



Reprinted
January 27, 2026

SENATE BILL No. 239

DIGEST OF SB 239 (Updated January 26, 2026 4:42 pm - DI 143)

Citations Affected: IC 4-21.5; IC 6-1.1; IC 20-19; IC 20-24; IC 20-25.7; IC 20-26; IC 20-32.

Synopsis: Various education matters. Requires the department of education (department) to: (1) compile a list of business and industry partners that provide guaranteed incentives to high school students who earn the honors employment plus seal; and (2) publish the list on the department's website. Provides that, in addition to conditions established in current law to convert an existing public elementary or secondary school, an existing public elementary or secondary school may be converted into a charter school if certain other conditions apply. Allows, if the conditions are met, the governing body of a school corporation to: (1) convert more than one existing public elementary or secondary school within the school corporation; and (2) operate two or
(Continued next page)

Effective: July 1, 2026.

Rogers

January 8, 2026, read first time and referred to Committee on Education and Career Development.

January 15, 2026, amended, reported favorably — Do Pass; reassigned to Committee on Appropriations.

January 22, 2026, amended, reported favorably — Do Pass.

January 26, 2026, read second time, amended, ordered engrossed.

SB 239—LS 7049/DI 152



Digest Continued

more conversion charter schools under a single charter. Amends provisions regarding participating innovation network charter schools to allow an organizer to enter into an agreement with more than one school corporation. Amends requirements regarding the location of a participating innovation network charter school and terms of an agreement. Amends the duties of the department with regard to participating innovation network charter schools. Provides that a school corporation that fails to report certain information to the department will receive reduced state tuition support. Amends certain provisions and procedures that apply to the transfer of a covered school. Provides that a lease or sale of a covered school building to a charter school or state educational institution includes certain assets. Requires parental notification if a school determines a student is at risk of not achieving grade level proficiency in mathematics.

SB 239—LS 7049/DI 152



Reprinted
January 27, 2026

Second Regular Session of the 124th General Assembly (2026)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 2025 Regular Session of the General Assembly.

SENATE BILL No. 239

A BILL FOR AN ACT to amend the Indiana Code concerning education.

Be it enacted by the General Assembly of the State of Indiana:

1 SECTION 1. IC 4-21.5-2-4, AS AMENDED BY P.L.132-2019,
2 SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
3 JULY 1, 2026]: Sec. 4. (a) This article does not apply to any of the
4 following agencies:
5 (1) The governor.
6 (2) The state board of accounts.
7 (3) The state educational institutions.
8 (4) The department of workforce development.
9 (5) The unemployment insurance review board of the department
10 of workforce development.
11 (6) The worker's compensation board of Indiana.
12 (7) The military officers or boards.
13 (8) The Indiana utility regulatory commission.
14 (9) The department of state revenue (excluding an agency action
15 related to the licensure of private employment agencies).

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(10) The department of local government finance.
(11) The Indiana board of tax review.
(12) The Indiana department of veterans' affairs.
(13) The Indiana veterans' affairs commission.

(14) The state board of education when issuing a final determination described in IC 20-26-7.1-4.

(b) This article does not apply to action related to railroad rate and tariff regulation by the Indiana department of transportation.

SECTION 2. IC 6-1.1-17-3.1, AS AMENDED BY P.L.136-2024, SECTION 20, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 3.1. (a) This section:

(1) applies only to an operating referendum tax levy under IC 20-46-1 approved by the voters before January 1, 2023, that is imposed by a school corporation for taxes first due and payable in 2024 and 2025;

(2) does not apply to an operating referendum tax levy under IC 20-46-1:

(A) approved by the voters during a time that the school corporation imposing the levy was designated as a distressed political subdivision; or

(B) approved by the voters after December 31, 2022, and before January 1, 2025, that is imposed by a school corporation for taxes first due and payable in 2024 or 2025; and

(3) does not apply to any other tax year.

(b) As used in this section, "ADM" refers to the school corporation's average daily membership used to determine the state tuition support distribution under IC 20-43. In the case of a school corporation that has entered into an agreement with one (1) or more charter schools to participate as an innovation network charter school under IC 20-25.7-5, the term includes the average daily membership of **students described in IC 20-25.7-5-2(b)(2)** of any innovation network charter school that is treated as a school operated by the school corporation **with regard to students described in IC 20-25.7-5-2(b)(2)** when calculating the total amount of state tuition support to be distributed to the school corporation.

(c) Notwithstanding any increase in the assessed value of property from the previous assessment date, for taxes first due and payable in 2024, the total amount of operating referendum tax that may be levied by a school corporation may not exceed the lesser of:

(1) the maximum operating referendum tax that could have been levied by the school corporation if the maximum referendum rate



was imposed for taxes first due and payable in 2023 multiplied by one and three-hundredths (1.03); or

(2) the maximum operating referendum tax that could otherwise be levied by the school corporation for taxes first due and payable in 2024.

The tax rate for an operating referendum tax levy shall be decreased, if necessary, to comply with this limitation.

(d) Notwithstanding any increase in the assessed value of property from the previous assessment date, for taxes first due and payable in 2025, the total amount of operating referendum tax that may be levied by a school corporation may not exceed the lesser of the following:

(1) The maximum operating referendum tax that could have been levied by the school corporation if the maximum referendum rate was imposed for taxes first due and payable in the immediately preceding calendar year, as adjusted by this section, multiplied by the result determined under STEP SEVEN of the following formula:

STEP ONE: Subtract:

(i) the school corporation's spring count of ADM made in the calendar year preceding by five (5) years the calendar year in which the property taxes are first due and payable;

from
(ii) the school corporation's spring count of ADM made in the immediately preceding calendar year.

STEP TWO: Divide the STEP ONE result by four (4).

STEP THREE: Divide the STEP TWO result by the school corporation's spring count of ADM made in the calendar year preceding by five (5) years the calendar year in which the property taxes are first due and payable.

STEP FOUR: Multiply the STEP THREE amount by one and five-tenths (1.5).

STEP FIVE: Add the STEP FOUR result and one and six-hundredths (1.06).

STEP SIX: Determine the greater of the STEP FIVE result or one and six-hundredths (1.06).

STEP SEVEN: Determine the lesser of the STEP SIX result or one and twelve-hundredths (1.12).

(2) The maximum operating referendum tax that could otherwise be levied by the school corporation for taxes first due and payable in the current calendar year.

The tax rate for an operating referendum tax levy shall be decreased, if necessary, to comply with this limitation.



(e) The department of education shall provide to the department of local government finance each school corporation's applicable ADM counts as needed to make the determinations under this section.

SECTION 3. IC 20-19-3-45.5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: **Sec. 45.5. Beginning July 1, 2027, and each July 1 thereafter, the department shall:**

- (1) compile a list of business and industry partners that provide guaranteed incentives to high school students who earn the honors employment plus seal; and
- (2) publish the list described in subdivision (1) on the department's website.

SECTION 4. IC 20-24-11-5 IS ADDED TO THE INDIANA CODE AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: **Sec. 5. (a) An existing public elementary or secondary school may be converted into a charter school if the governing body of the school corporation:**

- (1) votes to convert the school within the school corporation; and
- (2) submits to an authorizer a proposal described in IC 20-24-3-4 to convert the school within the school corporation to a charter school.

(b) The governing body of the school corporation described in subsection (a) may not serve as the authorizer of the charter school converted in accordance with this section.

(c) The organizer of a conversion charter school described in this section may be:

- (1) the school corporation; or
- (2) a nonprofit corporation that:
 - (A) is established by the school corporation;
 - (B) is incorporated or registered in Indiana;
 - (C) has been recognized by the Internal Revenue Service to be tax exempt and maintains such tax exempt status; and
 - (D) has an independent board whose members have been elected or selected under the organizer's application and that has entered into a contract under this article to operate a charter school.

(d) The governing body of a school corporation may convert more than one (1) existing public elementary or secondary school within the school corporation under this section. The school corporation or an organizer that is a nonprofit corporation established by the school corporation under subsection (c)(2) may:



(1) submit a separate proposal for each school to an authorizer; or

(2) with the approval of the authorizer, operate two (2) or more schools under a single charter, provided that each school site:

**(A) is identified in the charter application and charter; and
(B) is subject to the performance conditions, accountability measures, and renewal determinations established in the charter.**

(e) A conversion charter school described in this section shall comply with the following:

(1) All legal requirements described in section 1(d) of this chapter.

(2) Except as provided in this section, all requirements for charter schools under this article.

SECTION 5. IC 20-25.7-5-2, AS AMENDED BY P.L.213-2025, SECTION 169, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 2. (a) The A board may enter into an agreement with an organizer to:

(1) reconstitute an eligible school as a participating innovation network charter school; or to

(2) establish a participating innovation network charter school at a location;

(A) selected by the board; within the boundary of the school corporation; or

(B) within the geographic boundaries of any school corporation with which the organizer enters into an agreement under this chapter.

Notwithstanding IC 20-26-7.1, a participating innovation network charter school may be established within a vacant school building.

(b) The terms of the agreement entered into between the a board of a school corporation and an organizer must specify the following:

(1) A statement that the organizer authorizes the department to include the charter school's performance assessment results under

include the charter school's performance assessment results under **IC 20-31-8 for students who reside within the geographic boundaries of the school corporation** when calculating the school corporation's performance assessment under rules adopted by the state board.

(2) Subject to an administrative fee as described in subsection (g), a statement that the school corporation will distribute at least one hundred percent (100%) of state tuition support dollars that the school corporation receives ~~from student enrollment for students~~



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who:

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(A) reside within the geographic boundaries of the school
corporation; and

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(B) are enrolled in the participating innovation network
charter school;

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in accordance with the school funding formula to the participating
innovation network charter school (if the participating innovation
network charter school is, **with regard to students described in**
this subsection, treated in the same manner as a school operated
by the school corporation under subsection (d)(2)).

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(3) The performance goals and accountability metrics agreed
upon for the charter school in the charter agreement between the
organizer and the authorizer and a statement that the school
corporation is prohibited from setting additional performance
goals or accountability metrics.

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(4) For an agreement entered into or renewed after June 30, 2023,
the process the board is required to follow in determining whether
to renew the agreement.

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(5) The amount of money levied as property taxes that will be
distributed by the school corporation to the organizer.

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(6) Subject to section 5 of this chapter, the participating
innovation network charter school's enrollment and discipline
policies, including defined attendance areas and enrollment
zones.

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(7) A statement that the innovation agreement shall not create an
obligation that would cause the organizer to be in violation of its
charter agreement (as described in IC 20-24-1-3).

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(c) If an organizer and ~~the~~ a board enter into an agreement under
subsection (a), the organizer and the board shall notify the department
that the agreement has been made under this section within thirty (30)
days after the agreement is entered into.

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(d) Upon receipt of the notification under subsection (c), for school
years starting after the date of the agreement:(1) the department shall include the participating innovation
network charter school's performance assessment results under
IC 20-31-8 **for students who reside within the geographic**
boundaries of the school corporation when calculating the
school corporation's performance assessment under rules adopted
by the state board; and

(2) the department shall:

(A) treat the participating innovation network charter school
in the same manner as a school operated by the school

1 corporation **with regard to students residing within the**
2 **geographic boundaries of the school corporation** when
3 calculating the total amount of state funding to be distributed
4 to the school corporation unless subsection (e) applies; and
5 **(B) in determining the school corporation's enrollment,**
6 **include only eligible pupils enrolled in the participating**
7 **innovation network charter school who reside within the**
8 **geographic boundaries of the school corporation.**

9 (3) if requested by a participating innovation network charter
10 school that reconstitutes an eligible school, the department may
11 use student growth as the state board's exclusive means to
12 determine the innovation network charter school's category or
13 designation of school improvement under 511 IAC 6.2-10-10 for
14 a period of three (3) years. Beginning with the 2019-2020 school
15 year, the department may not use student growth as the state
16 board's exclusive means to determine an innovation network
17 charter school's category or designation of school improvement.
18 This subdivision expires July 1, 2023.

19 (e) If a participating innovation network school was established
20 before January 1, 2016, and for the current school year has a
21 complexity index that is greater than the complexity index for the
22 school corporation that the innovation network school has contracted
23 with, the innovation network school shall be treated as a charter school
24 for purposes of determining tuition support. This subsection expires
25 June 30, 2027.

26 (f) If the board or organizer fails to follow the process described in
27 subsection (b)(4), the board or organizer may appeal to the state board.
28 The state board shall hear the appeal in a public meeting and ensure
29 that the board or organizer follows the renewal process specified in the
30 agreement. The board may not terminate an agreement until the board
31 has provided evidence to the state board that the board has complied
32 with the renewal process specified in the agreement. The state board
33 shall issue a decision on an appeal under this subsection not later than
34 sixty (60) days after the date the board or organizer submitted the
35 appeal to the state board.

36 (g) If an administrative fee is included in an agreement entered into
37 or renewed **under this chapter** after June 30, 2023, 2026, under this
38 section, **the fee may not exceed one percent (1%) of the total amount**
39 **of state tuition support that is distributed to the school corporation**
40 **based on the participating innovation network charter school's student**
41 **enrollment. each school corporation with which an organizer of a**
42 **participating innovation network charter school has entered into**



1 **an agreement may assess an administrative fee of not more than
2 one percent (1%) of the tuition support dollars that the school
3 corporation receives for students who:**

4 **(1) reside within the geographic boundaries of the school
5 corporation; and
6 (2) are enrolled in the participating innovation network
7 charter school.**

8 (h) An agreement entered into between the board and an organizer
9 under this section may not be altered without written approval from the
10 organizer.

11 SECTION 6. IC 20-25.7-5-2.5 IS ADDED TO THE INDIANA
12 CODE AS A **NEW SECTION TO READ AS FOLLOWS** [EFFECTIVE JULY 1, 2026]: **Sec. 2.5. In addition to any state
13 tuition support dollars a participating innovation network charter
14 school receives from a school corporation under this chapter, the
15 department shall treat the participating innovation network
16 charter school as a charter school when calculating the tuition
17 support to be distributed to the innovation network charter school
18 for students of the innovation network charter school who do not
19 reside within the geographic boundaries of a school corporation
20 with which the innovation network charter school has an
21 agreement under this chapter.**

22 SECTION 7. IC 20-25.7-5-5, AS AMENDED BY P.L.220-2021,
23 SECTION 9, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
24 JULY 1, 2026]: **Sec. 5. (a) IC 20-24-5-5 (with the exception of
25 IC 20-24-5-5(g)) does not apply to a participating innovation network
26 charter school that enters into an agreement with the board to
27 reconstitute or establish an eligible school.**

28 (b) Except as provided in subsections (c) and (d), a participating
29 innovation network charter school must enroll any eligible student who
30 submits a timely application for enrollment.

31 (c) A participating innovation network charter school that
32 reconstitutes or establishes an eligible school may limit new
33 admissions to the participating innovation network charter school to:

34 **(1) ensure that any student with legal settlement in the attendance
35 area, or in the school corporation **any school corporation with
36 which the participating innovation network charter school has
37 entered into an agreement under this chapter** if the school does
38 not have a defined attendance area, may attend the charter school;
39 (2) ensure that a student who attends the participating innovation
40 network charter school during a school year may continue to
41 attend the charter school in subsequent years;**



(3) allow the siblings of a student alumnus or a current student who attends the participating innovation network charter school to attend the charter school;

(4) allow preschool students who attend a Level 3 or Level 4 Paths to QUALITY program preschool to attend kindergarten at the participating innovation network charter school if the participating innovation network charter school and the school corporation or preschool provider have entered into an agreement to share services or facilities;

(5) allow each student who qualifies for free or reduced price lunch under the national school lunch program to receive preference for admission to the participating innovation network charter school if the preference is specifically provided for in the charter and is approved by the authorizer; and

(6) allow each student who attended a turnaround academy or attends a school that is located in the same school building as the participating innovation network charter school to receive preference for admission to the participating innovation network charter school if the preference is specifically provided for in the participating innovation network charter school's charter and is approved by the authorizer of the participating innovation network charter school.

(d) A participating innovation network charter school with a curriculum that includes study in a foreign country may deny admission to a student if:

(1) the student:

(A) has completed fewer than twenty-two (22) academic credits required for graduation; and

(B) will be in the grade 11 cohort during the school year in which the student seeks to enroll in the participating innovation network charter school; or

(2) the student has been suspended (as defined in IC 20-33-8-7) or expelled (as defined in IC 20-33-8-3) during the twelve (12) months immediately preceding the student's application for enrollment for:

(A) ten (10) or more school days;

(B) a violation under IC 20-33-8-16;

(C) causing physical injury to a student, a school employee, or a visitor to the school; or

(D) a violation of a school corporation's drug or alcohol rules.



1 through (2)(D) must be included in the calculation of the number of
 2 school days that a student has been suspended.

3 (e) A participating innovation network charter school may give
 4 enrollment preferences to children of the participating innovation
 5 network charter school's founders, governing board members, and
 6 participating innovation network charter school employees, as long as
 7 the enrollment preference under this subsection is not given to more
 8 than ten percent (10%) of the participating innovation charter school's
 9 total population and there is sufficient capacity for a program, class,
 10 grade level, or building to ensure that any student with legal settlement
 11 in the attendance area may attend the school.

12 (f) This subsection applies to an existing charter school that enters
 13 into an innovation network agreement with ~~the~~ a board. During the
 14 charter school's first year of operation as a participating innovation
 15 network charter school, the charter school may limit admission to:

16 (1) those students who were enrolled in the charter school on the
 17 date it entered into the innovation network agreement; and
 18 (2) siblings of students described in subdivision (1).

19 (g) This subsection applies if the number of applications for a
 20 program, class, grade level, or building exceeds the capacity of the
 21 program, class, grade level, or building. If a participating innovation
 22 network charter school receives a greater number of applications than
 23 there are spaces for students, each timely applicant must be given an
 24 equal chance of admission. The participating innovation network
 25 charter school that is not in a county containing a consolidated city
 26 must determine which of the applicants will be admitted to the
 27 participating innovation network charter school or the program, class,
 28 grade level, or building by random drawing in a public meeting with
 29 each timely applicant limited to one (1) entry in the drawing. However,
 30 the participating innovation network charter school located in a county
 31 with a consolidated city shall determine which of the applicants will be
 32 admitted to the participating innovation network charter school or the
 33 program, class, grade level, or building by using a publicly verifiable
 34 random selection process.

35 SECTION 8. IC 20-25.7-5-6, AS ADDED BY P.L.162-2024,
 36 SECTION 11, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 37 JULY 1, 2026]: Sec. 6. (a) Subject to an administrative fee as described
 38 in section 2(g) of this chapter, a school corporation that enters into an
 39 agreement with an organizer under this chapter shall distribute at least
 40 one hundred percent (100%) of state tuition support dollars that the
 41 school corporation receives from ~~student enrollment~~ students who:

42 (1) **reside in the geographic boundaries of the school**



corporation; and

(2) are enrolled in the participating innovation network charter school;

in accordance with the school funding formula to the participating innovation network charter school.

(b) Unless an agreement entered into before July 1, 2024, between a board and an organizer provides otherwise, all participating innovation network charter schools operating under existing agreements with boards as of July 1, 2024, will receive funds as required under subsection (a).

SECTION 9. IC 20-26-7-47, AS AMENDED BY P.L.36-2024, SECTION 2, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 47. (a) The following definitions apply throughout this section:

(1) "Covered school building" has the meaning set forth in IC 20-26-7.1-2.1.

(2) "Current school year" refers to a year in which the governing body is required to conduct a review of school building usage under subsection (c).

(3) "Enrollment" refers to the following:

(A) Except as provided in clause (B), students counted in ADM (as defined in IC 20-43-1-6) in the first count date for a school year fixed under IC 20-43-4-3.

(B) With regard to a school corporation, students counted in a school corporation's fall count of ADM minus all students counted in the fall count of ADM who are enrolled in eligible schools that:

(i) have entered into an agreement with the school corporation to participate as a participating innovation network charter school under IC 20-25.7-5; and

(ii) are included in the school corporation's fall ADM count.

(4) "Interested person" has the meaning set

IC 20-26-7.1-2.2.

b) This section applies to a school corporation only if:

(1) the total student enrollment for in-person instruction in the school corporation in the current school year is at least ten percent (10%) less than the student enrollment for in-person instruction in the school corporation in a school year that precedes the

in the school corporation in a school year that precedes the current school year by five (5); and

(2) the school corporation in the current school year has more than one (1) school building serving the same grade level as the school building subject to closure under this section.



(c) Each school year, the governing body of a school corporation shall review the usage of school buildings used by the school corporation to determine whether any school building should be closed for the ensuing school year and subsequent school years.

5 (d) A school corporation shall close a school building for the
6 ensuing school year (and subsequent school years) if:

7 (1) at any time the school building had been used for classroom
8 instruction;

13 (3) as of the end of the school year before the school building is
14 required to be closed under this section, the school corporation
15 was not subject to a transitional plan adopted by the governing
16 body and approved by the department to use the school building
17 for an allowable use not later than the next school year after the
18 school building is otherwise required to be closed under this
19 section;

(A) with sufficient capacity to take the students using the school building being considered for closure; and
(B) that does not require more than twenty (20) minutes of travel time by car or bus from the school building being considered for closure; and

(5) the school building is not a school building described in IC 20-26-7.1-1, IC 20-26-7.1-3(b), IC 20-26-7.1-3(c), or IC 20-26-7.1-3(d).

34 (1) The number of full-time equivalent students enrolled for
35 in-person instruction in the school building on instructional days
36 (as determined under IC 20-30-2) for instructional purposes,
37 averaged over the current school year and the two (2) school years
38 immediately preceding the current school year, is at least fifty
39 percent (50%) of:

40 (A) the known classroom design capacity of the school
41 building; or
42 (B) if the design capacity is not known, the average maximum



1 full-time equivalent enrollment in any of the last twenty-five
2 (25) years, as validated by records created or maintained by
3 the department.

4 (2) The school corporation demonstrates through facts included
5 in a resolution that the school building is being used and that it is
6 financially prudent to continue to use the school building,
7 considering all community resources, for a distinct student
8 population that reasonably cannot be served through integration
9 with the general school population, such as students attending an
10 alternative education program (as defined in IC 20-30-8-1).
11 However, to be an allowable use under this subdivision, the
12 average number of full-time equivalent students using the school
13 building in a school year for instructional purposes must be at
14 least thirty percent (30%) of:

15 (A) the known classroom design capacity of the school
16 building; or
17 (B) if the design capacity is not known, the average maximum
18 full-time equivalent enrollment in any of the last twenty-five
19 (25) years, as validated by records created or maintained by
20 the department; and

21 (if multiple school buildings are used for the same purposes)
22 combining the student populations into fewer school buildings is
23 not reasonably feasible.

24 (3) The school corporation demonstrates through facts included
25 in a resolution that the school building is being used and that it is
26 financially prudent to continue to use the school building,
27 considering all community resources, for administrative or other
28 school offices. However, to be an allowable use under this
29 subdivision, at least fifty percent (50%) of the square footage of
30 the school building must be used for offices, the personnel
31 headquartered in the school building must consistently use the
32 space for office purposes, and the occupancy cost of using the
33 school building cannot be more than comparable office space that
34 is available in the school district.

35 (4) The school corporation demonstrates through facts included
36 in a resolution that the school building is being used and that it is
37 financially prudent to continue to use the school building,
38 considering all community resources, for storage. However, to be
39 an allowable use under this subdivision, at least fifty percent
40 (50%) of the square footage of the school building must be used
41 for storage, on average the storage space must be used to capacity,
42 and the cost of using the school building for storage must be less



1 than comparable storage space that is available in the school
2 district.

3 (5) The school corporation demonstrates through facts included
4 in a resolution that the school building is being used and that it is
5 financially prudent to continue to use the school building,
6 considering all community resources, for a combination of office
7 space and storage. However, to be an allowable use under this
8 subdivision, at least fifty percent (50%) of the square footage of
9 the school building must be used for a combination of office
10 space and storage and:

11 (A) the personnel headquartered in the school building must
12 consistently use the office space for office purposes, and the
13 occupancy cost of using the office space, calculated using the
14 costs of operating the school building, cannot be more than
15 comparable office space that is available in the school district;
16 and

17 (B) on average, the storage space must be used to capacity and
18 the cost of using the school building for storage must be less
19 than comparable storage space that is available in the school
20 district.

21 (f) Closure of a school building that is:

22 (1) owned by the school corporation or any other entity that is
23 related in any way to, or created by, the school corporation or the
24 governing body; or

25 (2) jointly owned in the same manner by two (2) or more school
26 corporations;

27 shall be carried out in conformity with IC 20-26-7.1.

28 (g) Before filing a petition under subsection (h), a charter school or
29 state educational institution that is interested in a school corporation's
30 school building must give written notice to the school corporation to
31 determine whether an agreement can be reached regarding the school
32 corporation making the school building available for lease or purchase
33 under IC 20-26-7.1.

34 (h) If an agreement is not reached within forty-five (45) days after
35 the date that the school corporation receives the notice under
36 subsection (g), the charter school or state educational institution may
37 petition the department to initiate or the department on its own may
38 initiate a proceeding for a determination as to whether a school
39 building meets the criteria for closure under this section or a covered
40 school building that is no longer used for classroom instruction by a
41 school corporation should be made available under IC 20-26-7.1. If a
42 charter school or state educational institution petitions the department



1 under this subsection, the charter school or state educational institution
 2 must provide a copy of the petition to the applicable school
 3 corporation.

4 (i) An interested person that is not otherwise a party to the
 5 proceeding may intervene in the proceeding under subsection (h) as a
 6 party. The school corporation has the burden of going forward with the
 7 evidence and the burden of proof to demonstrate that the school
 8 building does not meet the criteria for closure or the covered school
 9 building is not required to be made available under IC 20-26-7.1.

10 (j) Not more than ~~sixty (60)~~ **thirty (30)** days after receiving notice
 11 of a petition under subsection (h), the school corporation must:

12 (1) file a response to the petition that notifies the department that
 13 the school corporation:

14 (A) is not contesting the petition; or
 15 (B) is contesting the petition and states the facts upon which
 16 the school corporation relies in contesting the petition; and

17 (2) provide a copy of the response to the petitioner and any
 18 intervening party.

19 (k) If the school corporation:

20 (1) files a response that the school corporation is not contesting
 21 the petition; or

22 (2) fails to submit a timely response under subsection (j);
 23 the department shall issue an order granting the petition. A petition and
 24 any response or reply are public documents.

25 (l) If a school corporation contests a petition under subsection (j),
 26 a party to the proceeding has not more than ~~sixty (60)~~ **thirty (30)** days
 27 after the date that the school corporation files a response under
 28 subsection (j) to submit a reply to the school corporation's response.

29 (m) The department shall make a determination regarding a petition
 30 under subsection (h) not more than ~~one hundred twenty (120)~~ **sixty**
 31 **(60)** days after the date that the:

32 (1) petitioner and any intervening party have submitted a reply
 33 under subsection (l); or

34 (2) time period to reply under subsection (l) has expired.

35 (n) **Not later than sixty (60) days after the date that the**
 36 **department issues a determination under subsection (m)**, a school
 37 corporation or another party to the proceeding may file with the state
 38 board a petition requesting review of the department's determination.
 39 Upon receipt of a petition under this subsection, the state board shall
 40 review the department's determination. An appeal to the state board
 41 shall be subject to the procedure described in IC 20-26-11-15(b).

42 (o) Upon the issuance of a final unappealable order granting a



1 petition, the school corporation shall make the school building
 2 available for lease or purchase in accordance with IC 20-26-7.1. **The**
 3 **school corporation has not more than thirty (30) days after the**
 4 **date the notice of a final unappealable order is received by the**
 5 **school corporation to complete the lease or sale of the covered**
 6 **school building to the charter school or state educational**
 7 **institution.**

8 **(p) If the transaction described in subsection (o) is not**
 9 **completed within thirty (30) days, the charter school or state**
 10 **educational institution may bring a civil action against the school**
 11 **corporation. The court may award to a charter school or state**
 12 **educational institution who prevails in an action under this**
 13 **subsection the following:**

14 **(1) Injunctive relief.**
 15 **(2) Liquidated damages computed at a rate of ten thousand**
 16 **dollars (\$10,000) per day for each day that exceeds the ten**
 17 **(10) day time frame described in subsection (o).**

18 **(q) A lease or sale of a covered school building to a charter**
 19 **school or a state educational institution under this section includes**
 20 **transfer of:**

21 **(1) those assets that are fixtures of the covered school**
 22 **building; and**
 23 **(2) adjacent parking lots and playgrounds.**

24 SECTION 10. IC 20-26-7-48, AS ADDED BY P.L.189-2023,
 25 SECTION 10, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
 26 JULY 1, 2026]: Sec. 48. (a) The following definitions apply throughout
 27 this section:

28 (1) "Current school year" refers to a year in which the governing
 29 body is required to conduct a review of school building usage
 30 under section 47(c) of this chapter.

31 (2) "Enrollment" has the meaning set forth in section 47(a)(3) of
 32 this chapter.

33 (b) This section applies to a school corporation only if:

34 (1) the total student enrollment for in-person instruction in the
 35 school corporation in the current school year is at least ten percent
 36 (10%) less than the student enrollment for in-person instruction
 37 in the school corporation in a school year that precedes the
 38 current school year by five (5); and

39 (2) the school corporation in the current school year has more
 40 than one (1) school building serving the same grade level as a
 41 school building subject to closure under section 47 of this chapter.

42 (c) Each school corporation shall annually report to the department,



1 in the form and on the schedule specified by the department, the
2 following information:

3 (1) A listing of all buildings owned or leased by the school
4 corporation that were originally designed as a school building.

5 (2) The following information for each building listed in
6 subdivision (1):

7 (A) Designed occupancy, regardless of current use.

8 (B) Current use (and percentage of use) for classroom
9 instruction, as special use classrooms, as office space, or as
10 storage or alternatively the building's status as transitioning
11 from one (1) use or combination of uses to another.

12 (C) The following information:

13 (i) Current average full-time equivalent student enrollment
14 for in-person instruction in the school building on
15 instructional days (as determined under IC 20-30-2) in a
16 school year.

17 (ii) Percentage of instructional use.

18 (iii) Percentage of use for other purposes.

19 (D) Self-evaluation of whether the building qualifies for
20 closure under section 47 of this chapter or the school board
21 otherwise intends to close the building and the date closure
22 will occur (if applicable).

23 **(d) A school corporation that fails to report the information**
24 **described in subsection (c) to the department when requested by**
25 **the department and within the schedule specified by the**
26 **department shall be subject to a state tuition support monthly**
27 **distribution reduction of twenty-five percent (25%) until the report**
28 **is provided to the department. A school corporation is entitled to**
29 **recover the state tuition support lost as a result of a reduction**
30 **described in this subsection. The department shall issue the**
31 **recovered state tuition within fifteen (15) days of receiving the**
32 **report.**

33 SECTION 11. IC 20-26-7.1-4, AS AMENDED BY P.L.1-2025,
34 SECTION 188, IS AMENDED TO READ AS FOLLOWS
35 [EFFECTIVE JULY 1, 2026]: Sec. 4. (a) Not later than thirty (30) days
36 after the date a governing body of a school corporation determines at
37 a public meeting to cease using a covered school building for
38 classroom instruction on student instructional days (as described in
39 IC 20-30-2-2) for a school year as required under IC 20-30-2-3, a
40 school corporation shall provide written notice to the department
41 regarding the date that the covered school building has ceased or will
42 cease being used for classroom instruction as described in this



1 subsection.

2 (b) If the school corporation does not intend to make a covered
3 school building available for lease or purchase in accordance with this
4 chapter, the school corporation shall state in the notice required under
5 subsection (a) the factual and legal basis for the school corporation's
6 contention that the covered school building is not required to be made
7 available under this chapter. **The school corporation has the burden**
8 **of going forward with the evidence and the burden of proof to**
9 **demonstrate that the covered school building is not required to be**
10 **made available under this chapter.** Any claim for exclusion from a
11 requirement to make the covered school building available under this
12 chapter which is not stated in the notice under this subsection is
13 waived.

14 (c) If a school corporation does not provide notice to the department
15 under subsection (a), any claim for exclusion from a requirement to
16 make the covered school building available under this chapter is
17 waived.

18 (d) Not later than fifteen (15) days after the date that the department
19 receives a notice from a school corporation under subsection (a), the
20 department shall provide written notice to all interested persons
21 regarding the notice from the school corporation submitted under
22 subsection (a).

23 (e) If a notice from a school corporation under subsection (a)
24 acknowledges that the covered school building will be made available
25 in accordance with this chapter, the department's notice to interested
26 persons shall provide that any notice of interest by an interested person
27 for the covered school building must be submitted to the department
28 not later than sixty (60) days after the date the interested person
29 receives the department's notice under subsection (d).

30 (f) If a notice from a school corporation under subsection (a)
31 includes a claim that the covered school building will not be made
32 available under this chapter, an interested person may submit to the
33 department, not later than thirty (30) days after the date the interested
34 person receives the notice from the department under subsection (d),
35 a rebuttal to the factual and legal basis for the school corporation's
36 contention that the covered school building is not required to be made
37 available under this chapter.

38 (g) The department shall, not later than sixty (60) days after the date
39 that a rebuttal is due under subsection (f), issue a determination to the
40 school corporation and interested persons as to whether the covered
41 school building must be made available under this chapter. The
42 department shall publish a copy of the department's determination on



1 the department's website.

2 (h) Not later than ~~thirty (30)~~ **sixty (60)** days after the date that the
 3 department issues a determination under subsection (g), a school
 4 corporation or interested person may appeal the determination to the
 5 state board. An appeal to the state board shall be subject to the
 6 procedure described in IC 20-26-11-15(b) **and shall be considered**
 7 **final and binding on the parties to the proceeding.**

8 **(i) The state board shall issue a final determination on an appeal**
 9 **filed under subsection (h) not later than forty-five (45) days after**
 10 **the date on which an appeal is filed.**

11 **(j) If the school corporation or interested person chooses to**
 12 **appeal a final determination issued by the state board under**
 13 **subsection (i), the appeal may only be filed in the court of appeals**
 14 **and must be filed not later than thirty (30) days after the date the**
 15 **final determination is issued by the state board. A school**
 16 **corporation that files an appeal of the state board's final**
 17 **determination and is determined to be the nonprevailing party by**
 18 **the court of appeals shall be responsible for the reasonable**
 19 **attorney's fees incurred by the prevailing party.**

20 **(f) (k) Not later than fifteen (15) days after:**

- 21 (1) the time expires for an appeal to the state board of a
 22 department determination under subsection (g) or IC 20-26-7-47
 23 that a covered school building be made available; or
- 24 (2) a **final** determination by the state board that a covered school
 25 building is to be made available is issued;

26 the governing body shall take the actions specified by subsection (j).

27 **(l) If the governing body fails to take the actions, the department shall**
 28 **request that the attorney general enforce the order under section 9(a)**
 29 **of this chapter.**

30 **(f) (l) If Not later than fifteen (15) days after the department**
 31 **provides notice to all interested parties under subsection (d) that**
 32 **a covered school building is to be made available, the governing body**
 33 **shall do the following:**

- 34 (1) Make the covered school building available for inspection by
 35 a charter school or state educational institution that notifies the
 36 department that it is interested in leasing or purchasing the
 37 covered school building.
- 38 (2) Make the following information available to a charter school
 39 or state educational institution described in subdivision (1):
 40 (A) Estimates of the operating expenses for the covered school
 41 building for the past three (3) years.
- 42 (B) Written information regarding the condition of the covered



1 school building, including the age of the roof and the HVAC
2 system, and any known conditions which, in the governing
3 body's opinion, require prompt repair or replacement.

4 (C) A legal description of the property.

5 ~~(k)~~ (m) If the governing body fails to take the actions required under
6 subsection ~~(j)~~ (l), a charter school having notified the school
7 corporation of its interest in the covered school building is entitled to
8 an injunction requiring the governing body to take the actions under
9 subsection ~~(j)~~ (l).

10 (n) The school corporation shall lease the covered school
11 building to a charter school or state educational institution for one
12 dollar (\$1) per year for as long as the state educational institution uses
13 the covered school building for an academic purpose or the charter
14 school uses the covered school building for classroom instruction, for
15 a term at the state educational institution's or charter school's
16 discretion, or sell the covered school building for one dollar (\$1), if the
17 charter school or state educational institution does the following:

18 (1) Within ninety (90) days of receiving the department's notice
19 under subsection (d), a charter school or state educational
20 institution must submit a preliminary request to purchase or lease
21 the covered school building.

22 (2) Subject to subsection ~~(m)~~ (o), within ninety (90) days of
23 receiving the department's notice under subsection (d), a charter
24 school or state educational institution must submit to the school
25 corporation the following information:

26 (A) The name of the charter school or state educational
27 institution that is interested in leasing or purchasing the
28 covered school building.

29 (B) A time frame, which may not exceed three (3) years from
30 the date that the covered school building is to be closed, no
31 longer used, or no longer occupied, in which the:

32 (i) charter school intends to begin providing classroom
33 instruction in the covered school building; or

34 (ii) state educational institution intends to begin using the
35 covered school building for an academic purpose.

36 (C) A resolution, adopted by the board of the charter school or
37 state educational institution stating that the board of the
38 charter school or state educational institution has determined
39 that, after the charter school or state educational institution has
40 made any necessary repairs or modifications, the covered
41 school building will be sufficient to meet the charter school's
42 or state educational institution's needs and can be operated



1 within the charter school's or state educational institution's
2 budget.

3 ~~(m)~~ **(o)** If the department does not receive any preliminary requests
4 to purchase or lease a covered school building within the time frame
5 described in subsection ~~(t)(1)~~; **(n)(1)**, the department shall send
6 notification to the school corporation that the department has not
7 received any preliminary requests to purchase or lease the covered
8 school building. Upon receipt of the notification under this subsection,
9 the school corporation may **sell or lease the covered school building**
10 **to the county or municipal government in which the school**
11 **corporation is located for a mutually agreed upon price. If the**
12 **county or municipal government does not purchase or lease the**
13 **covered school building, the school corporation may** sell or
14 otherwise dispose of the covered school building in accordance with
15 IC 36-1-11, IC 20-25-4-14, and IC 20-26-5-4(a)(7).

16 ~~(m)~~ **(p)** If only one (1) charter school submits a preliminary request
17 to purchase or lease the covered school building, the department shall
18 notify the school corporation of the identity of the charter school and
19 direct the school corporation to complete a sale or lease to the charter
20 school in accordance with subsection ~~(t)~~. **(t)**. In the event that two (2)
21 or more charter schools submit a preliminary request to purchase or
22 lease a covered school building within the time frame described in
23 subsection ~~(t)(1)~~; **(n)(1)**, the department shall send notification to each
24 interested person and the school corporation that the department has
25 received two (2) or more preliminary requests under this section. An
26 authorizer committee shall be established, with each statewide
27 authorizer that has authorized one (1) or more charter schools
28 appointing a representative, and the committee shall establish the
29 chairperson and procedures for the committee. Within sixty (60) days
30 of receiving notice under this subsection, the committee shall select
31 which charter school may proceed under subsection ~~(t)~~ **(t)** to purchase
32 or lease the covered school building or determine if two (2) or more
33 charter schools should co-locate within the covered school building.
34 The committee shall base the committee's decision on the following
35 criteria:

36 (1) Preference shall be given to existing charter schools that have
37 a proven track record of student academic performance.
38 (2) If two (2) or more charter schools of proven academic
39 performance are competing and only one (1) charter school is
40 operating in the county in which the covered school building is
41 located, the charter school in the same county as the covered
42 school building shall be given preference.



1 In the event that the committee determines that two (2) or more charter
2 schools should co-locate in the covered school building, the charter
3 schools have sixty (60) days to submit a memorandum of
4 understanding stating that the charter schools shall be jointly and
5 severally liable for the obligations related to the sale or lease of the
6 covered school building, and specifying how the charter schools will
7 utilize the covered school building and share responsibility for
8 operational, maintenance, and renovation expenses. If the charter
9 schools are unable to agree, the charter schools shall be deemed to have
10 revoked their prior request regarding the lease or sale of the covered
11 school building. The committee shall give notice of the committee's
12 decision to the school corporation and each interested person. A charter
13 school that is not selected by the committee may appeal the decision to
14 the state board not more than thirty (30) days after receipt of the
15 committee's decision. The state board shall issue a final order in the
16 appeal not more than sixty (60) days after receipt of a properly filed
17 appeal. Notice of the appeal and the final order in the appeal must be
18 given to the school corporation.

19 ~~(e)~~ (q) If a charter school does not submit a preliminary request to
20 purchase or lease the covered school building and only one (1) state
21 educational institution submits a preliminary request to purchase or
22 lease the covered school building, the department shall:

- 23 (1) notify the school corporation of the identity of the state
24 educational institution; and
- 25 (2) direct the school corporation to complete a sale or lease to the
26 state educational institution in accordance with subsection ~~(r)~~ (t).

27 ~~(p)~~ (r) If one (1) or more state educational institutions submit
28 preliminary requests to purchase or lease a covered school building, a
29 selection committee shall be established consisting of one (1) member
30 appointed by the executive of the largest city or town in the county in
31 which the covered school building is located, one (1) member
32 appointed by the city or town council of the largest city or town in the
33 county in which the covered school building is located, one (1) member
34 appointed by the county commissioners of the county in which the
35 covered school building is located, one (1) member appointed by the
36 county council of the county in which the covered school building is
37 located, and one (1) member appointed by the chamber of commerce
38 of the county in which the covered school building is located.

39 ~~(q)~~ (s) Not later than sixty (60) days after the date that a member is
40 appointed under subsection ~~(p)~~ (r), the committee shall:

- 41 (1) select which state educational institution may proceed to
42 purchase or lease the covered school building; or



3 In making the committee's determination, the committee shall give
4 preference to a state educational institution whose proposed use of the
5 covered school building is assessed as having the greatest educational
6 benefit for prekindergarten through grade 12 education. A committee
7 determination under this subsection may not be appealed.

8 (f) (t) A school corporation shall lease the covered school building
9 for one dollar (\$1) per year to the charter school or state educational
10 institution for as long as the:

The term of the lease shall be established at the charter school's or state educational institution's discretion and include an option for the state educational institution or charter school to purchase the covered school building for one dollar (\$1). Alternatively, the school corporation shall sell the covered school building to the charter school or state educational institution for one dollar (\$1), if the charter school or state educational institution has met the requirements set forth in subsection ~~(f)~~ **(n)** and uses the covered school building in the manner prescribed by this subsection. If the charter school or state educational institution selected to lease or purchase the covered school building has met the requirements under subsection ~~(f)~~ **(n)**, the school corporation has not more than ~~ninety (90)~~ **thirty (30)** days after the date notice of a final unappealable decision is received by the school corporation to complete the lease or sale of the covered school building to the charter school or state educational institution. If the transaction is not completed within ~~ninety (90)~~ **thirty (30)** days, the department or the selected charter school or state educational institution may, under section 9 of this chapter, request that the attorney general enforce the sale or lease or may file suit to enforce the sale or lease. If a charter school or state educational institution has not met the requirements under subsection ~~(f)~~ **(n)**, the school corporation may sell or otherwise dispose of the covered school building in accordance with IC 36-1-11, IC 20-25-4-14, and IC 20-26-5-4(a)(7).



1 **the notice of a final unappealable decision is received by the school**
2 **corporation, the charter school or state educational institution may**
3 **bring a civil action against the school corporation. The court may**
4 **award to a charter school or state educational institution that**
5 **prevails in an action under this subsection the following:**

6 **(1) Injunctive relief.**

7 **(2) Liquidated damages computed at a rate of ten thousand**
8 **dollars (\$10,000) per day for each day that exceeds the ten**

9 **(10) day time frame described in subsection (t).**

10 **(v) A lease or sale of a covered school building to a charter**
11 **school or a state educational institution under this section includes**
12 **transfer of:**

13 **(1) those assets that are fixtures of the covered school**
14 **building; and**

15 **(2) adjacent parking lots and playgrounds.**

16 SECTION 12. IC 20-26-7.1-5, AS AMENDED BY P.L.135-2025,
17 SECTION 7, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
18 JULY 1, 2026]: Sec. 5. (a) If:

19 (1) a covered school building is sold to a charter school or state
20 educational institution under section 4 of this chapter; and

21 (2) the charter school or state educational institution described in
22 subdivision (1) no longer intends to use the covered school
23 building for the purposes described in section 4(f) 4(n) of this
24 chapter;

25 the charter school or state educational institution shall offer to transfer
26 the covered school building back to the school corporation that initially
27 sold the covered school building to the charter school or state
28 educational institution.

29 (b) If a school corporation described in subsection (a) declines the
30 offer to transfer a covered school building back to the school
31 corporation, the charter school or state educational institution may sell
32 or transfer the covered school building to a third party. If a charter
33 school or state educational institution sells or transfers a covered
34 school building to a third party under this subsection, the charter school
35 or state educational institution must transfer an amount equal to the
36 gain in the property minus the adjusted basis (including costs of
37 improvements to the covered school building) to the school corporation
38 that initially sold the covered school building to the charter school or
39 state educational institution. Gain and adjusted basis shall be
40 determined in the manner prescribed by the Internal Revenue Code and
41 the applicable Internal Revenue Service regulations and guidelines.

42 (c) A charter school or state educational institution that purchases



1 a covered school building assumes total control of the covered school
2 building and must maintain the covered school building, including
3 utilities, insurance, maintenance, and repairs. Except as provided in
4 subsection (d), in the event a:

5 (1) charter school does not use the covered school building for
6 classroom instruction; or
7 (2) state educational institution does not use the covered school
8 building for an academic purpose;

9 within ~~two~~ **three** (3) years after acquiring the covered school
10 building, the covered school building shall revert to the school
11 corporation, which may sell or otherwise dispose of the covered school
12 building under IC 36-1-11.

13 (d) In the event a:

14 (1) charter school does not use the covered school building for
15 classroom instruction; or
16 (2) state educational institution does not use the covered school
17 building for an academic purpose;

18 as a result of being engaged in ongoing renovations for an acquired
19 covered school building, within ~~two~~ **three** (3) years after acquiring
20 an occupancy permit for the covered school building, the covered
21 school building shall revert to the school corporation, which may sell
22 or otherwise dispose of the covered school building under IC 36-1-11.

23 SECTION 13. IC 20-26-7.1-5.3, AS AMENDED BY P.L.36-2024,
24 SECTION 7, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
25 JULY 1, 2026]: Sec. 5.3. (a) This section applies to a covered school
26 building to which the following apply:

27 (1) The covered school building was purchased or leased by a
28 charter school under this chapter.
29 (2) The total student enrollment for in-person instruction in the
30 school building in the current school year is at least ten percent
31 (10%) less than the student enrollment for in-person instruction
32 in the school building in a school year that precedes the current
33 school year by five (5).

34 (b) A school corporation may not petition the department under
35 subsection (c) within the first five (5) years after a charter school
36 purchased or initially leased a covered school building under this
37 chapter.

38 (c) Subject to subsection (f), if:
39 (A) the number of full-time equivalent students enrolled for
40 in-person instruction in a school building on instructional days (as
41 determined under IC 20-30-2) for instructional purposes for a
42 school year is not at least fifty percent (50%) of the classroom



design capacity of the school building; **and**

(B) it is consistent with the needs of the school corporation's strategic plan;

the school corporation that leased or sold the school building to the charter school may file a petition with the department requesting that the charter school transfer the school building back to the school corporation.

(d) Before filing a petition under subsection (c), the school corporation must give written notice to the charter school to determine whether an agreement can be reached regarding transferring the school building to the school corporation.

(e) A petition filed under this section is subject to the same procedures under IC 20-26-7-47 as a petition filed under IC 20-26-7-47(h).

(f) For purposes of determining classroom design capacity under subsection (c), if a charter school reconfigures a school building after the charter school leases or purchases the school building, the classroom design capacity must be determined based on the reconfigured school building and not the classroom design capacity of the school building at the time of the lease or purchase.

(g) A school corporation that receives a school building back from a charter school pursuant to a petition filed under subsection (c) shall pay the charter school for capital improvements the charter school made to the school building minus depreciation.

SECTION 14. IC 20-32-6.5-3, AS ADDED BY P.L.180-2025, SECTION 4, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 3. (a) Beginning with the 2026-2027 school year, if a school determines that a student in kindergarten through grade 8 is at risk of not achieving grade level proficiency in mathematics as determined by an analysis of the student's data from:

(1) a grade level screener approved by the department; or

(2) a through-year statewide assessment;

the school must provide intervention that meets the requirements under subsection (b).

(b) A school shall provide intervention to a student described in subsection (a) that meets the following conditions:

(1) The intervention includes a multilevel system of support that progresses from less to more intensive support based on the student's individual needs.

(2) The intervention is aligned to daily Tier I instruction and standard level learning progressions.

(3) The intervention is:



1 (A) targeted;
2 (B) differentiated; and
3 (C) supplemental to Tier I instruction.

4 (4) The intervention:
5 (A) is aligned with evidence based instructional strategies to
6 promote conceptual understanding, procedural fluency, and
7 real world problem solving; and
8 (B) allows a student opportunities to interact, show progress,
9 and demonstrate understanding through rigorous grade level
10 content.

11 (5) The intervention includes continual assessment and in depth
12 analysis of each student's data to inform the flexible movement in
13 and out of Tiers II and III.

14 (c) **Not later than fifteen (15) days after a school makes a** determination under subsection (a) that a student is at risk, the school shall provide notice to a parent of the student regarding the determination. The notification may contain the following:

15 (1) Specific information about how the student is performing.
16 (2) Information about the intervention the student will receive
17 from the school.
18 (3) A list or description of any recommended resources
19 available for use at home to support the student's academic
20 growth in mathematics.

21 (e) (d) The department shall provide guidance on the multitiered
22 system that a school is required to provide under subsection (b).



COMMITTEE REPORT

Mr. President: The Senate Committee on Education and Career Development, to which was referred Senate Bill No. 239, has had the same under consideration and begs leave to report the same back to the Senate with the recommendation that said bill be AMENDED as follows:

Page 31, delete lines 10 through 42.
 Delete pages 32 through 37.
 Page 38, delete lines 1 through 35.
 Rerumber all SECTIONS consecutively.

and when so amended that said bill do pass and be reassigned to the Senate Committee on Appropriations.

(Reference is to SB 239 as introduced.)

RAATZ, Chairperson

Committee Vote: Yeas 9, Nays 4.

COMMITTEE REPORT

Mr. President: The Senate Committee on Appropriations, to which was referred Senate Bill No. 239, has had the same under consideration and begs leave to report the same back to the Senate with the recommendation that said bill be AMENDED as follows:

Page 16, line 8, delete "ten (10)" and insert "**thirty (30)**".
 Page 16, line 10, delete "shall" and insert "**may**".
 Page 16, delete lines 17 through 26, begin a new paragraph and insert:

"(q) A lease or sale of a covered school building to a charter school or a state educational institution under this section includes transfer of:

(1) those assets that are fixtures of the covered school building; and
(2) property that is directly adjacent to the covered school building and owned by the school corporation, including property used for school activities, athletics, recreational facilities, and parking."

Page 17, line 27, after "department" insert "**when requested by the department and**".



Page 17, delete lines 33 through 42.

Delete page 18.

Page 19, delete lines 1 through 25, begin a new paragraph and insert:

"SECTION 12. IC 20-26-7.1-4, AS AMENDED BY P.L.1-2025, SECTION 188, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2026]: Sec. 4. (a) Not later than thirty (30) days after the date a governing body of a school corporation determines at a public meeting to cease using a covered school building for classroom instruction on student instructional days (as described in IC 20-30-2-2) for a school year as required under IC 20-30-2-3, a school corporation shall provide written notice to the department regarding the date that the covered school building has ceased or will cease being used for classroom instruction as described in this subsection.".

Page 21, delete lines 34 through 42, begin a new paragraph and insert:

"~~(n)~~ (n) The school corporation shall lease the covered school building to a charter school or state educational institution for one dollar (\$1) per year for as long as the state educational institution uses the covered school building for an academic purpose or the charter school uses the covered school building for classroom instruction, for a term at the state educational institution's or charter school's discretion, or sell the covered school building for one dollar (\$1), if the charter school or state educational institution does the following:".

Page 22, delete lines 15 through 17, begin a new line triple block indented and insert:

"(i) charter school intends to begin providing classroom instruction in the covered school building; or".

Page 25, delete lines 36 through 42.

Page 26, delete lines 1 through 3, begin a new paragraph and insert:

"(v) A lease or sale of a covered school building to a charter school or a state educational institution under this section includes transfer of:

- (1) those assets that are fixtures of the covered school building; and**
- (2) property that is directly adjacent to the covered school building and owned by the school corporation, including property used for school activities, athletics, recreational facilities, and parking."**

Page 26, delete lines 35 through 36, begin a new line block indented and insert:



"(1) charter school does not use the covered school building for classroom instruction; or".

Page 27, delete lines 2 through 3, begin a new line block indented and insert:

"(1) charter school does not use the covered school building for classroom instruction; or".

Page 29, delete lines 14 through 42.

Delete pages 30 through 33.

Renumber all SECTIONS consecutively.

and when so amended that said bill do pass.

(Reference is to SB 239 as printed January 16, 2026.)

GARTEN, Chairperson

Committee Vote: Yeas 9, Nays 4.

SENATE MOTION

Mr. President: I move that Senate Bill 239 be amended to read as follows:

Page 16, line 3, delete "ten (10)" and insert "**thirty (30)**".

Page 16, delete lines 22 through 25, begin a new line single block indented and insert:

"(2) adjacent parking lots and playgrounds."

Page 17, line 32, after "subsection." insert "**The department shall issue the recovered state tuition within fifteen (15) days of receiving the report.**".

Page 23, line 27, delete "ten (10)" and insert "**thirty (30)**".

Page 23, line 31, delete "ten (10)" and insert "**thirty (30)**".

Page 23, line 42, delete "ten (10)" and insert "**thirty (30)**".

Page 24, line 3, delete "shall" and insert "**may**".

Page 24, delete lines 15 through 18, begin a new line single block indented and insert:

"(2) adjacent parking lots and playgrounds."

(Reference is to SB 239 as printed January 23, 2026.)

ROGERS

