| 1        | State of Arkansas            | A D:11                              |                          |
|----------|------------------------------|-------------------------------------|--------------------------|
| 2        | 85th General Assembly        | A Bill                              |                          |
| 3        | Regular Session, 2005        |                                     | SENATE BILL 1163         |
| 4        |                              |                                     |                          |
| 5        | By: Senators Baker, Bryles   |                                     |                          |
| 6        |                              |                                     |                          |
| 7        | F                            | A A 4 (T) D E 4 4 1 1               |                          |
| 8        |                              | or An Act To Be Entitled            |                          |
| 9        |                              | ORIZE THE CHARTER OF DIST           |                          |
| 10       |                              | LS; TO ESTABLISH OPERATION          |                          |
| 11       | ·                            | ACCOUNTABILITY, AND REPO            |                          |
| 12       | •                            | OR DISTANCE LEARNING CHAI           | KTEK                     |
| 13<br>14 | SCHOOLS; AND F               | OR OTHER PURPOSES.                  |                          |
| 15       |                              | Subtitle                            |                          |
| 16       | THE ADVANSA                  | SUBTINE  S DISTANCE LEARNING SCHOOL | OT S                     |
| 17       | ACT OF 2005                  |                                     | OLD                      |
| 18       | 1101 01 2003                 | •                                   |                          |
| 19       |                              |                                     |                          |
| 20       | BE IT ENACTED BY THE GENERAL | ASSEMBLY OF THE STATE OF            | F ARKANSAS:              |
| 21       |                              |                                     |                          |
| 22       | SECTION 1. Arkansas          | Code Title 6, Chapter               | : 23 is amended to add   |
| 23       | an additional subchapter     | to read as follows:                 |                          |
| 24       | 6-23-701. Title.             |                                     |                          |
| 25       | This subchapter shal         | l be known and may be               | cited as the "Arkansas   |
| 26       | Distance Learning Schools    | Act of 2005".                       |                          |
| 27       |                              |                                     |                          |
| 28       | 6-23-702. Purpose.           |                                     |                          |
| 29       | It is the intent of          | the General Assembly t              | o provide                |
| 30       | opportunities for teachers   | s, parents, students,               | and community members    |
| 31       | to establish and maintain    | public distance learn               | ing schools that         |
| 32       | operate independently from   | n the existing structu              | re of local school       |
| 33       | districts as a method to a   | accomplish the followi              | ng:                      |
| 34       | (1) Improve st               | tudent learning;                    |                          |
| 35       | (2) Increase edu             | ucational opportunities f           | for students in low-     |
| 36       | performing schools in order  | to assist in closing the            | achievement gaps between |

| 1  | high-performing and low-performing students, minority and nonminority       |
|----|---|
| 2  | students, and economically disadvantaged students and their more advantaged |
| 3  | peers;  |
| 4  | (3) Use technology to provide parents and students with                     |
| 5  | expanded choices in the types of educational opportunities that are         |
| 6  | available within the public school system;                                  |
| 7  | (4) Establish equitable access to educational resources for                 |
| 8  | every public school in the State of Arkansas;                               |
| 9  | (5) Increase learning opportunities for all students;                       |
| 10 | (6) Provide families with an alternative choice to access                   |
| 11 | additional educational resources in an effort to improve academic           |
| 12 | achievement;  |
| 13 | (7) Encourage the use of innovative teaching and                            |
| 14 | education delivery methods;   |
| 15 | (8) Create new professional opportunities for teachers;                     |
| 16 | <u>and</u>  |
| 17 | (9) Hold the schools established under this subchapter                      |
| 18 | accountable.  |
| 19 |   |
| 20 | 6-23-703. Definitions.  |
| 21 | As used in this subchapter:   |
| 22 | (1) "Distance learning charter school" means a                              |
| 23 | performance-based open-enrollment charter school where students             |
| 24 | primarily work from a location other than a traditional school              |
| 25 | building on assignments provided through an Internet-based or other         |
| 26 | computer-based instructional method;  |
| 27 | (2) "Distance learning" means an interactive                                |
| 28 | telecommunications system that uses information technology, audio,          |
| 29 | video, and similar technological elements for the purpose of                |
| 30 | providing educational opportunities for public school students;             |
| 31 | (3) "Eligible entity" means:  |
| 32 | (A) A public institution of higher education;                               |
| 33 | (B) A private nonsectarian institution of higher                            |
| 34 | education;  |
| 35 | (C) A governmental entity; or   |
| 36 | (D) An organization that is nonsectarian in its                             |

program, admissions policies, employment practices, and operations 1 2 and is exempt from taxation under § 501(c)(3) of the Internal Revenue 3 Code of 1986, as in existence on January 1, 2005; (4) "Eligible student" means: 4 5 (A) Any public school student who was enrolled in 6 and attended a traditional public school at any time during the 7 previous school year; 8 (B) Any student who is seeking enrollment in public 9 school kindergarten or grade one (K-1) for the first time; or 10 (C) Any student who has not been enrolled in a 11 public or private school and is seeking enrollment in grades two 12 through twelve (2-12) under  $\S 6-23-710(c)$ . 13 14 6-23-704. Distance learning charter schools -- Petition. 15 The State Board of Education shall review a petition for a 16 distance learning charter school and may approve any petition that: 17 (1) Provides a plan for academic achievement that addresses how the distance learning charter school proposes to 18 improve student learning and meet state education goals; 19 20 (2) Includes a set of performance criteria that will be used during the initial three-year period of the distance learning 21 22 charter school's operation to measure the school's progress in 23 meeting its academic performance goals; 24 (3) Includes a proposal to directly and substantially 25 involve parents and certified employees in carrying out the terms of 26 the open-enrollment charter of the distance learning charter school; 27 (4) Includes an agreement to provide an annual report to 28 parents and the state board that demonstrates the progress made by the distance learning charter school during the previous academic 29 30 school year in meeting its academic performance objectives; (5) Includes a detailed budget, a business plan, and a 31 32 governance plan for the operation of the distance learning charter 33 school; 34 (6) Indicates that the distance learning charter school will operate using a web-based interactive technology platform that 35 36 monitors and tracks student progress and attendance;

| 1  | (7) Indicates that the distance learning charter school               |
|----|---|
| 2  | will employ highly qualified teachers based in the State of Arkansas; |
| 3  | (8) Designates a central office of operations for the                 |
| 4  | distance learning charter school where school records, including,     |
| 5  | without limitation, student and financial records, will be            |
| 6  | maintained;   |
| 7  | (9) Indicates that the distance learning charter school               |
| 8  | will provide equitable access to instruction by providing at least    |
| 9  | one (1) of the following:   |
| 10 | (A) Computer and printer equipment when necessary to                  |
| 11 | ensure that a student has access to the distance learning charter     |
| 12 | school; or  |
| 13 | (B) A program that provides reimbursement to parents                  |
| 14 | or guardians for costs associated with maintaining at least the       |
| 15 | minimum needed connection speed necessary to access the distance      |
| 16 | learning charter school at a rate determined by the school;           |
| 17 | (10) Indicates that the distance learning charter school              |
| 18 | will provide students with the materials that the distance learning   |
| 19 | school requires in order to complete a lesson, which may include,     |
| 20 | without limitation:   |
| 21 | (A) Textbooks;  |
| 22 | (B) Manipulatives; or   |
| 23 | (C) Instructional materials;  |
| 24 | (11) Provides that the distance learning charter school               |
| 25 | will conduct optional school-sponsored events that are regionally     |
| 26 | located to provide reasonable access for all students at least six    |
| 27 | (6) times a year; and   |
| 28 | (12) Includes a copy of the charter for the distance                  |
| 29 | learning charter school.  |
| 30 |   |
| 31 | 6-23-705. Distance learning charter schools Charter.                  |
| 32 | (a) A charter for a distance learning school shall:                   |
| 33 | (1) Satisfy the requirements of this subchapter;                      |
| 34 | (2) Satisfy all the requirements of §§ 6-23-301 - 6-23-               |
| 35 | 310 for open-enrollment charter schools; and                          |
| 36 | (3) Include the following;  |

| 1  | (A) A description of the educational program to be                    |
|----|---|
| 2  | offered through the distance learning charter school;                 |
| 3  | (B) Identification of the period of time for which                    |
| 4  | the charter or any charter renewal will be valid;                     |
| 5  | (C) Provision for the continuation or renewal of the                  |
| 6  | charter contingent on acceptable student performance on assessment    |
| 7  | instruments adopted by the State Board of Education and on compliance |
| 8  | with any accountability standards specified by the charter, by a      |
| 9  | deadline, or at intervals specified by the charter;                   |
| 10 | (D) Identification of an acceptable level of student                  |
| 11 | performance for purposes of subdivision (a)(3)(C) of this section;    |
| 12 | (E) Identification of the bases, in addition to the                   |
| 13 | bases specified by this subchapter, on which the distance learning    |
| 14 | charter school may be placed on probation or its charter revoked or   |
| 15 | on which renewal of the charter may be denied;                        |
| 16 | (F) Identification of the grade levels to be offered                  |
| 17 | through the distance learning charter school;                         |
| 18 | (G) A description of the governing structure of the                   |
| 19 | distance learning charter school;                                     |
| 20 | (H) A description of the qualifications to be met by                  |
| 21 | professional employees of the distance learning charter school;       |
| 22 | (I) A description of the process by which the                         |
| 23 | distance learning charter school will adopt an annual budget;         |
| 24 | (J) A description of the manner in which annual                       |
| 25 | audits of the financial and programmatic operations of the distance   |
| 26 | learning charter school will be conducted, including the manner in    |
| 27 | which the persons administering the distance learning charter school  |
| 28 | will provide information necessary for the public school district in  |
| 29 | which the distance learning charter school is located to participate  |
| 30 | in the audit;   |
| 31 | (K) A description of the location and function of                     |
| 32 | the administrative offices of the distance learning charter school;   |
| 33 | (L) A description of the methods for applying for                     |
| 34 | admission, enrollment criteria, and student recruitment and selection |
| 35 | processes at the distance learning charter school; and                |
| 36 | (M) A statement that the eligible entity operating                    |

1 the distance learning charter school will not discriminate on the 2 basis of race, sex, national origin, ethnicity, religion, age, or 3 disability in employment decisions, including, without limitation, 4 hiring and retention of administrators, teachers, and other employees 5 whose salaries or benefits are derived from any public moneys; and 6 (4) Be in the form of a written contract signed by the 7 Chair of the State Board of Education and the chief operating officer 8 of the distance learning charter school. (b) Any revision of the charter for a distance learning charter 9 school may be made only with the consent and approval of the state 10 11 board. 12 13 6-23-706. Distance learning charter schools -- Requirements. (a) A distance learning charter school shall: 14 15 (1) Be operated by an eligible entity that is fiscally 16 accountable to the governing structure of the distance learning school as described by the charter; 17 (2) Provide instruction to students at one (1) or more 18 19 elementary or secondary grade levels as provided by the charter; 20 (3) Retain authority to operate under the charter contingent on satisfactory student performance as provided by the 21 22 charter and in accordance with this subchapter; 2.3 (4) Have no authority to impose taxes; 24 (5) Not incur any debts without the prior review and 25 approval of the Director of the Department of Education; 26 (6) Not charge students tuition or fees that would not be 27 authorized in a public school; and 28 (7) Not be religious in its operations or programmatic offerings. 29 30 (b) A distance learning charter school is subject to any prohibition, restriction, or requirement imposed by Title 6 and any 31 32 rule and regulation promulgated by the State Board of Education under 33 Title 6 relating to: 34 (1) Monitoring compliance with this subchapter; 35 (2) Public school accountability;

(3) High school graduation requirements;

36

| 1  | (4) Special education programs;                                      |
|----|--|
| 2  | (5) Conducting criminal background checks for employees;             |
| 3  | <u>and</u>   |
| 4  | (6) Health and safety codes.   |
| 5  |  |
| 6  | 6-23-707. Distance learning charter schools Evaluation.              |
| 7  | (a) The Department of Education shall evaluate annually a            |
| 8  | distance learning charter school.                                    |
| 9  | (b) An annual evaluation shall include, without limitation,          |
| 10 | consideration of:  |
| 11 | (1) Student scores on assessment instruments;                        |
| 12 | (2) Student attendance;  |
| 13 | (3) Student grades or other measurements of student                  |
| 14 | progress;  |
| 15 | (4) Incidents involving student discipline;                          |
| 16 | (5) Socioeconomic data on student families;                          |
| 17 | (6) Parental satisfaction with the school; and                       |
| 18 | (7) Student satisfaction with the school.                            |
| 19 |  |
| 20 | 6-23-708. Distance learning charter schools Student                  |
| 21 | performance.   |
| 22 | The Department of Education shall promulgate rules that apply        |
| 23 | the principles and objectives of the Arkansas Comprehensive Testing, |
| 24 | Assessment, and Accountability Program to distance learning charter  |
| 25 | schools and students enrolled in distance learning charter schools.  |
| 26 |  |
| 27 | 6-23-709. Distance learning charter schools Approval.                |
| 28 | (a)(1) The State Board of Education shall approve no more than       |
| 29 | three (3) distance learning charter schools.                         |
| 30 | (2) The number of distance learning charter schools                  |
| 31 | approved by the state board under this subchapter shall not impact   |
| 32 | the total number of charter schools allowed under Title 6, Chapter   |
| 33 | <u>23.</u>   |
| 34 | (b) Distance learning charter schools shall not be bound by          |
| 35 | geographical constraints and may draw enrollment from across the     |
| 36 | entire State of Arkansas.  |

| 1  |   |
|----|---|
| 2  | 6-23-710. Distance learning charter schools Enrollment.               |
| 3  | (a)(1) A distance learning charter school may initially enroll        |
| 4  | one-thousand 1,000 students.  |
| 5  | (2) A distance learning charter school shall provide the              |
| 6  | Department of Education with a list of enrolled students by April 15  |
| 7  | of each year.   |
| 8  | (3)(A) If a distance learning charter school is unable to             |
| 9  | enroll one thousand (1,000) students by April 15, the excess student  |
| 10 | openings may be allocated to another distance learning charter school |
| 11 | or schools if:  |
| 12 | (i) The other distance learning charter school                        |
| 13 | or schools provides a list of students seeking enrollment that        |
| 14 | exceeds one thousand (1,000); and                                     |
| 15 | (ii) The additional students seeking enrollment                       |
| 16 | are eligible under subsection (c) of this section.                    |
| 17 | (B) The department shall allocate excess student                      |
| 18 | openings equally between the other two (2) distance learning charter  |
| 19 | schools or as necessary to meet the demand for enrollment, whichever  |
| 20 | option results in the allocation of the least number of student       |
| 21 | openings.   |
| 22 | (C) If excess student openings are unallocated due                    |
| 23 | to lack of student enrollment, the distance learning charter school   |
| 24 | that originally held the student openings may recapture the excess    |
| 25 | student openings for the next school year.                            |
| 26 | (4) The total number of students between all distance                 |
| 27 | learning charter schools during any school year shall not exceed      |
| 28 | three thousand (3,000).   |
| 29 | (c) Enrollment in a distance learning charter school shall be         |
| 30 | limited to eligible students, except that the number of students who  |
| 31 | were not enrolled the previous year in a public or private school and |
| 32 | are seeking enrollment in grades two through twelve (2-12) shall not  |
| 33 | exceed twenty-five percent (25%) of the total enrollment of the       |
| 34 | distance learning charter school.                                     |
| 35 | (d) A distance learning charter school shall not discriminate         |
| 36 | in enrollment on the basis of sex, race, national origin, ethnicity,  |

1 religion, disability, or academic or athletic eligibility, except as 2 follows: 3 (1) The distance learning charter school may allow a 4 weighted lottery to be used in the student selection process when 5 necessary to comply with Title VI of the federal Civil Rights Act of 6 1964 as in existence on January 1, 2005, Title IX of the federal 7 Education Amendments of 1972 as in existence on January 1, 2005, the 8 equal protection clause of the Fourteenth Amendment to the United 9 States Constitution, a court order, or a federal or state law or 10 court order requiring desegregation; and 11 (2) The distance learning charter school may provide for 12 the exclusion of a student who has been expelled from a public school 13 district. 14 15 6-23-711. Distance learning charter schools -- Funding. 16 (a)(1) A distance learning charter school shall receive funds 17 from the state in an amount equal to the minimum amount per student as defined in the Public School Funding Act of 2003, § 6-20-2301 et 18 19 seq. (2) Funding for a distance learning charter school shall 20 be based upon the current year three-quarter average daily membership 21 22 of the distance learning charter school as follows: 23 (A) The initial funding estimate for each school 24 year shall be based on enrollment as of April 15 preceding the school 25 year in which the students are to attend; 26 (B) In December of the school year for which funding 27 is paid, funding will be adjusted based on the average daily 28 membership during the first quarter of the school year; and 29 (C) A final adjustment will be made after the 30 average daily membership or the first three quarters of the school year is determined. 31 32 (b) The Department of Education shall provide funding payments 33 to a distance learning charter school in twelve (12) equal 34 installments each fiscal year.

learning school may receive other state and federal aid moneys,

(c) Except for state transportation aid funds, a distance

35

36

1 grants, and other revenues as may be provided by law. 2 (d) Distance learning charter school may receive gifts and 3 grants from private sources in the same manner as school districts. 4 (e) A distance learning charter school shall receive full foundation funding for each eligible student. A distance learning 5 6 charter school is not eligible for categorical funding as provided in 7 the Supplemental School District Funding Act of 2003, § 6-20-2401 et 8 seq. 9 10 6-23-712. Distance learning charter schools — Limitations on 11 use of state funds. 12 (a) A distance learning charter school shall not use the moneys 13 that it receives from the state for any sectarian program or activity 14 or as collateral for debt. 15 (b)(1) No indebtedness of any kind incurred or created by the 16 distance learning charter school shall constitute an indebtedness of 17 the state or its political subdivisions, and no indebtedness of the distance learning charter school shall involve or be secured by the 18 19 faith, credit, or taxing power of the state or its political 20 subdivisions. 21 (2) Every contract or lease into which a distance 22 learning school enters shall include the subdivision (b)(1) of this 23 section. 24 25 6-23-713. Distance learning charter schools -- Audit. 26 A distance learning charter school shall prepare an annual 27 certified audit of the financial condition and transactions of the 28 distance learning charter school as of June 30 of each year in 29 accordance with generally accepted auditing procedures and containing 30 any other data required by the State Board of Education. 31 32 6-23-714. Distance learning charter schools -- Dissolution. 33 Upon dissolution of a distance learning charter school or upon 34 nonrenewal of the charter, all net assets of the distance learning charter school purchased with public funds shall be the property of 35 36 the state, unless otherwise specified in the charter of the distance

| 1  | <u>learning charter school.</u>                                       |
|----|---|
| 2  |   |
| 3  | 6-23-715. Distance learning charter schools Status report.            |
| 4  | The State Board of Education shall report on the status of the        |
| 5  | distance learning school programs to the General Assembly each        |
| 6  | biennium and to the House Interim Committee on Education and the      |
| 7  | Senate Interim Committee on Education during the interim between      |
| 8  | sessions of the General Assembly.                                     |
| 9  |   |
| 10 | 6-23-716. Distance learning schools advisory committee.               |
| 11 | (a) There is created the Distance Learning Schools Advisory           |
| 12 | Committee.  |
| 13 | (b) The committee shall consist of five (5) members to be             |
| 14 | appointed as follows:   |
| 15 | (1) One (1) member appointed by the Governor;                         |
| 16 | (2) One (1) member appointed by the President Pro Tempore             |
| 17 | of the Senate;  |
| 18 | (3) One (1) member appointed by the Speaker of the House              |
| 19 | of Representatives;   |
| 20 | (4) The Director of the Department of Education or the                |
| 21 | director's designee; and  |
| 22 | (5) The Chair of the State Board of Education or the                  |
| 23 | chair's designee.   |
| 24 | (c) All members of the committee shall have:                          |
| 25 | (1) Professional training and experience in the education             |
| 26 | of elementary and secondary students by distance learning; and        |
| 27 | (2) Knowledge and understanding of public school choice               |
| 28 | options for students under state and federal law, including, without  |
| 29 | limitation, the No Child Left Behind Act of 2001, Pub.L. No. 107-110. |
| 30 | (d)(1) The committee members shall serve terms of four $(4)$          |
| 31 | years.  |
| 32 | (2) A vacancy on the committee shall be filled by                     |
| 33 | appointment by the person who appointed the departing or deceased     |
| 34 | member. The appointed member shall serve out the remainder of the     |
| 35 | term of the vacated position.   |
| 36 | (e)(1) A member of the committee is not entitled to                   |

| 2  | (2) A member may receive expense reimbursement under §                        |
|----|---|
| 3  | <u>25-16-902.</u>   |
| 4  | (f)(1) The committee shall hold its first meeting within thirty               |
| 5  | (30) days after appointment of the members to organize as necessary           |
| 6  | to carry out its purposes as prescribed by this section.                      |
| 7  | (2) The member appointed by the governor shall call and                       |
| 8  | preside at the first meeting.   |
| 9  | (g) The committee shall select by majority vote one (1) of its                |
| 10 | members to serve as chair and one (1) to serve as vice chair.                 |
| 11 | (h)(1) The committee shall meet as necessary to carry out the                 |
| 12 | duties of the committee.  |
| 13 | (2) Meetings may be called by the chair or as provided by                     |
| 14 | the rules of the committee.   |
| 15 | (i) The committee shall provide advice to the State Board of                  |
| 16 | Education concerning:   |
| 17 | (1) The review of applications for charters under this                        |
| 18 | subchapter; and   |
| 19 | (2) The development of rules and regulations for the                          |
| 20 | operation and administration of this subchapter.                              |
| 21 |   |
| 22 | SECTION 2. EMERGENCY CLAUSE. It is found and determined by the                |
| 23 | General Assembly of the State of Arkansas that the Arkansas Supreme Court in  |
| 24 | Lake View School District No. 25 v. Huckabee, 351 Ark. 31 (2002) declared the |
| 25 | current system of education to be unconstitutional because it is both         |
| 26 | inequitable and inadequate; and the Arkansas Supreme Court set forth the test |
| 27 | for a constitutional system to be one in which the state has an "absolute     |
| 28 | duty" to provide an "equal opportunity to an adequate education"; the         |
| 29 | Arkansas Supreme Court instructed the General Assembly to undertake actions   |
| 30 | as necessary to provide an opportunity for an adequate and equitable          |
| 31 | education for the children of Arkansas; and the provisions of this act are    |
| 32 | necessary steps toward accomplishing that goal. Therefore, an emergency is    |
| 33 | declared to exist and this act being immediately necessary for the            |
| 34 | preservation of the public peace, health, and safety shall become effective   |
| 35 | on:   |
| 36 | (1) The date of its approval by the Governor;                                 |

l compensation for his or her services.

| 1        | (2) If the bill is neither approved nor vetoed by the Governor,             |
|----------|---|
| 2        | the expiration of the period of time during which the Governor may veto the |
| 3        | <pre>bill; or</pre>   |
| 4        | (3) If the bill is vetoed by the Governor and the veto is                   |
| 5        | overridden, the date the last house overrides the veto.                     |
| 6        |   |
| 7        |   |
| 8        |   |
| 9        |   |
| 10       |   |
| 11       |   |
| 12       |   |
| 13       |   |
| 14       |   |
| 15       |   |
| 16       |   |
| 17       |   |
| 18       |   |
| 19       |   |
| 20       |   |
| 21       |   |
| 22       |   |
| 23       |   |
| 24       |   |
| 25       |   |
| 26       |   |
| 27       |   |
| 28<br>29 |   |
| 30       |   |
| 31       |   |
| 32       |   |
| 33       |   |
| 34       |   |
| 35       |   |
| 36       |   |
| 50       |   |