PROPOSED REGULATION OF THE

DEPARTMENT OF EDUCATION

LCB File No. R044-05

July 7, 2005

EXPLANATION – Matter in *italics* is new; matter in brackets [omitted material] is material to be omitted.

AUTHORITY: §§1-6, NRS 386.540.

A REGULATION relating to charter schools; revising provisions relating to the formation and operation of charter schools; revising provisions governing the apportionment of funding; and providing other matters properly relating thereto.

Section 1. Chapter 386 of NAC is hereby amended by adding thereto a new section to read as follows:

- 1. A committee to form a charter school shall obtain insurance as follows:
- (a) Industrial insurance coverage in accordance with the applicable provisions of the Nevada Industrial Insurance Act, chapters 616A to 616D, inclusive, of NRS.
- (b) General liability insurance with a minimum coverage of \$1,000,000. The general liability insurance policy must include coverage for sexual abuse, molestation, and sports and athletic participation and have a broad form policy, with the named insureds as follows:
 - (1) The sponsor of the charter school;
- (2) All employees of the charter school, including, without limitation, former, present and future employees;
 - (3) Volunteers at the charter school; and
 - (4) Directors of the charter school, including, without limitation, executive directors.
 - (c) Umbrella liability insurance with a minimum coverage of \$10,000,000.

- (d) Educators' legal liability insurance with a minimum coverage of \$1,000,000.
- (e) Employment practices liability insurance with a minimum coverage of \$1,000,000.
- (f) Employment benefits liability insurance with a minimum coverage of \$1,000,000.
- (g) Insurance covering errors and omissions of the sponsor of the charter school with a minimum coverage of \$1,000,000.
 - (h) Automobile liability insurance with a minimum coverage of \$1,000,000.
- → The cost of insurance required by this section must be provided to the proposed sponsor by the insurer and included in the budget submitted pursuant to subsection 4 of NAC 386.180.
- 2. If an application to form a charter school is approved, the governing body of the charter school shall maintain the insurance required by this section.
 - **Sec. 2.** NAC 386.020 is hereby amended to read as follows:
- 386.020 "Charter school" means a public school that is formed pursuant to NRS 386.500 to 386.610, inclusive, and NAC 386.010 to 386.415, inclusive [...], and section 1 of this regulation.
 - **Sec. 3.** NAC 386.140 is hereby amended to read as follows:
- 386.140 In addition to the items required pursuant to subsection 2 of NRS 386.520, an application submitted to the Department pursuant to that subsection by a committee to form a charter school must also include certain information regarding the facility, personnel and equipment of the proposed charter school, including, without limitation:
 - 1. The name of the proposed charter school.
- 2. If the facility that the charter school will occupy exists at the time of application and is suitable for use by the charter school, but is not owned by the school district in which the charter school will be located:
 - (a) The address of the charter school;

- (b) The type of facility that the charter school will occupy;
- (c) A floor plan of the facility that the charter school will occupy, including a notation of the size of the facility which is set forth in square feet;
 - (d) The name and address of the owner of the facility that the charter school will occupy;
- (e) If the facility that the charter school will occupy will be leased or rented, a copy of the proposed lease or rental agreement;
- (f) If available at the time that the application is submitted, a copy of the certificate of occupancy for the facility; and
- (g) Documentation which demonstrates that *the committee has obtained the insurance required by section 1 of this regulation and that* the proposed sponsor of the charter school is satisfied with the type and amount of insurance or other means that will be used to indemnify the sponsor against financial loss pursuant to paragraph (l) of subsection 1 of NRS 386.550.
- 3. If the facility that the charter school will occupy is, at the time of application, being used as a public school, the name and location of that school and documentation which sets forth the specific days and times during which the charter school is authorized to use the facility.
- 4. If the proposed charter school has not obtained a suitable facility, personnel or equipment:
- (a) A statement in writing describing why the proposed charter school has not obtained a suitable facility, personnel or equipment;
- (b) A plan for obtaining a suitable facility, personnel or equipment, including, without limitation, as applicable:
- (1) A statement in writing that explains whether an existing facility will be remodeled or a new facility will be built; and

- (2) A schedule for completing or obtaining a suitable facility, personnel and equipment, including, without limitation, if applicable, a description of and time schedule for any plan to raise funds for completing or obtaining the facility, personnel and equipment;
 - (c) The date on which it is anticipated that the charter school will open;
- (d) A description of the equipment that will be used at the charter school, including, without limitation:
 - (1) Office furniture and equipment;
 - (2) Computer equipment;
 - (3) Musical instruments;
 - (4) Equipment to be used in a machinery shop; and
- (5) Supplies and other items necessary for the use of equipment described in this paragraph; and
- (e) If applicable, evidence in writing that the acceptance of the application by the proposed sponsor of the charter school is necessary to obtain a facility, equipment or personnel.
 - **Sec. 4.** NAC 386.180 is hereby amended to read as follows:
- 386.180 In addition to the items required pursuant to subsection 2 of NRS 386.520, an application submitted to the Department pursuant to that subsection by a committee to form a charter school must also include certain miscellaneous information concerning the proposed charter school, including, without limitation:
- 1. A description of the lottery system that the proposed charter school will use pursuant to NRS 386.580 if more eligible pupils apply for enrollment in the charter school than the number of spaces for pupils which are available.

- 2. The name, address, telephone number and, if applicable, the e-mail address of the person selected to act as liaison pursuant to NAC 386.110.
- 3. Information concerning records of pupils that will be maintained by the proposed charter school in accordance with NAC 386.360, including, without limitation:
 - (a) The name and title of the person who will be responsible for:
 - (1) Maintaining records of pupils; and
- (2) Providing records of pupils to the school district in which the charter school is located for inclusion in the automated system of accountability information for Nevada that is established and maintained by the Department pursuant to NRS 386.650.
- (b) An example of the manner in which the cumulative record of a pupil is proposed to be stored.
 - (c) The proposed location within the charter school in which records of pupils will be stored.
- (d) The name of the person who will be responsible for the records of pupils if the charter school is dissolved or the written charter of the charter school is not renewed.
 - (e) The policy of the charter school regarding the retention of the records of pupils.
- 4. A proposed budget that sets forth the estimated revenues and expenditures of the charter school for the first 2 years of operation [...], *including, without limitation, the cost of insurance required pursuant to section 1 of this regulation.* In addition, the proposed budget must be accompanied by a statement of cash flow and a budget for the period before the charter school commences operation.
- 5. A list of rules setting forth the policies of the charter school regarding truancy and other situations in which a pupil is absent from school.
 - 6. If known at the time of application:

- (a) The name of each contractor, including, without limitation, an educational management organization, the board of trustees of a school district, the University and Community College System of Nevada and any business, corporation, organization or other entity, whether or not conducted for profit, with whom the charter school intends to contract to provide any service to the charter school;
- (b) A copy of the format for the contract that will be used for each contractor identified in paragraph (a), if a particular format is anticipated at the time the application is submitted;
 - (c) The name of a contact person for each contractor identified in paragraph (a);
- (d) The telephone number and mailing address of each contractor identified in paragraph (a); and
 - (e) A description of the service to be provided by the contractor.
- 7. If the application was prepared by a person who is not a member of the committee to form the charter school or by another entity, including, without limitation, an educational management organization, or if such a person or entity assisted the committee in preparing the application:
 - (a) The name of the person or entity;
- (b) The name and location of any public school, private school or charter school with which the person or entity has been or is presently affiliated, including, without limitation, the street address and mailing address of that school;
- (c) The dates on which the person or entity was affiliated with a school described in paragraph (b), if any such affiliation occurred;
- (d) A statement indicating whether the person or entity is presently affiliated with a school described in paragraph (b) or has ceased the affiliation;

- (e) If the affiliation has ceased, a statement indicating the reason for the cessation; and
- (f) A detailed resume listing the qualifications of the person or entity.
- **Sec. 5.** NAC 386.355 is hereby amended to read as follows:
- 386.355 1. The count day for a charter school is the same as the count day for the school district in which the charter school is located and is the last day of the first school month of that school district.
- 2. To receive apportionments from the State Distributive School Account, a charter school must have pupils enrolled and attending school and account for at least 20 school days in the first school month, which may include days on which class is not in session, including, without limitation, [legal holidays,] in-service days and conference days for teachers.
- 3. If an individual pupil is enrolled and attending a charter school at least 1 school day before the count day, that pupil will be counted.
 - **Sec. 6.** NAC 386.410 is hereby amended to read as follows:
- 386.410 The sponsor of a charter school shall submit to the Department an annual report of compliance for the charter school. If the board of trustees of a school district is the sponsor of a charter school, the annual report of compliance must be included in the report that is required pursuant to NRS 386.610. The annual report of compliance must include:
- 1. A determination whether the charter school and its governing body comply with the terms and conditions of operation set forth in the written charter.
- 2. A determination whether the membership of the governing body of the charter school complies with NRS 386.549 and NAC 386.345, including, without limitation, whether:
- (a) The governing body consists of at least three teachers, as defined in subsection 4 of NRS 386.549:

- (b) A majority of the members of the governing body reside in the county in which the charter school is located; and
- (c) Each member of the governing body has filed an affidavit with the Department indicating that he has not been convicted of a felony or offense involving moral turpitude.
- 3. A determination whether the governing body has held at least one regularly scheduled public meeting in the county in which the charter school is located during each calendar quarter and each meeting complied with chapter 241 of NRS.
- 4. A determination whether the governing body and the charter school comply with the provisions of NRS 332.800.
- 5. Upon examination of the agenda and minutes of each meeting of the governing body and the reports submitted to the governing body during each meeting, a determination whether the governing body is fulfilling its duty to evaluate the performance of each entity with whom the governing body has entered into a contract, including, without limitation, the performance of an educational management organization.
- 6. If the charter school is dedicated to providing educational programs and opportunities for pupils who are at risk, a determination whether the:
 - (a) Percentage of pupils who are at risk complies with NAC 386.080; and
- (b) Educational program and services provided to those pupils is appropriate and carried out in an effective manner.
- 7. A determination whether the charter school has complied with generally accepted standards of accounting and fiscal management.

- 8. A determination whether all money received by the charter school from this State and from the board of trustees of a school district is deposited and maintained in a bank, credit union or other financial institution in this State.
- 9. A determination whether the charter school has adopted a final budget, as required by NRS 386.550 and NAC 386.370.
- 10. A determination whether the charter school complies with NRS 386.573 regarding orders for payment of money.
- 11. A determination whether the charter school administers achievement and proficiency examinations in accordance with chapter 389 of NRS and chapter 389 of NAC.
- 12. A summary of the manner in which the charter school ensures the health and safety of the pupils enrolled in the charter school, including, without limitation, a determination whether the charter school:
 - (a) Complies with the requirements for reporting the abuse or neglect of a child;
 - (b) Complies with Title V of the Rehabilitation Act of 1973, 29 U.S.C. §§ 791 et seq.;
 - (c) Provides adequate health services;
- (d) Maintains records of the immunizations required of pupils in accordance with NRS 392.435;
- (e) Complies with NRS 392.450 by providing drills for pupils in the appropriate procedures to be followed in the event of an emergency and by posting escape routes; and
- (f) Complies with the requirements for crisis response in public schools in accordance with NRS 392.600 to 392.656, inclusive.

- 13. A determination whether each facility that the charter school occupies complies with applicable building codes, codes for the prevention of fire, and codes pertaining to safety, health and sanitation.
- 14. A determination whether the charter school complies with NRS 386.585, including, without limitation, whether the charter school:
- (a) Provides a copy of the rules of behavior, prescribed punishments and procedures to be followed in imposing punishments to each pupil;
- (b) Maintains, for public inspection at the charter school, a copy of the rules of behavior, prescribed punishments and procedures to be followed in imposing punishments; and
 - (c) Complies with the policies and procedures for the suspension and expulsion of pupils.
- 15. A description of the attendance policy of the charter school and a determination whether the policy is:
 - (a) Distributed to each pupil in accordance with NAC 386.350; and
 - (b) Available for public inspection during the school's regular business hours.
- 16. If pupils with disabilities are enrolled in the charter school, a determination whether the provision of special educational services and programs to those pupils complies with the requirements set forth in chapters 388 and 395 of NRS and NAC 388.150 to 388.450, inclusive.
- 17. A determination whether the charter school provides instruction in the core academic subjects set forth in subsection 1 of NRS 389.018, as applicable for the grade levels of pupils who are enrolled in the charter school.
- 18. A determination whether the charter school provides at least the courses of study that are required of pupils by statute or regulation for promotion to the next grade or graduation from a

public high school and requires the pupils who are enrolled in the charter school to take those courses of study.

- 19. A determination whether the charter school complies with NRS 386.590 regarding the employment of teachers and other educational personnel.
- 20. A determination whether the status of the employees of the charter school and the rights and benefits provided to those employees comply with NRS 386.595.
- 21. A description of the manner in which the charter school maintains personnel records for its employees.
- 22. A description of the procedure for the enrollment of pupils in the charter school, including, without limitation, whether the charter school enrolls pupils on the basis of a lottery system if more pupils who are eligible for enrollment apply for enrollment than the number of spaces that are available.
- 23. If the charter school provides instruction to pupils enrolled in kindergarten, first grade or second grade, a determination whether the charter school complies with NRS 392.040 regarding the ages for enrollment in those grades.
- 24. A determination whether the charter school refrains from charging tuition or fees, except for those fees that are authorized by specific statute or by the written charter of the charter school.
- 25. A determination whether the charter school provides written notice to the parents and legal guardians of pupils enrolled in grades 9 to 12, inclusive, whether the charter school is accredited by the Commission on Schools of the Northwest Association of Accredited Schools.
- 26. A determination whether the charter school complies with NRS 386.583 regarding the adoption of rules for academic retention.

- 27. A determination of whether the charter school maintains [a] the type and amount of insurance [in]:
 - (a) Required by section 1 of this regulation.
- (b) In a manner that complies with paragraph (l) of subsection 1 of NRS 386.550, which may include [workmen's] workers' compensation insurance, or is otherwise prepared to hold harmless, indemnify and defend the sponsor of the charter school as required by that paragraph.
- 28. A determination whether the written inventory of equipment, supplies and textbooks that is maintained by the charter school pursuant to NAC 386.342 is current and accurate.