

# Annual Report on Chio Community Schools

JULY 1, 2017 - JUNE 30, 2018







# 2017 - 2018

# **Table of Contents**

Letter from the Superintendent of Public Instruction	3
Executive Summary	4
Introduction	5
The Basics	6
Forming Community Schools	10
Legal Compliance	1C
Overseeing Sponsors	1C
Types of Community Schools and Programs	11
Academic Performance	15
Operations	26
Financial Condition	32
Performance of Sponsors	34
Legislation	40



December 31, 2018

The Honorable John Kasich, Governor of Ohio 77 South High Street, 30th Floor Columbus, Ohio 43215

RE: 2017-2018 Annual Report on Ohio Community Schools

Dear Governor Kasich:

I am pleased to provide you with the Ohio Department of Education's 16th Annual Report on Community Schools Operating in Ohio. Ohio Revised Code §3314.015(A)(4) requires the Department to submit this report each year to the governor, speaker of the House of Representatives, president of the Senate and chairpersons of the House and Senate committees principally responsible for education matters.

During the 2017-2018 school year, more than 104,000 students attended Ohio community schools — about 7 percent of the total public school enrollment in our state. This report will help Ohio citizens understand the operation, role and general performance of community schools in our public education system.

Several tables and graphs accompany the narrative of this report. You also will find links to related pages on the Department's website. To view the tables and the accompanying narrative, please click here.

Sincerely,

Paolo DeMaria

Superintendent of Public Instruction Ohio

# 2017-2018

# **Executive Summary**

# **Annual Report on Community Schools Operating in Ohio**

Ohio supports quality educational opportunities for all students in both traditional districts and community schools and continues working to ensure its students have access to high-quality options. All Ohio schools should be safe, conducive to learning and accountable for the success of their students. Where these options are limited or nonexistent, Ohio makes opportunities available to develop new, high-quality community schools.

During the 2017-2018 school year, Ohio continued its efforts to improve the quality of its community school sector. A key effort was the Ohio Department of Education's continued focus on quality community school oversight through the sponsor evaluation and improvement process. All Ohio community school sponsors participated in the annual sponsor evaluation. Any sponsors rated "Poor" or that received their third consecutive "Ineffective" rating had their sponsorship authority revoked subject to appeal. Other sponsors rated "Ineffective" in the 2017-2018 sponsor evaluation participated in the Quality Improvement Process to develop clear action steps to improve their performance. Results are available on page 35.

The Department also continued to pursue improvement in community school academic performance and saw positive results from 2017 to 2018 in certain areas. The percentage of first-time test-takers who scored proficient or higher increased in English language arts, mathematics, science and social studies. The Performance Index, an Ohio School Report Card measure determined by the achievement of every student on Ohio's State Tests, increased 1.1 points for community schools.

Of the 310 schools in operation during the 2017-2018 school year that still are in operation in 2018-2019, 95.8 percent are sponsored by sponsors rated Effective based on the 2017-2018 sponsor evaluations. Of those same 310 schools, 42 percent of schools received an overall C or higher on the 2017-2018 Ohio School Report Cards.

The Department worked in coordination with the Ohio Facilities Construction Commission to award grants to high-performing community schools through the Community Schools Classroom Facilities Grant Program. The grants are designed to help high-quality community schools purchase, construct, reconstruct, renovate, remodel or expand classroom facilities. Round Two awards made during the 2017-2018 school year totaled more than \$4 million. Overall, approximately \$21 million has been awarded through this program to high-performing community schools.

# 2017-2018

# **Annual Report Ohio Community Schools**

# Introduction

Each year, the Ohio Department of Education releases an annual report on its public community schools — also called charter schools in many states. As required by state law, this annual report addresses the performance of Ohio's community schools in five areas:

- 1. Effectiveness of academic programs;
- 2. School operations;
- 3. Performance of sponsors;
- 4. Legal compliance; and
- 5. Financial condition.

A community school may operate only under the oversight of a sponsor approved by the Department. Restricted by law to educationally oriented organizations, community school sponsors are responsible for approving their schools' education plans and setting clear expectations for academic, fiscal and operational performance. The Department helps ensure a high-quality community school sector by providing technical assistance to community schools and sponsors, as well as administering a comprehensive sponsor evaluation and improvement system.



# Ohio Community Schools



The Basics

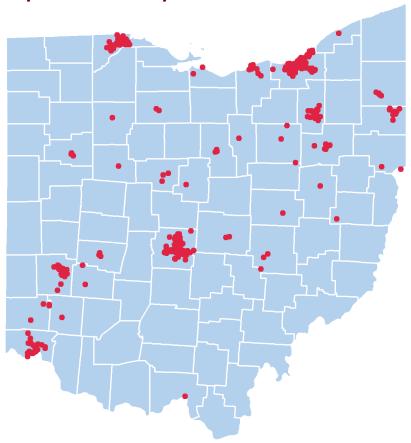


# **Community Schools in 2017-2018**

Ohio's community schools offer additional choices for families seeking nontraditional, K-12 public educational settings for their children. These learning institutions are public, nonprofit, nonreligious schools that receive state and federal funds but are independent of traditional school districts. By law, each Ohio community school must offer a learning environment in which all its students can make academic progress each school year. This means the school must ensure quality instruction and the academic services and the interventions its students require to succeed. A sponsor can close a school for not meeting the expectations outlined in its contract.

# Figure 1

# Map of Community Schools in Ohio: 2017-2018



# 2017-2018 : Ohio Community Schools by County

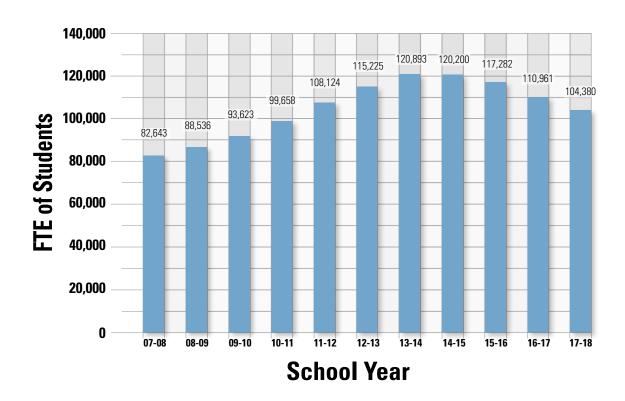
Allen3	Greene2	Marion3	Summit19
Butler 5	Hamilton21	Montgomery 30	Trumbull5
Clark3	Licking2	Muskingum3	Wayne 3
Cuyahoga 82	Lorain9	Richland4	
Erie 2	Lucas36	Seneca2	
Franklin 74	Mahoning 11	Stark8	
	shocton, Hancock, Hardin, Ha	arrison, Jefferson,	

Figure 1 displays the locations of the 340 community schools operating in Ohio.

# **Community Schools and Enrollment**

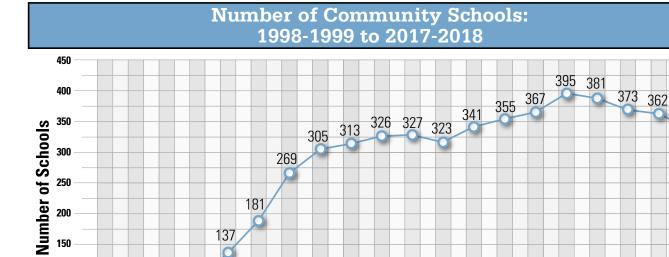
Figure 2

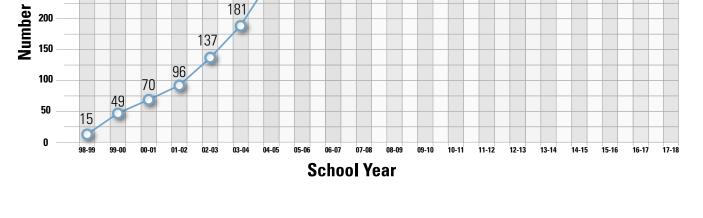
# Full-Time Equivalent (FTE) of Community Schools: 2008-2009 to 2017-2018



**Figure 2** reports the enrollment of full-time equivalent (FTE) students in Ohio community schools. It shows that enrollment in the state's community schools has declined since the 2013-2014 school year. Data source: 2017-2018 community school <u>payment reports</u>, subject to adjustment based on the final FTE reconciliation.

Figure 3





**Figure 3** shows a general upward trend in the number of community schools operating in Ohio over time, with a decline beginning in the 2014-2015 school year. Data Source: 2017-2018 Ohio School Report Cards.

340

# Forming Community Schools

Opening a community school in Ohio requires involvement from several entities. The process begins when one or more individuals develop a concept and plan for a community school. They become the **community school developers**. Each developer must find a **sponsor** that approves the plan and agrees to open the community school. Ohio has a network of sponsors approved by the **Ohio Department of Education**.

The developer enters into a contract with the sponsor that clearly identifies expectations for the community school. When entering into the contract, representatives of the community school form a **governing authority**, which acts similarly to a local board of education for a traditional school district.

The community school governing authority and sponsor also may decide to contract with a **community school operator**, which can be a nonprofit or for-profit organization. The operator, which often is a community school management company, manages the school's daily operations.

# **Legal Compliance – Overseeing Community Schools**

A sponsor ensures that a community school adheres to its contract and makes important decisions affecting the school, such as whether to renew the school's contract. The sponsor also provides ongoing oversight and technical assistance to ensure the school is complying with state and federal laws.

Key oversight activities include:

- Making an annual pre-opening visit and at least two in-session visits to confirm the school is complying with legal requirements in areas such as school safety, teacher licensure and providing special education services. The sponsor also may offer technical assistance in a broad range of areas;
- Meeting monthly with the school's governing authority to review school enrollment and finances and provide a written financial report;
- Reporting its review of the school's academic and fiscal performance, legal compliance and operation to the Department, school and students' families.

Community schools are subject to an annual financial audit conducted through the Auditor of State's office. Copies of community school financial audits are published and available on the office's <u>website</u>. More information about this is available on **page 33**.

# **Overseeing Community School Sponsors**

The Department carefully oversees and evaluates community school sponsors and provides technical assistance to sponsors through its Office of Community Schools.

Ohio law directs the Department to evaluate each community school sponsor annually on three components:

- Academic performance of students in the sponsor's schools;
- · Compliance with state and federal laws; and
- Quality of practices.



This <u>comprehensive evaluation system</u> results in a rating for each sponsor. See <u>page 36</u> for details on how the Department oversees community school sponsors and data from the 2017-2018 sponsor evaluations.

Ohio law requires each community school sponsor, with limited statutory exceptions, to operate under a written agreement with the Department. The results of the sponsor's prior-year evaluation factor heavily into the Department's agreement with the sponsor. Each agreement stipulates the communities in which a sponsor may oversee community schools, the duration of the agreement and whether a sponsor may add community schools to its portfolio.

# **Ensuring Community School Operator Quality**

Each November, the Department publishes an annual report on each operator that reflects student performance in the schools managed by that operator. See **page 28** for details and a link to the Community School Operator Performance Report.

# **Types of Community Schools and Programs**

Ohio classifies each community school in three ways — instructional delivery, curriculum and type. Each community school is:

- 1. Either a site-based school (this includes a school offering both face-to-face and web-based instruction) or an e-school; and
- A general education school, a special education school, or a dropout prevention and recovery program. In recent years, the Department has classified a handful of schools as both special education community schools and dropout prevention and recovery programs.
- 3. Either a startup school or a conversion school, as defined in state law.

# Instructional Delivery: Site-based or E-school

### Site-based School

In a site-based community school, sometimes called a brick-and-mortar school, students receive instruction led by a teacher working on-site. A site-based community school also may use a blended learning model in which students receive instruction both from the teacher and through online sources. A community school seeking to use a blended learning model must receive approval from its sponsor and file a declaration with the Department. The contract between the school's governing authority and sponsor also must comply with state statutory criteria for blended learning. A site-based community school's contract must identify all methods of instructional delivery and include them in the school's education plan, as well as its performance and accountability plan.

### E-school

An e-school is a community school in which students work primarily on non-classroom-based learning opportunities provided via the internet or another computer-based instructional method not reliant on classroom instruction.

A student in either a site-based community school or an e-school must meet the same graduation requirements as other public school students in Ohio.

# Percentage of Community Schools by Site-based and E-school: 2017-2018

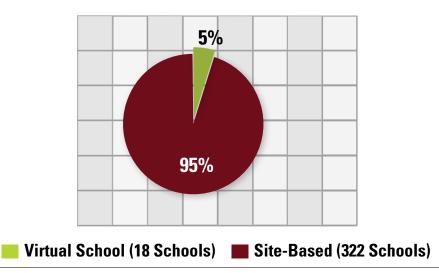
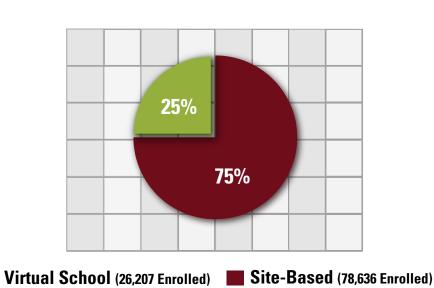


Figure 4 shows that, by far, most community schools operating in Ohio in the 2017-2018 school year were site-based.

Figure 5

# Community School Enrollment by Site-based and E-school: 2017-2018



**Figure 5** shows that more than two-thirds of Ohio community school students were enrolled in site-based schools during the 2017-2018 school year. Data Source: 2017-2018 Ohio School Report Cards.

# **Curriculum: General Education, Special Education or Dropout Prevention and Recovery Program**

Most of Ohio's community schools offer general education curriculum, but some serve students with specific educational needs.

### Special Education School and/or Dropout Prevention and Recovery Program

Ohio law specifies two special community school designations based on the characteristics of a school's students. These are schools that primarily serve students receiving special education or students enrolled in dropout prevention and recovery programs.

In a special education community school, more than half of the students are on individualized education programs (IEPs). This type of school receives a graded Ohio School Report Card, like all public schools in Ohio. However, a community school primarily serving students with disabilities is exempt under state law from automatic closure due to low academic performance.

A community school may apply to receive a Dropout Prevention and Recovery Report Card if it meets either of these criteria:

- 1. Operates a drug recovery program in cooperation with a court; or
- 2. Operates a dropout prevention and recovery program and enrolls more than 50 percent of its students in that program, as verified by the Department.

In addition to Ohio's high school end-of-course tests and other state assessments, a dropout prevention and recovery program must administer a nationally normed test in reading and mathematics, approved by the Department, that documents student academic progress. Community schools that meet all requirements can receive a Dropout Prevention and Recovery Report Card in place of the traditional Ohio School Report Cards. Find more information on dropout prevention and recovery programs on page 18.

# Figure 6

# **Student Enrollment by Curriculum Type**

Туре	School Count	% of Total Community Schools	Students Enrolled	% of Total Community School Enrollment
General Education	227	66.8%	86,282	82.3%
Special Education*	33	9.7%	4,004	3.8%
Dropout Prevention & Recovery	80	23.5%	14,557	13.9%
Total	340	100.0%	104,843	100.0%

<sup>\*</sup>Excludes dropout prevention and recovery programs. Data Source: 2017-2018 Ohio School Report Cards.

**Figure 6** indicates that a majority of Ohio community school students attended general education community schools. Slightly more than 17 percent of community school students attended special education community schools or dropout prevention and recovery programs.



# **Type: Startup or Conversion Schools**

### **Conversion School**

A public school district, joint vocational school district or educational service center may convert all or parts of an existing facility into what is called a "conversion" community school. Per Ohio law, the school is independent of the district and is overseen by a sponsor. Conversion community schools can be located in any Ohio public school district.

# **Startup School**

A startup community school may open only in a public school district that Ohio has designated as "Challenged." Under Ohio law, Challenged districts include, but are not limited to:

- Akron, Canton, Cincinnati, Cleveland, Columbus, Dayton, Toledo and Youngstown, because these
  urban districts serve high numbers of economically disadvantaged students;
- School districts designated by the state as being in Academic Emergency or Academic Watch status
   — in other words, generally having low student achievement;
- School districts that receive grades of D or F on the Performance Index and F's on report card
  measures that show student knowledge growth in math and reading over time; and
- The lowest 5 percent of districts in the state's Performance Index score rankings.

# Ohio Community Schools



Academic Perfomance

# **Effectiveness of Academic Performance**

Every Ohio community school is subject to the state's accountability system and receives an Ohio School Report Card annually. Each community school's sponsor uses information from the school's report card, as well as other performance measures contained in its contract with the school to evaluate the school's effectiveness.

# 2017-2018 Ohio School Report Cards

Ohio School Report Cards provide a clear picture of the progress districts and schools are making in raising academic achievement and preparing students for the future. They measure district and school performance in areas critical to success in learning.

As mentioned earlier, a community school with a general education or special education focus receives the traditional school report card. A community school designated as a dropout prevention and recovery school receives an alternative report card with measures appropriate to that population of students. Additional information about the measures, grades and ratings for each type of community school is available at reportcard.education.ohio.gov.

Student scores on Ohio's state achievement tests are the basis for some measures included on the Ohio School Report Cards. Assessments included as part of Ohio's system of statewide tests for the 2017-2018 school year included:

- Ohio's State Tests in mathematics for grades 3 through 8; English language arts for grades 3 through 8; science for grades 5 and 8;
- High school end-of-course tests in English language arts I and II, algebra I, geometry, integrated math I and II, biology, American government and American history;
- Northwest Evaluation Association's Measures of Academic Progress (MAP) tests for students in dropout prevention and recovery schools only; and
- The Ohio Graduation Tests in reading, writing, mathematics, science and social studies for students who started high school before July 1, 2014, and who have not already passed all five of these tests.

# **Explanation of Ohio School Report Cards**

Ohio School Report Cards include six components, each comprised of one or more measures. The components are:

**Achievement** –The Achievement component of the report card represents the number of students who passed the state tests and how well they performed on them.

**Progress** –The Progress component looks closely at the growth that all students are making based on their past performances.

**Improving At-Risk K-3 Readers** –The Improving At-Risk K-3 Readers component looks at how successful the school is at getting struggling readers on track to proficiency in third grade and beyond.

**Gap Closing** –The Gap Closing component shows how well schools are meeting the performance expectations for all students, especially our most vulnerable populations of students, in English language arts, math and graduation and how they are doing in teaching English learners to become proficient in English.

**Graduation Rate** –The Graduation Rate component looks at the percentage of students who are successfully finishing high school with a diploma in four or five years.

**Prepared for Success** – The Prepared for Success component looks at how well prepared Ohio's students are for all future opportunities, whether training in a technical field or preparing for work or college.



Community schools have received letter grades for each report card component since the 2015-2016 school year. The 2017-2018 Ohio School Report Cards included for the first time an overall grade for each community school, calculated from the six component grades. More information on the overall grade can be found in the **Guide to 2018 Ohio School Report Cards**.

Figure 7

# **General Education Community School Academic Performance**

Component		A		В		C		D		F
Overall Grade	5	1.9%	26	10.0%	55	21.2%	95	36.5%	79	30.4%
Achievement Component Grade	8	3.1%	3	1.2%	11	4.2%	88	33.9%	150	57.7%
Performance Index Grade	3	1.2%	4	1.6%	16	6.5%	124	50.0%	101	40.7%
Indicators Met Grade	9	3.5%	3	1.2%	-	-	10	3.9%	238	91.5%
Graduation Component Grade	5	9.6%	5	9.6%	1	1.9%	9	17.3%	32	61.5%
Four-year Graduation Rate Grade	7	14.9%	1	2.1%	2	4.3%	4	8.5%	33	70.2%
Five-year Graduation Rate Grade	4	8.5%	4	8.5%	4	8.5%	7	14.9%	28	59.6%
Progress Component Grade	25	10.4%	49	20.3%	37	15.4%	55	22.8%	75	31.1%
Overall Value-Added Grade	45	18.7%	20	8.3%	32	13.3%	19	7.9%	125	51.9%
Gifted Value-Added Grade		-		-			1	50.0%	1	50.0%
Students in Lowest 20% of Achievement Value-Added Grade	34	15.3%	17	7.6%	67	30.0%	27	12.1%	78	35.0%
Students with Disabilities Value-Added Grade	11	7.3%	13	8.7%	48	32.0%	18	12.0%	60	20.9%
Highly Mobile Value-Added Grade	8	12.7%	8	12.7%	18	28.6%	9	14.3%	20	20.9%
Gap Closing Component Grade	33	13.5%	42	17.1%	19	7.8%	22	9.0%	129	20.9%
Success Component Grade							1	1.9%	53	20.9%
K-3 Literacy Improvement Grade	2	1.1%	16	9.0%	41	23.2%	81	45.8%	37	20.9%

**Figure 7** displays the distribution of Ohio School Report Card grades for general education community schools in the 2017-2018 school year. Data Source: 2017-2018 Ohio School Report Cards.

# **Dropout Recovery Community Schools Report Cards**

Dropout Prevention and Recovery Report Cards evaluate schools in which the majority of students are enrolled in dropout prevention and recovery programs. The measures on the 2017-2018 Dropout Prevention and Recovery Report Cards include:

**High School Test Passage Rate** – This rating reports the percentage of students who passed all applicable tests as required for high school graduation.

**Gap Closing** – This rating shows how well schools are meeting the performance expectations for students in English language arts, math, graduation and English language proficiency improvement.

**Graduation Rate** – This rating reports the number of students graduating from the school in four, five, six, seven or eight years.

**Progress** – This rating is the school's average progress for its students in math and reading, using the NWEA Measures of Academic Progress (MAP) in grades 9-12. Progress looks closely at the growth that all students are making.

A community school receives a dropout prevention and recovery program designation after working with its sponsor to complete the dropout prevention and recovery program application.

Eighty community schools received Dropout Prevention and Recovery Designation Report Cards for the 2017-2018 school year. Each school received a designation of Exceeds Standards, Meets Standards or Does Not Meet Standards for each measure and as an overall school rating.

# Figure 8

# **Dropout Prevention and Recovery Programs Academic Performance**

All Dropout Prevention and Recovery Programs	Does Not Meet Standards		Meets Standards		Exceeds Standards	
Overall Rating	24	30%	52	65%	4	5%
Progress Rating	38	47.5%	29	36.25%	13	16.25%
High School Test Passage Rating	48	72.73%	18	27.27%		
Combined Graduation Rating	10	12.66%	40	50.63%	29	36.71%
Four-year Graduation Rate Rating	12	15.38%	44	56.41%	22	28.21%
Five-year Graduation Rate Rating	13	16.67%	40	51.28%	25	32.05%
Six-year Graduation Rate Rating	10	13.33%	37	49.33%	28	37.33%
Seven-year Graduation Rate Rating	8	11.11%	37	51.39%	27	37.5%
Eight-year Graduation Rate Rating	7	9.72%	41	56.94%	24	33.33%
Gap Closing Rating	27	36.99%	27	36.99%	19	26.03%

**Figure 8** shows that 70 percent of community schools with the dropout prevention and recovery program designation met or exceeded overall standards. Thirty percent of these schools did not meet overall standards. Data Source: 2017-2018 Ohio School Report Cards.



# Comparing Academic Performance of Community Schools Located in Ohio 8 Districts and Ohio 8 Traditional Public Schools on Components of the Ohio School Report Cards

Because Ohio law limits where startup community schools can open, it is perhaps most useful to compare community schools' performance to school districts where most community schools operate. These urban districts, often referred to as the Ohio 8, are home to the majority of community schools in Ohio. The figures below show how community schools located in the Ohio 8 districts scored compared to the Ohio 8 traditional public school districts.

Figure 9



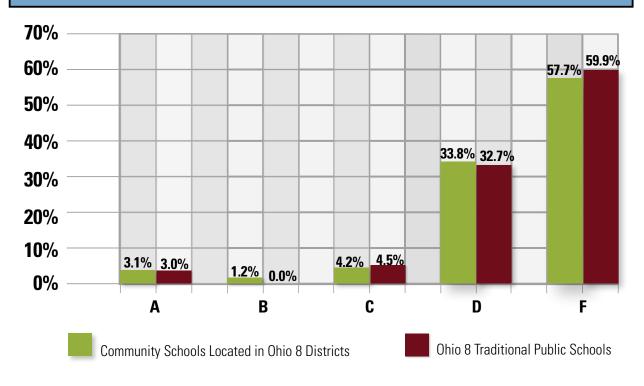


Figure 9 Data Source: 2017-2018 Ohio School Report Cards.

Figure 10

# Ohio 8 Progress Component Grades 2017-2018

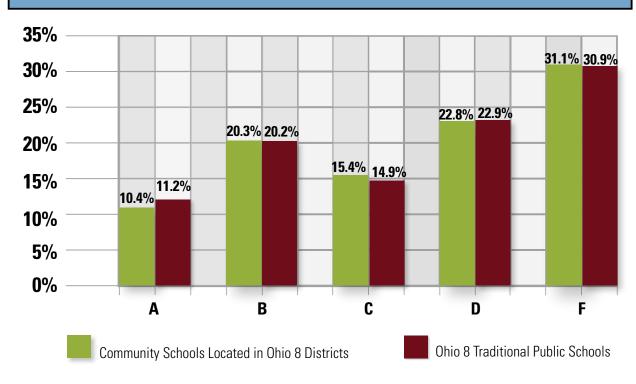


Figure 10 Data Source: 2017-2018 Ohio School Report Cards.

Figure 11

# Ohio 8 Graduation Component Grades 2017-2018

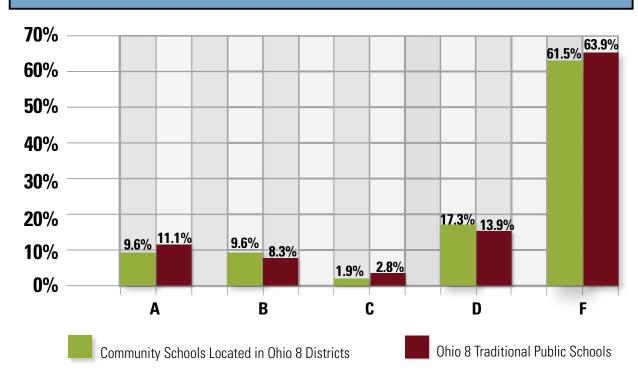


Figure 11 Data Source: 2017-2018 Ohio School Report Cards.

Figure 12

# Ohio 8 Gap Closing Component Grades 2017-2018

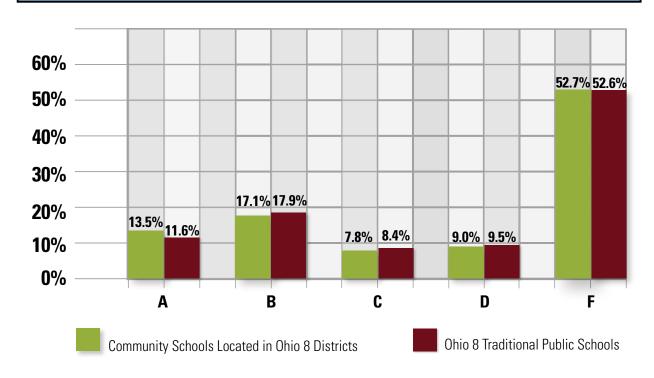


Figure 12 Data Source: 2017-2018 Ohio School Report Cards.

Figure 13

# Ohio 8 Prepared for Success Component Grades 2017-2018

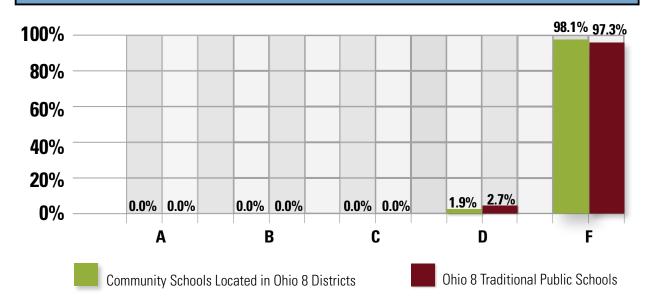


Figure 13 Data Source: 2017-2018 Ohio School Report Cards.

Figure 14

# Ohio 8 Improving At-Risk K-3 Readers Component Grades 2017-2018

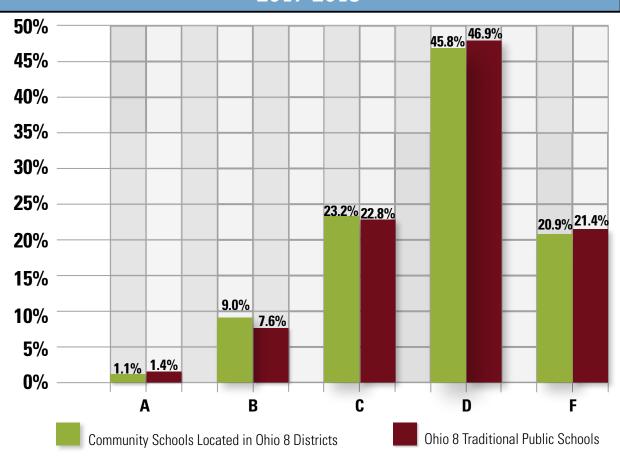


Figure 14 Data Source: 2017-2018 Ohio School Report Cards.

# **Identifying Improvement**

While a comparison of academic performance between Ohio 8 traditional and community schools shows similar performance in areas such as Achievement, Gap Closing and Improving At-Risk K-3 Readers, the 2018 Ohio School Report Cards show improvement in academic achievement in core academic subjects by Ohio community school students statewide.

The Department also continued to see improvement in community school academic performance, with positive results from 2017 to 2018 in certain areas. The percentage of first-time test-takers who scored proficient or higher increased in English language arts, mathematics, science and social studies. The Performance Index for all students in community schools increased by 1.1 points.

# Figure 15

# Percent Proficient 2017 and 2018 (First-time Test-takers), by Subject

	Community Schools		All Schools (including Community Schools)			Big 8 Schools			
Subject	2017	2018	17-18 Change	2017	2018	17-18 Change	2017	2018	17-18 Change
English Language Arts	42.5%	43.9%	1.4	64.1%	66.0%	1.9	37.3%	39.5%	2.2
Mathematics	35.4%	37.6%	2.2	62.2%	62.6%	0.4	33.1%	33.6%	0.5
Science	39.5%	44.3%	4.8	68.6%	72.2%	3.6	36.4%	41.9%	5.5
Social Studies	50.8%	66.7%	15.9	74.3%	80.1%	5.8	45.4%	55.0%	9.6

# Performance Index Score 2017 and 2018

	Community Schools				
	2017 2018 17-18 Chang				
Performance Index	66.5	67.6	1.1		

# Ohio Community Schools



Operations



# **Community School Operations 2017-2018**

The 2017-2018 school year marked the 20th year of community school operations in Ohio. Beginning in 1998 with 15 community schools authorized by two sponsors, Ohio's community school portfolio includes 340 schools and 37 sponsors.

### **Governing Authority Membership**

Ohio law reduces conflicts of interest in community school operation by barring any community school governing authority member who is employed by a school district or educational service center from serving on the governing authority of a community school sponsored by that district or educational service center. The law also prohibits a community school governing authority member from being a member of a school district board of education and vice versa.

### **Ensuring School Quality Closure for Poor Academic and Fiscal Performance**

Ohio has one of the most rigorous requirements in the nation for closing community schools based on poor performance. See <u>details of the law here</u>.

To increase transparency, the Department publishes on its website:

- The name of each community school closed during the year and the reason each school closed;
- Each entity that applied to be a sponsor, along with the entity's application and most recent evaluation:
- · Sponsor ratings; and
- A list of sponsors that may not sponsor new schools.

Legislative changes passed in 2015 provided districts and schools "Safe Harbor," or temporary immunity from the consequences of poor student performance while they adjusted to the new, more rigorous state tests. Safe Harbor extended from the 2014-2015 school year through the 2016-2017 school year. Using the results of the 2017-2018 school year, no community school was subject to the automatic closure status.

# **Accountability Regarding Sponsors**

To prevent poor-performing community schools regularly switching sponsors, a practice commonly known as "sponsor hopping," Ohio law prohibits these schools from changing sponsors without the Department's approval. A community school that received a grade of D or F on the Performance Index score and an overall grade of D or F on the Progress component must receive approval from the Department before changing sponsors. A community school that operates a dropout prevention and recovery program and received a rating of "Does Not Meet Standards" for the annual student growth measure and combined graduation rates also must obtain the Department's approval before changing sponsors. During the 2017-2018 school year, two community schools requested to change sponsors. The Department denied both requests.

# **Annual Performance Report for Community School Operators**

Many community schools choose to contract with operators to manage their daily operations. An operator works under a contract with the school's governing authority and acts similarly to the central office of a traditional school district.

A community school operator can be a for-profit or nonprofit organization, as well as a school district or educational service center. The operator's contract retains the operator's right to terminate its affiliation with the school if the school fails to meet quality standards. The contract between a community school's governing authority and its operator also details the school's arrangement for services that may include curriculum development, staffing, facilities management, technology, marketing, training and development, and treasurer and financial services.

The Department issues an <u>annual performance report for each community school operator</u> based on its school's performance the previous year. See the results on page 38.

# **Grant Opportunities for Community Schools**

### **Charter Schools Program Grant**

Through a federal Charter Schools Program grant, Ohio is expanding opportunities for its most disadvantaged students to succeed by increasing the number of high-performing, site-based community schools that can meet their educational needs.

To be eligible for a Charter Schools Program grant, which covers both planning and initial implementation, applicants must conform to the federal definition of a public charter school in the Elementary and Secondary Education Act. Each applicant must plan or implement a high-performing, site-based general education school, defined by the Department as one where students receive instruction primarily under the supervision of teachers in physical classroom settings. Dropout prevention and recovery programs and e-schools are not eligible for Charter Schools Program grants.

To ensure oversight and transparency throughout the grant process, the Department created a Grant Implementation Advisory Committee representing key Ohio stakeholders. The committee reviews and comments on grant-related documents and reports and receives regular updates on the status of grant activities. Details about committee membership are available in the committee's governance document.

Southwest Ohio Preparatory School, United Preparatory Academy East and South Columbus Preparatory Academy each received Charter Schools Program grants of \$350,000 to open new community schools in the 2017-2018 school year. Each of these schools is overseen by a sponsor that received an overall rating of "Effective" on its most recent community school sponsor evaluation. This is a requirement for all new community schools opening in Ohio.

See more here on Charter Schools Program grant eligibility.

School IRN	School Name	Award Amount
016829	South Columbus Preparatory Academy	\$350,000.00
016850	Southwest Ohio Preparatory School	\$350,000.00
016858	United Preparatory Academy East	\$350,000.00



# **Community School Classroom Facilities Grant**

The Ohio General Assembly created the <u>Community School Classroom Facilities Grant</u> in 2015 to help schools purchase, construct, reconstruct, renovate, remodel or expand classroom facilities. Lawmakers appropriated \$25 million for the program. In 2016, the first round, eight community schools received grants totaling more than \$17 million. In 2017-2018, round two grants awarded an additional \$4 million to four high-performing community schools.

Proposed projects must demonstrate the grant funds will increase the supply of seats in high-performing schools, service specific unmet student needs through community school education, and show innovation in design and potential as a successful, replicable school model.

The overall project cost for schools receiving the grants can include professional design and construction fees, facility construction, fixtures, furniture, equipment and certain other expenses. These schools also must show they have secured non-state resources equal to at least 50 percent of the project cost.

The Department and the Ohio Facilities Construction Commission worked together to develop eligibility guidelines for the grant, application criteria and a timeline for a second round of grants. To be eligible for this grant, a community school must meet the definition of high quality, as outlined in the grant guidelines.

### Figure 16

School	Amount Approved
Arts and College Preparatory Academy	\$1,879,346
Dayton Early College Academy, Inc.	\$749,182
United Preparatory Academy	\$1,086,377
Zanesville Community High School	\$298,679
Total	\$4,013,584

Figure 16 shows the community schools awarded grants in March 2018.

Figure 17

# **Community School Classroom Facilities Grant**

OPERATOR	POINTS	RATING
Accel Schools Akron FB LLC	0	F
Accel Schools Canton FB LLC	2	С
Accel Schools Cleveland FB LLC	1	D
Accel Schools Columbus FB LLC	0	F
Accel Schools Ohio LLC	2	С
AJ Hart Management, LLC	1	D
Atwater Management Group, LLC	0	F
Auglaize County ESC	2	С
Breakthrough Charter Schools	1	D
Cambridge Education, LLC	1	D
Cincinnati Education Management LLC	0	F
Concept Schools	1	D
Connections Education, LLC	1	D
Constellation Schools, LLC	2	С
Dynamic Education Group, Inc.	NC	NR
EdisonLearning, Inc	2	С
Educational Solutions Co.	2	С
EEG LS Canton LLC	0	F
EEG Miami Valley LLC	0	F
ESC of Cuyahoga County	0	F
eSchool Consultants, Inc.	2	С
Fairborn City SD	2	С
Findlay City	2	С
Franklin Local	0	F
Global Educational Excellence	1	D
Graham School,The	1	D
iLEAD Schools Development	NC	NR
Imagine Schools, Inc.	1	D
K12 Virtual Schools LLC	1	D
Lakewood City	2	С
Lifelong Learning Administration Corp.	2	С
LS Cincinnati, LLC	0	F
LS Columbus North, LLC	2	С
LS Eastland, LLC	2	С
LS Elyria, LLC	0	F
LS Northeast Ohio, LLC	2	С
LS Toledo, LLC	0	F
LS Youngstown, LLC	0	F
Mahoning County ESC	1	D

OPERATOR	POINTS	RATING
Mangen and Associates, LLC	2	С
Marion City SD	2	С
Massillon City SD	4	А
Miamisburg City SD	0	F
Mid-Ohio ESC	2	С
Miniya Academies, LLC	1	D
National Center for Urban Solutions "NCUS"	2	С
National Heritage Academies, Inc.	0	F
New Philadelphia City SD	2	С
Newark City SD	2	С
North Central Ohio ESC	2	С
OhioGuidestone	1	D
Performance Academies, LLC	1	D
Pleasant Local SD	4	Α
Prestige Solutions	1	D
Southern Local SD	0	F
STL Cleveland, LLC	2	С
Summit Academy Management	NC	NR
Summit County ESC	1	D
Tatonka Education Services, Inc PBC	1	D
The Educational Empowerment Group, LLC	1	D
The Institute of Management and Resources, Inc.	0	F
The Leona Group, LLC	1	D
Tri-Rivers Educational Computer Association	0	F
United Disability Services, Inc.	NC	NR
United Schools Network, Inc.	3	В
WHDL, LLC	0	F
WHLS of Ohio, LLC	1	D
World Class Community Schools	0	F
Zanesville City SD	2	С

# Ohio Community Schools



Financial Condition

# **Financial Condition of Community Schools**

The Department works closely with the Ohio Auditor of State to ensure school financial accountability in community schools. The Ohio Auditor of State performs financial audits every year that review accounts, financial reports, records and files to determine if community schools have complied with state and federal laws, regulations and accounting principles.

If an audit shows misuse, improper accounting for collection of public funds or misappropriation of public property, the Ohio Attorney General and Ohio Department of Education take legal action to resolve the issues. The Auditor of State regularly shares audits with school sponsors for their review and follow-up, if needed. These audits are posted on the Auditor of State's <u>website</u>. The auditor gives a community school whose records are not in sufficient condition for auditing 90 days to bring its records into an "auditable" condition. If the school does not do so, it may lose all state and federal funding.

To help ensure audit costs are covered if a new community school closes, Ohio law also requires a new school to post a bond of \$50,000 with the Auditor of State, deposit cash in the amount of \$50,000 with the Auditor of State or provide a written guarantee of payment up to \$50,000.

Each community school must disclose its financial data through reports to the Department and its sponsor. The sponsor uses this data to review the school's ongoing financial condition and inform contract renewal decisions. The sponsor's financial review focuses on standards for sound financial operations and sustainability. This allows auditors and the sponsor to monitor a school's short-term performance and long-term financial viability.

The sponsor representative also meets with the governing authority or fiscal officer of the school at least monthly to review financial and enrollment records.

When the cost of services provided by a community school operator or management company totals more than 20 percent of annual gross revenues of a school, the operator must provide detailed accounting information, including the nature and costs of the services it provides to the community school.

# The School Sponsor's Role in Financial Accountability

A sponsor monitors all aspects of a school's fiscal performance. Ohio law calls for a community school sponsor to communicate with the Auditor of State and for the auditor to include the sponsor during any audit exit conference to discuss a community school's financial audit or financial and enrollment records. A sponsor must verify annually that the Auditor of State did not issue findings for recovery against a person who proposes to create a community school, serves on the governing authority, operates the school or is an employee of the school. The sponsor also must give a detailed accounting of expenditures by the operator. The Auditor of State verifies these during the regular audit of the school's financial records.

If the Auditor of State finds a community school's financial data to be poorly kept and, therefore, unauditable, the Auditor of State must notify the sponsor in writing. The Auditor of State's office also must notify the school and the Department and post the notification on the Auditor of State's website.

The sponsor of an unauditable community school cannot enter into contracts with additional community school governing authorities until the auditor completes a successful financial audit of the school.



# Ohio Community Schools



Perfomance of Sponsors

# **Sponsor Evaluation System**

To help ensure accountability and quality in Ohio's community school system, the Ohio Department of Education conducts yearly evaluations of sponsors.

The sponsor evaluation system assists the Department in its oversight of sponsors and helps increase the quality of sponsor practices. The evaluation framework is made up of three equally weighted components.

The three components of the evaluation system are:

- Academic Performance component Academic performance of schools in a sponsor's portfolio based on Ohio School Report Cards measures;
- Compliance with Laws and Rules component –The sponsor's and schools' compliance with laws and administrative rules; and
- Quality Practice component The sponsor's adherence to quality practices.

All three components are scored on a common scale (0-4 points) to allow for simple calculations. Sponsors receive points for each component that, when added together, provide one of the following summative ratings: Exemplary, Effective, Ineffective or Poor. See rating results for Ohio's 2017-2018 community school sponsors in **Figure 18**.

Ohio law includes a set of incentives for sponsors rated Exemplary, as well as a set of consequences for sponsors rated Ineffective and Poor. For example, a sponsor rated Exemplary for two consecutive years is able to take advantage of incentives, including receiving a longer term on its contract with the Department.

Any sponsor that receives an Ineffective overall rating is prohibited from sponsoring any new or additional community schools, and the sponsor is subject to a quality improvement plan. Any sponsor that receives a Poor rating or three consecutive Ineffective ratings is subject to revocation of its sponsorship authority. An appeals process is available to sponsors that are subject to revocation of their sponsorship authority.

# Figure 18

2017-2018 Sponsor Evaluation Ratings	
Overall	Number of Sponsors by Rating
Exemplary	0
Effective	21
Ineffective	12
Poor	1

Figure 18 Data Source: 2017-2018 Overall Sponsor Ratings.

# The Three Components of the Sponsor Evaluation

The Department, with the help of independent, outside vendors, calculates ratings individually for a sponsor's academic performance, legal compliance and quality practices components, then calculates an overall rating from the component ratings. See a full description of the computation <a href="https://example.com/here">here</a>.

### **Academic Performance Review**

The Academic Performance component of a sponsor's evaluation combines academic performance data from all schools in the sponsor's portfolio. In the Academic Performance component, the Department uses all measures included on the Ohio School Report Cards to ensure consistent, comparable results.

The Department weights a sponsor's academic data based on its schools' enrollments. As a result, the academic performance results of schools with larger enrollments affect the sponsor's overall academic performance more than those of schools with smaller enrollments.

The Academic Performance component meets statutory requirements in Ohio law that stipulate which schools are included or excluded from a sponsor's Academic Performance calculation. Excluded are community schools that have been in operation for no more than two full school years and special needs community schools as described

in Ohio law. Included are all other community schools, including e-schools and dropout prevention and recovery programs. Figure 19 shows the number of sponsors that received each type of Academic Performance component rating.

# Figure 19

2017-2018 Sponsor Evaluation Ratings – Academic Component	
Academic Component Rating	Number of Sponsors by Rating
Α	3
В	0
С	17
D	11
F	3

Figure 19 Data Source: 2017-2018 Overall Sponsor Ratings.

### **Compliance Monitoring Review**

Consistent with Ohio law, the Department reviews whether each sponsor is complying with all laws and rules applying to community schools and community school sponsorship. The sponsor must certify it has adhered to laws and rules, and this is subject to Department verification. Figure 20 shows the number of sponsors that received Exemplary, Effective and Ineffective Compliance component ratings.

Figure 20

2017-2018 Sponsor Evaluation Ratings – Compliance Component	
Compliance Component Rating	Number of Sponsors by Rating
Exemplary	25
Effective	8
Ineffective	1

### **Quality Practice Review**

The Department reviews each sponsor's practices against quality standards based on principles developed by the National Association of Charter School Authorizers. The Department also reviews each sponsor's adherence to the legal requirement to provide technical assistance to its sponsored schools.

The Quality Practice Review focuses on six critical areas of practice:

- **Organizational commitment and capacity** This area evaluates sponsorship capacity, internal processes for improvement, sponsor resources and the sponsor's roles and responsibilities.
- Community school application process and decision-making This area evaluates the sponsor's application
  process, rigorous criteria for all applications, application reviewers and their training, and the application decisionmaking process.
- **Performance contracting** This area evaluates the sponsor and community school contract performance measures, terms for renewal and non-renewal, and terms and processes for amendments and modifications.
- Oversight and evaluation of community schools This area evaluates the sponsor's system of oversight, including financial, enrollment and on-site reviews; the process for monitoring the community schools' academic performance, intervention guidance and action taken by the sponsor; and yearly reports on the community schools' performance.
- Contract termination and renewal decision-making This area evaluates the sponsor's renewal application and renewal and non-renewal decisions, including notification, contract termination and school closure processes.
- **Technical assistance and sponsor requirements in rule and law** This area evaluates the technical assistance and legal updates a sponsor provides to its community schools, professional development for schools and the relationships with the schools' governing authorities.

The table below shows the number of sponsors that received Quality Component ratings of Exceeds Standards, Meets Standards, Progressing Toward Standards, Below Standards and Significantly Below Standards.

Figure 21

2017-2018 Sponsor Evaluation Ratings – Quality Component	
Quality Component Rating	Number of Sponsors by Rating
Exceeds Standards	2
Meets Standards	7
Progressing Toward Standards	10
Below Standards	7
Significantly Below Standards	8

Figures 20 and 21 Data Source: 2017-2018 Overall Sponsor Ratings.

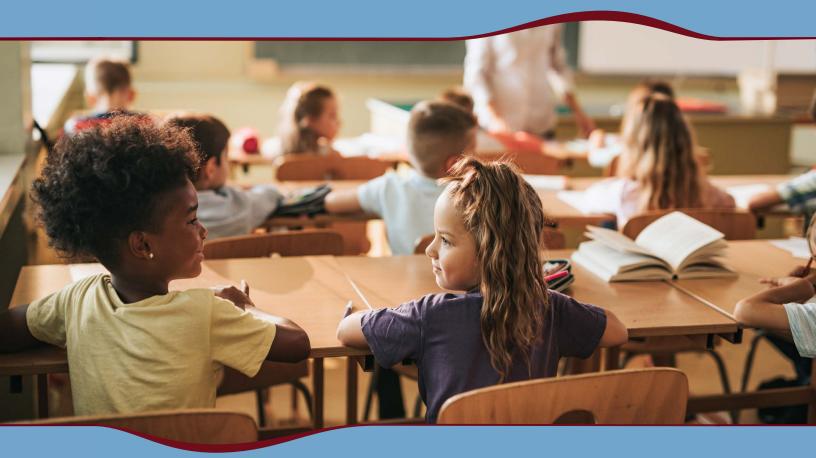


# 2017-2018 Community Schools Overall Sponsor Ratings

Sponsor IRN	Sponsor Name	Overall Rating /Points		Academic Performance Rating/Points		Compliance Rating/Points		Quality Practices Rating/ Points	
045930	Auglaize County ESC	Ineffective	4	С	2	Effective	2	Significantly Below Standards	0
062893	Bowling Green State University	Effective	9	С	2	Exemplary	4	Meets Standards	3
000862	Buckeye Community Hope Foundation	Effective	9	D	1	Exemplary	4	Exceeds Standards	4
048793	Cardington-Lincoln Local	Ineffective	6	А	4	Effective	2	Significantly Below Standards	0
043786	Cleveland Municipal	Effective	9	С	2	Exemplary	4	Meets Standards	3
043828	Coshocton City	Ineffective	6	С	2	Exemplary	4	Significantly Below Standards	0
043844	Dayton City	Ineffective	5	С	2	Effective	2	Below Standards	1
007991	Educational Resource Consultants of Ohio	Effective	7	D	1	Exemplary	4	Progressing Toward Standards	2
046938	ESC of Central Ohio	Effective	7	D	1	Exemplary	4	Progressing Toward Standards	2
048199	ESC of Lake Erie West	Effective	9	D	1	Exemplary	4	Exceeds Standards	4
043968	Fairborn City	Ineffective	4	С	4	Effective	2	Below Standards	0
043984	Findlay City	Effective	9	С	2	Exemplary	4	Meets Standards	3
048843	Franklin Local	Ineffective	3	F	0	Effective	2	Below Standards	1
047779	Jefferson County ESC	Ineffective	5	D	1	Exemplary	4	Significantly Below Standards	0
008303	Kids Count of Dayton, Inc.	Ineffective	6	D	1	Exemplary	4	Progressing Toward Standards	2
044198	Lakewood City	Effective	8	С	2	Exemplary	4	Progressing Toward Standards	2
046805	Margaretta Local	Effective	8	С	2	Exemplary	4	Progressing Toward Standards	2
044339	Marion City	Poor	2	С	2	Ineffective	0	Significantly Below Standards	0
044354	Massillon City	Ineffective	6	А	4	Effective	2	Significantly Below Standards	0
048850	Maysville Local	Effective	7	С	2	Exemplary	4	Below Standards	1
044396	Miamisburg City	Ineffective	3	F	0	Effective	2	Below Standards	1

Sponsor IRN	Sponsor Name	Overall Rating /Points		Academic Performance Rating/Points		Compliance Rating/Points		Quality Practices Rating/ Points	
123521	Mid-Ohio ESC	Effective	8	С	2	Exemplary	4	Progressing Toward Standards	2
044487	New Philadelphia City	Effective	9	С	2	Exemplary	4	Meets Standards	3
123257	North Central Ohio ESC	Effective	8	С	2	Exemplary	4	Progressing Toward Standards	2
012931	Office of School Sponsorship	Effective	7	D	1	Exemplary	4	Progressing Toward Standards	2
016998	Ohio Council of Community Schools	Effective	8	D	1	Exemplary	4	Meets Standards	3
048421	Pleasant Local	Effective	9	А	4	Exemplary	4	Below Standards	1
008316	Richland Academy	Effective	7	D	1	Exemplary	4	Progressing Toward Standards	2
083246	St Aloysius Orphanage	Effective	8	D	1	Exemplary	4	Meets Standards	3
000821	Thomas B. Fordham Foundation	Effective	8	С	1	Exemplary	4	Progressing Toward Standards	2
044909	Toledo City	Ineffective	3	D	1	Effective	2	Significantly Below Standards	0
050526	Tri-County ESC	Effective	7	С	2	Exemplary	4	Below Standards	1
065268	Tri-Rivers	Ineffective	8	F	0	Exemplary	4	Meets Standards	3
045179	Zanesville City	Ineffective	8	С	2	Exemplary	4	Progressing Toward Standards	2

# Ohio Community Schools



Legislation



# **Legislative History of Community Schools**

During each session since Ohio established community schools 20 years ago, the General Assembly has made legislative changes to the program. A complete list of community school legislation enacted over this time is available <a href="here">here</a>. This includes legislative summaries that trace the changes by legislative session and bill number.

