THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1422 Session of 2023

INTRODUCED BY CIRESI, MADDEN, ISAACSON, SMITH-WADE-EL, SCHLOSSBERG, HANBIDGE, WEBSTER, GUENST, SANCHEZ, D. WILLIAMS, HOHENSTEIN, HADDOCK, PROBST, HOWARD, DELLOSO, ADAMS, HILL-EVANS, KAZEEM, MALAGARI, PIELLI, SALISBURY, BURNS, SHUSTERMAN, OTTEN, VITALI, RABB, FRIEL, CURRY, KENYATTA, STURLA, BOROWSKI, O'MARA, BENHAM, FIEDLER, CEPEDA-FREYTIZ, VENKAT, DONAHUE, CERRATO, BRIGGS, KRUEGER, BOYD, SAPPEY, TAKAC AND T. DAVIS, JUNE 22, 2023

AS AMENDED ON SECOND CONSIDERATION, HOUSE OF REPRESENTATIVES, JULY 5, 2023

AN ACT

Amending the act of March 10, 1949 (P.L.30, No.14), entitled "An act relating to the public school system, including certain 2 provisions applicable as well to private and parochial schools; amending, revising, consolidating and changing the laws relating thereto," in preliminary provisions, providing 5 for advertising and sponsorships; in charter schools, further 6 providing for definitions and for funding for charter 7 schools, providing for funding for cyber charter schools, for cyber charter school requirements, for powers and composition 9 of board of trustees and for educational management service 10 providers, further providing for powers and duties of 11 department and for assessment and evaluation, providing for 12 annual reports and public reporting and for fund balance 13 limits, further providing for cyber charter school 14 requirements and prohibitions and for school district and 15 16 intermediate unit responsibilities, providing for access to 17 other schools' facilities, further providing for establishment of cyber charter school, providing for 18 renewals, for charter amendments and for causes for 19 nonrenewal, revocation or termination, further providing for 20 State Charter School Appeal Board review, for cyber charter 21 school application and for enrollment and notification, 22 23 providing for enrollment parameters and for enrollee wellness checks and further providing for applicability of other 24 provisions of this act and of other acts and regulations. 25

The General Assembly of the Commonwealth of Pennsylvania

- 1 hereby enacts as follows:
- 2 Section 1. The act of March 10, 1949 (P.L.30, No.14), known
- 3 as the Public School Code of 1949, is amended by adding a
- 4 section to read:
- 5 <u>Section 130. Advertising and Sponsorships.--(a) A paid</u>
- 6 media advertisement by a public school entity that refers to the
- 7 cost of tuition, technology, transportation or other expenses
- 8 shall not advertise those expenses as free, and any reference to
- 9 <u>tuition</u>, technology, transportation or other expenses must
- 10 indicate that the cost is covered by taxpayer dollars.
- 11 (b) A public school entity shall be prohibited from paying
- 12 for or utilizing any other form of consideration to sponsor a
- 13 public event.
- 14 (c) No later than August 1, 2024, each public school entity
- 15 shall report to the department of education the entity's total
- 16 <u>expenditures for paid media advertisements and sponsorships of</u>
- 17 public events for the 2022-2023 school year. The department
- 18 shall compile the results of the reporting and make the results
- 19 <u>available on the department's publicly accessible Internet</u>
- 20 website by December 1, 2024.
- 21 (d) For purposes of this section, the following words and
- 22 phrases shall have the following meanings:
- 23 "Paid media advertisement." The term includes a television,
- 24 <u>radio, newspaper, magazine or movie theater advertisement,</u>
- 25 billboard, bus poster or Internet-based or other commercial
- 26 method that may promote enrollment in a public school entity.
- 27 <u>"Public event." An activity, event or gathering that members</u>
- 28 of the public may attend, has been publicly announced or
- 29 publicized in advance, and for which an admission fee or cost
- 30 may be required. The term includes concerts, performances,

- 1 sporting events, fairs, festivals, parades, performances and
- 2 other exhibitions. THE TERM SHALL NOT INCLUDE SCHOOL-SPONSORED <--
- 3 ACTIVITIES AS DEFINED IN SECTION 1318.1(J).
- 4 "Public school entity." A public school district, charter
- 5 school entity as defined in section 1703-A, intermediate unit or
- 6 area career and technical school.
- 7 Section 2. Section 1703-A introductory paragraph and the
- 8 definitions of "appeal board," "chief executive officer" and
- 9 "school district of residence" of the act are amended and the
- 10 section is amended by adding definitions to read:
- 11 Section 1703-A. Definitions.--[As used in this article,] The
- 12 <u>following words and phrases when used in this article shall have</u>
- 13 the meanings given to them in this section unless the context
- 14 clearly indicates otherwise:
- 15 "Administrator" shall include the chief administrator of a
- 16 charter school entity and all other employes of a charter school
- 17 entity who by virtue of their positions exercise management or
- 18 operational oversight responsibilities.
- 19 * * *
- 20 "Appeal board" shall mean the State Charter School Appeal
- 21 Board established [by this article] under section 1721-A.
- 22 * * *
- 23 "Charter school entity" shall mean a charter school, regional
- 24 charter school, cyber charter school or multiple charter school
- 25 organization.
- 26 "Charter school foundation" shall mean a nonprofit
- 27 <u>organization qualified as Federally tax exempt under section</u>
- 28 501(c)(3) of the Internal Revenue Code of 1986 (Public Law 99-
- 29 514, 26 U.S.C. § 501(c)(3)), that provides funding or resources
- 30 or otherwise serves to support a charter school entity.

- 1 "Chief [executive officer] administrator" shall mean an
- 2 individual appointed by the board of trustees to oversee and
- 3 manage the operation of [the] a charter school entity, but who
- 4 shall not be deemed a professional staff member under this
- 5 article.
- 6 * * *
- 7 "Compensation" shall include money or other remuneration
- 8 <u>received from a charter school entity.</u>
- 9 * * *
- 10 "Educational management service provider" shall mean a
- 11 <u>nonprofit or for-profit charter management organization</u>,
- 12 <u>education management organization</u>, school design provider,
- 13 <u>business manager or any other entity or individual that enters</u>
- 14 <u>into a contract or agreement with a charter school entity to</u>
- 15 provide instructional, curricular or educational design,
- 16 <u>administrative or business services, comprehensive management or</u>
- 17 personnel functions or to implement the charter. The term shall
- 18 include the subsidiaries or subcontractors of an individual or
- 19 <u>entity</u>. The term shall not include a charter school foundation.
- 20 "Eligible applicant" shall mean a student who is seeking to
- 21 enter a grade level offered by the charter school entity and
- 22 meets the requirements of 22 Pa. Code §§ 11.12 (relating to
- 23 school age), 11.13 (relating to compulsory school age), 11.14
- 24 <u>(relating to admission to kindergarten when provided)</u>, 11.15
- 25 (relating to admission of beginners), 11.16 (relating to early
- 26 admission of beginners) and 12.1 (relating to free education and
- 27 <u>attendance</u>) and student residency requirements.
- 28 "Emergency" shall mean a manmade or natural disaster. The
- 29 term includes a fire, flood, environmental hazard, damage to a
- 30 school building or other circumstance that impacts or could

- 1 <u>impact the health or safety of students or staff or renders all</u>
- 2 or part of a charter school facility unfit for use or
- 3 occupation.
- 4 <u>"Family member" shall mean a parent, stepparent, child,</u>
- 5 stepchild, spouse, domestic partner, brother, sister,
- 6 <u>stepbrother</u>, <u>stepsister</u>, <u>grandparent</u>, <u>grandchild</u>, <u>parent-in-law</u>,
- 7 brother-in-law, sister-in-law, aunt, uncle, or first cousin.
- 8 * * *
- 9 "Multiple charter school organization" shall mean a public,
- 10 nonprofit corporation under the oversight of a single board of
- 11 trustees and a chief administrator that operates two (2) or more
- 12 <u>charter schools under section 1729.1-A.</u>
- 13 "Nonrelated" shall mean an individual who is not a family
- 14 member.
- 15 "Public hearing" shall mean a meeting held pursuant to 65
- 16 Pa.C.S. Ch. 7 (relating to open meetings) where the contemplated
- 17 action is considered and opportunities for the public to comment
- 18 on the contemplated action are provided during the meeting.
- 19 * * *
- "School district of residence" shall mean the school district
- 21 in this Commonwealth in which [the parents or quardians of a
- 22 child reside.] a child resides as determined under section 1302
- 23 and 22 Pa. Code § 11.11(a)(1) (relating to entitlement of
- 24 resident children to attend public schools).
- 25 * * *
- 26 Section 3. Section 1725-A(a) introductory paragraph of the
- 27 act is amended to read:
- 28 Section 1725-A. Funding for Charter Schools.--(a) [Funding]
- 29 Except as provided in section 1725.1-A, funding for a charter
- 30 school shall be provided in the following manner:

- 1 * * *
- 2 Section 4. The act is amended by adding sections to read:
- 3 Section 1725.1-A. Funding for Cyber Charter Schools.--(a)
- 4 Notwithstanding section 1725-A(a)(2) and (3), per-student
- 5 funding amounts for students attending a cyber charter school
- 6 shall be calculated in accordance with this section.
- 7 (b) A cyber charter school may not charge tuition for a
- 8 student attending a cyber charter school. Beginning in the 2024-
- 9 2025 school year, a cyber charter school shall be paid by a
- 10 student's school district of residence using the Statewide Cyber
- 11 Charter School Tuition Rate.
- (c) For the 2024-2025, 2025-2026 and 2026-2027 school years,
- 13 for non-special education students, a cyber charter school shall
- 14 receive for each student enrolled eight thousand dollars
- 15 (\$8,000). This amount shall be the Statewide Cyber Charter
- 16 School Tuition Rate.
- 17 (d) Beginning in the 2027-2028 school year and every three
- 18 (3) years thereafter, the Statewide Cyber Charter School Tuition
- 19 Rate shall be adjusted by the average annual property tax rate
- 20 increase for all school districts for the most recent three (3)
- 21 years. The department shall develop quidelines for determining
- 22 the average annual property tax rate increase.
- 23 (e) On or before April 30, 2027, and by April 30 of each
- 24 third year thereafter, the department shall calculate and post
- 25 on its publicly accessible Internet website the Statewide Cyber
- 26 Charter School Tuition Rate payable by a student's school
- 27 <u>district of residence under subsection (d) for the next school</u> <--

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- 28 year THREE (3) SCHOOL YEARS.
- 29 (f) For special education students, a cyber charter school
- 30 shall receive the Statewide Cyber Charter School Tuition Rate

- 1 adjusted as follows:
- 2 (1) For each special education student enrolled in the cyber
- 3 charter school, multiply the Statewide Cyber Charter School
- 4 <u>Tuition Rate by one and sixty-four hundredths (1.64).</u>
- 5 (2) If the cyber charter school determines that the annual
- 6 <u>expenditure for providing special education specific services</u>
- 7 and programs to an enrolled student is likely to meet or exceed
- 8 the amount specified under section 1372(8) for Category 2, the
- 9 cyber charter school may apply to the department for an increase
- 10 in the Statewide Cyber Charter School Tuition Rate for the
- 11 student.
- 12 (3) If the department determines that the annual expenditure
- 13 for providing special education specific services and programs
- 14 to an enrolled student is likely to meet or exceed the amount
- 15 specified in section 1372(8) for Category 2, the department
- 16 shall direct the school district to pay the Statewide Cyber
- 17 Charter School Tuition Rate for the student adjusted as follows:
- 18 (i) for each special education student enrolled in the cyber
- 19 charter school for which the annual expenditure is in Category
- 20 2, multiply the Statewide Cyber Charter School Tuition Rate by
- 21 three and eight hundredths (3.08); or
- 22 (ii) for each special education student enrolled in the
- 23 cyber charter school for which the annual expenditure is in
- 24 Category 3, multiply the Statewide Cyber Charter School Tuition
- 25 Rate by six and thirty-four hundredths (6.34). For purposes of
- 26 this subparagraph, Category 3 shall include students in
- 27 Categories 3A and 3B under section 1372(8).
- 28 (q) The per-student amounts required under subsection (f)
- 29 shall be calculated by the department and posted on its publicly
- 30 accessible Internet website and shall be paid by the school

- 1 district of residence of each student.
- 2 (h) In accordance with guidelines developed by the
- 3 <u>department, to be eligible to receive funding for special</u>
- 4 <u>education students under subsection (f)(2) and (3), the cyber</u>
- 5 <u>charter school shall provide the department with appropriate</u>
- 6 <u>documentation on the likely annual expenditure for providing an</u>
- 7 education to the student.
- 8 (i) The weights provided under subsection (f) shall be
- 9 <u>updated whenever the weights under section 2509.5(bbb)(2) for</u>
- 10 the respective categories are adjusted for school districts.
- 11 (j) The calculation made under subsection (f) may not result
- 12 in a payment that exceeds the maximum amount within the
- 13 category's dollar range and the calculation under subsection (f)
- 14 (3) (ii) may not result in a payment that exceeds the actual
- 15 <u>annual expenditure of providing an education to the student. If</u>
- 16 the actual annual expenditure of providing special education
- 17 specific services and programs to a student in Category 3 is
- 18 less than the amount the cyber charter school received for the
- 19 student, the cyber charter school shall return to the school
- 20 district of residence any overage the cyber charter school
- 21 received for the student no later than August 1 of each year.
- 22 Section 1740-A. Cyber Charter School Requirements.
- 23 (a) General rule. -- Cyber charter schools shall be required
- 24 to comply with the following provisions:
- 25 (1) Except as otherwise provided in this article, a
- 26 cyber charter school is exempt from statutory requirements
- 27 <u>established in this act, from regulations of the State board</u>
- and the standards of the secretary not specifically
- 29 applicable to cyber charter schools. Cyber charter schools
- are not exempt from statutes applicable to public schools

1	other than this act.
2	(2) A cyber charter school shall be accountable to the
3	parents, guardians, families, the public, the department and
4	the Commonwealth, with the delineation of that accountability
5	reflected in the charter. Strategies for meaningful parent,
6	guardian, family and community involvement shall be developed
7	and implemented by each cyber charter school.
8	(3) A cyber charter school shall not unlawfully
9	discriminate in admissions, hiring or operation.
10	(4) A cyber charter school shall be nonsectarian in all
11	operations.
12	(5) (i) Subject to subparagraph (ii), a cyber charter
13	school shall not provide any religious instruction, nor
14	shall it display religious objects and symbols on the
15	premises of the cyber charter school.
16	(ii) It shall not be a violation of this paragraph
17	for a cyber charter school to utilize a sectarian
18	<pre>facility:</pre>
19	(A) if the cyber charter school provides for
20	discrete separate entrances to buildings utilized for
21	school purposes only;
22	(B) if the religious objects and symbols within
23	the portions of the facility utilized by the cyber
24	charter school are covered or removed; or
25	(C) in which the unused portion of the facility
26	or its common areas contain religious symbols and
27	objects.
28	(6) A cyber charter school shall not advocate unlawful
29	behavior.
30	(7) A cyber charter school shall participate in the

<u>Per</u>	nnsylvania State Assessment System as provided for in 22
Pa.	Code Ch. 4 (relating to academic standards and
ass	sessment), or subsequent regulations promulgated to replace
22	Pa. Code Ch. 4, in the same manner as school districts.
	(8) At the elementary level, a cyber charter school <
sha	all provide a minimum of 180 days of instruction or 900
hot	ers per year of instruction. At the secondary level, a
cyk	per charter school shall provide a minimum of 990 hours per
yea	ar of instruction.
	(8) A CYBER CHARTER SCHOOL SHALL PROVIDE A MINIMUM OF <
180	DAYS OF INSTRUCTION OR 900 HOURS PER YEAR OF INSTRUCTION
<u>AT</u>	THE ELEMENTARY LEVEL OR 990 HOURS PER YEAR OF INSTRUCTION
AT	THE SECONDARY LEVEL.
	(9) Boards of trustees and contractors of cyber charter
sch	nools shall be subject to the following statutory
rec	quirements governing construction projects and
cor	nstruction-related work:
	(i) The following provisions of this act:
	(A) Sections 751 and 751.1.
	(B) Sections 756 and 757 insofar as they are
	consistent with the act of December 20, 1967
	(P.L.869, No.385), known as the Public Works
	Contractors' Bond Law of 1967.
	(ii) Section 1 of the act of May 1, 1913 (P.L.155,
	No.104), entitled "An act regulating the letting of
	certain contracts for the erection, construction, and
	alteration of public buildings."
	(iii) The act of August 11, 1961 (P.L.987, No.442),
	known as the Pennsylvania Prevailing Wage Act.
	(iv) The Public Works Contractors' Bond Law of 1967.

1 (v) The act of March 3, 1978 (P.L.6, No.3), known as
2 the Steel Products Procurement Act.

(10) Trustees of a cyber charter school shall be public officials for the purposes of 65 Pa.C.S. Ch. 11 (relating to ethics standards and financial disclosure), and each trustee shall file a statement of financial interests for the preceding calendar year with the secretary of the board of trustees of the cyber charter school, the State Ethics Commission and the department not later than May 1 of each year that members hold the position and of the year after a member leaves the position. In the event that the trustee was appointed or selected after May 1, the trustee shall file a statement of financial interests in accordance with this clause within 30 days of appointment or selection. All members of the board of trustees of a cyber charter school shall take the oath of office as required under section 321 before entering upon the duties of their office.

(b) Employees.--

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- (1) An administrator for a cyber charter school shall be an employee of the cyber charter school and shall not receive compensation from another charter school entity, from an educational management service provider, from a charter school foundation or from a company that provides management or other services to another charter school entity.
- (2) An administrator for a cyber charter school shall be a public employee under 65 Pa.C.S. Ch. 11 and shall file a statement of financial interest for the preceding calendar year with the secretary of the board of trustees of the cyber charter school not later than May 1 of each year that the

- 1 person holds the position and of the year after the person
- 2 leaves the position. In the event that the administrator was
- 3 appointed after May 1, the administrator shall file a
- 4 <u>statement of financial interest in accordance with this</u>
- 5 <u>clause within 30 days of appointment.</u>
- 6 (3) An administrator of a cyber charter school or family
- 7 <u>member of an administrator may not serve as a voting member</u>
- 8 of the board of trustees of the cyber charter school that
- 9 <u>employs the administrator or of a charter school foundation</u>
- that supports the cyber charter school.
- 11 (4) An administrator of a cyber charter school may not
- 12 <u>participate in the selection, award or administration of a</u>
- 13 <u>contract if the administrator has a conflict of interest as</u>
- the term is defined in 65 Pa.C.S. § 1102 (relating to
- definitions). A contract made in violation of this paragraph
- shall be voidable by the board of trustees of the cyber
- 17 charter school.
- 18 <u>(5) An administrator shall be immediately dismissed upon</u>
- 19 conviction or upon a plea of guilty or nolo contendere for an
- offense graded as a felony, an infamous crime, an offense
- 21 pertaining to fraud, theft or mismanagement of public funds
- 22 or any crime involving moral turpitude.
- 23 (6) Charter school entities CYBER CHARTER SCHOOLS shall <--
- use the revised rating system specified in Article XI
- 25 Subarticle (c.1) to evaluate employees serving as principals
- or school leaders, classroom teachers and nonteaching
- 27 professional employees.
- 28 Section 1740.1-A. Powers and Composition of Board of Trustees.
- 29 (a) General rule.--The board of trustees of a cyber charter
- 30 school shall have the authority to decide matters related to the

- 1 operation of the school, including, but not limited to,
- 2 <u>budgeting</u>, <u>curriculum</u> and <u>operating</u> <u>procedures</u>, <u>subject to the</u>
- 3 school's charter. The board shall have the authority to employ,
- 4 <u>discharge and contract with necessary professional and</u>
- 5 nonprofessional employees subject to the school's charter and
- 6 the provisions of this article.
- 7 (b) Prohibition. -- No member of a local board of school
- 8 <u>directors of a school entity shall serve on the board of</u>
- 9 <u>trustees of a cyber charter school.</u>
- 10 (c) Open meetings. -- The board of trustees shall comply with
- 11 <u>65 Pa.C.S. Ch. 7 (relating to open meetings).</u>
- 12 <u>(d)</u> Board.--
- 13 (1) An individual shall be prohibited from serving as a
- voting member of the board of trustees of a cyber charter
- school under any of the following conditions:
- 16 (i) If the individual or a family member of the
- individual is employed by or receives compensation from
- the cyber charter school.
- 19 <u>(ii) If the individual is employed by either:</u>
- 20 (A) the board of trustees or directors of a
- 21 <u>charter school foundation that supports the cyber</u>
- 22 <u>charter school; or</u>
- 23 (B) the board of trustees or directors of an
- 24 educational management service provider that
- 25 contracts with the cyber charter school.
- 26 (iii) The individual serves as a voting member of
- 27 <u>the board of trustees of another charter school entity.</u>
- 28 (2) A member of the board of trustees of a cyber charter
- 29 <u>school may not participate in the selection, award or</u>
- 30 administration of any contract if the member has a conflict

of interest as the term is defined in 65 Pa.C.S. § 1102
(relating to definitions).

(3) A member of the board of trustees of a cyber charter school who in the discharge of the member's official duties would be required to vote on a matter that would result in a conflict of interest must abstain from voting and follow the procedures required under 65 Pa.C.S. § 1103(j) (relating to restricted activities).

- (4) A member of the board of trustees of a cyber charter school or family member of a member of a board of trustees of a cyber charter school shall not, directly or through any other individual, entity, partnership or corporation in which the member holds stock or has a financial interest or other organization, provide a loan, forbearance or forgiveness of a loan or other debt, service or product or lease property to the cyber charter school.
- (5) A member of the board of trustees of a cyber charter school who violates the provisions of this subsection commits a violation of 65 Pa.C.S. § 1103(a) and shall be subject to the penalties imposed under the jurisdiction of the State Ethics Commission.
- 22 <u>(6) A contract made in violation of this subsection</u>
 23 <u>shall be voidable by a court of competent jurisdiction.</u>
- (e) Compensation.--A member of the board of trustees of a
- 25 cyber charter school shall not be compensated for duties on the
- 26 board of trustees, except that the cyber charter school may
- 27 reimburse the members for reasonable expenses incurred in the
- 28 performance of their duties. A report detailing the reasons for
- 29 and amounts of reimbursements paid to each member of the board
- 30 of trustees shall be made available upon request of any person,

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- 1 including in response to a request under the act of February 14,
- 2 2008 (P.L.6, No.3), known as the Right-to-Know Law.
- 3 (f) Action.--
- 4 (1) A majority of the voting members of the board of
- 5 <u>trustees shall constitute a quorum. If less than a majority</u>
- is present at any meeting, no business may be transacted at
- 7 the meeting but the members present may adjourn to some
- 8 stated time.
- 9 (2) The affirmative vote of a majority of all the voting
- members of the board of trustees, duly recorded, showing how
- 11 <u>each member voted</u>, shall be required in order to take
- 12 <u>official action.</u>
- 13 (g) Composition.--
- 14 (1) The board of trustees of a cyber charter school
- shall consist of a minimum of seven nonrelated voting
- 16 <u>members. If a cyber charter school has fewer than seven</u>
- 17 members serving on its board of trustees on the effective
- date of this subsection, the cyber charter school shall,
- 19 within 60 days, appoint or select additional members to the
- 20 <u>board of trustees to meet the minimum requirements of this</u>
- 21 section.
- 22 (2) Within one year of the effective date of this
- 23 subsection, the board of trustees shall include at least one
- 24 parent or guardian of a student enrolled in the cyber charter
- 25 school. The trustee appointed under this paragraph shall be
- 26 eligible to serve only so long as they have at least one
- 27 child enrolled in the cyber charter school. This subparagraph
- shall not apply to a cyber charter school that serves
- 29 primarily adjudicated youth.
- 30 (3) A member of the board of trustees of a cyber charter

- 1 <u>school shall be automatically disqualified and immediately</u>
- 2 <u>removed from the board of trustees upon conviction or upon a</u>
- 3 <u>plea of guilty or nolo contendere for an offense graded as a</u>
- 4 <u>felony, an infamous crime, an offense pertaining to fraud,</u>
- 5 theft or mismanagement of public funds, any offense
- 6 pertaining to the member's official capacity as a member of
- 7 the board of trustees, an offense listed in section 111(e) or
- 8 any crime involving moral turpitude. A member of the board of
- 9 trustees may also be removed from the board of trustees for
- 10 violation of applicable laws, regulations and terms of the
- charter as well as any standards for board of trustees'
- 12 performance established by the board of trustees.
- 13 (4) In case any vacancy shall occur in any board of
- trustees by reason of death, resignation or otherwise, the
- vacancy shall be filled within 60 days following the vacancy.
- 16 Section 1740.2-A. Educational Management Service Providers.
- 17 (a) General rule. -- An educational management service
- 18 provider that provides a service to a cyber charter school:
- 19 <u>(1) Is a local agency for the purpose of the act of</u>
- February 14, 2008 (P.L.6, No.3), known as the Right-to-Know
- 21 Law.
- 22 (2) Shall maintain a publicly accessible Internet
- 23 <u>website detailing the salaries and other compensation and</u>
- titles of its employees, officers and directors.
- 25 (b) Employees.--Employees of an educational management
- 26 service provider that provides a service to a cyber charter
- 27 <u>school are public employees for the purpose of 65 Pa.C.S. Ch. 11</u>
- 28 (relating to ethics standards and financial disclosure).
- 29 Section 5. Sections 1741-A and 1742-A of the act are amended
- 30 to read:

- 1 Section 1741-A. Powers and duties of department.
- 2 (a) Powers and duties. -- The department shall <u>have all powers</u>
 3 necessary to:
 - (1) Receive, review and act on applications for the creation of a cyber charter school [and have] including, but not limited to, the power to request further information from applicants, obtain input from interested persons or entities and hold public hearings regarding applications. At least one public hearing shall be held prior to granting or denying an application.
 - amend and renew the charter of a cyber charter school. [and renew the charter of a charter school approved under section 1717-A or 1718-A which provides instruction through the Internet or other electronic means. Upon renewal of a charter of a charter school approved under section 1717-A or 1718-A, the charter school shall qualify as a cyber charter school under this subdivision and shall be subject to the provisions of this subdivision.]
 - (3) Revoke or deny renewal of a cyber charter school's charter under the provisions of section [1729-A] 1745.3-A.
 - A(i), when the department has revoked or denied renewal of a charter, the cyber charter school shall be dissolved. After the disposition of the liabilities and obligations of the cyber charter school, any remaining assets of the cyber charter school shall be given over to the intermediate unit in which the cyber charter school's administrative office was located for distribution to the school districts in which the students enrolled in the

1	cyber charter school reside at the time of dissolution.
2	(ii) Notwithstanding any laws to the contrary, the
3	department may, after notice and hearing, take immediate
4	action to revoke a charter if:
5	(A) a material component of the student's
6	education as required under this subdivision is not
7	being provided; or
8	(B) the cyber charter school has failed to
9	maintain the financial ability to provide services as
10	required under this subdivision.]
11	(4) Execute charters after approval.
12	[(5) Develop forms, including the notification form
13	under section 1748-A(b), necessary to carry out the
14	provisions of this subdivision.
15	(b) Hearings[Hearings] <u>Public hearings</u> conducted by the
16	department shall be conducted under 65 Pa.C.S. Ch. 7 (relating
17	to open meetings).
18	(c) DocumentsDocuments of the appeal board shall be
19	subject to the act of [June 21, 1957 (P.L.390, No.212), referred
20	to as the Right-to-Know Law.] February 14, 2008 (P.L.6, No.3),
21	known as the Right-to-Know Law.
22	<u>(d) Form</u>
23	(1) The department shall develop a standard enrollment
24	form in both paper and electronic formats that shall be used
25	by all eligible applicants to apply to a cyber charter
26	school. The standard enrollment form shall only request
27	information necessary to allow the cyber charter school to
28	identify the student, grade level and residency, including:
29	(i) The student's name, address of residence,
30	resident school district, telephone number, age, birth

Τ	date, current grade level and the grade level in which
2	the student is being enrolled. The cyber charter school
3	shall be required to verify the student's residency
4	within the school district of residence.
5	(ii) The name, address of residence and telephone
6	number or e-mail address of the student's parent or
7	guardian.
8	(iii) The date and grade LEVEL IN WHICH the student <
9	will be enrolled.
10	(iv) A space for the cyber charter school to include
11	the name of the cyber charter school and the name,
12	telephone number and email address of a contact person at
13	the cyber charter school.
14	(v) The signature of the parent or guardian and an
15	authorized representative of the cyber charter school.
16	(2) The standard enrollment form shall be made
17	physically available at each cyber charter school location,
18	in a form that complies with Federal and State law, and
L 9	posted on the publicly accessible Internet website of the
20	cyber charter school. A cyber charter school may accept the
21	enrollment form via paper or electronic means.
22	(3) A cyber charter school shall not require or request
23	information beyond the contents of the standard enrollment
24	form developed by the department.
25	(4) Nothing in this subsection shall be construed to
26	prohibit a cyber charter school from requesting the
27	submission of additional records and information that public
28	schools are entitled to receive after a student is accepted
29	for admission to, and has indicated an intent to enroll in,
30	the cyber charter school.

1 [Section 1742-A. Assessment and evaluation.

2 The department shall:

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(1) Annually assess whether each cyber charter school is meeting the goals of its charter and is in compliance with the provisions of the charter and conduct a comprehensive review prior to granting a five-year renewal of the charter.

- (2) Annually review each cyber charter school's performance on the Pennsylvania System of School Assessment test, standardized tests and other performance indicators to ensure compliance with 22 Pa. Code Ch. 4 (relating to academic standards and assessment) or subsequent regulations promulgated to replace 22 Pa. Code Ch. 4.
- 13 (3) Have ongoing access to all records, instructional
 14 materials and student and staff records of each cyber charter
 15 school and to every cyber charter school facility to ensure
 16 the cyber charter school is in compliance with its charter
 17 and this subdivision.]
- 18 Section 6. The act is amended by adding sections to read:
- 19 <u>Section 1742.1-A. Annual Reports and Public Reporting.</u>
- 20 <u>(a) Department duties.--The department shall:</u>
- 21 (1) Annually assess and evaluate whether each cyber

 22 charter school is meeting the goals of its charter. This may

 23 include, but not be limited to, a review of academic

 24 performance, financial management, audit results, governance

 25 and operation, and compliance with state and federal laws and
 - (2) Conduct a comprehensive review prior to granting a renewal of the charter. This may include, but not be limited to, a review of academic performance, financial management, audit results, governance and operation, and compliance with

regulations.

- 1 state and federal laws and regulations.
- 2 (3) Have ongoing access to the records, systems and
- 3 facilities of the cyber charter school and any related
- 4 charter school foundation or educational management service
- 5 provider to facilitate the annual and comprehensive reviews
- 6 required in this subsection and to ensure that the cyber
- 7 <u>charter school is in compliance with its charter and this</u>
- 8 <u>article and that requirements for testing, civil rights and</u>
- 9 <u>student health and safety are being met.</u>
- 10 (b) Report. In order to facilitate the department's review <--
- 11 under subsection (a), each cyber charter school shall submit an
- 12 annual report no later than August 1 of each year to the
- 13 <u>department and all local boards of school directors that have a</u>
- 14 student enrolled in the cyber charter school in the form
- 15 prescribed by the department. A copy of the annual report
- 16 submitted under this subsection, including all exhibits and
- 17 attachments to the report, shall also be maintained at each
- 18 facility of the cyber charter school and be made available for
- 19 public inspection and copying, and shall be posted on the cyber
- 20 charter school's publicly accessible Internet website.
- 21 (B) REPORT.--IN ORDER TO FACILITATE THE DEPARTMENT'S REVIEW <--
- 22 UNDER SUBSECTION (A), EACH CYBER CHARTER SCHOOL SHALL SUBMIT AN
- 23 ANNUAL REPORT NO LATER THAN AUGUST 1 OF EACH YEAR TO THE
- 24 DEPARTMENT AND ALL LOCAL BOARDS OF SCHOOL DIRECTORS THAT HAVE A
- 25 STUDENT ENROLLED IN THE CYBER CHARTER SCHOOL IN THE FORM
- 26 PRESCRIBED BY THE DEPARTMENT. THE FOLLOWING SHALL APPLY TO THE
- 27 REPORT:
- 28 (1) THE ANNUAL REPORT SUBMITTED UNDER THIS SUBSECTION
- 29 SHALL INCLUDE, BUT NOT BE LIMITED TO, THE NUMBER OF STUDENTS
- 30 WHO ENROLL IN THE CYBER CHARTER SCHOOL AND THE NUMBER OF

- 1 THOSE STUDENTS WHO ARE IDENTIFIED BY THE CYBER CHARTER SCHOOL
- 2 AS NEEDING SPECIAL EDUCATION AS WELL AS THE LEVEL OF SERVICES
- 3 BEING PROVIDED TO THE STUDENT.
- 4 (2) A COPY OF THE ANNUAL REPORT SUBMITTED UNDER THIS
- 5 SUBSECTION, INCLUDING ALL EXHIBITS AND ATTACHMENTS TO THE
- 6 REPORT, SHALL ALSO BE MAINTAINED AT EACH FACILITY OF THE
- 7 CYBER CHARTER SCHOOL AND BE MADE AVAILABLE FOR PUBLIC
- 8 <u>INSPECTION AND COPYING AND SHALL BE POSTED ON THE CYBER</u>
- 9 <u>CHARTER SCHOOL'S PUBLICLY ACCESSIBLE INTERNET WEBSITE.</u>
- 10 (c) Compliance. -- Cyber charter schools shall comply fully
- 11 with the requirements of the Family Educational Rights and
- 12 Privacy Act of 1974 (Public Law 90-247, 20 U.S.C. § 1232g) and
- 13 <u>associated regulations in all public reporting.</u>
- 14 (d) Annual audit.--A cyber charter school shall form an
- 15 <u>independent audit committee of its board of trustees members</u>,
- 16 which shall review at the close of each fiscal year a complete
- 17 certified audit of the operations of the cyber charter school.
- 18 The audit shall be conducted by a qualified independent
- 19 certified public accountant. The audit shall be presented at a
- 20 public meeting of the board of trustees. The audit shall be
- 21 conducted under generally accepted audit standards of the
- 22 Governmental Accounting Standards Board and shall at a minimum
- 23 include the following:
- 24 (1) An enrollment audit to verify the accuracy of
- 25 student enrollment, including the enrollment, withdrawal and
- residency of students and the reporting of the enrollment
- 27 <u>information to the department and the school district of</u>
- 28 residence.
- 29 (2) Full review of expense reimbursements for board of
- 30 <u>trustees members and administrators, including sampling of</u>

- 1 all reimbursements.
- 2 (3) Review of internal controls, including review of
- 3 receipts and disbursements.
- 4 (4) Review of annual Federal and State tax filings,
- 5 <u>including the Internal Revenue Service Form 990, Return of</u>
- 6 Organization Exempt from Income Tax and all related schedules
- and appendices for the cyber charter school, the educational
- 8 <u>management service provider and the charter school</u>
- 9 <u>foundation</u>, <u>if applicable</u>.
- 10 (5) Review of the financial statements of any charter
- 11 <u>school foundation.</u>
- 12 (6) Review of the selection and acceptance process of
- 13 <u>all contracts publicly bid pursuant to sections 751 and</u>
- 14 807.1.
- 15 (7) Review of all board policies and procedures with
- regard to internal controls, codes of ethics, conflicts of
- 17 interest, whistle-blower protections; complaints from
- parents, quardians or the public; compliance with 65 Pa.C.S.
- 19 Ch. 7 (relating to open meetings); finances; budgeting;
- 20 audits; public bidding; and bonding.
- 21 (e) Audit.--A cyber charter school may be subject to an
- 22 <u>annual audit by the Auditor General, the department, or any</u>
- 23 other entity granted authority to audit cyber charter schools in
- 24 addition to any other audits required by Federal or State law or
- 25 this act.
- 26 (f) Budget.--
- 27 <u>(1) A cyber charter school shall annually, not later</u>
- than June 30 of each year, adopt and provide the department
- and any school district which has a student enrolled with a
- 30 copy of the annual budget on a form prepared by the

- department, which shall require that the cyber charter school
- 2 provide no more information than that provided by school
- districts pursuant to section 687.
- 4 (2) The cyber charter school shall print or otherwise
- 5 <u>make available for public inspection a copy of the proposed</u>
- 6 annual budget to all persons at least 20 days prior to the
- 7 <u>date set for the adoption of the final budget. A copy of the</u>
- 8 <u>annual budget shall also be posted on the cyber charter</u>
- 9 school's publicly accessible Internet website.
- 10 (3) On the date of adoption of the proposed budget
- 11 required under this subsection, the president or chair of the
- 12 cyber charter school's board of trustees shall certify to the
- department that the proposed budget has been prepared,
- 14 presented and made available for public inspection using the
- uniform form prepared and furnished by the department. The
- certification shall be in a form and manner as required by
- 17 the department. Final action shall not be taken on a proposed
- 18 budget that has not been prepared, presented and made
- 19 <u>available for public inspection using the uniform form</u>
- 20 prepared and furnished by the department.
- 21 (4) The annual budget adopted and submitted under this
- 22 subsection shall not exceed the amount of funds available to
- 23 <u>the cyber charter school.</u>
- 24 (q) Accessibility. -- Notwithstanding any other provision of
- 25 law, a cyber charter school and an affiliated charter school
- 26 foundation shall make copies of the following available upon
- 27 request and on the cyber charter school's or charter school
- 28 foundation's publicly accessible Internet website, if one is
- 29 maintained:
- 30 (1) Annual budgets for the cyber charter school, as

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1	provided for in subsection (f), and charter school foundation
2	for the most recent five school years, as available. A
3	charter school foundation shall include in its annual budget
4	the salaries of all employees of the charter school
5	foundation.
6	(2) Annual Federal and State tax filings, including
7	Internal Revenue Service Form 990, Return of Organization
8	Exempt from Income Tax and all related schedules and
9	appendices for the cyber charter school and charter school
10	foundation for the previous five school years.
11	(3) Certified audits under subsection (d) and any
12	Federal and State audits provided under subsection (e) for
13	the cyber charter school and charter school foundation for
14	the previous five school years, as available.
15	(4) Annual reports filed by the cyber charter school
16	under subsection (b) for the previous five school years, as
17	available.
18	Section 1742.2-A. Fund Balance Limits.
19	(a) LimitationFor the 2024-2025 school year and each
20	school year thereafter a cyber charter school shall not
21	accumulate an unassigned fund balance greater than 10% of its <
22	total budgeted expenditures. THAT EXCEEDS THE FOLLOWING:
23	CYBER CHARTER SCHOOL ESTIMATED ENDING UNASSIGNED FUND
24	TOTAL BUDGETED BALANCE AS PERCENTAGE OF TOTAL
25	<u>EXPENDITURES</u> <u>BUDGETED EXPENDITURES</u>
26	<u>LESS THAN OR EQUAL TO \$11,999,999</u> <u>12%</u>
27	BETWEEN \$12,000,000 AND \$12,999,999 11.5%
28	BETWEEN \$13,000,000 AND \$13,999,999 11%
29	BETWEEN \$14,000,000 AND \$14,999,999 10.5%
30	BETWEEN \$15,000,000 AND \$15,999,999 10%

- 1 BETWEEN \$16,000,000 AND \$16,999,999 9.5%
- 2 <u>BETWEEN \$17,000,000 AND \$17,999,999</u> <u>98</u>
- 3 <u>BETWEEN \$18,000,000 AND \$18,999,999</u> <u>8.5</u>%
- 4 GREATER THAN OR EQUAL TO \$19,000,000 88
- 5 (b) Refund. -- Any unassigned fund balance in place on June
- 6 30, 2024, and on June 30 of each year thereafter in excess of
- 7 the fund balance limit established in subsection (a) shall be
- 8 <u>refunded on a pro rata basis within 90 days to all school</u>
- 9 districts that paid tuition to the cyber charter school in the
- 10 prior school year, based upon the number of students for whom
- 11 <u>each school district paid tuition to the cyber charter school</u>
- 12 <u>multiplied by the Statewide Cyber Charter School Tuition Rate</u>
- 13 <u>under section 1725.1-A.</u>
- 14 (c) Information. -- By October 31, 2024, and by October 31 of
- 15 each year thereafter, each cyber charter school shall provide
- 16 the department and all school districts that paid tuition to the
- 17 cyber charter school in the prior school year with information
- 18 certifying compliance with this section. The information shall
- 19 be provided in a form and manner prescribed by the department
- 20 and shall include information on the cyber charter school's
- 21 estimated ending unassigned fund balance expressed as a dollar
- 22 amount and as a percentage of the cyber charter school's total
- 23 budgeted expenditures for that school year.
- 24 (d) Prohibition. -- Unassigned funds of the cyber charter
- 25 school in excess of the unassigned fund balance limit may not be
- 26 used to pay bonuses to an administrator, a board of trustees
- 27 <u>member, an employee, a staff member or a contractor and may not</u>
- 28 be transferred to a charter school foundation. If a cyber
- 29 <u>charter school uses funds in excess of the unassigned fund</u>
- 30 balance limit to pay bonuses to an administrator, a board of

- 1 trustees member, an employee, a staff member or a contractor or
- 2 transfers the funds to a charter school foundation, the value of
- 3 the bonus payment or fund transfer shall be refunded on a pro
- 4 rata basis to all school districts that paid tuition to the
- 5 cyber charter school in the prior school year, based upon the
- 6 <u>number of students for whom each school district paid tuition to</u>
- 7 the cyber charter school multiplied by the Statewide Cyber
- 8 Charter School Tuition Rate under section 1725.1-A.
- 9 (e) Definition. -- As used in this section, the term
- 10 "unassigned fund balance" shall mean that portion of the fund
- 11 balance of a cyber charter school that is appropriable for
- 12 <u>expenditure or not legally or otherwise segregated for a</u>
- 13 specific or tentative future use, projected for the close of the
- 14 school year for which a cyber charter school's budget was
- 15 adopted and held in the General Fund accounts of the cyber
- 16 charter school.
- 17 Section 7. Sections 1743-A and 1744-A of the act are amended
- 18 to read:
- 19 Section 1743-A. Cyber charter school requirements and
- prohibitions.
- 21 (a) Special financial requirements prohibited. -- A cyber
- 22 charter school shall not:
- 23 (1) provide discounts to a school district or waive
- payments under section [1725-A] 1725.1-A for any student;
- 25 (2) [except as provided for in subsection (e),] provide
- 26 payments or reimbursements to parents or guardians for the
- 27 purchase of instructional materials[; or], for educational or_
- field trips or for any other reason not expressly provided
- 29 for in subsection (e);
- 30 (3) offer or provide parents or quardians or students

- 1 <u>cash, gifts or other incentives having more than a de minimus</u>
- 2 value for enrolling in, attending or considering enrollment
- 3 or attendance in the school; or
- 4 <u>(4)</u> except as compensation for the provision of specific
- 5 services, enter into agreements to provide funds to a school
- 6 entity.
- 7 (b) Enrollment.--A cyber charter school shall report to the
- 8 department an increase or a decrease of 30% or more in its
- 9 anticipated enrollment set forth in the application under
- 10 section [1747-A(11)] $\underline{1747-A(3)}$.
- 11 (c) School district.--A cyber charter school shall make
- 12 available upon request, either in writing or electronically, to
- 13 each student's school district of residence the following:
- 14 (1) A copy of the charter.
- 15 (2) A copy of the cyber charter school application.
- 16 (3) A copy of all annual reports prepared by the cyber
- 17 charter school <u>under this article</u>.
- 18 (4) A list of all students from that school district
- 19 enrolled in the cyber charter school.
- 20 (5) Information required under section 1725.1-A.
- 21 (d) Parent or quardian. -- Upon request and prior to the
- 22 student's first day in a cyber charter school, the cyber charter
- 23 school shall, either in writing or electronically, provide to
- 24 the parent or quardian of a student the following:
- 25 (1) A <u>current</u> list and brief description of the courses
- of instruction the student will receive. The list shall be
- 27 updated annually for each grade level in which the student is
- enrolled.
- 29 (2) A description of the lessons and activities to be
- 30 offered both online and offline.

- 1 (3) The manner in which attendance will be reported and work will be authenticated.
- 3 (4) A list of all standardized tests the student will be 4 required to take during the school year and the place where 5 the test will be administered, if available.
 - (5) The meetings to be held during the school year between a parent or guardian and a teacher and among other school officials or parents or guardians and the manner in which the parent or guardian will be notified of the time and place for the meeting.
 - (6) The address of the cyber charter school and the name, telephone number and e-mail address of the school administrator and other school personnel.
- 14 (7) A list of any extracurricular activities provided by 15 the cyber charter school.
- 16 (8) The names of the student's teachers, if available,
 17 and the manner in which each teacher can be contacted by the
 18 student or the parent or guardian.
 - (9) A list of all services that will be provided to the student by the cyber charter school.
- 21 (10) Copies of policies relating to computer security 22 and privacy, truancy, absences, discipline and withdrawal or 23 expulsion of students.
- 24 (11) Information on:
- 25 (i) The cyber charter school's professional staff, 26 including the number of staff personnel, their education 27 level and experience.
- 28 (ii) The cyber charter school's performance on the 29 PSSA and other standardized test scores.
- 30 (iii) The cyber charter school's graduation rate, if

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1 applicable.

2	(iv) The cyber charter school's designation as a
3	Comprehensive Support and Improvement school, Targeted
4	Support and Improvement School or an Additional Targeted
5	Support and Improvement School under the Every Student
6	Succeeds Act (Public Law 114-95, 129 Stat.1802) or an
7	equivalent building level designation under its successor
8	Federal statute along with a description of the
9	designation, if applicable.

- (12) Information regarding the proper usage of equipment and materials and the process for returning equipment and materials supplied to the students by the cyber charter school. A parent or guardian shall acknowledge, either in writing or electronically, the receipt of this information.
- (13) A description of the school calendar, including, but not limited to, the time frame that will constitute a school year and a school week, holidays and term breaks.
- 18 (e) Students.--For each student enrolled, a cyber charter
 19 school shall:
 - (1) provide all instructional materials, which may include electronic or digital books in place of paper books;
 - (2) provide all equipment, including, but not limited to, a computer, computer monitor and printer, provided that a parent or guardian of an enrolled child may elect not to receive a computer monitor and printer; and
 - (3) provide or reimburse for [all] technology and services necessary for the [on-line] online delivery of the curriculum and instruction. The department shall establish a maximum allowable reimbursement rate for the technology and services required under this paragraph.

- 1 (e.1) The Commonwealth and school district of residence
- 2 shall not be liable for any reimbursement owed to students,
- 3 parents or guardians by a cyber charter school under [paragraph
- 4 (3)] <u>subsection (e)(3)</u>.
- 5 [(f) Annual report.--A cyber charter school shall submit an
- 6 annual report no later than August 1 of each year to the
- 7 department in the form prescribed by the department.
- 8 (g) Records and facilities. -- A cyber charter school shall
- 9 provide the department with ongoing access to all records and
- 10 facilities necessary for the department to assess the cyber
- 11 charter school in accordance with the provisions of this
- 12 subdivision.]
- 13 (h) Offices and facilities. -- A cyber charter school shall
- 14 maintain an administrative office within this Commonwealth where
- 15 all student records shall be maintained at all times and shall
- 16 provide the department with the addresses of all offices and
- 17 facilities of the cyber charter school, the ownership thereof
- 18 and any lease arrangements. The administrative office of the
- 19 cyber charter school shall be considered as the principal place
- 20 of business for service of process for any action brought
- 21 against the cyber charter school or cyber charter school staff
- 22 members. The cyber charter school shall notify the department of
- 23 any changes in this information within [ten] 10 days of the
- 24 change.
- 25 (i) Applicable law. -- Any action taken against the cyber
- 26 charter school, its successors or assigns or its employees,
- 27 including any cyber charter school staff member as defined in
- 28 the act of December 12, 1973 (P.L.397, No.141), known as the
- 29 Professional Educator Discipline Act, shall be governed by the
- 30 laws of this Commonwealth. If the department initiates an

- 1 investigation or pursues an action pursuant to the Professional
- 2 Educator Discipline Act involving any current or former charter
- 3 school staff member outside this Commonwealth, any reasonable
- 4 expenses incurred by the department in such investigation or
- 5 action shall be paid by the cyber charter school which employed
- 6 that staff member at the time of the alleged misconduct.
- 7 (j) Agreements. -- Notwithstanding any other provision of law,
- 8 <u>a cyber charter school may enter into agreements with school</u>
- 9 districts, intermediate units, career and technical centers or
- 10 any other public or private school entities located within this
- 11 Commonwealth for the provision of programs, courses or other
- 12 educational services.
- 13 Section 1744-A. School district and intermediate unit
- 14 responsibilities.
- 15 (a) General rule. -- An intermediate unit or a school district
- 16 in which a student enrolled in a cyber charter school resides
- 17 shall do all of the following:
- 18 (1) Provide the cyber charter school within [ten] 10
- days of receipt of the notice of the admission of the student
- 20 under section 1748-A(a) with all records relating to the
- 21 student, including transcripts, test scores and a copy of any
- 22 individualized education program for that student.
- [(2) Provide the cyber charter school with reasonable
- access to its facilities for the administration of
- standardized tests required under this subdivision.]
- 26 (3) Upon request, provide assistance to the cyber
- 27 charter school in the delivery of services to a student with
- disabilities. The school district or intermediate unit shall
- 29 not charge the cyber charter school more for a service than
- 30 it charges a school district.

- 1 (4) Make payments to the cyber charter school under
- 2 section [1725-A] 1725.1-A.
- 3 (b) Transportation. -- A school district in which a student
- 4 <u>enrolled in a cyber charter school resides shall provide</u>
- 5 <u>transportation to students with an individualized education</u>
- 6 program to the extent required by the individualized education
- 7 program.
- 8 (C) SERVICES.--AN INTERMEDIATE UNIT IN WHICH A STUDENT

<--

- 9 ENROLLED IN A CYBER CHARTER SCHOOL RESIDES MAY NOT REFUSE TO
- 10 PROVIDE ANY SERVICE TO A CYBER CHARTER SCHOOL THAT REQUESTS
- 11 <u>SERVICES FOR A STUDENT.</u>
- 12 Section 8. The act is amended by adding a section to read:
- 13 <u>Section 1744.1-A. Access to other schools' facilities.</u>
- 14 (a) Access. -- A school district, intermediate unit, community
- 15 college under Article XIX-A or institution under Article XX-A
- 16 shall provide a cyber charter school with reasonable access to
- 17 facilities of the school district, intermediate unit, community
- 18 college or institution for the administration of standardized
- 19 testing. The following shall apply:
- 20 (1) The cyber charter school shall provide the school
- 21 district, intermediate unit, community college or institution
- 22 with at least 60 days notice of the need for facilities to be
- 23 used for the administration of standardized tests.
- 24 (2) Within 30 days of the cyber charter school's
- 25 request, the school district, intermediate unit, community
- 26 college or institution shall notify the cyber charter school
- of the location of the facilities that will be provided,
- 28 which shall be a quiet, separate location in which cyber
- 29 charter school students will not be commingled with students
- of the school district, intermediate unit, community college

- 1 <u>or institution.</u>
- 2 (3) The school district, intermediate unit, community
- 3 college or institution shall not be required to make
- 4 <u>facilities available to a cyber charter school on dates and</u>
- 5 <u>at times that may cause undue interference with the</u>
- 6 <u>educational programs or assessment schedule of the school</u>
- 7 <u>district, intermediate unit, community college or</u>
- 8 institution.
- 9 (4) Any rental fee for the facilities charged to the
- 10 cyber charter school and the payment of the fee shall be in
- 11 compliance with the rental policy of the school district,
- 12 <u>intermediate unit, community college or institution that</u>
- 13 <u>applies generally to other organizations and community</u>
- 14 groups.
- 15 (b) Computers or other devices. -- Nothing in this section
- 16 <u>shall require a school district, intermediate unit, community</u>
- 17 college or institution to provide a cyber charter school with
- 18 computers or any other devices which will be used by students to
- 19 take standardized tests.
- 20 Section 9. Section 1745-A of the act is amended to read:
- 21 Section 1745-A. Establishment of cyber charter school.
- 22 (a) Establishment.--A cyber charter school may be
- 23 established by an individual; one or more teachers who will
- 24 teach at the proposed cyber charter school; parents or quardians
- 25 of students who will enroll in the cyber charter school; a
- 26 nonsectarian college, university or museum located in this
- 27 Commonwealth; a nonsectarian corporation not-for-profit as
- 28 defined in 15 Pa.C.S. § 5103 (relating to definitions); a
- 29 corporation, association or partnership; or any combination of
- 30 the foregoing. Section 1327.1 shall not apply to a cyber charter

- 1 school established under this subdivision.
- 2 (b) Sectarian entities. -- No cyber charter school shall be
- 3 established or funded by and no charter shall be granted to a
- 4 sectarian school, institution or other entity.
- 5 (c) Attendance. Attendance at a cyber charter school shall
- 6 (C) ATTENDANCE.--
- 7 (1) ATTENDANCE AT A CYBER CHARTER SCHOOL SHALL satisfy
- 8 requirements for compulsory attendance.
- 9 (2) ON A FORM DEVELOPED BY THE DEPARTMENT AND BEGINNING <--
- 10 IN THE 2023-2024 SCHOOL YEAR, A CYBER CHARTER SCHOOL SHALL
- 11 REPORT, ON A WEEKLY BASIS, THE ATTENDANCE OF EACH STUDENT FOR
- 12 THE PRECEDING WEEK TO THE SCHOOL DISTRICT OF RESIDENCE.
- 13 (d) Application. -- An application to establish a cyber
- 14 charter school shall be submitted to the department by October 1
- 15 of the school year preceding the school year in which the cyber
- 16 charter school proposes to commence operation.
- 17 (e) Grant or denial. -- Within 120 days of receipt of an
- 18 application, the department shall grant or deny the application.
- 19 The department shall review the application and shall hold at
- 20 least one public hearing [under 65 Pa.C.S. Ch. 7 (relating to
- 21 open meetings)]. At least 30 days prior to the hearing, the
- 22 department shall publish in the Pennsylvania Bulletin and on the
- 23 department's [World Wide Web site] <u>publicly accessible Internet</u>_
- 24 website notice of the hearing and the purpose of the
- 25 application.
- 26 (f) Evaluation criteria.--
- 27 (1) A cyber charter school application submitted under
- this subdivision shall be evaluated by the department based
- 29 on the following criteria:
- 30 (i) The demonstrated, sustainable support for the

- cyber charter school plan by teachers, parents or quardians and students.
 - (ii) The capability of the cyber charter school applicant, in terms of support and planning, to provide comprehensive learning experiences to students under the charter.
 - (iii) The extent to which the programs outlined in the application will enable students to meet the academic standards under 22 Pa. Code Ch. 4 (relating to academic standards and assessment) or subsequent regulations promulgated to replace 22 Pa. Code Ch. 4.
 - (iv) The extent to which the application meets the requirements of section 1747-A.
 - (v) The extent to which the cyber charter school may serve as a model for other public schools, including other cyber charter schools.
 - (2) Written notice of the action of the department shall be sent by certified mail to the applicant and published on the department's [World Wide Web site] <u>publicly accessible</u>

 <u>Internet website</u>. If the application is denied, the reasons for denial, including a description of deficiencies in the application, shall be clearly stated in the notice.
 - (3) Upon approval of a cyber charter school application, a written charter shall be developed which shall contain the provisions of the charter application and be signed by the secretary and each member of the board of trustees of the cyber charter school. The charter, when duly signed, shall act as legal authorization of the establishment of a cyber charter school. The charter shall be legally binding on the department, the cyber charter school and its board of

- 1 trustees. The charter shall be for a period of no less than
- 2 three years nor more than five years and may be renewed for a
- 3 period of five years by the department.
- 4 (4) The decision of the department to deny an
- 5 application may be appealed to the appeal board.
- 6 (g) Denied application. -- A cyber charter school applicant
- 7 may revise and resubmit a denied application to the department.
- 8 The department shall grant or deny the revised application
- 9 within 60 days after its receipt.
- 10 (h) Appeal.--If the department fails to hold the required
- 11 public hearing or [to approve or disapprove] denies the
- 12 [charter] application, the applicant may file its application as
- 13 an appeal to the appeal board <u>pursuant to section 1746-A</u>. The
- 14 appeal board shall provide notice of the appeal to the
- 15 <u>department and may allow the department to be heard on the</u>
- 16 application. If the department fails to respond within 30 days,
- 17 the appeal board shall review the application and make a
- 18 decision to approve or disapprove the charter based on the
- 19 criteria in subsection (f). An appeal must be filed no later
- 20 than 30 days following the date by which the department was
- 21 required to act on the application in accordance with subsection
- 22 (e) or (g), as applicable, or the date of mailing of the written
- 23 notice issued under subsection (f)(2).
- 24 Section 10. The act is amended by adding sections to read:
- 25 Section 1745.1-A. Renewals.
- 26 <u>(a) General rule.--A cyber charter school shall submit a</u>
- 27 renewal application as provided under section 1747-A(b) with the
- 28 <u>department by October 1 of the final year of the charter.</u>
- 29 (b) Action. -- The department shall, no later than 120 days
- 30 after receipt of a complete renewal application, act to renew or

- 1 not renew the charter. The department may, in its sole
- 2 <u>discretion</u>, hold a public hearing to discuss the renewal.
- 3 (c) Extension. -- A renewal shall serve as a requirement for
- 4 the department to extend the charter pursuant to 1745-A(f)(3).
- 5 (d) Renewal. -- Failure to adhere to subsection (b) shall
- 6 result in the charter being renewed in accordance with section
- 7 1745-A(f)(3).
- 8 (e) Appeal. -- Unless otherwise provided in this article, a
- 9 <u>cyber charter school that appeals a nonrenewal may continue</u>
- 10 operating based on the terms and conditions contained in the
- 11 most recent charter pending the decision of the appeal board.
- 12 Section 1745.2-A. Charter amendments.
- (a) Filing. -- Subject to subsections (b) and (c), a cyber
- 14 charter school may request amendments to its charter by filing
- 15 <u>an amendment application describing the requested amendment with</u>
- 16 the department no later than October 15 of the school year prior
- 17 to the school year in which the amendment would take effect.
- 18 Approval from the department shall only be required for changes
- 19 to one or more material terms of a written charter.
- 20 (b) Emergency. -- Notwithstanding the notice requirements of
- 21 subsection (a), in the event of an emergency, the cyber charter
- 22 school shall immediately notify the department of the necessity
- 23 for an emergency amendment, which shall be effective immediately
- 24 <u>as a temporary amendment pending completion of the processes set</u>
- 25 forth in this section.
- 26 (c) Time. -- A cyber charter school may not seek an amendment
- 27 during the first and OR final year of the charter term. A cyber <--
- 28 charter school seeking an amendment during the final year of the
- 29 charter term shall submit the amendment application along with
- 30 the renewal application under section 1745.1.

- 1 (d) Form. -- The department shall create a model amendment
- 2 application form for a cyber charter school seeking to amend its
- 3 approved written charter agreement. The form shall be
- 4 <u>transmitted to the Legislative Reference Bureau for publication</u>
- 5 <u>in the next available issue of the Pennsylvania Bulletin.</u>
- 6 <u>published in the Pennsylvania Bulletin and posted on the</u>
- 7 <u>department's publicly accessible Internet website.</u>
- 8 (1) The model amendment application shall include the
- 9 <u>following information:</u>
- 10 (i) The name of the cyber charter school.
- 11 <u>(ii) The name and contact information for the chief</u>
- 12 <u>administrator and board of trustees president or</u>
- chairperson.
- 14 (iii) The physical location of the cyber charter
- school, the ownership of the cyber charter school and any
- 16 <u>lease arrangements.</u>
- 17 (iv) The amendments being requested to the approved
- 18 written charter agreement and the reason for requesting
- the amendments.
- 20 (v) Evidence of the board of trustees vote to
- 21 approve seeking an amendment.
- 22 (2) The department shall review the model application
- and renewal application forms at least every three years with
- feedback and input from stakeholders and revise the
- application forms as needed.
- 26 (e) Changes.--Nothing in this section shall prevent the
- 27 <u>department from supplementing the established model applications</u>
- 28 or requiring additional information as permitted by this act
- 29 necessary to evaluate the application.
- 30 (f) Posting. -- Pursuant to subsection (d), the department

- 1 shall post the model application and renewal application on its
- 2 publicly accessible Internet website no later than August 1,
- 3 2023.
- 4 (g) Use. -- The model application forms developed under this
- 5 <u>section shall be used by charter school entities beginning in</u>
- 6 <u>the 2024-2025 school year.</u>
- 7 (h) Hearing. -- Within 60 days of receipt by the department of
- 8 <u>an amendment application, the department shall hold a public</u>
- 9 <u>hearing on the provisions of the charter amendment request.</u>
- 10 (i) Action. -- Within 180 days of the receipt by the
- 11 <u>department of the charter amendment request, the department</u>
- 12 shall grant or deny the request. Written notice of the
- 13 <u>department's action shall be sent to the cyber charter school.</u>
- 14 (j) Approval. -- If the amendment request is granted, the
- 15 cyber charter school's written charter shall be supplemented or
- 16 <u>amended</u>, as appropriate, to contain the provisions of the
- 17 amendment request, and the amended charter shall be signed by
- 18 the department and the president or chairperson of the cyber
- 19 charter school's board of trustees. The amended charter, when
- 20 duly signed, shall act as legal authorization of the operation
- 21 of the cyber charter school in accordance with the amended
- 22 charter. The amended charter shall be legally binding on the
- 23 department and the cyber charter school and its board of
- 24 trustees and shall be effective for the remainder of the term of
- 25 the charter.
- 26 (k) Denial.--If the amendment request is denied, the reasons
- 27 for the denial, including a description of deficiencies in the
- 28 amendment request, shall be clearly stated in the written notice
- 29 <u>sent by the department to the cyber charter school. The denial</u>
- 30 of an amendment pursuant to this section may be appealed to the

- 1 appeal board in accordance with section 1746-A. The decision to
- 2 deny the request shall not preclude the cyber charter school
- 3 from revising and resubmitting a request for a charter amendment
- 4 in the future in accordance with the procedures specified in
- 5 this section to address any deficiencies in the previous request
- 6 <u>as identified by the department in its written notice denying</u>
- 7 the amendment request.
- 8 (1) Request. -- Notwithstanding subsection (a), a cyber
- 9 charter school may request amendments to its approved written
- 10 charter at the time of renewal. Charter amendment requests made
- 11 at the time of renewal shall be considered distinct requests
- 12 that shall be subject to independent approval or denial by the
- 13 <u>department</u>, in accordance with the provisions of this section.
- 14 (m) Definitions.--As used in this section, the following
- 15 words and phrases shall have the meanings given to them in this
- 16 subsection unless the context clearly indicates otherwise:
- 17 "Material term." The following:
- 18 (1) Changing the name of the cyber charter school.
- 19 <u>(2) Change in building location or addition of a new</u>
- 20 facility.
- 21 (3) Change in educational management service provider.
- 22 <u>(4) Change to curriculum provider.</u>
- 23 (5) Change to mission or educational goals of the cyber
- charter school.
- 25 <u>(6) Change to grade levels served other than those</u>
- included in the approved charter application even if those
- 27 <u>grades are not currently implemented.</u>
- 28 (7) Enrollment expansion based on the maximum authorized
- 29 enrollment for the term of the charter.
- 30 Section 1745.3-A. Causes for Nonrenewal, Revocation or

Τ	Termination.	
2	(a) Revocation or nonrenewal During the term of the	
3	charter or at the end of the term of the charter, the department	
4	may choose to revoke or not to renew the charter based on any of	_
5	the following:	
6	(1) One or more material violations of any of the	
7	conditions, standards or procedures contained in the written	
8	charter signed pursuant to section 1745-A.	
9	(2) (i) failure FAILURE to meet the requirements for	<
10	student performance set forth in 22 Pa. Code Ch. 4 (relating	
11	to academic standards and assessment) or subsequent	
12	regulations promulgated to replace 22 Pa. Code Ch. 4+.	<
13	(ii) failure (3) FAILURE to meet any performance	<
14	targets set forth in the written charter signed pursuant to	
15	section 1745-A; or.	<
16	(iii) designation as a Comprehensive Support and	<
17	Improvement, Targeted Support and Improvement, or	
18	Additional Targeted Support and Improvement school under	
19	the Every Student Succeeds Act (Public Law 114-95, 129	
20	Stat. 1802) or an equivalent building level designation	
21	under its successor Federal statute.	
22	(4) DESIGNATION BY THE DEPARTMENT AS A COMPREHENSIVE	<
23	SUPPORT AND IMPROVEMENT SCHOOL AT LEAST TWO TIMES UNDER THE	
24	EVERY STUDENT SUCCEEDS ACT (PUBLIC LAW 114-95, 129 STAT.	
25	1802) OR AN EQUIVALENT BUILDING LEVEL DESIGNATION UNDER ITS	
26	SUCCESSOR FEDERAL STATUTE.	
27	(3) (5) Failure to meet generally accepted standards of	<
28	fiscal management or audit requirements.	
29	(4) (6) Violation of a provision of this article.	<
30	(5) (7) Violation of a provision of law from which the	<

1	charter school has not been exempted, including Federal laws
2	and regulations governing children with disabilities.
3	(6) (8) The cyber charter school has been convicted of
4	or entered a plea of guilty or nolo contendere to a charge
5	involving fraud.
6	(7) (9) Failure of the cyber charter school or an
7	administrator or member of the board of trustees of the cyber
8	<pre>charter school to comply with:</pre>
9	(i) 65 Pa.C.S. Ch. 7 (relating to open meetings);
10	(ii) 65 Pa.C.S. Ch. 11 (relating to ethics standards
11	and financial disclosure) or any other conflict of
12	interest prohibition in this article; or
13	(iii) the act of February 14, 2008 (P.L.6, No.3),
14	known as the Right-to-Know Law.
15	(8) (10) Failure to timely comply with auditing
16	requirements from which the cyber charter school has not been
17	<pre>exempted.</pre>
18	(9) (11) Failure to timely comply with reporting <
19	requirements from which it has not been exempted, including
20	the submission of an annual budget required by section
21	1742.1-A(g), an annual financial report required by section
22	218 and the annual report required by section 1742.1-A(b).
23	(10) (12) Failure to provide ongoing access to the
24	records and facilities of the cyber charter school as
25	required by section 1742.1-A(a)(3).
26	(11) (13) A reason to revoke or not renew a charter as <
27	provided in regulations promulgated by the department.
28	(b) Notice A notice of revocation or nonrenewal of a
29	charter shall be in writing and state the grounds for the action
30	with reasonable specificity and give reasonable notice to the

- 1 board of trustees of the cyber charter school of the date on
- 2 which a public hearing concerning the revocation or nonrenewal
- 3 will be held. The department shall conduct the hearing, present
- 4 <u>evidence in support of the grounds for revocation or nonrenewal</u>
- 5 stated in its notice and give the cyber charter school
- 6 reasonable opportunity to offer testimony before taking final
- 7 <u>action</u>. Formal action revoking or not renewing a charter shall
- 8 <u>be taken by the department at a public meeting pursuant to 65</u>
- 9 Pa.C.S. Ch. 7 (relating to open meetings) after the public has
- 10 had 30 days to provide comments to the board. Within 60 days
- 11 <u>following the public meeting in which formal action is taken,</u>
- 12 the decision of the department revoking or not renewing a
- 13 <u>charter shall be provided to the cyber charter school in</u>
- 14 writing. Proceedings of the department pursuant to this
- 15 subsection shall be subject to 2 Pa.C.S. Ch. 5 Subch. A
- 16 <u>(relating to practice and procedure of Commonwealth agencies).</u>
- 17 Except as provided in subsection (c), the decision of the
- 18 department shall not be subject to 2 Pa.C.S. Ch. 7 Subch. A
- 19 (relating to judicial review of Commonwealth agency action).
- 20 (c) Appeal. -- A cyber charter school may appeal the decision
- 21 of the department to revoke or not renew the charter to the
- 22 appeal board. The appeal must be filed with the appeal board no
- 23 <u>later than 60 days following issuance by the department of its</u>
- 24 written decision under subsection (b). The appeal board shall
- 25 have the exclusive review of a decision not to renew or revoke a
- 26 charter. The appeal board shall review the record and shall have
- 27 the discretion to supplement the record if the supplemental_
- 28 information was previously unavailable. The appeal board may
- 29 consider the charter school plan, annual reports, and student
- 30 performance in addition to the record. The appeal board shall

- 1 determine whether the department's decision was arbitrary and
- 2 capricious and specifically articulate its reasons for its
- 3 <u>findings in a written decision.</u>
- 4 (d) Effect. -- Except as provided in subsection (e), the
- 5 charter shall remain in effect until final disposition by the
- 6 appeal board. If the appeal board upholds a determination of the
- 7 <u>department that the charter should be revoked or not renewed</u>,
- 8 the charter shall remain in effect until the end of the school
- 9 year or such other time as the appeal board directs.
- 10 (e) Immediate action. -- Notwithstanding any other law, the
- 11 <u>department may</u>, after notice and hearing, take immediate action
- 12 to revoke a charter if any of the following apply:
- 13 <u>(1) A material component of the student's education as</u>
- 14 <u>required under this subdivision is not being provided.</u>
- 15 (2) The cyber charter school has failed to maintain the
- financial ability to provide services as required under this
- 17 subdivision.
- 18 (3) The health or safety of the cyber charter school's
- 19 <u>pupils, staff or both is at serious risk.</u>
- 20 (f) Dissolution. -- If a charter is revoked, not renewed,
- 21 forfeited, surrendered or otherwise ceases to operate, the cyber
- 22 charter school shall be dissolved. After the disposition of any
- 23 <u>liabilities and obligations of the cyber charter school, any</u>
- 24 remaining assets of the cyber charter school, both real and
- 25 personal, shall be distributed on a proportional basis to the
- 26 school entities with students enrolled in the cyber charter
- 27 school for the last full or partial school year of the cyber
- 28 charter school. A school entity or the Commonwealth may not be
- 29 liable for any outstanding liabilities or obligations of the
- 30 cyber charter school.

- 1 (q) Enrollment.--If a charter is revoked or is not renewed,
- 2 <u>a student who attended the cyber charter school shall be</u>
- 3 enrolled in another public school or another school or program
- 4 which legally fulfills the compulsory school attendance
- 5 requirements of this act. The normal application deadlines for
- 6 the school or program shall not apply if a charter is revoked or
- 7 <u>is not renewed. Student records maintained by the cyber charter</u>
- 8 school shall be forwarded to the student's new school within 10
- 9 days.
- 10 Section 11. Sections 1746-A, 1747-A and 1748-A of the act
- 11 are amended to read:
- 12 Section 1746-A. State Charter School Appeal Board review.
- 13 (a) Jurisdiction. -- The appeal board shall have the exclusive
- 14 review of an appeal by a cyber charter school applicant or by
- 15 the board of trustees of a cyber charter school on the decisions
- 16 of the department, including:
- 17 (1) The denial of an application for a charter.
- 18 (2) The denial of a renewal of a charter.
- 19 (3) The revocation of a charter.
- 20 (4) An appeal under section 1745-A(h).
- 21 (5) The denial of an amendment application.
- 22 (b) Procedure. -- The appeal board shall:
- 23 (1) Review the decision made by the department under
- subsection (a) on the record as certified by the department.
- 25 The secretary shall recuse himself from all cyber charter
- 26 school appeals and shall not participate in a hearing,
- 27 deliberation or vote on a cyber charter school appeal. The
- appeal board may allow the department, the cyber charter
- 29 school applicant or the board of trustees of a cyber charter
- 30 school to supplement the record if the supplemental

1 information was previously unavailable.

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- (2) Meet to officially review the certified record no later than 30 days after the date of filing the appeal.
 - (3) Issue a written decision affirming or denying the appeal no later than 60 days following its review.
 - (4) In the case of a decision by the department to deny a cyber charter application, make its decision based on section 1745-A(f)(1). A decision by the appeal board to reverse the decision of the department and grant a charter shall serve as a requirement for the secretary to sign the written charter of the cyber charter school.
- 12 In the case of a decision by the department to (5) 13 revoke or deny renewal of a cyber school charter in 14 accordance with section 1741-A(a)(3), make its decision based on section [1729-A(a)] 1745.3(a). A decision of the appeal 15 16 board to reverse the decision of the department to not revoke 17 or deny renewal of a charter shall serve as a requirement of 18 the department to not revoke or to not deny renewal of the 19 charter of the cyber charter school. The appeal board shall_ 20 specify its findings in a written decision. If the appeal 21 board determines that the charter should be revoked or not 22 renewed, the charter shall remain in effect until the end of 23 the school year or another time as the appeal board directs.
- 24 (c) Stay.--If the department appeals the decision of the 25 appeal board, the appeal board's decision shall be stayed only 26 upon order of the appeal board, the Commonwealth Court or the 27 Pennsylvania Supreme Court.
- 28 (d) Review.--All decisions of the appeal board shall be 29 subject to appellate review by the Commonwealth Court.
- 30 Section 1747-A. Cyber charter school application.

1	[In addition to the provisions of section 1719-A, an
2	application to establish a cyber charter school shall also
3	include the following:
4	(1) The curriculum to be offered and how it meets the
5	requirements of 22 Pa. Code Ch. 4 (relating to academic
6	standards and assessment) or subsequent regulations
7	promulgated to replace 22 Pa. Code Ch. 4.
8	(2) The number of courses required for elementary and
9	secondary students.]
10	(a) Application form The department shall create and
11	publish a model application form, in electronic format, that an
12	applicant seeking to establish a cyber charter school shall, at
13	a minimum, complete as part of its application. The model
14	application form shall be transmitted to the Legislative
15	Reference Bureau for publication in the next available issue of
16	the Pennsylvania Bulletin and posted on the department's
17	publicly accessible Internet website. The model application form
18	shall include all of the following information:
19	(1) The identification of and contact information for
20	the applicant.
21	(2) The name of the proposed charter school entity which
22	must include the words "cyber charter school" in the name.
23	(3) The grade or age levels served by the cyber charter
24	school and the anticipated enrollment levels during each
25	school year of the proposed charter, including expected
26	increases due to the addition of grade levels.
27	(4) The proposed governance structure of the cyber
28	charter school, including a clear description of the method
29	for the appointment or selection of members of the board of

trustees, a copy of the articles of incorporation filed with

Τ	the Department of State, a copy of the by-laws, operating
2	agreement or equivalent document adopted by the applicant for
3	the general governance of the cyber charter school; and an
4	organization chart clearly presenting the proposed governance
5	structure of the cyber charter school, including lines of
6	authority and reporting between the board of trustees,
7	administrators, staff and any educational management service
8	provider that will provide services to the cyber charter
9	school.
L O	(5) A clear description of the roles and
1	responsibilities of the board of trustees, administrators and
2	any other entities, including a charter school foundation and
13	any educational management service provider that will provide
4	educational management services to the cyber charter school,
15	shown in the organization chart.
L 6	(6) Standards for board of trustees' performance,
_7	including compliance with applicable laws, regulations and
_8	terms of the charter.
_9	(7) If the cyber charter school intends to contract with
20	an educational management service provider for services, the
21	cyber charter school shall provide all of the following:
22	(i) Evidence of the educational management service
23	provider's record, including its record in the schools
24	where the provider provides or has provided services, in
25	serving student populations, including demonstrated
26	academic achievement and growth and demonstrated
27	management of nonacademic school functions, including
28	proficiency with public school-based accounting, if
29	applicable.
30	(ii) Evidence that that the board of trustees has

Τ	reviewed each service to be provided and determined,
2	through competitive bidding or at least three (3) quotes
3	for professional services, that each service to be
4	provided by the educational management service provider
5	is provided at fair market value.
6	(iii) The complete proposed contract or agreement
7	between the cyber charter school and the educational
8	management service provider stating all of the following:
9	(A) The officers, chief administrator and
10	administrators of the educational management service
11	provider.
12	(B) The proposed duration of the service
13	contract or agreement. The service contract or
14	agreement shall provide for the following:
15	(I) An educational management service
16	provider may not terminate the contract or
17	agreement without providing at least six (6)
18	months' notice to the cyber charter school unless
19	expressly agreed to by the board of trustees of
20	the cyber charter school.
21	(II) An agreement or contract shall
22	terminate upon closure of the cyber charter
23	school unless the board of trustees of the cyber
24	charter school and the educational management
25	service provider agree in writing that the
26	educational service provider will provide
27	services related to the dissolution of the cyber
28	<pre>charter school.</pre>
29	(C) Roles and responsibilities of the board of
30	trustees, the cyber charter school staff and the

1	educational management service provider. The board of
2	trustees shall retain ultimate and actual authority
3	for the operation of the school, and the school shall
4	be independent of the educational management service
5	provider.
6	(D) The scope of services, personnel and
7	resources to be provided by the educational
8	management service provider, which shall meet the
9	<pre>following requirements:</pre>
10	(I) Each service provided by the educational
11	management service provider and the cost for the
12	service shall be separately identified and
13	invoiced or billed separately.
14	(II) Each service provided by the
15	educational management service provider shall be
16	severable so that the board of trustees of the
17	cyber charter school may terminate or make
18	revisions to one service without termination or
19	revision by the educational management service
20	provider of any other service, except by express
21	agreement of the board of trustees of the cyber
22	<pre>charter school.</pre>
23	(III) An educational management service
24	provider may not provide business services to the
25	cyber charter school if it is also providing
26	other services to the cyber charter school under
27	the contract or agreement unless the board of
28	trustees has established procedures to ensure
29	that individual payments to the educational
30	management service provider are reviewed and

Τ	<u>authorized by an administrator of the cyber</u>
2	charter school and the board of trustees of the
3	cyber charter school.
4	(E) Performance evaluation measures and
5	timelines.
6	(F) The compensation structure, including clear
7	identification of fees to be paid to the educational
8	management service provider. The educational
9	management service provider shall not charge a
10	percentage or contingency fee for services.
11	(G) Methods of oversight and enforcement of the
12	contract or agreement.
13	(H) Investment disclosure or the advance of any
14	monies by the educational management service provider
15	on behalf of the cyber charter school with clear
16	repayment terms.
17	(I) Conditions for renewal and termination of
18	the contract or agreement.
19	(iv) Disclosure and explanation of any existing or
20	potential conflicts of interest between the members of
21	the board of trustees of the cyber charter school or
22	members of the board of trustees or directors of the
23	charter school foundation and the proposed educational
24	management service provider or any affiliated entities,
25	including a charter school foundation qualified as a
26	support organization under the Internal Revenue Code of
27	1986 (Public Law 99-514, 26 U.S.C. § 1 et seq.).
28	(v) A contract with an educational management
29	service provider may not be executed until the charter
30	agreement is signed pursuant to section 1745-A(f)(3).

1	(8) The mission and education goals of the cyber charter
2	school, the curriculum to be offered that complies with 22
3	Pa. Code Ch. 4 (relating to academic standards and
4	assessments) and the methods of assessing whether students
5	are meeting educational goals, including performance targets.
6	(9) The admission and enrollment policy, including
7	criteria for evaluating the admission of students which shall
8	comply with the requirements of section 1723-A.
9	(10) Policies and procedures which will be used
10	regarding the suspension or expulsion of pupils. Said
11	procedures shall comply with section 1318 and 22 Pa. Code Ch.
12	12 (relating to students and student services).
13	(11) Information on the manner in which community groups
14	will be involved in the cyber charter school planning
15	process.
16	(12) The financial plan for the cyber charter school,
17	including annual budgets for the first three years of
18	operation of the cyber charter school, and the provisions
19	which will be made for auditing the school under sections 437
20	and 1742.1-A, including the role of any charter school
21	foundation.
22	(13) A description of funds available to the cyber
23	charter school for planning and operation prior to receipt of
24	funds pursuant to section 1725.1-A.
25	(14) Procedures which shall be established to review
26	complaints of parents and guardians regarding the operation
27	of the cyber charter school.
28	(15) A description and address of any physical
29	facilities in which the cyber charter school will be located
30	or operating, including information related to each facility,

1	its size, location, amenities, ownership, availability for
2	lease or purchase, projected improvements and financing.
3	(16) Information on the proposed school calendar for the
4	cyber charter school, including the length of the school day
5	and school year consistent with the provisions of sections
6	1501 and 1502.
7	(17) The proposed faculty, if already determined, and a
8	professional development and continuing education plan for
9	the faculty and professional staff of the cyber charter
10	school.
11	(18) Whether any agreements have been entered into or
12	plans developed with the local school district regarding
13	participation of the cyber charter school's students in
14	extracurricular activities within the school district.
15	(19) A plan for satisfying the criminal history and
16	child abuse clearance requirements and employment history
17	reviews required by law.
18	(20) Documentation that the cyber charter school
19	possesses and maintains adequate and appropriate insurance,
20	bond or other security for the cyber charter school and the
21	cyber charter school's board of trustees and employees to
22	prevent a cyber charter school's outstanding liabilities and
23	obligations from being imposed upon school entities or the
24	Commonwealth, or otherwise affect the rights, benefits or
25	remedies available to the students, parents or employees of
26	the cyber charter school. The department shall promulgate
27	final-omitted regulations setting forth minimum security
28	requirements sufficient to guarantee payment of the cyber
29	charter school's liabilities in accordance with this article.

(21) Policies regarding truancy, absences and withdrawal

- of students, including the manner in which the cyber charter
- 2 <u>school will monitor and enforce attendance and will comply</u>
- 3 with the truancy provisions under Article XIII.
- 4 (22) Whether or not the cyber charter school will seek
- 5 <u>accreditation by a nationally recognized accreditation</u>
- 6 <u>agency</u>, including the Middle States Association of Colleges
- 7 <u>and Schools or another regional institutional accrediting</u>
- 8 <u>agency recognized by the United States Department of</u>
- 9 Education or an equivalent federally recognized body for
- 10 <u>charter school education.</u>
- 11 [(3)] <u>(23)</u> An explanation of the amount of [on-line]
- 12 <u>online</u> time required for elementary and secondary students.
- 13 [(4)] (24) The manner in which teachers will deliver
- instruction, assess academic progress and communicate with
- 15 students to provide assistance.
- 16 [(5)] <u>(25)</u> A specific explanation of any cooperative
- 17 learning opportunities, meetings with students, parents and
- 18 quardians, field trips or study sessions.
- 19 [(6)] (26) The technology, including types of hardware
- and software, equipment and other materials which will be
- 21 provided by the cyber charter school to the student.
- 22 [(7)] (27) A description of how the cyber charter school
- will define and monitor a student's school day, including the
- delineation of [on-line] online time and [off-line time] for
- 25 independent coursework.
- 26 [(8)] (28) A description of commercially prepared
- 27 standardized achievement tests that will be used by the cyber
- charter school in addition to the Pennsylvania System of
- 29 School Assessment test <u>and Keystone Exams</u>, including the
- 30 grade levels that will be tested and how the data collected

- from the tests will be used to improve instruction.
- 2 [(9)] (29) The technical support that will be available 3 to students and parents or quardians.
- 4 [(10)] (30) The privacy and security measures to ensure 5 the confidentiality of data gathered online.
 - [(11) The level of anticipated enrollment during each school year of the proposed charter, including expected increases due to the addition of grade levels.
- 9 (12) (31) The methods to be used to [insure] ensure the authenticity of student work and adequate proctoring of examinations.
 - [(13)] (32) The provision of education and related services to students with disabilities, including evaluation and the development and revision of individualized education programs.
 - [(14) Policies regarding truancy, absences and withdrawal of students, including the manner in which the cyber charter school will monitor attendance consistent with the provisions of section 1715-A(9).
 - (15) 3. The types and frequency of communication between the cyber charter school and the student and the manner in which the cyber charter school will communicate with parents and guardians.
- [(16) The addresses of all facilities and offices of the cyber charter school, the ownership thereof and any lease arrangements.]
- 27 (34) Any other information required by the department.
- 28 (a.1) Lease prohibition. -- A cyber charter school may not
- 29 enter into a lease for a facility with an educational management
- 30 service provider or charter school foundation.

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- 1 (a.2) Extracurricular activity. -- Notwithstanding any
- 2 provision to the contrary, a school district of residence may
- 3 <u>not prohibit a student of a cyber charter school from</u>
- 4 participating in any extracurricular activity of the school
- 5 <u>district of residence if the student is able to fulfill the</u>
- 6 requirements of participation in the activity and the charter
- 7 school does not provide the same extracurricular activity. The
- 8 school district of residence may charge the cyber charter school
- 9 <u>a reasonable amount for a cyber charter school student's</u>
- 10 participation in the school district's extracurricular activity,
- 11 which may not exceed the actual cost incurred by the school
- 12 <u>district for participation by its students in the activity. A</u>
- 13 cyber charter school student may not be required to pay any
- 14 costs not also paid by a student enrolled in the school district
- 15 for participation in the extracurricular activity.
- (b) General form. -- The department shall create and publish a
- 17 model renewal application form, in electronic format, that a
- 18 cyber charter school seeking renewal of its charter shall, at a
- 19 minimum, complete as part of its renewal application. The form
- 20 shall be submitted to the Legislative Reference Bureau for
- 21 publication in the next available issue of the Pennsylvania
- 22 Bulletin and posted on the department's publicly accessible
- 23 Internet website. The form shall include:
- 24 (1) Name and contact information for the chief
- 25 administrator and board of trustees president or chairperson.
- 26 (2) Whether the cyber charter school is seeking an
- 27 amendment to their current charter.
- 28 (3) Other information deemed necessary by the
- 29 <u>department</u>.
- 30 (c) Review.--The department shall review the model

- 1 application and renewal application forms at least every three
- 2 years with feedback and input from stakeholders and revise the
- 3 <u>application forms as needed.</u>
- 4 (d) Changes. -- Nothing in this section shall prevent the
- 5 department from supplementing the established model application
- 6 or requiring additional information as permitted by this act
- 7 <u>necessary to evaluate the application for renewal.</u>
- 8 (e) Posting.--Pursuant to subsections (a) and (b), the
- 9 <u>department shall post the standard MODEL application and renewal <---</u>
- 10 application on its publicly accessible Internet website no later
- 11 <u>than October 1, 2023.</u>
- 12 <u>(f) Use.--The model applications developed under this</u>
- 13 <u>section shall be used by cyber charter school applicants and</u>
- 14 cyber charter school operators beginning in the 2024-2025 school
- 15 <u>year.</u>
- 16 Section 1748-A. Enrollment and notification.
- 17 (a) Notice to school district.--
- 18 (1) Within [15] 10 days of the enrollment of a student
- to a cyber charter school, the [parent or guardian and the]
- 20 cyber charter school shall notify the student's school
- 21 district of residence of the enrollment [through the use of
- the notification form] under subsection (b).
- 23 (2) If a school district which has received notice under
- 24 paragraph (1) determines that a student is not a resident of
- 25 the school district, the following apply:
- 26 (i) Within seven days of receipt of the notice under
- 27 paragraph (1), the school district shall notify the cyber
- 28 charter school and the department that the student is not
- a resident of the school district. Notification of
- 30 nonresidence shall include the basis for the

determination.

(ii) Within seven days of notification under subparagraph (i), the cyber charter school shall review the notification of nonresidence, respond to the school district and provide a copy of the response to the department. If the cyber charter school agrees that a student is not a resident of the school district, it shall determine the proper district of residence of the student before requesting funds from another school district.

- (iii) Within seven days of receipt of the response under subparagraph (ii), the school district shall notify the cyber charter school that it agrees with the cyber charter school's determination or does not agree with the cyber charter school's determination.
- (iv) A school district that has notified the cyber charter school that it does not agree with the cyber charter school's determination under subparagraph (iii) shall appeal to the department for a final determination.
- (v) All decisions of the department regarding the school district of residence of a student shall be subject to review by the Commonwealth Court.
- (vi) A school district shall continue to make payments to a cyber charter school under section [1725-A] 1725.1-A during the time in which the school district of residence of a student is in dispute.
- (vii) If a final determination is made that a
 student is not a resident of an appealing school
 district, the cyber charter school shall return all funds
 provided on behalf of that student to the school district

- within 30 days <u>and seek payment from the school district</u>
 of residence.
- [(b) Notification form.--The department shall develop a notification form for use under subsection (a). The notification shall include:
- 6 (1) The name, home address and mailing address of the student.
 - (2) The grade in which the student is being enrolled.
- 9 (3) The date the student will be enrolled.
- 10 (4) The name and address of the cyber charter school and
 11 the name and telephone number of a contact person able to
 12 provide information regarding the cyber charter school.
- 13 (5) The signature of the parent or guardian and an authorized representative of the cyber charter school.]
- 15 (b) Notification. -- The notification required under
- 16 <u>subsection</u> (a) <u>shall include:</u>

- 17 (1) The enrollment form filed with the cyber charter
 18 school by the student or the parents or quardians.
- 19 (2) A certification that the cyber charter verified the 20 residency of the student.
- 21 (c) Withdrawal.--The cyber charter school [and the parent or guardian of a student enrolled in a cyber charter school] shall
- 23 provide written notification to the student's school district of
- 24 residence and the department within [15] $\frac{\text{five }10}{\text{following}}$ days following <--
- 25 the withdrawal of a student from the cyber charter school.
- 26 (d) Nonrenewal or termination.--Upon notification of the
- 27 <u>nonrenewal or termination of a charter under section 1745.3-A, a</u>
- 28 cyber charter school may not enroll new students unless the
- 29 cyber charter school files an appeal to the appeal board under
- 30 <u>section 1746-A. Upon a vote by a cyber charter school's board of</u>

- 1 trustees to close the school, the cyber charter school may not
- 2 <u>enroll new students and shall provide notice to the parents and</u>
- 3 guardians of students enrolled of the decision, a timeframe for
- 4 the school's closure and information on enrolling in another
- 5 public school.
- 6 Section 12. The act is amended by adding sections to read:
- 7 <u>Section 1748.1-A. Enrollment parameters.</u>
- 8 (a) General rule. -- Enrollment of students in a cyber charter
- 9 school shall not be subject to a cap or enrollment parameter
- 10 unless agreed to by the cyber charter school as part of a
- 11 written charter pursuant to section 1745-A.
- 12 (b) Limitation. -- Notwithstanding subsection (a), a cyber
- 13 <u>charter school designated as a Comprehensive Support and</u>
- 14 Improvement school under the Every Student Succeeds Act (Public
- 15 Law 114-95, 129 Stat. 1802) or an equivalent building level
- 16 <u>designation under its successor Federal statute shall not be</u>
- 17 eligible to expand the cyber charter school's enrollment by more
- 18 than 10% of the enrollment as reported by the cyber charter
- 19 school on the date on which the cyber charter school was
- 20 designated. The limitation under this subsection shall remain in
- 21 place until the cyber charter school exits the designation.
- 22 Section 1748.2-A. Enrollee Wellness Checks.
- 23 (a) Requirements. -- A cyber charter school shall at least
- 24 once during any week consisting of at least three full or
- 25 partial days of academic instruction, ensure that each enrolled
- 26 student is able to be visibly seen and communicated with in real
- 27 time by a teacher, administrator or other representative of the
- 28 cyber charter school either in person or via electronic means in
- 29 order to ensure the well-being of the student and verify
- 30 participation in the educational program. The requirement under

- 1 this subsection may be satisfied by students turning on a webcam
- 2 during synchronous online instruction.
- 3 (b) Report. -- If any indication of abuse, neglect or harm to
- 4 a child is observed, the cyber charter school administrator,
- 5 employee or representative shall report the concerns pursuant to
- 6 23 Pa.C.S. Ch. 63 (relating to child protective services).
- 7 (C) DISABILITY EVALUATION. -- SHOULD ANY INDICATION OF A

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- 8 DISABILITY BE OBSERVED, THE CYBER CHARTER SCHOOL MAY INITIATE AN
- 9 EVALUATION TO DETERMINE WHETHER THE CHILD IS A CHILD WITH A
- 10 DISABILITY.
- 11 (D) LIMITATION.--THE REQUIREMENTS OF SUBSECTION (A) SHALL
- 12 NOT APPLY WHEN THE STUDENT IS GRANTED AN EXCUSED ABSENCE FROM
- 13 <u>SCHOOL</u>.
- 14 Section 13. Section 1749-A of the act is amended to read:
- 15 Section 1749-A. Applicability of other provisions of this act
- and of other acts and regulations.
- 17 (a) General requirements. -- Cyber charter schools shall be
- 18 subject to the following:
- 19 (1) Sections 108, 110, 111, 321, 325, 326, 327, 431,
- 20 436, 443, 510, 518, 527, 708, 752, 753, 755, 771, 776, 777,
- 21 807.1, 808, 809, 810, 1109, 1111, 1112(a), 1205.1, 1205.2,
- 22 1301, 1302, 1310, 1317.2, 1318, 1326, 1327, 1327.2, 1329,
- 23 1330, 1332, 1333, 1333.1, 1333.2, 1333.3, <u>1341, 1342, 1343,</u>
- 24 <u>1344, 1345, 1372(8),</u> 1303-A, 1518, 1521, 1523, 1531, 1547,
- 25 1702-A, 1703-A, 1714-A, [1715-A, 1716-A,] 1716.1-A, [1719-A,]
- 26 1721-A, 1722-A, 1723-A(a) and (b), 1724-A, [1725-A] 1725-A(a)
- 27 (5), (a) (6), (d) and (e), 1725.1-A, 1727-A, 1729-A, 1730-A,
- 28 1731-A(a)(1) and (b) [and], 2014-A and 2552 and Articles
- 29 XI(c.1), XII-A, XIII-A and XIV. ((1) amended Oct. 29, 2020,
- 30 P.L.722, No.84)

- 1 (2) The act of July 17, 1961 (P.L.776, No.341), known as 2 the Pennsylvania Fair Educational Opportunities Act.
- 3 (3) The act of July 19, 1965 (P.L.215, No.116), entitled
- 4 "An act providing for the use of eye protective devices by
- 5 persons engaged in hazardous activities or exposed to known
- dangers in schools, colleges and universities."
- 7 (4) Section 4 of the act of January 25, 1966 (1965)
- 8 P.L.1546, No.541), entitled "An act providing scholarships
- 9 and providing funds to secure Federal funds for qualified
- 10 students of the Commonwealth of Pennsylvania who need
- financial assistance to attend postsecondary institutions of
- 12 higher learning, making an appropriation, and providing for
- the administration of this act."
- 14 (5) The act of July 12, 1972 (P.L.765, No.181) entitled
- 15 "An act relating to drugs and alcohol and their abuse,
- 16 providing for projects and programs and grants to educational
- agencies, other public or private agencies, institutions or
- 18 organizations."
- 19 (6) [The act of December 15, 1986 (P.L.1595, No.175),
- known as the Antihazing Law.] 18 Pa.C.S. Ch. 28 (relating to
- antihazing) and 42 Pa.C.S. § 5803(a)(3.1) (relating to asset
- 22 forfeiture.
- 23 (b) Regulations.--Cyber charter schools shall be subject to
- 24 the following provisions of 22 Pa. Code (relating to education):
- 25 (1) Chapter 4 (relating to academic standards and
- assessment).
- 27 (2) Chapter 11 (relating to pupil attendance).
- 28 (3) Chapter 12 (relating to students).
- 29 (3.1) Chapter 16 (relating to special education for
- 30 gifted students).

1 (3.2) Chapter 19 (relating to educator effectiveness 2 rating tool). 3 Section 32.3 (relating to assurances). 4 Section 121.3 (relating to discrimination 5 prohibited). 6 Section 235.4 (relating to practices). (6) 7 Section 235.8 (relating to civil rights). (7.1) Section 339.31 (relating to plan). 8 (7.2) Section 339.32 (relating to services). 9 10 Chapter 711 (relating to charter school services and programs for children with disabilities). 11 (c) Existing charter schools.--12 The charter of a charter school approved under 13 (1)14 section 1717-A or 1718-A which provides instruction through 15 the Internet or other electronic means shall remain in effect for the duration of the charter and shall be subject to the 16 17 provisions of Subdivision (b). In addition to subsections (a) and (b), the 18 following provisions of this subdivision shall apply to a 19 20 charter school approved under section 1717-A or 1718-A which provides instruction through the Internet or other electronic 21 22 means: 23 (i)Section 1743-A(c), (d), (e), (h) and (i). 24 (ii) Section 1744-A. 25 (iii) Section 1748-A.]

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Section 14. This act shall take effect immediately.