8lr2533

By: Delegate A. Washington

Introduced and read first time: February 9, 2018 Assigned to: Ways and Means

Committee Report: Favorable with amendments House action: Adopted Read second time: March 23, 2018

CHAPTER _____

1 AN ACT concerning

2 Maryland Public School Transparency and Accountability Act 3 Blue Ribbon Commission on School Transparency and Accountability

4 FOR the purpose of authorizing the county commissioners, county council, or City Council of Baltimore to establish an Office of the Inspector General in the local school system; $\mathbf{5}$ 6 requiring the Office of the Inspector General to be independent of the county board 7 of education and county superintendent of schools: providing for the selection and 8 appointment of the Inspector General; providing for the qualifications, term of office, 9 and filling of a vacancy in the Office of the Inspector General; requiring that the 10 functions, powers, and duties of a certain office in a local school system be transferred 11 to a certain office under certain circumstances; providing that certain employees be transferred without diminution of their rights, benefits, employment, or retirement 12status under certain circumstances; requiring the Inspector General to examine and 13investigate certain affairs of the local school system; requiring the Inspector General 14 to receive certain complaints and establish a certain method by which certain 1516complaints may be filed; requiring the Inspector General to notify certain entities under certain circumstances; authorizing the Inspector General to assist in certain 1718 investigations conducted by certain entities under certain circumstances; requiring 19 the Inspector General to have access to certain documents and certain buildings 20during a certain investigation; authorizing the Inspector General to take certain 21actions in the performance of certain duties: providing for the process in which the 22Inspector General is authorized to issue certain subpoenas; providing that certain 23records are confidential and not subject to disclosure under a certain provision of 24law; requiring the Inspector General to make a certain report to the county board, county governing body, and the General Assembly on or before a certain date: and 25

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



	2 HOUSE BILL 1492
$rac{1}{2}$	generally relating to the establishment of the Office of the Inspector General to encourage transparency and accountability in public schools.
3	FOR the purpose of establishing the Blue Ribbon Commission on School Transparency and
4	Accountability; providing for the composition, chair, and staffing of the Commission;
5	prohibiting a member of the Commission from receiving certain compensation, but
6	authorizing the reimbursement of certain expenses; requiring the Commission to
7	study and make recommendations regarding certain matters; requiring the
$\frac{8}{9}$	<u>Commission to report its findings and recommendations to the Governor and the</u> <u>General Assembly on or before a certain date; providing for the termination of this</u>
$\frac{9}{10}$	Act; and generally relating to the Blue Ribbon Commission on School Transparency
11	and Accountability.
12	BY adding to
13	Article – Education
14	Section 4–110
15	Annotated Code of Maryland
16	(2014 Replacement Volume and 2017 Supplement)
17	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
18	That the Laws of Maryland read as follows:
19	Article – Education
20	4–110.
21	(A) (1) THE COUNTY COMMISSIONERS, COUNTY COUNCIL, OR CITY
22	COUNCIL OF BALTIMORE MAY ESTABLISH AN OFFICE OF THE INSPECTOR GENERAL
23	IN THE LOCAL SCHOOL SYSTEM.
24	(2) The Office of the Inspector General shall be
25	INDEPENDENT OF THE COUNTY BOARD AND COUNTY SUPERINTENDENT.
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26	(B) (1) THE COUNTY COMMISSIONERS, COUNTY COUNCIL, OR CITY
27	COUNCIL OF BALTIMORE SHALL SELECT AND APPOINT THE INSPECTOR GENERAL.
28	(2) (1) The term of the Inspector General is 4 years
29	BEGINNING JULY 1 AFTER THE APPOINTMENT OF THE INSPECTOR GENERAL.
30	(II) THE INSPECTOR GENERAL SHALL CONTINUE TO SERVE
30 31	UNTIL A SUCCESSOR IS APPOINTED.
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32	(III) IF A VACANCY OCCURS IN THE OFFICE OF THE INSPECTOR
33	GENERAL, THE APPROPRIATE GOVERNING BODY DESCRIBED IN PARAGRAPH (1) OF
34	THIS SUBSECTION SHALL APPOINT AN INTERIM INSPECTOR GENERAL TO SERVE

35 FOR THE REMAINDER OF THE UNEXPIRED TERM.

1(3)THE INSPECTOR GENERAL SHALL BE PROFESSIONALLY2QUALIFIED BY EXPERIENCE OR EDUCATION IN AUDITING, GOVERNMENT3OPERATIONS, OR FINANCIAL MANAGEMENT.

4 (4) (1) IF THE COUNTY COMMISSIONERS, COUNTY COUNCIL, OR
5 CITY COUNCIL OF BALTIMORE ESTABLISHES AN OFFICE OF THE INSPECTOR
6 GENERAL UNDER SUBSECTION (A) OF THIS SECTION, THE FUNCTIONS, POWERS, AND
7 DUTIES OF THE OFFICE OF INTERNAL AUDITS WITHIN THE LOCAL SCHOOL SYSTEM
8 SHALL BE TRANSFERRED TO THE OFFICE OF THE INSPECTOR GENERAL IN THE
9 LOCAL SCHOOL SYSTEM.

10 (II) ALL EMPLOYEES WHO ARE TRANSFERRED TO THE OFFICE OF THE INSPECTOR GENERAL IN THE LOCAL SCHOOL SYSTEM UNDER 11 12 SUBPARAGRAPH (I) OF THIS PARAGRAPH SHALL BE TRANSFERRED WITHOUT **DIMINUTION OF THEIR RIGHTS, BENEFITS, EMPLOYMENT, OR RETIREMENT STATUS.** 13 (C) (1) THE INSPECTOR GENERAL SHALL: 14 15EXAMINE AND INVESTIGATE THE MANAGEMENT AND (I) 16 AFFAIRS OF THE LOCAL SCHOOL SYSTEM CONCERNING MISMANAGEMENT, 17 **MISCONDUCT, ABUSE, FRAUD, WASTE, AND CORRUPTION;** 18 (III) **RECEIVE COMPLAINTS OF MISMANAGEMENT. MISCONDUCT.** 19 ABUSE, FRAUD, WASTE, AND CORRUPTION IN THE LOCAL SCHOOL SYSTEM; AND 20(III) ESTABLISH A METHOD THROUGH WHICH ANONYMOUS 21 **COMPLAINTS MAY BE FILED.** 22(2) IF THE INSPECTOR GENERAL RECEIVES A COMPLAINT UNDER PARAGRAPH (1)(II) OF THIS SUBSECTION. THE INSPECTOR GENERAL SHALL 23DETERMINE WHETHER THE COMPLAINT SHOULD BE INVESTIGATED. 2425(3) (1) THE INSPECTOR GENERAL SHALL NOTIFY THE LOCAL LAW ENFORCEMENT AGENCY OR THE STATE'S ATTORNEY'S OFFICE IF THE INSPECTOR 2627**GENERAL:** 281 DISCOVERS EVIDENCE OF CRIMINAL ACTIVITY WHEN 29**INVESTIGATING A COMPLAINT; OR** 30 2 BELIEVES THE INVESTIGATION REQUIRES SPECIAL

31 EXPERTISE.

HOUSE BILL 1492

	4 HOUSE BILL 1492
$egin{array}{c} 1 \\ 2 \\ 3 \end{array}$	(II) The Inspector General may assist in an investigation conducted by, or conduct a joint investigation with, a law enforcement agency or the State's Attorney's office.
4 5	(D) (1) During an investigation conducted in accordance with this section, the Inspector General shall have access to:
$6 \\ 7$	(I) ALL RECORDS, DATA, REPORTS, CONTRACTS, CORRESPONDENCE, OR OTHER DOCUMENTS OF THE LOCAL SCHOOL SYSTEM; AND
8	(II) ANY BUILDING OR FACILITY THAT IS:
9 10	1. Owned, operated, or leased by the county board or the county; and
11	2. For the use of the local school system.
$12 \\ 13 \\ 14$	(2) An investigation conducted in accordance with this section shall be conducted in a manner that allows the evidence to be retained for future court proceedings.
$\begin{array}{c} 15\\ 16\end{array}$	(E) (1) During an investigation conducted in accordance with this section, the Inspector General may:
17	(I) SEEK AND OBTAIN SWORN TESTIMONY;
18 19 20	(II) Compel the attendance of witnesses to be deposed by issuing a subpoena in accordance with paragraph (2) of this subsection; and
$\begin{array}{c} 21 \\ 22 \end{array}$	(III) Compel the production of records by issuing a subpoena in accordance with paragraph (2) of this subsection.
$23 \\ 24 \\ 25$	(2) (i) The Inspector General shall obtain the approval Of a circuit court judge before issuing a subpoena or subpoena duces tecum.
26 27 28	(ii) The Inspector General shall submit a written Application for the approval sought under subparagraph (i) of this paragraph.
29 30	(F) Records prepared or obtained by the Inspector General in connection with an investigation conducted in accordance with this

$\frac{1}{2}$	SECTION ARE CONFIDENTIAL AND NOT SUBJECT TO DISCLOSURE UNDER THE Public Information Act.
3	(G) (1) On or before January 1 each year, the Inspector
4	GENERAL SHALL SUBMIT TO THE COUNTY BOARD, COUNTY GOVERNING BODY, AND
5	THE GENERAL ASSEMBLY, IN ACCORDANCE WITH § 2-1246 OF THE STATE
6	GOVERNMENT ARTICLE, A SUMMARY OF THE REPORTS AND INVESTIGATIONS MADE
7	BY THE INSPECTOR GENERAL IN ACCORDANCE WITH THIS SECTION.
8	(2) (I) THE SUMMARY SHALL INCLUDE:
9	1. The final disposition of each investigation
10	CONDUCTED BY THE INSPECTOR GENERAL;
11	2. <u>All contracts entered into by the local</u>
12	SCHOOL SYSTEM;
13	3. ALL EXPENDITURES MADE BY THE LOCAL SCHOOL
14	SYSTEM AND THE FUNDING SOURCES FOR EACH EXPENDITURE; AND
15	4. Recommended administrative actions and
16	MATTERS FOR CONSIDERATION BY THE GENERAL ASSEMBLY.
17	(II) The summary required in subparagraph (I) of this
18	PARAGRAPH MAY NOT INCLUDE ANY CONFIDENTIAL OR IDENTIFYING INFORMATION
19	ABOUT THE SUBJECTS OF THE REPORTS AND INVESTIGATIONS.
20	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
21	<u>That:</u>
22	(a) There is a Blue Ribbon Commission on School Transparency and
23	Accountability.
24	(b) <u>The Commission consists of the following members:</u>
25	(1) one former member of the State Board of Education, appointed by the
26	<u>President of the Senate and the Speaker of the House;</u>
27	(2) one academic expert whose area of expertise is ethics in school systems
$\overline{28}$	and accountability, appointed by the President of the Senate and the Speaker of the House;
29	(3) one former State Superintendent of Schools, appointed by the Governor;
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30 21	(4) <u>one former county superintendent of schools, appointed by the Public</u> School Superintendents Association of Maryland;
31	school superintendentis Association of Maryland,

$\frac{1}{2}$	(5) <u>one former member of a county board of education, appointed by the</u> Maryland Association of Boards of Education;
$\frac{3}{4}$	(6) <u>one retired educator, appointed by the Maryland State Education</u> Association and AFT–Maryland;
$5 \\ 6$	(7) <u>one parent of a student in Maryland public schools, appointed by the</u> <u>Maryland Parent Teacher Association; and</u>
7 8	(8) three members, one each appointed by the President of the Senate, the Speaker of the House, and the Governor, who:
9 10	(i) <u>are not currently employed by a local school system or the State</u> Department of Education; and
$\begin{array}{c} 11 \\ 12 \end{array}$	(ii) are not currently serving as a member of a county board or the State Board of Education.
13	(c) <u>The members of the Commission shall designate the chair of the Commission.</u>
14	(d) <u>The State Department of Education shall provide staff for the Commission.</u>
15	(e) <u>A member of the Commission:</u>
16	(1) may not receive compensation as a member of the Commission; but
17 18	(2) <u>is entitled to reimbursement for expenses under the Standard State</u> <u>Travel Regulations, as provided in the State budget.</u>
19	(f) <u>The Commission shall:</u>
$\begin{array}{c} 20\\ 21 \end{array}$	(1) <u>study best practices for promoting ethics, accountability, and</u> <u>transparency in State and local government; and</u>
22	(2) <u>make recommendations regarding:</u>
$\begin{array}{c} 23\\ 24 \end{array}$	(i) <u>ethics rules governing county superintendents and members of</u> <u>county boards and the State Board of Education;</u>
$\begin{array}{c} 25\\ 26 \end{array}$	(ii) procedures for removal for cause or other misconduct of county superintendents and members of county boards and the State Board of Education;
$\begin{array}{c} 27\\ 28 \end{array}$	<u>(iii)</u> <u>laws, regulations, and practices regarding county</u> superintendent contracts, including length of contract and termination provisions;

$egin{array}{c} 1 \\ 2 \\ 3 \end{array}$	(iv) availability of school system documents to members of county boards, the State Board of Education, and the public at large, and whether the current Public Information Act provides adequate transparency;
4 5	(v) <u>use of closed meetings by county boards and the State Board of</u> Education, and whether the current Open Meetings Act provides adequate transparency;
6 7	(vi) <u>use of inspectors general or ombudsmen to assist in</u> accountability and transparency efforts in local school systems; and
8 9	(vii) <u>adequacy of current whistleblower protection laws and processes</u> <u>available for anonymous reporting of fraud, waste, or abuse.</u>
$10 \\ 11 \\ 12 \\ 13$	(g) On or before January 1, 2019, the Commission shall submit a report of its findings and recommendations on the matters listed in subsection (f) of this section to the Governor and, in accordance with § 2–1246 of the State Government Article, the General Assembly.
14 15 16 17	SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2018. <u>It shall remain effective for a period of 2 years and, at the end of June 30, 2020, this Act, with no further action required by the General Assembly, shall be abrogated and of no further force and effect.</u>

Approved:

Governor.

Speaker of the House of Delegates.

President of the Senate.