STATE OF OKLAHOMA

2nd Session of the 58th Legislature (2022)

SENATE BILL 1402 By: Dahm

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AS INTRODUCED

An Act relating to charter schools; creating the Professional Teacher Charter Act; providing short title; providing purpose; providing definitions; establishing eligibility to sponsor a professional teacher charter school; requiring filing of certain bond or letter of credit; allowing conversion of certain charter school; providing application process; allowing the State Board of Education to disapprove applications for certain reasons; requiring the Board to approve certain applications within certain time period; creating certain cause of action; allowing award of certain costs and fees; providing for governance of professional teacher charter school; providing for term and renewal of charter contract; providing eligibility to assume the terms of a charter contract; establishing powers and duties of a professional teacher charter school; prohibiting a professional teacher charter school from being subject to certain provisions; establishing boundaries of a professional teacher charter school; providing for student enrollment; creating the Professional Teacher Charter Student Revolving Fund; specifying source of fund; providing for expenditures; providing purpose of fund; providing for distribution of funds to certain schools; providing for retention and distribution of certain property; providing for calculation of weighted average daily membership and State Aid for a professional teacher charter school; prohibiting certain school from receiving certain funds; directing the State Board of Education to determine certain policy; requiring use of certain system to report transactions; providing for promulgation of rules; amending 70 O.S. 2021, Section 3-138, which relates to unlawful reprisal against certain

employees; adding reference to certain charter school; amending 70 O.S. 2021, Section 3-144, which relates to the Charter Schools Incentive Fund; allowing use of fund for certain purpose; providing for codification; providing an effective date; and declaring an emergency.

BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

SECTION 1. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 3-146 of Title 70, unless there is created a duplication in numbering, reads as follows:

- A. This act shall be known and may be cited as the "Professional Teacher Charter Act".
- B. The purpose of the Professional Teacher Charter Act is to provide for the establishment of professional teacher charter schools to:
 - 1. Improve student learning;
 - 2. Increase learning opportunities for students;
- 3. Allow experienced public school teachers to establish themselves as independent education practitioners;
- 4. Encourage the use of different and innovative teaching methods;
- 5. Provide additional academic choices for parents and students;
- 6. Increase parental knowledge and control of student curriculum;

7. Reduce administrative interference in classroom teaching;
and
3. Increase transparency of student performance outcomes.

C. For the purposes of this act:

- 1. "Certified teacher" means a teacher who has been issued a certificate by the State Board of Education in accordance with the Oklahoma Teacher Preparation Act and rules of the Board;
- 2. "Charter school" means a public school established by contract pursuant to this act to provide learning that will improve student achievement and as defined in the Elementary and Secondary Education Act of 1965, 20 U.S.C. 8065; and
- 3. "Parent" means the natural or adoptive parent or legal quardian of a minor child.
- SECTION 2. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 3-146.1 of Title 70, unless there is created a duplication in numbering, reads as follows:
- A. A certified teacher who has five (5) years of teaching experience or a consortium of certified teachers who each have five (5) years of teaching experience may sponsor a professional teacher charter school pursuant to the provisions of this act.
- B. A certified teacher or consortium of certified teachers shall file with the State Board of Education a surety bond or letter of credit in an amount equal to Two Thousand Dollars (\$2,000.00) per student expected to enroll in the professional teacher charter

school. The surety bond or letter of credit amount may be adjusted based on actual enrollment of students in the professional teacher charter school as of August 1. In no case shall the amount of surety bond or letter of credit be less than Twenty-five Thousand Dollars (\$25,000.00).

- C. A charter school established pursuant to the Oklahoma

 Charter Schools Act may convert to a professional teacher charter school subject to the provisions of this act.
- SECTION 3. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 3-146.2 of Title 70, unless there is created a duplication in numbering, reads as follows:
- A. A certified teacher or consortium of certified teachers seeking to establish a professional teacher charter school pursuant to this act shall submit a written application to the State Board of Education. The Board shall make the application available on its website, and applications may be submitted online. The Board shall not charge an application fee. The application shall include:
- 1. The name of the applicant(s) accompanied by copies of certificates to teach issued by the Board and proof that the applicant(s) has five (5) years of teaching experience in this state;
- 2. Proof of filing the surety bond or letter of credit required by Section 2 of this act; and

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- The designated point of contact between the professional teacher charter school and State Board of Education.
- В. 1. The State Board of Education may disapprove an application that does not meet one or more of the requirements set forth in this section or Section 4 of this act.
- The State Board of Education shall approve an application that meets the requirements of this section and Section 4 of this act within thirty (30) days of receipt of the application and grant the applicant a charter contract. If an application that meets the requirements of this section and Section 4 of this act is not approved within thirty (30) days of receipt, the applicant(s) shall have a cause of action in district court. The court may award costs and reasonable attorney fees to the prevailing party.
- C. A professional teacher charter school established pursuant to the provisions of this act may be organized as a sole proprietorship or any other business entity authorized to do business in this state.
- D. A professional teacher charter school shall be governed by the certified teacher or consortium of certified teachers who applied for the school pursuant to this section and shall have exclusive control over curriculum selection, development, and delivery. Provided, however, a professional teacher charter school may have a non-teacher advisory board.

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- The term of a professional teacher charter school contract shall be five (5) years from the first day of operation. A professional teacher charter school contract may be renewed for successive five-year terms of duration.
- F. If a certified teacher or consortium of certified teachers granted a professional teacher charter school contract pursuant to the provisions of this section is no longer willing or able to operate the charter school, another certified teacher or consortium of teachers who meets the requirements of subsection A of Section 2 of this act may apply to the State Board of Education to assume the terms of the charter contract. The State Board of Education shall approve the transfer of the charter contract if the application meets the requirements of this section and Section 4 of this act.
- SECTION 4. A new section of law to be codified NEW LAW in the Oklahoma Statutes as Section 3-146.3 of Title 70, unless there is created a duplication in numbering, reads as follows:
- A professional teacher charter school established pursuant to this act:
- May provide a comprehensive program of instruction for prekindergarten, kindergarten, or any grade between grades one and twelve;
- Shall ensure that each enrolled student takes a nationally norm-referenced test approved by the State Board of Education once each school year. Individual student test results shall be

delivered to the student's parents along with aggregated charter school results. Aggregate test data shall be remitted to the State Department of Education and published on the professional teacher charter school's website;

- 3. Shall post on its website a statement describing the extent to which the charter school's curriculum complies with or departs from the subject matter standards adopted by the State Board of Education pursuant to Section 11-103.6 of Title 70 of the Oklahoma Statutes:
- 4. Shall post on its website information regarding curriculum and instructional materials to be used by charter school students and teachers;
 - 5. Shall adopt bylaws that:
 - a. ensure compliance with all federal regulations and state and local rules and statutes relating to health, safety, civil rights, and insurance, and
 - b. require that the charter school be as equally free and open to all students as traditional public schools;
- 6. Shall have independent control over curriculum and personnel decisions;
 - 7. May enter into contracts, sue, and be sued; and
 - 8. Shall not levy taxes or issue bonds.
- B. A professional teacher charter school established pursuant to this act shall not be subject to any provision of the Oklahoma

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ر ک د ک Charter Schools Act except as provided for in this act. A professional teacher charter school shall not:

- 1. Be required to participate in the testing required by the Oklahoma School Testing Program Act; however, the charter school may choose to participate;
- 2. Be required to participate in the accountability system established pursuant to Section 1210.545 of Title 70 of the Oklahoma Statutes; however, the charter school may choose to participate;
- 3. Be required to employ persons who have a valid certificate issued by and in accordance with the rules of the State Board of Education;
- 4. Be required to comply with the minimum salary and benefits set forth in Section 18-114.14 of Title 70 of the Oklahoma Statutes;
- 5. Be required to comply with employer-employee bargaining provisions set forth in Sections 509.1 through 509.10 of Title 70 of the Oklahoma Statutes;
- 6. Except as provided for in this act, be exempt from all statutes and rules relating to schools, boards of education, and school districts; and
- 7. Be required to comply with provisions regarding the length of the school day as provided for in Section 1-111 of Title 70 of the Oklahoma Statutes or the length of the school year as provided for in Section 1-109 of Title 70 of the Oklahoma Statutes.

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- C. 1. A professional teacher charter school established pursuant to this act shall be a statewide charter school, and the geographic boundaries of each professional teacher charter school shall be the borders of the state.
- 2. Any student between the ages of five (5) on or before September 1 and twenty-one (21) years on or before September 1 shall be eligible to submit an enrollment application to a professional teacher charter school.
- A professional teacher charter school shall not limit enrollment or discriminate based on race, sex, or religion.
- The State Board of Education shall not restrict the number of students a professional teacher charter school may enroll.
- 5. A professional teacher charter school may establish enrollment criteria based on objective academic standards and educational emphasis.
- 6. By July 1 each year, a professional teacher charter school shall determine and post on its website the capacity for each grade level offered by the school. If capacity is insufficient to enroll all eligible students, the school shall select students through a lottery selection process.
- D. A professional teacher charter school may provide student transportation.

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SECTION 5. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 3-146.4 of Title 70, unless there is created a duplication in numbering, reads as follows:

- A. There is hereby created in the State Treasury a revolving fund for the State Department of Education to be designated the "Professional Teacher Charter Student Revolving Fund". The fund shall be a continuing fund, not subject to fiscal year limitations, and shall consist of all monies received by the State Department of Education from the surety bond or irrevocable letter of credit required by subsection B of Section 2 of this act. All monies accruing to the credit of the fund are hereby appropriated and may be budgeted and expended by the State Department of Education for the purpose set forth in subsection B of this section. 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.
- B. 1. In the event that a professional teacher charter school established pursuant to the Professional Teacher Charter Act created in Section 1 of this act permanently ceases operations prior to the end of a school year, the surety bond or irrevocable letter of credit required by subsection B of Section 2 of this act shall be paid to the Professional Teacher Charter Student Revolving Fund created in subsection A of this section. The State Department of

Education shall distribute the funds on a pro-rata basis to the school districts or public charter schools established pursuant to the Oklahoma Charter Schools Act in which students who had been attending a professional teacher charter school enroll.

- 2. If a professional teacher charter school permanently ceases operations, any real or personal property purchased by the charter school with public funds shall be retained by the State Board of Education for distribution to the school districts or public charter schools established pursuant to the Oklahoma Charter Schools Act in which students who had been attending a professional teacher charter school enroll. Priority shall be given to public charter schools in which students who had been attending a professional teacher charter school enroll.
- SECTION 6. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 3-146.5 of Title 70, unless there is created a duplication in numbering, reads as follows:
- A. For the purpose of calculating weighted average daily membership pursuant to Section 18-201.1 of Title 70 of the Oklahoma Statutes and State Aid pursuant to Section 18-200.1 of Title 70 of the Oklahoma Statutes, the weighted average daily membership for the first year of operation of a professional teacher charter school established pursuant to the provisions of this act shall be determined by multiplying the actual enrollment of students as of August 1 by 1.333. The professional teacher 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 professional teacher charter school shall be adjusted using the first quarter weighted average daily membership for the professional teacher charter school calculated pursuant to Section 18-201.1 of Title 70 of the Oklahoma Statutes.

- B. A professional teacher charter school shall not be eligible to receive state-dedicated, local, or county revenue; provided, a professional teacher charter school may be eligible to receive any other aid, grants, or revenues allowed to other schools. A professional teacher charter school shall be considered a local education agency for purposes of funding.
- C. The State Board of Education shall determine the policy and procedure for making payments to a professional teacher charter school.
- D. A professional teacher charter school shall use the Oklahoma Cost Accounting System to report financial transactions to the State Board of Education.
- E. Any unexpended funds received by a professional teacher charter school may be reserved and used for future purposes.
- SECTION 7. NEW LAW A new section of law to be codified in the Oklahoma Statutes as Section 3-146.6 of Title 70, unless there is created a duplication in numbering, reads as follows:

The State Board of Education shall promulgate rules to implement the provisions of this act.

SECTION 8. AMENDATORY 70 O.S. 2021, Section 3-138, is amended to read as follows:

Section 3-138. A board of education of a school district or an employee of the district who has control over personnel actions shall not take unlawful reprisal action against an employee of the school district for the reason that the employee is directly or indirectly involved in an application to establish a charter school pursuant to the Oklahoma Charter Schools Act or the Professional

Teacher Charter Act created in Section 1 of this act. As used in this section, "unlawful reprisal" means an action that is taken by a board of education or a school district employee as a direct result of a lawful application to establish a charter school pursuant to the Oklahoma Charter Schools Act or the Professional Teacher Charter Act created in Section 1 of this act and that is adverse to an employee or an education program.

SECTION 9. AMENDATORY 70 O.S. 2021, Section 3-144, is amended 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

year limitations, and shall consist of all monies appropriated by

the Legislature, gifts, grants, devises, and donations from any

public or private source. The State Department of Education shall administer the fund for the purpose of providing financial support to charter school applicants and charter schools established pursuant to the Oklahoma Charter Schools Act or the Professional Teacher Charter Act created pursuant to Section 1 of this act for start-up costs and costs associated with renovating or remodeling existing buildings and structures for use by a charter school. The State Department of Education is authorized to allocate funds on a per-pupil basis for purposes of providing matching funds for the federal State Charter School Facilities Incentive Grants Program created pursuant to the No Child Left Behind Act, 20 USCA, Section 7221d.

The State Board of Education shall adopt rules to implement В. the provisions of this section, including application and notification requirements.

SECTION 10. This act shall become effective July 1, 2022.

SECTION 11. 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.

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