REFERENCE TITLE: school districts; housing

State of Arizona House of Representatives Fifty-fifth Legislature Second Regular Session 2022

HB 2799

Introduced by Representatives John: Sierra, Solorio

AN ACT

AMENDING SECTION 15-342, ARIZONA REVISED STATUTES; RELATING TO SCHOOL DISTRICTS.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona: 2 Section 1. Section 15-342, Arizona Revised Statutes, is amended to 3 read: 4 15-342. Discretionary powers 5 The governing board may: 6 1. Expel pupils for misconduct. 7 Exclude from grades one through eight children under six years 2. 8 of age. 9 3. Make such separation of groups of pupils as it deems advisable. 10 4. Maintain such special schools during vacation as deemed 11 necessary for the benefit of the pupils of the school district. 5. Allow a superintendent or principal or representatives of the 12 13 superintendent or principal to travel for a school purpose, as determined by a majority vote of the board. The board may allow members and 14 members-elect of the board to travel within or without the school district 15 16 for a school purpose and receive reimbursement. Any expenditure for 17 travel and subsistence pursuant to this paragraph shall be as provided in 18 title 38, chapter 4, article 2. The designated post of duty referred to in section 38-621 shall be construed, for school district governing board 19 20 members, to be the member's actual place of residence, as opposed to the 21 school district office or the school district boundaries. Such 22 expenditures shall be a charge against the budgeted school district 23 funds. The governing board of a school district shall prescribe 24 procedures and amounts for reimbursement of lodging and subsistence 25 expenses. Reimbursement amounts shall not exceed the maximum amounts 26 established pursuant to section 38-624, subsection C. 27 6. NOTWITHSTANDING ANY OTHER LAW, construct or provide in rural 28 districts housing facilities for teachers and other school employees that 29 the board determines are necessary to operate the school. HOUSING 30 FACILITIES CONSTRUCTED OR PROVIDED PURSUANT TO THIS PARAGRAPH ARE NOT 31 REQUIRED TO BE LIMITED TO TEACHERS OR OTHER SCHOOL EMPLOYEES. 7. Sell or lease to the state, a county, a city, another school 32 33 district or a tribal government agency any school property required for a 34 public purpose if the sale or lease of the property will not affect the 35 normal operations of a school within the school district. 36 Annually budget and spend monies for membership 8. in an 37 association of school districts within this state.

9. Enter into leases or lease-purchase agreements for school buildings or grounds, or both, as lessor or as lessee, for periods of less than twenty years subject to voter approval for construction of school buildings as prescribed in section 15-341, subsection A, paragraph 7.

10. Subject to title 41, chapter 56, sell school sites or enter into leases or lease-purchase agreements for school buildings and grounds, as lessor or as lessee, for a period of twenty years or more, but not to exceed ninety-nine years, if authorized by a vote of the school district electors in an election called by the governing board as provided in section 15-491, except that authorization by the school district electors in an election is not required if one of the following requirements is met:

5 (a) The market value of the school property is less than \$50,000 or 6 the property is procured through a renewable energy development agreement, 7 an energy performance contract, which among other items includes a 8 renewable energy power service agreement, or a simplified energy 9 performance contract pursuant to section 15-213.01.

10 (b) The buildings and sites are completely funded with monies 11 distributed by the school facilities division OF SCHOOL FACILITIES within 12 the department of administration or at the direction of the school 13 facilities oversight board, or its predecessor.

14 (c) The transaction involves the sale of improved or unimproved 15 property pursuant to an agreement with the school facilities oversight 16 board in which the school district agrees to sell the improved or 17 unimproved property and transfer the proceeds of the sale to the school 18 facilities oversight board in exchange for monies from the school 19 facilities oversight board for the acquisition of a more suitable school 20 site. For a sale of property acquired by a school district before July 9, 21 1998, a school district shall transfer to the school facilities oversight 22 board that portion of the proceeds that equals the cost of the acquisition 23 of a more suitable school site. If there are any remaining proceeds after 24 the transfer of monies to the school facilities oversight board, a school 25 district shall only use those remaining proceeds for future land purchases 26 approved by the school facilities oversight board, or for capital 27 improvements not funded by the school facilities oversight board for any 28 existing or future facility.

29 (d) The transaction involves the sale of improved or unimproved property pursuant to a formally adopted plan and the school district uses 30 31 the proceeds of this sale to purchase other property that will be used for 32 similar purposes as the property that was originally sold if the sale 33 proceeds of the improved or unimproved property are used within two years 34 after the date of the original sale to purchase the replacement property. 35 If the sale proceeds of the improved or unimproved property are not used 36 within two years after the date of the original sale to purchase 37 replacement property, the sale proceeds shall be used toward paying any 38 outstanding bonded indebtedness. If any sale proceeds remain after paying 39 for outstanding bonded indebtedness, or if the district has no outstanding 40 bonded indebtedness, sale proceeds shall be used to reduce the district's 41 primary tax levy. A school district shall not use this subdivision unless 42 all of the following conditions exist:

43 (i) The school district is the sole owner of the improved or 44 unimproved property that the school district intends to sell. 1 (ii) The school district did not purchase the improved or 2 unimproved property that the school district intends to sell with monies 3 that were distributed pursuant to title 41, chapter 56.

4 (iii) The transaction does not violate section 15-341, 5 subsection G.

6 (e) THE SCHOOL DISTRICT GOVERNING BOARD IS ENTERING INTO A LEASE OR 7 LEASE-PURCHASE AGREEMENT FOR THE PURPOSES OF PROVIDING HOUSING FACILITIES. 8 NOTWITHSTANDING SECTION 15-341, SUBSECTION A, PARAGRAPH 7, A SCHOOL 9 DISTRICT GOVERNING BOARD MAY CONSTRUCT BUILDINGS FOR THE PURPOSES OF 10 PROVIDING HOUSING FACILITIES ON PROPERTY LEASED PURSUANT TO THIS 11 SUBDIVISION WITHOUT APPROVAL OF THE SCHOOL DISTRICT ELECTORS.

12 11. Review the decision of a teacher to promote a pupil to a grade 13 or retain a pupil in a grade in a common school or to pass or fail a pupil in a course in high school. The pupil has the burden of proof to overturn 14 the decision of a teacher to promote, retain, pass or fail the pupil. In 15 16 order to sustain the burden of proof, the pupil shall demonstrate to the 17 governing board that the pupil has mastered the academic standards adopted 18 by the state board of education pursuant to sections 15-701 and 15-701.01. 19 If the governing board overturns the decision of a teacher pursuant to 20 this paragraph, the governing board shall adopt a written finding that the 21 pupil has mastered the academic standards. Notwithstanding title 38, 22 chapter 3, article 3.1, the governing board shall review the decision of a teacher to promote a pupil to a grade or retain a pupil in a grade in a 23 24 common school or to pass or fail a pupil in a course in high school in 25 executive session unless a parent or legal guardian of the pupil or the 26 pupil, if emancipated, disagrees that the review should be conducted in 27 executive session and then the review shall be conducted in an open meeting. If the review is conducted in executive session, the board shall 28 29 notify the teacher of the date, time and place of the review and shall 30 allow the teacher to be present at the review. If the teacher is not 31 present at the review, the board shall consult with the teacher before 32 making its decision. Any request, including the written request as 33 provided in section 15-341, the written evidence presented at the review 34 and the written record of the review, including the decision of the 35 governing board to accept or reject the teacher's decision, shall be 36 retained by the governing board as part of its permanent records.

12. Provide transportation or site transportation loading and
 unloading areas for any child or children if deemed for the best interest
 of the district, whether within or without the district, county or state.

40 13. Enter into intergovernmental agreements and contracts with 41 school districts or other governing bodies as provided in section 11-952. 42 Intergovernmental agreements and contracts between school districts or 43 between a school district and other governing bodies as provided in 44 section 11-952 are exempt from competitive bidding under the procurement 45 rules adopted by the state board of education pursuant to section 15-213. 1 14. Include in the curricula it prescribes for high schools in the 2 school district career and technical education, vocational education and 3 technology education programs and career and technical, vocational and 4 technology program improvement services for the high schools, subject to 5 approval by the state board of education. The governing board may 6 contract for the provision of career and technical, vocational and 7 technology education as provided in section 15-789.

8 15. Suspend a teacher or administrator from the teacher's or 9 administrator's duties without pay for a period of time of not to exceed 10 ten school days, if the board determines that suspension is warranted 11 pursuant to section 15-341, subsection A, paragraph 21 or 22.

12 16. Dedicate school property within an incorporated city or town to 13 that city or town or within a county to that county for use as a public 14 right-of-way if both of the following apply:

(a) Pursuant to an ordinance adopted by the city, town or county,
there will be conferred on the school district privileges and benefits
that may include benefits related to zoning.

18 (b) The dedication will not affect the normal operation of any 19 school within the district.

20

17. Enter into option agreements for the purchase of school sites.

18. Donate surplus or outdated learning materials, educational equipment and furnishings to nonprofit community organizations if the governing board determines that the anticipated cost of selling the learning materials, educational equipment or furnishings equals or exceeds the estimated market value of the materials.

19. Prescribe policies to assess reasonable fees for students to use district-provided parking facilities. The fees are to be applied by the district solely against costs incurred in operating or securing the parking facilities. Any policy adopted by the governing board pursuant to this paragraph shall include a fee waiver provision in appropriate cases of need or economic hardship.

20. Establish alternative education programs that are consistent with the laws of this state to educate pupils, including pupils who have been reassigned pursuant to section 15-841, subsection E or F.

21. Require a period of silence to be observed at the commencement of the first class of the day in the schools. If a governing board chooses to require a period of silence to be observed, the teacher in charge of the room in which the first class is held shall announce that a period of silence not to exceed one minute in duration will be observed for meditation, and during that time no activities shall take place and silence shall be maintained.

42

22. Require students to wear uniforms.

23. Exchange unimproved property or improved property, including
school sites, if the governing board determines that the improved property
is unnecessary for the continued operation of the school district without

requesting authorization by a vote of the school district electors and if the governing board determines that the exchange is necessary to protect the health, safety or welfare of pupils or if the governing board determines that the exchange is based on sound business principles for either:

6

(a) Unimproved or improved property of equal or greater value.

7 (b) Unimproved property that the owner contracts to improve if the 8 value of the property ultimately received by the school district is of 9 equal or greater value.

10 24. For common and high school pupils, assess reasonable fees for 11 optional extracurricular activities and programs conducted when the common or high school is not in session, except that fees shall not be charged 12 13 for pupils' access to or use of computers or related materials. For high school pupils, the governing board may assess reasonable fees for fine 14 arts and vocational education courses and for optional services, equipment 15 16 and materials offered to the pupils beyond those required to successfully 17 complete the basic requirements of any other course, except that fees 18 shall not be charged for pupils' access to or use of computers or related materials. Fees assessed pursuant to this paragraph shall be adopted at a 19 20 public meeting after notice has been given to all parents of pupils 21 enrolled at schools in the district and shall not exceed the actual costs 22 of the activities, programs, services, equipment or materials. The 23 governing board shall authorize principals to waive the assessment of all 24 or part of a fee assessed pursuant to this paragraph if it creates an economic hardship for a pupil. For the purposes of this paragraph, 25 26 "extracurricular activity" means any optional, noncredit, educational or 27 recreational activity that supplements the education program of the school, whether offered before, during or after regular school hours. 28

29 25. Notwithstanding section 15-341, subsection A, paragraphs 7 and 30 9, construct school buildings and purchase or lease school sites, without 31 a vote of the school district electors, if the buildings and sites are 32 totally funded from one or more of the following:

(a) Monies in the unrestricted capital outlay fund, except that the
 estimated cost shall not exceed \$250,000 for a district that uses section
 15-949.

36 (b) Monies distributed at the direction of the school facilities 37 oversight board established by section 41-5701.02 or by the school 38 facilities division OF SCHOOL FACILITIES within the department of 39 administration pursuant to title 41, chapter 56.

40 (c) Monies specifically donated for the purpose of constructing 41 school buildings.

42 This paragraph does not eliminate the requirement for an election to raise 43 revenues for a capital outlay override pursuant to section 15-481 or a 44 bond election pursuant to section 15-491. 1 26. Conduct a background investigation that includes a fingerprint 2 check conducted pursuant to section 41-1750, subsection G for certificated 3 personnel and personnel who are not paid employees of the school district, 4 as a condition of employment. A school district may release the results 5 of a background check to another school district for employment purposes. 6 The school district may charge the costs of fingerprint checks to its 7 fingerprinted employee, except that the school district may not charge the 8 costs of fingerprint checks for personnel who are not paid employees of 9 the school district.

10 27. Unless otherwise prohibited by law, sell advertising as 11 follows:

12 (a) Advertisements shall be age appropriate and not promote any 13 substance that is illegal for minors such as alcohol, tobacco and drugs or 14 gambling. Advertisements shall comply with the state sex education policy 15 of abstinence.

16 (b) Advertising approved by the governing board for the exterior of 17 school buses may appear only on the sides of the bus in the following 18 areas:

19 (i) The signs shall be below the seat level rub rail and not extend 20 above the bottom of the side windows.

(ii) The signs shall be at least three inches from any required lettering, lamp, wheel well or reflector behind the service door or stop signal arm.

24 (iii) The signs shall not extend from the body of the bus so as to 25 allow a handhold or present a danger to pedestrians.

26 (iv) The signs shall not interfere with the operation of any door 27 or window.

28

(v) The signs shall not be placed on any emergency doors.

(c) The school district shall establish an advertisement fund that
 is composed of revenues from the sale of advertising. The monies in an
 advertisement fund are not subject to reversion.

32 28. Assess reasonable damage deposits to pupils in grades seven through twelve for using textbooks, musical instruments, band uniforms or 33 other equipment required for academic courses. The governing board shall 34 35 adopt policies on any damage deposits assessed pursuant to this paragraph 36 at a public meeting called for this purpose after providing notice to all 37 parents of pupils in grades seven through twelve in the school district. 38 Principals of individual schools within the district may waive the damage 39 deposit requirement for any textbook or other item if the payment of the 40 damage deposit would create an economic hardship for the pupil. The 41 school district shall return the full amount of the damage deposit for any textbook or other item if the pupil returns the textbook or other item in 42 43 reasonably good condition within the time period prescribed by the governing board. For the purposes of this paragraph, "in reasonably good 44 45 condition" means the textbook or other item is in the same or a similar

1 condition as it was when the pupil received it, plus ordinary wear and 2 tear.

29. Notwithstanding section 15-1105, expend surplus monies in the civic center school fund for maintenance and operations or unrestricted capital outlay if sufficient monies are available in the fund after meeting the needs of programs established pursuant to section 15-1105.

7 30. Notwithstanding section 15-1143, spend surplus monies in the 8 community school program fund for maintenance and operations or 9 unrestricted capital outlay if sufficient monies are available in the fund 10 after meeting the needs of programs established pursuant to section 11 15-1142.

12 31. Adopt guidelines to standardize the format of the school report 13 cards required by section 15-746 for schools within the district.

14 32. Adopt policies that require parental notification when a law 15 enforcement officer interviews a pupil on school grounds. Policies 16 adopted pursuant to this paragraph shall not impede a peace officer from 17 performing the peace officer's duties. If the school district governing 18 board adopts a policy that requires parental notification:

19 (a) The policy may provide reasonable exceptions to the parental 20 notification requirement.

(b) The policy shall set forth whether and under what circumstances a parent may be present when a law enforcement officer interviews the pupil, including reasonable exceptions to the circumstances under which a parent may be present when a law enforcement officer interviews the pupil, and shall specify a reasonable maximum time after a parent is notified that an interview of a pupil by a law enforcement officer may be delayed to allow the parent to be present.

33. Enter into voluntary partnerships with any party to finance 28 29 with monies other than school district monies and cooperatively design school facilities that comply with the adequacy standards prescribed in 30 31 section 41-5711 and the square footage per pupil requirements pursuant to section 41-5741, subsection D, paragraph 3, subdivision (b). The design 32 33 plans and location of any such school facility shall be submitted to the school facilities oversight board for approval pursuant to section 34 35 41-5741, subsection 0. If the school facilities oversight board approves 36 the design plans and location of any such school facility, the party in 37 partnership with the school district may cause to be constructed and the 38 district may begin operating the school facility before monies are 39 distributed at the direction of the school facilities oversight board 40 pursuant to section 41-5741. Monies distributed from the new school 41 facilities fund to a school district in a partnership with another party 42 to finance and design the school facility shall be paid to the school 43 district pursuant to section 41-5741. The school district shall reimburse the party in partnership with the school district from the monies paid to 44 45 the school district pursuant to section 41-5741, in accordance with the

1 voluntary partnership agreement. Before the school facilities oversight 2 board directs the distribution of any monies pursuant to this subsection, 3 the school district shall demonstrate to the school facilities oversight 4 board that the facilities to be funded pursuant to section 41-5741, 5 subsection 0 meet the minimum adequacy standards prescribed in section 6 41-5711. If the cost to construct the school facility exceeds the amount 7 that the school district receives from the new school facilities fund, the 8 partnership agreement between the school district and the other party 9 shall specify that, except as otherwise provided by the other party, any such excess costs shall be the responsibility of the school district. The 10 11 school district governing board shall adopt a resolution in a public 12 meeting that an analysis has been conducted on the prospective effects of 13 the decision to operate a new school with existing monies from the school 14 district's maintenance and operations budget and how this decision may affect other schools in the school district. If a school district 15 16 acquires land by donation at an appropriate school site approved by the 17 school facilities oversight board and a school facility is financed and 18 built on the land pursuant to this paragraph, the school facilities 19 oversight board shall direct the distribution of an amount equal to twenty 20 percent of the fair market value of the land that can be used for academic 21 purposes. The school district shall place the monies in the unrestricted 22 capital outlay fund and increase the unrestricted capital budget limit by the amount of the monies placed in the fund. Monies distributed under 23 24 this paragraph shall be distributed from the new school facilities fund 25 pursuant to section 41-5741. If a school district acquires land by 26 donation at an appropriate school site approved by the school facilities oversight board and a school facility is financed and built on the land 27 pursuant to this paragraph, the school district shall not receive monies 28 29 the donation of real property pursuant to section 41-5741, for 30 subsection F. It is unlawful for:

(a) A county, city or town to require as a condition of any land use approval that a landowner or landowners that entered into a partnership pursuant to this paragraph provide any contribution, donation or gift, other than a site donation, to a school district. This subdivision only applies to the property in the voluntary partnership agreement pursuant to this paragraph.

37 (b) A county, city or town to require as a condition of any land 38 use approval that the landowner or landowners located within the 39 geographic boundaries of the school subject to the voluntary partnership 40 pursuant to this paragraph provide any donation or gift to the school 41 district except as provided in the voluntary partnership agreement 42 pursuant to this paragraph.

43 (c) A community facilities district established pursuant to title 44 48, chapter 4, article 6 to be used for reimbursement of financing the 45 construction of a school pursuant to this paragraph.

1 (d) A school district to enter into an agreement pursuant to this 2 paragraph with any party other than a master planned community party. Any 3 land area consisting of at least three hundred twenty acres that is the 4 subject of a development agreement with a county, city or town entered 5 into pursuant to section 9-500.05 or 11-1101 shall be deemed to be a 6 master planned community. For the purposes of this subdivision, "master 7 planned community" means a land area consisting of at least three hundred 8 twenty acres, which may be noncontiguous, that is the subject of a zoning 9 ordinance approved by the governing body of the county, city or town in which the land is located that establishes the use of the land area as a 10 11 planned area development or district, planned community development or 12 district, planned unit development or district or other land use category 13 or district that is recognized in the local ordinance of such county, city 14 or town and that specifies the use of such land is for a master planned 15 development.

16 34. Enter into an intergovernmental agreement with a presiding 17 judge of the juvenile court to implement a law-related education program 18 as defined in section 15-154. The presiding judge of the juvenile court 19 may assign juvenile probation officers to participate in a law-related 20 education program in any school district in the county. The cost of 21 juvenile probation officers who participate in the program implemented 22 pursuant to this paragraph shall be funded by the school district.

23 35. Offer to sell outdated learning materials, educational 24 equipment or furnishings at a posted price commensurate with the value of 25 the items to pupils who are currently enrolled in that school district 26 before those materials are offered for public sale.

27 36. If the school district is a small school district as defined in 28 section 15-901, and if allowed by federal law, opt out of federal grant 29 opportunities if the governing board determines that the federal 30 requirements impose unduly burdensome reporting requirements.

31 37. Prescribe and enforce policies and procedures for the emergency 32 administration of inhalers by trained employees of the school district and 33 nurses who are under contract with the school district pursuant to section 34 15-158.

35 38. Develop policies and procedures to allow principals to budget 36 for or assist with budgeting federal, state and local monies.

37 39. Subject to article IX, section 7, constitution of Arizona, the 38 laws pertaining to travel and subsistence, gifts, grants, including 39 federal grants, or devises and policies adopted by the department of 40 education, provide food and beverages at school district events, including 41 official school functions and trainings.