SENATE FILE 170 BY McKINLEY

## A BILL FOR

- An Act establishing a deregulated schools pilot program for
   certain public and nonpublic schools.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

TLSB 2069XS (2) 84 kh/rj 1 Section 1. <u>NEW SECTION</u>. 256F.12 Deregulated schools pilot
2 program.

1. Program established. A deregulated schools pilot program 4 is established to provide public and nonpublic schools with 5 greater flexibility. By January 1, 2012, the department shall 6 select not more than six public school pilot project proposals 7 and not more than six nonpublic school pilot project proposals 8 submitted in accordance with subsection 3. School districts 9 and nonpublic schools selected to implement pilot projects 10 pursuant to this section may continue the projects through the 11 2016-2017 school year.

Program purposes. The purposes of the deregulated
 schools pilot program shall be to accomplish the following:
 *a.* Improve student learning.

15 b. Increase learning opportunities for all students, with 16 special emphasis on expanded learning experiences for students 17 identified as academically low-achieving.

18 c. Encourage different and innovative methods to address 19 various learning styles.

20 d. Encourage different and innovative methods of teaching.
21 e. Increase choice of learning opportunities for children.
22 f. Establish a new form of accountability for schools.
23 g. Create innovative measurement tools for measuring

24 learning outcomes.

25 h. Make the school the unit for improvement.

*i.* Relieve schools of paperwork and procedures that are otherwise required by the state, except those required for purposes of health, safety, fiscal accountability, and documentation of student achievement.

30 3. Project proposal — elements.

31 *a.* The board of directors of a school district and the 32 authorities in charge of a nonpublic school may submit a 33 proposal for a deregulated school to the department not later 34 than October 1, 2011. The department may provide technical 35 assistance to a pilot project applicant upon written request.

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The terms and conditions for the operation of a deregulated
 school shall be set forth in the proposal.

3 b. The proposal shall address, and criteria for approval of 4 the proposal shall be based on, the following:

5 (1) The school's budget in detail.

6 (2) The methods by which academic achievement will be7 measured.

8 (3) The measures that will be used to assure that at least 9 ninety-five percent of the students enrolled in the school will 10 demonstrate a minimum of one year of academic growth for each 11 year of instruction.

12 (4) Assurance that the deregulated school shall, at a 13 minimum, administer the Iowa test of basic skills and the Iowa 14 tests of educational development in the manner and frequency 15 used by the majority of school districts in this state.

16 (5) The method to be used for resolving conflicts between 17 the school and the school district or the authorities in charge 18 of the school, as appropriate.

19 (6) The admissions procedures and dismissal procedures to20 be employed, including the school's code of student conduct.

(7) The ways by which the school's racial and ethnic balance reflects the community it serves or reflects the racial and ethnic range of other schools located within the boundaries of the school district in which the school is located.

(8) The proposed financial and administrative management of the school including a statement of the areas in which the school will have administrative and fiscal autonomy and, in the case of a deregulated public school, the areas in which the school will follow district school board fiscal and administrative policies.

31 (9) The manner in which the school will be insured, the 32 amounts of coverage, whether the school will be required to 33 have liability insurance and, if so, the terms and conditions 34 of the liability insurance.

35 (10) The qualifications to be required of the teachers.

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1 c. The proposal shall be innovative but consistent with 2 the educational goals adopted by the state board pursuant to 3 section 256.7, subsection 4.

4 4. Eligible students. A deregulated school shall be open 5 to all students residing in the school district's boundaries 6 or within the nonpublic school's attendance boundaries. The 7 deregulated school shall have maximum flexibility to enroll 8 students.

9 5. Requirements. A deregulated public school shall be 10 free of tuition or fees, except those fees normally charged by 11 other public schools. Any deregulated school shall meet all 12 applicable state and local health and safety requirements. 13 6. Discrimination prohibited. A deregulated school 14 shall not discriminate in its student admissions policies or 15 practices on the basis of a student's intellectual or athletic 16 ability, measures of achievement or aptitude, or status as a 17 person with a disability. However, a deregulated school may 18 limit admission to students who are within a particular range 19 of ages or grade levels or on any other basis that would be 20 legal if initiated by a school district.

21 7. Reports.

22 a. The deregulated school shall make an annual progress 23 report to the school district or the authorities in charge of 24 the school, as appropriate, and to the department by a date 25 specified by the department. The report shall contain at least 26 the following information:

27 (1) The school's progress toward achieving the goals28 outlined in its pilot project proposal.

29 (2) The information school districts and accredited 30 nonpublic schools are required to submit pursuant to section 31 256.7, subsection 21, paragraph c.

32 (3) Financial records of the school, including revenues and33 expenditures.

34 (4) Salary and benefit levels of school employees.

35 b. Upon receipt of the annual progress reports submitted

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1 pursuant to paragraph "a", the department shall provide the 2 general assembly with a copy of each report and an analysis and 3 comparison of the overall performance of students, including a 4 comparison of the Iowa test of basic skills and Iowa tests of 5 educational development results for all students in deregulated 6 schools with the results for all public school students 7 enrolled in the same grade levels in the school district in 8 which the deregulated school is located.

9 8. Applicability of statutes.

10 *a.* A deregulated school shall operate in accordance with its 11 pilot project proposal and shall be exempt from statutes and 12 administrative rules otherwise applicable to school districts 13 and accredited nonpublic schools, except those statutes and 14 rules relating to student health, safety, and welfare, or as 15 otherwise required by this section.

16 b. A deregulated public school shall be subject to the 17 following:

18 (1) The open meetings and open records requirements of 19 chapters 21 and 22.

20 (2) The same financial audits, audit procedures, and 21 audit requirements as a school district consistent with the 22 requirements of sections 11.6, 11.14, 11.19, 256.9, subsection 23 19, and section 279.29.

24 (3) The initial background investigation requirements set 25 forth in section 279.13, subsection 1, paragraph b''.

9. Funding. The cost of educating students enrolled in A deregulated public school shall be paid in the same manner as for students enrolled in school districts as provided in section 273.9, and chapters 256B and 257.

30 10. Length of school year. A deregulated school shall 31 provide instruction for at least the number of days required 32 by section 279.10, or the equivalent number of hours, and may 33 provide instruction for a number of days in addition to that 34 required in section 279.10.

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35 11. Facilities. A deregulated school shall utilize

LSB 2069XS (2) 84 kh/rj 1 facilities that comply with the state building code adopted 2 pursuant to section 103A.7 and with the rules adopted for 3 schools by the fire marshal pursuant to section 100.35. 4 12. Repeal. This section is repealed January 1, 2018. 5 EXPLANATION

6 This bill establishes a deregulated schools pilot program 7 to provide selected public and nonpublic schools with greater 8 flexibility. The bill directs the department of education 9 to select from the applications submitted six public and six 10 nonpublic deregulated school pilot projects. The bill exempts 11 the deregulated schools from statutes and administrative 12 rules otherwise applicable to school districts and accredited 13 nonpublic schools, except those relating to student health, 14 safety, and welfare, and, for deregulated public schools, open 15 meetings and records, financial audits, and initial background 16 investigations of new teachers. The pilot projects may 17 continue through the 2016-2017 school year.

18 The bill sets forth the program purposes and the pilot 19 project proposal requirements. The terms and conditions for 20 the operation of a deregulated school must be set forth in the 21 proposal. The bill lists the issues proposals must address and 22 the criteria for approval of the proposals.

A deregulated school must be open to all students residing within the school district or nonpublic school attendance boundaries. It must not discriminate, and in the case of deregulated public schools, shall be free of tuition and fees, except those fees a school district is authorized to charge. A deregulated school may limit admission to students who are within a particular range of ages or grade levels or on any other basis that would be legal if initiated by a school al district.

32 Deregulated schools shall, at a minimum, administer the Iowa 33 test of basic skills (ITBS) and the Iowa tests of educational 34 development (ITED) in the manner and frequency used by the 35 majority of school districts in this state.

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1 The school must make an annual progress report to the 2 school district or the authorities in charge of the school, 3 as appropriate, and to the department of education. Upon 4 receipt of the reports, the department must provide the 5 general assembly with a copy of each report and an analysis and 6 comparison of the overall performance of students, including a 7 comparison of the results of the annual ITBS and ITED results 8 for all students in deregulated schools with the results for 9 all public school students in the same grade in the school 10 district in which the deregulated school is located.

11 The cost of educating students enrolled in a deregulated 12 public school shall be paid in the same manner as for students 13 enrolled in school districts.

14 A deregulated school must provide instruction for at least 15 the statutorily required 180 days, or the equivalent number of 16 hours, and may provide instruction for additional days.

17 A deregulated school must utilize facilities that comply 18 with the state building code and must comply with the rules 19 adopted for schools by the fire marshal.

20 The deregulated schools pilot program is repealed January 21 1, 2018.

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