1	SENATE FLOOR VERSION
2	February 26, 2019
3	COMMITTEE SUBSTITUTE
4	FOR SENATE BILL NO. 143 By: Stanislawski
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8	An Act relating to charter schools; amending 70 O.S. 2011, Section 3-136, as amended by Section 1, Chapter
9	277, O.S.L. 2014 (70 O.S. Supp. 2018, Section 3-136), which relates to rules and standards with which
10	charter schools must comply; requiring a charter school that contracts with a management organization
11	to report the total amount spent and itemized expenditure data using certain system; requiring
12	expenditure data to include information about certain compensation package; providing an effective date;
13	and declaring an emergency.
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16	BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:
17	SECTION 1. AMENDATORY 70 O.S. 2011, Section 3-136, as
18	amended by Section 1, Chapter 277, O.S.L. 2014 (70 O.S. Supp. 2018,
19	Section 3-136), is amended to read as follows:
20	Section 3-136. A. A charter school shall adopt a charter which
21	will ensure compliance with the following:
22	1. A charter school shall comply with all federal regulations
23	and state and local rules and statutes relating to health, safety,
24	civil rights and insurance. By January 1, 2000, the State

- Department of Education shall prepare a list of relevant rules and statutes which a charter school must comply with as required by this paragraph and shall annually provide an update to the list;
 - 2. A charter school shall be nonsectarian in its programs, admission policies, employment practices, and all other operations. A sponsor may not authorize a charter school or program that is affiliated with a nonpublic sectarian school or religious institution;
- 9 3. The charter school may provide a comprehensive program of 10 instruction for a prekindergarten program, a kindergarten program or any grade between grades one and twelve. Instruction may be 11 12 provided to all persons between the ages of four (4) and twenty-one (21) years. A charter school may offer a curriculum which 13 emphasizes a specific learning philosophy or style or certain 14 subject areas such as mathematics, science, fine arts, performance 15 arts, or foreign language. The charter of a charter school which 16 offers grades nine through twelve shall specifically address whether 17 the charter school will comply with the graduation requirements 18 established in Section 11-103.6 of this title. No charter school 19 shall be chartered for the purpose of offering a curriculum for deaf 20 or blind students that is the same or similar to the curriculum 21 being provided by or for educating deaf or blind students that are 22 being served by the Oklahoma School for the Blind or the Oklahoma 23 School for the Deaf; 24

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4. A charter school 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 shall also provide any necessary data to the Office of Accountability;

- 5. Except as provided for in the Oklahoma Charter Schools Act and its charter, a charter school shall be exempt from all statutes and rules relating to schools, boards of education, and school districts;
 - A charter school, 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. A charter school shall use the Oklahoma Cost Accounting System to report financial transactions to the sponsoring school district.
 - b. A charter school that contracts with a management organization shall use the Oklahoma Cost Accounting System to report the total amount paid to a management organization as well as itemized expenditure information for the goods or services provided by the management organization, including but not limited to

1 the total compensation package of the superintendent including the base salary, insurance, retirement and 2 3 other fringe benefits; 7. A charter school shall comply with all federal and state 4 5 laws relating to the education of children with disabilities in the same manner as a school district; 6 7 8. A charter school shall provide for a governing body for the school which shall be responsible for the policies and operational 9 decisions of the charter school; 10 9. A charter school shall not be used as a method of generating 11 revenue for students who are being home schooled and are not being 12 educated at an organized charter school site; A charter school may not charge tuition or fees; 13 10. A charter school shall provide instruction each year for at 14 11. least the number of days required in Section 1-109 of this title; 15 A charter school shall comply with the student suspension 16 requirements provided for in Section 24-101.3 of this title; 17 A charter school shall be considered a school district for 18 purposes of tort liability under The Governmental Tort Claims Act; 19 Employees of a charter school may participate as members of 20 the Teachers' Retirement System of Oklahoma in accordance with 21 applicable statutes and rules if otherwise allowed pursuant to law; 22

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- 15. A charter school may participate in all health and related insurance programs available to the employees of the sponsor of the charter school;
- 16. A charter school shall comply with the Oklahoma Open Meeting Act and the Oklahoma Open Records Act;
- 17. The governing body of a charter school shall be subject to the same conflict of interest requirements as a member of a local school board; and
- 18. No later than September 1 each year, the governing board of each charter school formed pursuant to the Oklahoma Charter Schools Act shall prepare a statement of actual income and expenditures for the charter school for the fiscal year that ended on the preceding June 30, in a manner compliant with Section 5-135 of this title. The statement of expenditures shall include functional categories as defined in rules adopted by the State Board of Education to implement the Oklahoma Cost Accounting System pursuant to Section 5-145 of this title. Charter schools shall not be permitted to submit estimates of expenditures or prorated amounts to fulfill the requirements of this paragraph.
- B. The charter of a charter school shall include a description of the personnel policies, personnel qualifications, and method of school governance, and the specific role and duties of the sponsor of the charter school.

C. The charter of a charter school may be amended at the request of the governing body of the charter school and upon the approval of the sponsor.

- D. A charter school may enter into contracts and sue and be sued.
- E. The governing body of a charter school may not levy taxes or issue bonds.
- F. The charter of a charter school shall include a provision specifying the method or methods to be employed for disposing of real and personal property acquired by the charter school upon expiration or termination of the charter or failure of the charter school to continue operations. Except as otherwise provided, any real or personal property purchased with state or local funds shall be retained by the sponsoring school district. If a charter school that was previously sponsored by the board of education of a school district continues operation within the school district under a new charter sponsored by an entity authorized pursuant to Section 3-132 of this title, the charter school may retain any personal property purchased with state or local funds for use in the operation of the charter school until termination of the new charter or failure of the charter school to continue operations.
- SECTION 2. This act shall become effective July 1, 2019.
- SECTION 3. It being immediately necessary for the preservation of the public peace, health or safety, an emergency is hereby

declared to exist, by reason whereof this act shall take effect and be in full force from and after its passage and approval. COMMITTEE REPORT BY: COMMITTEE ON EDUCATION February 26, 2019 - DO PASS AS AMENDED