California Department of Education

Charter Schools Division

Revised 5/2018

accs-jun21item01

**ADVISORY COMMISSION ON CHARTER SCHOOLS**

AN ADVISORY BODY TO THE STATE BOARD OF EDUCATION

# June 2021 AgendaItem #01

## Subject

Consideration of a Request for Determination of Funding as Required for Nonclassroom-Based Charter Schools Pursuant to California *Education Code* sections 47612.5 and 47634.2, and Associated *California Code of Regulations*, Title 5.

## Type of Action

Action, Information

## Summary of the Issue

California *Education Code* (*EC*)sections 47612.5 and 47634.2 established the eligibility requirements for apportionment funding for charter schools that offer nonclassroom-based (NCB) instruction. The statutes specify that a charter school that offers NCB instruction in excess of the amount authorized by *EC* Section 47612.5(e)(1) may receive apportionment funding for NCB instruction only if a determination of funding is made by the State Board of Education (SBE). The California Department of Education (CDE) reviews a charter school’s determination of funding request and presents it for consideration by the Advisory Commission on Charter Schools, pursuant to relevant *California Code of Regulations*, Title 5 (5 *CCR*).

## Proposed Recommendation

The CDE proposes to recommend that the SBE approve the determination of funding request at the percentage and for the time period specified for MAAC Community Charter (charter number 0303) as provided in Attachment 1.

## Background

*EC* Section 47612.5(d)(1) states that a charter school that has an approved charter may receive funding for its NCB instruction only if a determination for funding is made by the SBE.

However, for fiscal years (FYs) 2020–21 and 2021–22, certain schools are exempt from the requirement to obtain an approved funding determination from the SBE, pursuant to Senate Bill 820 Section 75:

A charter school with a nonclassroom-based funding determination pursuant to Section 47612.5 of the Education Code that expires on June 30, 2021, or June 30, 2022, shall receive its current funding level for two years upon submission of a complete funding determination request to the State Department of Education pursuant to Section 11963.3 of Title 5 of the California Code of Regulations. A charter school’s funding determination request shall be received by the State Department of Education no later than June 30, 2021 or June 30, 2022, as applicable.

Because MAAC Community Charter does not have an active funding determination that expires June 30, 2021, or June 30, 2022, SB 820 is not applicable and the school is required to obtain an approved funding determination from the SBE.

MAAC Community Charter, which offers a combination of classroom-based and NCB instruction, previously had an approved NCB funding determination of 100 percent from fiscal year (FY) 2016–17 through 2017–18. However, the school opted not to request a renewal of its funding determination at the end of FY 2017–18. It currently does not have an active NCB funding determination. The purpose of the funding determination request presented in this item is for MAAC Community Charter to request funding for its NCB instruction beginning in FY 2021–22.

## Brief Analysis of the Issue

Pursuant to 5 *CCR* Section 11963.4(a), an NCB charter school requesting a determination of funding may qualify for either 70 percent, 85 percent, or 100 percent funding, or may be denied.

To qualify for a proposed recommendation of 70 percent funding, which is the percentage of funding requested by MAAC Community Charter, an NCB charter school must meet the following criteria:

* Spend at least 35 percent of the school’s public revenues on salaries and benefits for all employees who possess a valid teaching certificate.
* Spend at least 60 percent of all revenues on instruction and related services.

For an existing NCB charter school, 5 *CCR* Section 11963.6(c) specifies that a determination of funding shall be for a minimum time period of two years and a maximum time period of five years. It is the CDE’s current practice to recommend time periods based on the number of years a charter school has been in operation.

In the past, the CDE recommended five-year periods dependent on a charter school’s Academic Performance Index (API) rank, pursuant to *EC* Section 47612.5(d)(2); however, because API is no longer calculated, the CDE does not currently recommend five-year funding determination periods.

## Attachments

* **Attachment 1:** Proposed Determination of Funding Recommendation for a Nonclassroom-Based Charter School (1 Page)
* **Attachment 2:** Determination of Funding Request for MAAC Community Charter, Charter #0303 (9 Pages)