## HOUSE CONSUMER AND PUBLIC AFFAIRS COMMITTEE SUBSTITUTE FOR HOUSE BILL 978

45TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2001

## AN ACT

RELATING TO THE PUBLIC PEACE, HEALTH, SAFETY AND WELFARE;
PROVIDING FOR ADDITIONAL LOCAL SCHOOL BOARD REQUIREMENTS WHEN
DENYING AN APPLICATION OR RENEWAL OF A CHARTER FOR A CHARTER
SCHOOL; PROVIDING FOR ADDITIONAL LOCAL SCHOOL BOARD
REQUIREMENTS WHEN REVOKING THE CHARTER OF A CHARTER SCHOOL;
PROVIDING FOR ADDITIONAL STATE BOARD CHARTER SCHOOL APPEAL AND
REVIEW PROCEDURES; AMENDING THE 1999 CHARTER SCHOOLS ACT.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

Section 1. Section 22-8B-6 NMSA 1978 (being Laws 1999, Chapter 281, Section 6) is amended to read:

"22-8B-6. CHARTER SCHOOL REQUIREMENTS--APPLICATION PROCESS--AUTHORIZATION.--

A. The local school board shall have the authority

to approve the establishment of a charter school within the local school district in which it is located.

- B. A charter school applicant shall apply to a local school board for a charter. An applicant shall only submit an application in the district in which the school is located. Applications shall be submitted by October 1 to be eligible for consideration for the following school year. The October 1 deadline may be waived upon agreement of the applicant and the local school board.
- C. An application for a start-up school may be made by one or more teachers, parents or community members.
- D. An application for a conversion school shall include a petition of support signed by not less than sixty-five percent of the employees in the school. Additionally, a petition in support of the charter school signed by a majority of the households whose children are enrolled in a proposed conversion school must accompany the application.
- E. The local school board shall receive and review all applications for charter schools. The local school board shall not charge application fees. If the <u>local school</u> board finds the charter school application is incomplete, the <u>local school</u> board shall request the necessary information from the charter applicant.

- 2 -

F. The local school board shall hold at least one

meeting to obtain information and community input to assist the local school board in its decision whether to grant a charter school application. The local school board shall rule on the application for a charter school in a public meeting within sixty days after receiving the application. If not ruled upon within sixty days, the charter application will be automatically reviewed by the state board in accordance with the provisions of Section [7 of the 1999 Charter Schools Act] 22-8B-7 NMSA 1978. The charter applicant and the local school board may, however, jointly waive the deadlines set forth in this section.

- G. If the local school board denies a charter school application or imposes conditions that are unacceptable to the charter applicant, the charter applicant may appeal the decision to the state board pursuant to Section [7 of the 1999 Charter Schools Act] 22-8B-7 NMSA 1978.
- H. If a local school board denies a charter school application, it shall state <u>in writing</u> its reasons for the denial <u>and provide the applicant with the written reasons for the denial within fifteen days of the date that the local school board denied the charter school application. If a local school board grants a charter, it shall send a copy of the approved charter to the department of education within fifteen days after granting the charter."</u>

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Section 2. Section 22-8B-7 NMSA 1978 (being Laws 1999, Chapter 281, Section 7) is amended to read:

"22-8B-7. CHARTER SCHOOL APPLICATION APPEAL--PROCEDURES.-

A. The state board, upon receipt of a notice of appeal or upon its own motion, shall review decisions of any local school board concerning charter schools in accordance with the provisions of this section.

A charter applicant or governing body of a charter school that wishes to appeal a decision of a local school board concerning the denial, nonrenewal or revocation of a charter school or the imposition of conditions that are unacceptable to the charter school or charter school applicant shall provide the state board with a notice of appeal within thirty days after the local school board's decision. charter school applicant or governing body of the charter school bringing the appeal shall limit the grounds of the appeal to the grounds for denial, nonrenewal or revocation specified by the local school board. The notice shall include a brief statement of the reasons the charter school applicant contends the local school board's decision was in error. The appeal and review process shall be as follows:

(1) within sixty days after receipt of the notice of appeal, the state board, at a public hearing that may

be held in the school district in which the proposed charter school has applied for a charter, shall review the decision of the local school board and make its findings. If the state board finds that the local school board's decision was arbitrary and capricious and contrary to the best interests of the students residing in the local school district, the school district or the community, the state board shall remand the decision to the local school board with written instructions for approval of the charter. The instructions shall include specific recommendations concerning approval of the charter. The decision of the state board shall be final and not subject to appeal; and

- (2) within thirty days following the remand of a decision by the state board, the local school board, at a public hearing, shall approve the charter.
- C. The state board, on its own motion, may review a local school board's decision to grant a charter. Within sixty days after the making of a motion to review by the state board, the board, at a public hearing that may be held in the district in which the proposed charter school has applied for a charter, shall review the decision of the local school board and determine whether the decision was arbitrary and capricious or whether the establishment or operation of the proposed charter school would:

1		(1)	vi ol ate	any	federal	or	state 1	aws
2	concerning civil	ri gh	nts;					
3		(2)	vi ol ate	any	court o	rder	·;	
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- (3) threaten the health and safety of students within the school district; or
- (4) violate the provisions of Section [<del>11 of the 1999 Charter Schools Act</del>] <u>22-8B-11 NMSA 1978</u>, prescribing the permissible number of charter schools.
- D. If the state board determines that the charter would violate the provisions set forth in Subsection C of this section, the state board shall remand the decision to the local school board with instructions to deny the charter application. The state board may extend the time lines established in this section for good cause. The decision of the state board shall be final and not subject to appeal."

Section 3. Section 22-8B-12 NMSA 1978 (being Laws 1999, Chapter 281, Section 12) is amended to read:

"22-8B-12. CHARTER SCHOOLS--TERM-RENEWAL OF CHARTER-GROUNDS FOR NONRENEWAL OR REVOCATION.--

A. A charter school may be approved for an initial term of five years. A charter may be renewed for successive periods of five years each. Approvals of less than five years can be agreed to between the charter school and the local school board.

- B. No later than January 1 of the year prior to the year in which the charter expires, the governing body of a charter school may submit a renewal application to the local school board. The local school board shall rule in a public hearing on the renewal application no later than March 1 of the year in which the charter expires, or on a mutually agreed date.
- C. A charter school renewal application submitted to the local school board shall contain:
- (1) a report on the progress of the charter school in achieving the goals, objectives, student performance standards, state board minimum educational standards and other terms of the initial approved charter application, including the accountability requirements set forth in Section 22-1-6 NMSA 1978:
- (2) a financial statement that discloses the costs of administration, instruction and other spending categories for the charter school that is understandable to the general public, that will allow comparison of costs to other schools or comparable organizations and that is in a format required by the state board;
- (3) contents of the charter application set forth in Section [8 of the 1999 Charter Schools Act] 22-8B-8 NMSA 1978;

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(4) a petition in support of the charter
school renewing its charter status signed by not less than
sixty-five percent of the employees in the charter school; and

- (5) a petition in support of the charter school renewing its charter status signed by a majority of the households whose children are enrolled in the charter school.
- D. A charter may be revoked or not renewed by the local school board if the board determines that the charter school did any of the following:
- (1) committed a material violation of any of the conditions, standards or procedures set forth in the charter:
- (2) failed to meet or make substantial progress toward achievement of the state board minimum educational standards or student performance standards identified in the charter application;
- (3) failed to meet generally accepted standards of fiscal management; or
- (4) violated any provision of law from which the charter school was not specifically exempted.
- E. If a local school board revokes or does not renew a charter, the local school board shall state in writing its reasons for the revocation or nonrenewal <u>and provide the</u> charter school with the written reasons within fifteen days of

the date that the local school board revokes or does not renew the charter.

A decision to revoke or not to renew a charter may be appealed by the governing body of the charter school pursuant to Section [7 of the 1999 Charter Schools Act] 22-8B-7 NMSA 1978. "

- 9 -