### A BILL FOR AN ACT

RELATING TO CHARTER SCHOOLS.

#### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1	SECTION 1. The legislature finds that the lack of
2	facilities funding for Hawaii's start-up public charter schools
3	is among the most significant financial and operational
4	challenges facing these public charter schools. Many start-up
5	charter schools lack sufficient funds for facility and
6	infrastructure capital improvements and repair and maintenance
7	costs. Further, the legislature finds that many start-up public
8	charter schools have difficulty finding suitable facilities to
9	rent or lease for their instructional and administrative
10	operations. Several start-up public charter schools have been
11	forced to move from one site or facility to another over the few
12	short years of their operation. Some of these forced moves have
13	occurred during the instructional school year, leading to
14	disruptions of student learning and negative impacts on the
15	schools' financial and organizational viability.
16	New start-up public charter schools often find it extremely
17	difficult to rent or lease facilities, as many landlords are

reluctant to enter into rental or lease agreements with new HB LRB 07-1452.doc



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## H.B. NO. 1203

- 1 charter schools or their associated nonprofit organizations due
- 2 to the very low levels of state funding that public charter
- 3 schools are provided for facilities costs. These difficulties
- 4 are exacerbated for many start-up public charter schools by
- 5 zoning restrictions and prohibitive construction costs. The
- 6 start-up public charter schools' difficulties in securing long-
- 7 term, adequate, and affordable facilities that are academically
- 8 appropriate for the implementation of innovative curricula and
- 9 teaching and learning methods, has resulted in a financial
- 10 crisis that threatens the long-term viability of Hawaii's public
- 11 charter school system.
- In addition, the legislature finds that charter schools,
- 13 due to their status as public schools and state agencies, should
- 14 have access to state-held lands and buildings and enjoy
- 15 comparable rates and conditions as those afforded to other state
- 16 agencies that use state land and buildings for their operations.
- 17 The purpose of this Act is to ensure the long-term
- 18 viability of Hawaii's public charter school system by providing
- 19 for full facilities funding for all new century start-up public
- 20 charter schools in Hawaii, by means of:
- 21 (1) Providing appropriations to new century start-up
- 22 public charter schools for the cost of facility



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1		mortgages, leases, rentals, capital improvements, and	
2		infrastructure repair and maintenance, which shall be	
3		at least equivalent to the level of funds appropriated	
4		to and expended by the department of education for	
5		traditional public school facilities for these costs;	
6		and	
7	(2)	Requiring the board of land and natural resources to	
8		facilitate the identification and lease or rental to	
9		individual new century public schools, at rates	
10		comparable to other state agencies, of state lands and	
11		buildings under the control of the department of land	
12		and natural resources that may appropriately fulfill	
13		the needs of new century public charter schools for	
14		educational and operational purposes.	
15	SECTION 2. Chapter 171, Hawaii Revised Statutes, is		
16	amended by adding a new section to be appropriately designated		
17	and to read as follows:		
18	" <u>§</u> 17	1- Use of vacant state lands for charter schools.	
19	The board	of land and natural resources shall identify and lease	
20	or rent, at rates comparable to other state agencies, vacant		
21	state lands and buildings under the control of the department o		
22	land and natural resources that may appropriately fulfill the		
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needs of new century public charter schools for educational and 1 2 operational purposes." 3 SECTION 3. There is appropriated out of the general revenues of the State of Hawaii the sum of \$ , or so much 4 thereof as may be necessary for fiscal year 2007-2008, and the 5 6 same sum, or so much thereof as may be necessary for fiscal year 2008-2009, for full funding, through reimbursement, of all new 7 8 century public charter schools' total costs for facility and infrastructure mortgages, leases, rentals, capital improvements, 9 10 and repair and maintenance. 11 The sums appropriated shall be expended by the charter school administrative office of the department of education 12 through the EDN 600 program for the purposes of this Act. 13 14 SECTION 4. New statutory material is underscored. SECTION 5. This Act shall take effect upon its approval 15 16 provided that section 3 shall take effect on July 1, 2007.

INTRODUCED BY:

JAN 2 2 2007

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### Report Title:

BOE; Charter Schools; Facilities; Appropriation

### Description:

Requires the board of land and natural resources to assist with identifying sites for new charter schools to use as facilities. Appropriates funds for facility costs of new charter schools.