## AMENDMENT TO THE AMENDMENT IN THE NATURE OF A SUBSTITUTE TO H.R. 5 OFFERED BY M\_\_.

In section 1111(c) of the Elementary and Secondary Education Act of 1965, as proposed to be amended by section 112 of the amendment—

- (1) in paragraph (6), strike "and" at the end;
- (2) in paragraph (7), strike the period at the end and insert "; and"; and
  - (3) add at the end the following:

1	"(8) any State educational agency with a char-
2	ter school law will support high-quality public char-
3	ter schools that receive funds under this title by—
4	"(A) ensuring the quality of the authorized
5	public chartering agencies in the State by es-
6	tablishing—
7	"(i) a system of periodic evaluation
8	and certification of public chartering agen-
9	cies using nationally-recognized profes-
10	sional standards; or
11	"(ii) a statewide, independent char-
12	tering agency that meets nationally-recog-
13	nized professional standards;

1	"(B) including in the procedure established
2	pursuant to subparagraph (A) requirements
3	for—
4	"(i) the annual filing and public re-
5	porting of independently audited financial
6	statements including disclosure of amount
7	and duration of any nonpublic financial
8	and in-kind contributions of support, by
9	each public chartering agency, for each
10	school authorized by such agency, and by
11	each local educational agency and the
12	State;
13	"(ii) the adoption and enforcement of
14	employee compensation and conflict of in-
15	terest guidelines for all schools authorized,
16	which shall include disclosure of executive
17	pay and affiliated parties with a financial
18	interest in the management, operations, or
19	contractual obligations of a charter school;
20	and
21	"(iii) a legally binding charter or per-
22	formance contract between each charter
23	school and the school's authorized public
24	chartering agency that—

1	"(I) describes the rights, duties,
2 a	and remedies of the school and the
3 p	public chartering agency; and
4	"(II) for each student subgroup
5	described in subsection (b)(2)(B)(xii),
6 b	ases charter renewal and revocation
7	lecisions on an agreed-to school ac-
8 e	ountability plan which includes finan-
9	ial and organizational indicators,
10 v	with significant weight given to—
11	"(aa) multi-year goals set by
12	the State educational agency to
13	ensure that all students graduate
14	prepares to enter the workforce
15	or postsecondary education with-
16	out the need for remediation;
17	"(bb) ambitious but achiev-
18	able annual performance targets
19	set by the state educational agen-
20	cy, separately for each subgroup
21	of students described in sub-
22	section (b)(2)(B)(xii), in each
23	local educational agency for each
24	grade level and in English lan-
25	guage arts and math, that result

1	in the goals established in item
2	(aa) being achieved, and that ex-
3	pect accelerated academic gains
4	from subgroups with low aca-
5	demic achievement; and
6	"(cc) ambitious but achiev-
7	able growth targets set by the
8	State education agency that—
9	"(AA) assist the State
10	in achieving the academic
11	achievement goals described
12	in item (aa); and
13	"(BB) include targets
14	that ensure all students, in-
15	cluding subgroups of stu-
16	dents described in sub-
17	section (b)(2)(B)(xii), meet
18	a growth standards for a
19	student who is achieving at
20	the on-target or advanced
21	level of achievement not less
22	than the rate of academic
23	growth necessary for the
24	student to remain at that
25	level of student achievement

1	for not less than 3 years,
2	and for a student who is
3	achieving at the catch-up
4	level of achievement, not less
5	than the rate of academic
6	growth necessary for the
7	student to achieve an on-tar-
8	get level of achievement
9	within 3 or 4 years, as de-
10	termined by the State; and
11	"(C) developing and implementing, in con-
12	sultation and coordination with local edu-
13	cational agencies, a system of intervention, rev-
14	ocation, or closure for charter schools and pub-
15	lic chartering agencies failing to meet the re-
16	quirements and standards described in subpara-
17	graphs (A) and (B), which, at a minimum pro-
18	vides for—
19	"(i) initial and regular review, no less
20	than once every 3 years, of each public
21	chartering agency; and
22	"(ii) intervention, revocation, or clo-
23	sure of any charter school identified for
24	school improvement under section 1116.".

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Strike section 1111(b)(3)(D) of the Elementary and Secondary Education Act of 1965, as proposed to be amended by section 112 of the amendment.

