	and replication of such schools.
3	"(2) Amount of grants.—In determining the
4	grant amount to be awarded under this subsection
5	to an eligible entity, the Secretary shall consider—
6	"(A) the number of eligible public charter
7	schools under the jurisdiction or in the service
8	area of the eligible entity that are operating;
9	"(B) the number of openings for new stu-
10	dents that could be created in such schools with
11	such grant;
12	"(C) the number of students eligible for
13	free or reduced price lunches under the Richard
14	B. Russell National School Lunch Act (42
15	U.S.C. 1751 et seq.) who are on waiting lists
16	for charter schools under the jurisdiction or in
17	the service area of the eligible entity, and other
18	information with respect to charter schools in
19	such jurisdiction or the service area that sug-
20	gest the interest of parents in charter school
21	enrollment for their children;
22	"(D) the number of students attending
23	identified schools or schools with a low gradua-
24	tion rate in the State or area where an eligible

1	entity intends to replicate or expand eligible
2	public charter schools; and
3	"(E) the success of the eligible entity in
4	overseeing public charter schools and the likeli-
5	hood of continued or increased success because
6	of the grant under this section.
7	"(3) DURATION OF GRANTS.—A grant under
8	this section shall be for a period of not more than
9	5 years, except that an eligible entity receiving such
10	grant may, at the discretion of the Secretary, con-
11	tinue to expend grant funds after the end of the
12	grant period.
13	"(c) Application Requirements.—
14	"(1) Application requirements.—To be
15	considered for a grant under this section, an eligible
16	entity shall submit an application to the Secretary at
17	such time, in such manner, and containing such in-
18	formation as the Secretary may require.
19	"(2) Contents.—The application described in
20	paragraph (1) shall include, at a minimum, the fol-
21	lowing:
22	"(A) Record of success.—Documenta-
23	tion of the record of success of the eligible enti-
24	ty in overseeing or operating public charter
25	schools, including—

1	"(i) the performance of public charter
2	school students on the academic assess-
3	ments described in section 1111(b)(3) of
4	the State where such schools are located,
5	disaggregated by—
6	"(I) economic disadvantage;
7	"(II) race and ethnicity;
8	"(III) disability status; and
9	"(IV) status as a student with
10	limited English proficiency;
11	"(ii) the status of such schools under
12	section 1116 in making adequate yearly
13	progress or as identified schools; and
14	"(iii) in the case of public charter
15	schools that are secondary schools, the
16	graduation rates and rates of college ac-
17	ceptance, enrollment, and persistence of
18	students, where possible.
19	"(B) Plan.—A plan for—
20	"(i) replicating and expanding eligible
21	public charter schools operated or overseen
22	by the eligible entity;
23	"(ii) identifying eligible public charter
24	schools, or networks of eligible public char-

1	ter schools, to receive subgrants under this
2	section;
3	"(iii) increasing the number of open-
4	ings in eligible public charter schools for
5	students attending identified schools and
6	schools with a low graduation rate;
7	"(iv) ensuring that eligible public
8	charter schools receiving a subgrant under
9	this section enroll students through a ran-
10	dom lottery for admission, unless the char-
11	ter school is using the subgrant to expand
12	the school to serve additional grades, in
13	which case such school may reserve seats
14	in the additional grades for—
15	"(I) each student enrolled in the
16	grade preceding each such additional
17	grade;
18	"(II) siblings of students enrolled
19	in the charter school, if such siblings
20	desire to enroll in such grade; and
21	"(III) children of the charter
22	school's founders, staff, or employees;
23	"(v)(I) in the case of an eligible entity
24	described in subparagraph (A) or (C) of
25	subsection $(k)(4)$ , the manner in which the

1	eligible entity will work with identified
2	schools and schools with a low graduation
3	rate that are eligible to enroll students in
4	a public charter school receiving a
5	subgrant under this section and that are
6	under the eligible entity's jurisdiction, and
7	the local educational agencies serving such
8	schools, to—
9	"(aa) engage in community out-
10	reach, provide information in a lan-
11	guage that the parents can under-
12	stand, and communicate with parents
13	of students at identified schools and
14	schools with a low graduation rate
15	who are eligible to attend a public
16	charter school receiving a subgrant
17	under this section about the oppor-
18	tunity to enroll in or transfer to such
19	school, in a manner consistent with
20	section 444 of the General Education
21	Provisions Act (commonly known as
22	the 'Family Educational Rights and
23	Privacy Act of 1974'); and
24	"(bb) ensure that a student can
25	transfer to an eligible public charter

1	school if the public charter school
2	such student was attending in the
3	previous school year is no longer an
4	eligible public charter school; and
5	"(II) in the case of an eligible entity
6	described in subparagraph (B) or (D) of
7	subsection (k)(4), the manner in which the
8	eligible entity will work with the local edu-
9	cational agency to carry out the activities
10	described in items (aa) and (bb) of sub-
11	clause (I); and
12	"(vi) disseminating to public schools
13	under the jurisdiction or in the service
14	area of the eligible entity, in a manner
15	consistent with section 444 of the General
16	Education Provisions Act (commonly
17	known as the 'Family Educational Rights
18	and Privacy Act of 1974'), the best prac-
19	tices, programs, or strategies learned by
20	awarding subgrants to eligible public char-
21	ter schools under this section, with par-
22	ticular emphasis on the best practices with
23	respect to—
24	"(I) focusing on closing the
25	achievement gap; or

1	"(II) successfully addressing the
2	education needs of low-income stu-
3	dents.
4	"(C) CHARTER SCHOOL INFORMATION.—
5	The number of—
6	"(i) eligible public charter schools that
7	are operating in the State in which the eli-
8	gible entity intends to award subgrants
9	under this section;
10	"(ii) public charter schools approved
11	to open or likely to open during the grant
12	period in such State;
13	"(iii) available openings in eligible
14	public charter schools in such State that
15	could be created through the replication or
16	expansion of such schools if the grant is
17	awarded to the eligible entity;
18	"(iv) students on public charter school
19	waiting lists (if such lists are available)
20	in—
21	"(I) the State in which the eligi-
22	ble entity intends to award subgrants
23	under this section; and
24	"(II) each local educational agen-
25	cy serving an eligible public charter

1	school that may receive a subgrant
2	under this section from the eligible
3	entity; and
4	"(v) students, and the percentage of
5	students, in a local educational agency who
6	are attending eligible public charter schools
7	that may receive a subgrant under this
8	section from the eligible entity.
9	"(D) TRADITIONAL PUBLIC SCHOOL IN-
10	FORMATION.—In the case of an eligible entity
11	that is a State educational agency or local edu-
12	cational agency, a list of the following schools
13	under the jurisdiction of the eligible entity, in-
14	cluding the name and location of each such
15	school, the number and percentage of students
16	under the jurisdiction of the eligible entity who
17	are attending such school, and such demo-
18	graphic and socioeconomic information as the
19	Secretary may require:
20	"(i) Identified schools.
21	"(ii) Schools with a low graduation
22	rate.
23	"(E) Assurance.—In the case of an eligi-
24	ble entity described in subsection (k)(4)(A), an
25	assurance that the eligible entity will include in

1	the notifications provided under section
2	1116(c)(6) to parents of each student enrolled
3	in a school served by a local educational agency
4	identified for school improvement or corrective
5	action under paragraph (1) or (7) of section
6	1116(c), information (in a language that the
7	parents can understand) about the eligible pub-
8	lic charter schools receiving subgrants under
9	this section.
10	"(d) Priorities for Awarding Grants.—
11	"(1) In general.—In awarding grants under
12	this section, the Secretary shall give priority to an
13	eligible entity that—
14	"(A) serves or plans to serve a large per-
15	centage of low-income students from identified
16	schools or public schools with a low graduation
17	rate;
18	"(B) oversees or plans to oversee one or
19	more eligible public charter schools;
20	"(C) provides evidence of effective moni-
21	toring of the academic success of students who
22	attend public charter schools under the jurisdic-
23	tion of the eligible entity;
24	"(D) in the case of an eligible entity that
25	is a local educational agency under State law

1	has a cooperative agreement under section
2	1116(b)(11); and
3	"(E) is under the jurisdiction of, or plans
4	to award subgrants under this section in, a
5	State that—
6	"(i) ensures that all public charter
7	schools (including such schools served by a
8	local educational agency and such schools
9	considered to be a local educational agency
10	under State law) receive, in a timely man-
11	ner, the Federal, State, and local funds to
12	which such schools are entitled under ap-
13	plicable law;
14	"(ii) does not have a cap that restricts
15	the growth of public charter schools in the
16	State;
17	"(iii) provides funding (such as cap-
18	ital aid distributed through a formula or
19	access to revenue generated bonds, and in-
20	cluding funding for school facilities) on a
21	per-pupil basis to public charter schools
22	commensurate with the amount of funding
23	(including funding for school facilities)
24	provided to traditional public schools;

1	"(iv) provides strong evidence of sup-
2	port for public charter schools and has in
3	place innovative policies that support aca-
4	demically successful charter school growth;
5	"(v) authorizes public charter schools
6	to offer early childhood education pro-
7	grams, including prekindergarten, in ac-
8	cordance with State law;
9	"(vi) ensures that each public charter
10	school in the State—
11	"(I) has a high degree of auton-
12	omy over the public charter school's
13	budget and expenditures;
14	"(II) has a written performance
15	contract with an authorized public
16	chartering agency that ensures that
17	the school has an independent gov-
18	erning board with a high degree of
19	autonomy; and
20	"(III) in the case of an eligible
21	public charter school receiving a
22	subgrant under this section, amends
23	its charter to reflect the growth activi-
24	ties described in subsection (e);

1	"(vii) has an appeals process for the
2	denial of an application for a charter
3	school;
4	"(viii) provides that an authorized
5	public chartering agency that is not a local
6	educational agency, such as a State char-
7	tering board, is available for each indi-
8	vidual or entity seeking to operate a char-
9	ter school pursuant to such State law;
10	"(ix) allows any public charter school
11	to be a local educational agency in accord-
12	ance with State law;
13	"(x) ensures that each authorized
14	public chartering agency in the State sub-
15	mits annual reports to the State edu-
16	cational agency, and makes such reports
17	available to the public, on the performance
18	of the schools authorized or approved by
19	such public chartering agency, which re-
20	ports shall include—
21	"(I) the authorized public char-
22	tering agency's strategic plan for au-
23	thorizing or approving public charter
24	schools and any progress toward

1	achieving the objectives of the stra-
2	tegic plan;
3	"(II) the authorized public char-
4	tering agency's policies for authorizing
5	or approving public charter schools,
6	including how such policies examine a
7	school's—
8	"(aa) financial plan and
9	policies, including financial con-
10	trols and audit requirements;
11	"(bb) plan for identifying
12	and successfully (in compliance
13	with all applicable laws and regu-
14	lations) serving students with
15	disabilities, students who are
16	English language learners, stu-
17	dents who are academically be-
18	hind their peers, and gifted stu-
19	dents; and
20	"(ce) capacity and capability
21	to successfully launch and subse-
22	quently operate a public charter
23	school, including the backgrounds
24	of the individuals applying to the
25	agency to operate such school

1	and any record of such individ-
2	uals operating a school;
3	"(III) the authorized public char-
4	tering agency's policies for renewing,
5	not renewing, and revoking a charter
6	school's charter, including the role of
7	student academic achievement in such
8	decisions;
9	"(IV) the authorized public char-
10	tering agency's transparent, timely,
11	and effective process for closing down
12	academically unsuccessful public char-
13	ter schools;
14	"(V) the academic performance
15	of each operating public charter
16	school authorized or approved by the
17	authorized public chartering agency,
18	including the information reported by
19	the State in the State annual report
20	card under section 1111(h)(1)(C) for
21	such school;
22	"(VI) the status of the author-
23	ized public chartering agency's charter
24	school portfolio, by identifying all
25	charter schools served by the public

1	chartering agency in each of the fol-
2	lowing categories: approved (but not
3	yet open), operating, renewed, trans-
4	ferred, revoked, not renewed, volun-
5	tarily closed, or never opened;
6	"(VII) the authorizing functions
7	(such as approval, monitoring, and
8	oversight) performed by the author-
9	ized public chartering agency to the
10	public charter schools authorized or
11	approved by such agency, including an
12	itemized accounting of the actual
13	costs of such functions; and
14	"(VIII) the services purchased
15	(such as accounting, transportation,
16	and data management and analysis)
17	from the authorized public chartering
18	agency by the public charter schools
19	authorized or approved by such agen-
20	cy, including an itemized accounting
21	of the actual costs of such services;
22	and
23	"(xi) has or will have (within 1 year
24	after receiving a grant under this section)
25	a State policy and process for overseeing

1	and reviewing the effectiveness and quality
2	of the State's authorized public chartering
3	agencies, including—
4	"(I) a process for reviewing and
5	evaluating the performance of the au-
6	thorized public chartering agencies in
7	authorizing or approving charter
8	schools, including a process that en-
9	ables the authorized public chartering
10	agencies to respond to any State con-
11	cerns; and
12	"(II) any other necessary policies
13	to ensure effective charter school au-
14	thorizing in the State in accordance
15	with the principles of quality charter
16	school authorizing, as determined by
17	the State in consultation with the
18	charter school community and stake-
19	holders.
20	"(2) Special Rule.—In awarding grants
21	under this section, the Secretary may determine how
22	the priorities described in paragraph (1) will apply
23	to the different types of eligible entities defined in
24	subsection $(k)(4)$ .

1	"(e) Use of Funds.—An eligible entity receiving a
2	grant under this section shall use the grant funds for the
3	following:
4	"(1) Subgrants.—
5	"(A) In general.—To award subgrants,
6	in such amount as the eligible entity determines
7	is appropriate, to eligible public charter schools
8	to replicate or expand such schools.
9	"(B) APPLICATION.—An eligible public
10	charter school desiring to receive a subgrant
11	under this subsection shall submit an applica-
12	tion to the eligible entity at such time, in such
13	manner, and containing such information as the
14	eligible entity may require.
15	"(C) USES OF FUNDS.—An eligible public
16	charter school receiving a subgrant under this
17	subsection shall use the subgrant funds to pro-
18	vide for an increase in the school's enrollment
19	of students through the replication or expansion
20	of the school, which may include use of funds
21	to—
22	"(i) support the physical expansion of
23	school buildings, including financing the
24	development of new buildings and cam-
25	puses to meet increased enrollment needs;

1	"(ii) pay costs associated with hiring
2	additional teachers to serve additional stu-
3	dents;
4	"(iii) provide transportation to addi-
5	tional students to and from the school, in-
6	cluding providing transportation to stu-
7	dents who transfer to the school under a
8	cooperative agreement established under
9	section 1116(b)(11);
10	"(iv) purchase instructional materials,
11	implement teacher and principal profes-
12	sional development programs, and hire ad-
13	ditional non-teaching staff; and
14	"(v) support any necessary activities
15	associated with the school carrying out the
16	purposes of this section.
17	"(D) Priority.—In awarding subgrants
18	under this subsection, an eligible entity shall
19	give priority to an eligible public charter
20	school—
21	"(i) that has significantly closed any
22	achievement gap on the State academic as-
23	sessments described in section 1111(b)(3)
24	among the groups of students described in

1	section $1111(b)(2)(C)(v)$ by improving
2	scores;
3	"(ii) that—
4	"(I)(aa) ranks in at least the top
5	25th percentile of the schools in the
6	State, as ranked by the percentage of
7	students in the proficient or advanced
8	level of achievement on the State aca-
9	demic assessments in mathematics
10	and reading or language arts de-
11	scribed in section 1111(b)(3); or
12	"(bb) has an average student
13	score on an examination (chosen by
14	the Secretary) that is at least in the
15	60th percentile in reading and at least
16	in the 75th percentile in mathematics;
17	and
18	"(II) serves a high-need student
19	population and is eligible to partici-
20	pate in a schoolwide program under
21	section 1114, with additional priority
22	given to schools that serve, as com-
23	pared to other schools that have sub-
24	mitted an application under this sub-
25	section—

1	"(aa) a greater percentage
2	of low-income students; and
3	"(bb) a greater percentage
4	of not less than 2 groups of stu-
5	dents described in section
6	1111(b)(2)(C)(v)(II); and
7	"(iii) that meets the criteria described
8	in clause (i) and serves low-income stu-
9	dents who have transferred to such school
10	under a cooperative agreement described in
11	section 1116(b)(11).
12	"(E) Duration of Subgrant.—A
13	subgrant under this subsection shall be awarded
14	for a period of not more than 5 years, except
15	that an eligible public charter school receiving a
16	subgrant under this subsection may, at the dis-
17	cretion of the eligible entity, continue to expend
18	subgrant funds after the end of the subgrant
19	period.
20	"(2) Facility financing and revolving
21	LOAN FUND.—An eligible entity may use not more
22	than 25 percent of the amount of the grant funds
23	received under this section to establish a reserve ac-
24	count described in subsection (f) to facilitate public

1	charter school facility acquisition and development
2	by—
3	"(A) conducting credit enhancement initia-
4	tives (as referred to in subpart 2) in support of
5	the development of facilities for eligible public
6	charter schools serving students;
7	"(B) establishing a revolving loan fund for
8	use by an eligible public charter school receiving
9	a subgrant under this subsection from the eligi-
10	ble entity under such terms as may be deter-
11	mined by the eligible entity to allow such school
12	to expand to serve additional students;
13	"(C) facilitating, through direct expendi-
14	ture or financing, the acquisition or develop-
15	ment of public charter school buildings by the
16	eligible entity or an eligible public charter
17	school receiving a subgrant under this sub-
18	section from the eligible entity, which may be
19	used as both permanent locations for eligible
20	public charter schools or incubators for growing
21	charter schools; or
22	"(D) establishing a partnership with 1 or
23	more community development financial institu-
24	tions (as defined in section 103 of the Commu-
25	nity Development Banking and Financial Insti-

1	tutions Act of 1994 (12 U.S.C. 4702)) or other
2	mission-based financial institutions to carry out
3	the activities described in subparagraphs (A),
4	(B), and (C).
5	"(3) Administrative tasks, dissemination
6	ACTIVITIES, AND OUTREACH.—
7	"(A) IN GENERAL.—An eligible entity may
8	use not more than 7.5 percent of the grant
9	funds awarded under this section to cover ad-
10	ministrative tasks, dissemination activities, and
11	outreach.
12	"(B) Nonprofit assistance.—In car-
13	rying out the administrative tasks, dissemina-
14	tion activities, and outreach described in sub-
15	paragraph (A), an eligible entity may contract
16	with an organization described in section
17	501(c)(3) of the Internal Revenue Code of $1986$
18	(26  U.S.C.  501(c)(3)) and exempt from tax
19	under section 501(a) of such Code (26 U.S.C.
20	501(a)).
21	"(f) Reserve Account.—
22	"(1) IN GENERAL.—To assist eligible entities in
23	the development of new public charter school build-
24	ings or facilities for eligible public charter schools,
25	an eligible entity receiving a grant under this section

may, in accordance with State and local law, directly or indirectly, alone or in collaboration with others, deposit the amount of funds described in subsection (e)(2) in a reserve account established and maintained by the eligible entity.

"(2) INVESTMENT.—Funds received under this section and deposited in the reserve account established under this subsection shall be invested in obligations issued or guaranteed by the United States or a State, or in other similarly low-risk securities.

"(3) Reinvestment of Earnings.—Any earnings on funds received under this subsection shall be deposited in the reserve account established under this section and used in accordance with the purpose described in subsection (a).

### "(4) Recovery of funds.—

"(A) IN GENERAL.—The Secretary, in accordance with chapter 37 of title 31, United States Code, shall collect—

"(i) all funds in a reserve account established by an eligible entity under this subsection if the Secretary determines, not earlier than 2 years after the date the eligible entity first received funds under this section, that the eligible entity has failed to

1	make substantial progress carrying out the
2	purpose described in paragraph (1); or
3	"(ii) all or a portion of the funds in
4	a reserve account established by an eligible
5	entity under this subsection if the Sec-
6	retary determines that the eligible entity
7	has permanently ceased to use all or a por-
8	tion of funds in such account to accomplish
9	the purpose described in paragraph (1).
10	"(B) Exercise of Authority.—The Sec-
11	retary shall not exercise the authority provided
12	under subparagraph (A) to collect from any eli-
13	gible entity any funds that are being properly
14	used to achieve such purpose.
15	"(C) Procedures.—Sections 451, 452
16	and 458 of the General Education Provisions
17	Act shall apply to the recovery of funds under
18	subparagraph (A).
19	"(D) Construction.—This paragraph
20	shall not be construed to impair or affect the
21	authority of the Secretary to recover funds
22	under part D of the General Education Provi-
23	sions Act.
24	"(5) Reallocation.—Any funds collected by
25	the Secretary under paragraph (4) shall be awarded

1	to eligible entities receiving grants under this section
2	in the next fiscal year.
3	"(g) Financial Responsibility.—The financial
4	records of each eligible entity and eligible public charter
5	school receiving a grant or subgrant, respectively, under
6	this section shall be maintained in accordance with gen-
7	erally accepted accounting principles and shall be subject
8	to an annual audit by an independent public accountant.
9	"(h) National Evaluation.—
10	"(1) NATIONAL EVALUATION.—From the
11	amounts appropriated under section 5200, the Sec-
12	retary shall conduct an independent, comprehensive,
13	and scientifically sound evaluation, by grant or con-
14	tract and using the highest quality research design
15	available, of the impact of the activities carried out
16	under this section on—
17	"(A) student achievement; and
18	"(B) other areas, as determined by the
19	Secretary.
20	"(2) Report.—Not later than 4 years after the
21	date of the enactment of the All Students Achieving
22	through Reform Act of 2010, and biannually there-
23	after, the Secretary shall submit to Congress a re-
24	port on the results of the evaluation described in
25	paragraph (1).

- 1 "(i) Reports.—Each eligible entity receiving a grant
- 2 under this section shall prepare and submit to the Sec-
- 3 retary the following:
- 4 "(1) Report.—A report that contains such in-
- 5 formation as the Secretary may require concerning
- 6 use of the grant funds by the eligible entity, includ-
- 7 ing the academic achievement of the students at-
- 8 tending eligible public charter schools as a result of
- 9 the grant. Such report shall be submitted before the
- end of the 4-year period beginning on the date of en-
- actment of the All Students Achieving through Re-
- form Act of 2010 and every 2 years thereafter.
- 13 "(2) Performance information.—Such per-
- 14 formance information as the Secretary may require
- for the national evaluation conducted under sub-
- section (h)(1).
- 17 "(j) Inapplicability.—The provisions of sections
- 18 5201 through 5209 shall not apply to the program under
- 19 this section.
- 20 "(k) Definitions.—In this section:
- 21 "(1) ADEQUATE YEARLY PROGRESS.—The term
- 22 'adequate yearly progress' has the meaning given
- such term in a State's plan in accordance with sec-
- 24 tion 1111(b)(2)(C).

1	"(2) Administrative tasks, dissemination
2	ACTIVITIES, AND OUTREACH.—The term 'adminis-
3	trative tasks, dissemination activities, and outreach'
4	includes costs and activities associated with—
5	"(A) recruiting and selecting students to
6	attend eligible public charter schools;
7	"(B) outreach to parents of students en-
8	rolled in identified schools or schools with low
9	graduation rates;
10	"(C) providing information to such parents
11	and school officials at such schools regarding el-
12	igible public charter schools receiving subgrants
13	under this section;
14	"(D) necessary oversight of the grant pro-
15	gram under this section; and
16	"(E) initiatives and activities to dissemi-
17	nate the best practices, programs, or strategies
18	learned in eligible public charter schools to
19	other public schools operating in the State
20	where the eligible entity intends to award sub-
21	grants under this section.
22	"(3) Charter school.—The term 'charter
23	school' means—
24	"(A) a charter school, as defined in section
25	5211(1); or

1	"(B) a school that meets the requirements
2	of such section, except for subparagraph (D),
3	and provides prekindergarten or adult education
4	services.
5	"(4) ELIGIBLE ENTITY.—The term 'eligible en-
6	tity' means—
7	"(A) a State educational agency;
8	"(B) an authorized public chartering agen-
9	cy;
10	"(C) a local educational agency that has
11	authorized or is planning to authorize a public
12	charter school; or
13	"(D) an organization that has an organiza-
14	tional mission and record of success supporting
15	the replication and expansion of high-quality
16	charter schools and is—
17	"(i) described in section 501(c)(3) of
18	the Internal Revenue Code of 1986 (26
19	U.S.C. $501(c)(3)$ ; and
20	"(ii) exempt from tax under section
21	501(a) of such Code (26 U.S.C. 501(a)).
22	"(5) Eligible public charter school.—
23	The term 'eligible public charter school' means a
24	charter school, including a public charter school that
25	is being developed by a developer, that—

1	"(A) has made adequate yearly progress
2	for the last 2 consecutive school years; and
3	"(B) in the case of a public charter school
4	that is a secondary school, has, for the most re-
5	cent school year for which data is available, met
6	or exceeded the graduation rate required by the
7	State in order to make adequate yearly progress
8	for such year.
9	"(6) IDENTIFIED SCHOOL.—The term 'identi-
10	fied school' means a school identified for school im-
11	provement, corrective action, or restructuring under
12	paragraph (1), (7), or (8) of section 1116(b).
13	"(7) LOCAL EDUCATIONAL AGENCY.—The term
14	'local educational agency' includes any charter school
15	that is a local educational agency, as determined by
16	State law.
17	"(8) Low-income student.—The term 'low-
18	income student' means a student eligible for free or
19	reduced price lunches under the Richard B. Russell
20	National School Lunch Act (42 U.S.C. 1751 et
21	seq.).
22	"(9) Graduation rate.—The term 'gradua-
23	tion rate' has the meaning given the term in section
24	1111(b)(2)(C)(vi), as clarified in section

- 1 200.19(b)(1) of title 34, Code of Federal Regula-
- 2 tions.
- 3 "(10) SCHOOL YEAR.—The term 'school year'
- 4 has the meaning given such term in section 12(d) of
- 5 the Richard B. Russell National School Lunch Act
- 6 (42 U.S.C. 1760(d)).
- 7 "(11) Traditional public school.—The
- 8 term 'traditional public school' does not include any
- 9 charter school, as defined in section 5211.".
- 10 (b) Authorization of Appropriations.—Part B
- 11 of title V of the Elementary and Secondary Education Act
- 12 of 1965 (20 U.S.C. 7221 et seq.) is amended—
- 13 (1) by striking section 5231; and
- 14 (2) by inserting before subpart 1 the following:
- 15 "SEC. 5200. AUTHORIZATION OF APPROPRIATIONS FOR
- 16 SUBPARTS 1 AND 2.
- 17 "(a) In General.—There are authorized to be ap-
- 18 propriated to carry out subparts 1 and 2, \$700,000,000
- 19 for fiscal year 2011 and such sums as may be necessary
- 20 for each of the 5 succeeding fiscal years.
- 21 "(b) Allocation.—In allocating funds appropriated
- 22 under this section for any fiscal year, the Secretary shall
- 23 consider—

1 "(1) the relative need among the programs car-2 ried out under sections 5202, 5205, 5210, and sub-3 part 2; and 4 "(2) the quality of the applications submitted 5 for such programs.". 6 (c) Conforming Amendments.—The Elementary and Secondary Education Act of 1965 (20 U.S.C. 6301) 8 et seq.) is amended— 9 (1) in section 2102(2) (20 U.S.C. 6602(2)), by 10 striking "5210" and inserting "5211"; 11 (2) in section 5204(e) (20 U.S.C. 7221c(e)), by 12 striking "5210(1)" and inserting "5211(1)"; 13 (3) in section 5211(1) (as redesignated by subsection (a)(1)) (20 U.S.C. 7221i(1)), by striking 14 "The term" and inserting "Except as otherwise pro-15 16 vided, the term"; 17 (4) in section 5230(1) (20 U.S.C. 7223i(1)), by 18 striking "5210" and inserting "5211"; and 19 (5) in section 5247(1) 20 U.S.C. 7225f(1)), by striking "5210" and inserting "5211". 20 21 (d) Table of Contents.—The table of contents of the Elementary and Secondary Education Act of 1965 is 23 amended— 24 (1) by inserting before the item relating to sub-25 part 1 of part B of title V the following:

<sup>&</sup>quot;Sec. 5200. Authorization of appropriations for subparts 1 and 2.";

- 1 (2) by striking the items relating to sections 2 5210 and 5211; and
- 3 (3) by inserting after the item relating to sec-4 tion 5209 the following:

4 tion 5209 the following:"Sec. 5210. Charter school expansion and replication.

"Sec. 5211. Definitions.".

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