LC003964

2018 -- H 7407

STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2018

AN ACT

RELATING TO EDUCATION-FUNDING OF CHARTER PUBLIC SCHOOLS

Introduced By: Representatives Serpa, Ackerman, Amore, O'Brien, and Vella-Wilkinson Date Introduced: February 01, 2018

Referred To: House Finance

It is enacted by the General Assembly as follows:

SECTION 1. Section 16-77.1-2 of the General Laws in Chapter 16-77.1 entitled
 "Funding of Charter Public Schools [See Title 16 Chapter 97 - The Rhode Island Board of
 Education Act]" is hereby amended to read as follows:

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<u>16-77.1-2. Operating costs.</u>

5 (a) Operating costs of a charter public school shall be the total of the per pupil payments for each student attending the charter public school. The per pupil payment for each student shall 6 7 be determined based on the per pupil cost for the district of residence of each student. The state's share of the per pupil amount for each student attending the charter public school shall be paid by 8 9 the state directly to the charter public school and shall be the percent, or share ratio, previously 10 calculated under chapter 7 of this title; provided, that in no case shall the ratio be less than thirty 11 percent (30%), minus the five percent (5%) of per pupil cost designated for indirect cost support 12 to the student's school district as defined in subsection (b). The five percent (5%) indirect cost 13 amount shall be deducted from the district per pupil cost before the state share is derived by 14 applying the share ratio to the district per pupil cost. The local share of the per pupil amount for 15 each student attending the charter public school shall be paid to the charter public school by the district of residence of the student and shall be the per pupil cost for the district of residence of 16 17 the student minus the state share of that per pupil cost as designated in this section.

(b) In addition to all state aid to education paid to a local district pursuant to chapter 7.1of this title, the state will pay an additional amount to the district for each student from this

district who is attending a charter public school. The additional amount of state aid per pupil shall
be five percent (5%) of the districts per pupil cost. The additional state aid shall be for the
purpose of assisting local school districts to undertake the indirect costs borne by a district when
its student attends a charter public school.

5 (c) The state department of elementary and secondary education shall annually determine 6 both the state and local share of each charter public school's operating costs by deriving the 7 respective shares associated with each student reported as a member of the charter public school 8 as of June 30 of the reference year as defined in § 16-7-16(11) (or the enrollment as of October 1 9 of the current school year in the first year of operation of a charter school). All other data used in 10 this determination shall be based upon the reference year as defined in § 16-7-16(11).

11 (d) The state shall make payments of its share of operating costs to each charter public 12 school on a quarterly basis in July, October, January, and April. The July and October payments 13 will be based upon the reported student membership of the charter public school as of June 30 of 14 the reference year as defined in § 16-7-16(11) (or the enrollment as of October 1 of the current 15 school year in the first year of operation of a charter school). Charter public schools will report 16 current student enrollment, including district of residence for school purposes of each student 17 enrolled, and each district will report current total district operating expenses and total district 18 enrollments (including district students enrolled in charter public schools) annually by October 1. 19 If the October 1 data on a charter public school's student enrollment show a ten percent (10%) or 20 greater increase or decrease in students from the June membership count, the third and fourth 21 quarter payments to the charter public school will be adjusted to reflect actual student enrollment 22 in the charter public school.

(e) Local district payments to charter public schools for each district's students enrolled in
the charter public school shall also be <u>calculated on a per diem basis on November 15</u>, February
<u>1</u>, April 15, and June 30 of each school year.

26 (1) Charter public schools shall issue an invoice to the sending public school districts

27 only for those resident students who are enrolled at the charter public school during the quarter
28 prior to said date.

29 (2) Such invoices shall include the following:

30 (i) Detail of student enrollment by student name, current residence, attendance and

31 student identification number and any other information reasonably requested by the sending

32 <u>district; and</u>

33 (ii) A certification from the chief executive officer or chief financial officer of the charter

34 public school affirming that all information contained on the invoice is true and accurate.

- (3) Charter public schools shall make all reasonable efforts to prohibit students from
 simultaneously registering at the charter public school and home school district.
- 3 made quarterly as designated in subsection (d); the first local district payment shall be
 4 made by August 15 instead of July. Any local school district more than thirty (30) days in arrears
 5 on a quarterly payment for its student(s) enrolled in a charter public school shall have the amount
 6 of the arrearage deducted from state aid to that district and the withheld arrearage shall be paid by
 7 the state directly to the charter public school.
 8 (f) Local school districts with student(s) enrolled in a charter public school shall continue
- to report these said students in the total census of district public school students and will receive
 state aid for all these students pursuant to the provisions of chapter 7.1 of this title.
- (g) All entitlements except those provided for in § 16-24-6.2 shall be ratably reduced if
 less than one hundred percent (100%) of the expenditures is appropriated.
- 13 (h) For fiscal year 2007, the indirect aid paid to districts pursuant to this section shall
- 14 equal the amount received in the fiscal year 2006 enacted budget by the 2005 general assembly.
- 15 SECTION 2. This act shall take effect upon passage.

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EXPLANATION

BY THE LEGISLATIVE COUNCIL

OF

AN ACT

RELATING TO EDUCATION-FUNDING OF CHARTER PUBLIC SCHOOLS

1 This act would require charter schools to issue a detailed invoice to the public school 2 districts for local aid, only for those resident students who are enrolled at the charter public 3 school during the quarter prior to said date.

4 This act would take effect upon passage.

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