By: Representatives Moore, Espy

To: Education

COMMITTEE SUBSTITUTE FOR HOUSE BILL NO. 888

AN ACT ENTITLED THE "MISSISSIPPI PUBLIC CHARTER SCHOOLS ACT 1 OF 2012"; TO DECLARE THE LEGISLATIVE PURPOSE OF THE PUBLIC CHARTER 2 SCHOOLS ACT; TO PROHIBIT CONVERSION OF PRIVATE OR PAROCHIAL SCHOOL 3 TO PUBLIC CHARTER SCHOOLS; TO PROVIDE DEFINITIONS; TO PROVIDE OPEN 4 5 ENROLLMENT AND LOTTERY REQUIREMENTS FOR PUBLIC CHARTER SCHOOLS; TO PROVIDE PREFERENCES FOR STUDENT ENROLLMENT IN THE CASE OF A 6 7 CONVERSION CHARTER SCHOOL AND FOR SCHOOLS SERVING SPECIAL POPULATIONS; TO REQUIRE ALL SCHOOLS IN THE STATE TO ACCEPT 8 TRANSFER CREDITS FROM PUBLIC CHARTER SCHOOLS; TO DEFINE THE 9 10 ELIGIBLE AUTHORIZER FOR PUBLIC CHARTER SCHOOLS; TO ESTABLISH THE MISSISSIPPI PUBLIC CHARTER SCHOOLS AUTHORIZER BOARD AND PRESCRIBE 11 12 ITS MEMBERSHIP; TO PROVIDE FOR AN EXECUTIVE DIRECTOR OF THE MISSISSIPPI PUBLIC CHARTER SCHOOLS AUTHORIZER BOARD; TO PRESCRIBE 13 AUTHORIZER POWERS AND DUTIES; TO PROVIDE STANDARDS FOR AUTHORIZING PUBLIC CHARTER SCHOOLS WHICH SHALL BE POLICIES EQUAL TO NATIONALLY 14 15 ESTABLISHED BEST PRACTICES; TO PROVIDE FOR AUTHORIZER FUNDING AND 16 CONFLICT OF INTEREST; TO AUTHORIZE SERVICES TO BE PURCHASED FROM 17 18 THE AUTHORIZER; TO PRESCRIBE THE APPLICATION PROCESS FOR ALL TYPES 19 OF CHARTER SCHOOLS AND A DECISION-MAKING PROCESS; TO ESTABLISH AN INITIAL CHARTER TERM; TO PROVIDE GUIDELINES FOR EXECUTING CHARTER CONTRACTS; TO PROVIDE ACHIEVEMENT AND OPERATIONAL STANDARDS FOR 20 21 2.2 CHARTER SCHOOL OVERSIGHT AND CORRECTIVE ACTIONS; TO PROVIDE FOR 23 RENEWALS AND REVOCATIONS OF CHARTER SCHOOL CONTRACTS; TO PROVIDE 24 PROCEDURES FOR CHARTER SCHOOL CLOSURE AND DISSOLUTION; TO PRESCRIBE THE LEGAL STATUS OF CHARTER SCHOOLS; TO EMPOWER CHARTER SCHOOLS WITH FINANCIAL AUTHORITY TO IMPLEMENT ITS CONTRACT AND TO 25 26 PROHIBIT DISCRIMINATION AND THE CHARGING OF TUITION; TO PRESCRIBE 27 THE QUALIFICATIONS OF EMPLOYEES OF CHARTER SCHOOLS AND REQUIRE 28 CRIMINAL BACKGROUND CHECKS FOR SUCH EMPLOYEES; TO AUTHORIZE EQUAL 29 30 TRANSPORTATION FUNDING UNDER THE ADEQUATE EDUCATION PROGRAM FOR 31 PUBLIC CHARTER SCHOOLS; TO AUTHORIZE LOCAL FUNDING FOR PUBLIC CHARTER SCHOOLS; TO AUTHORIZE CHARTER SCHOOLS TO ACCEPT GIFTS, 32 DONATIONS AND GRANTS; TO AUTHORIZE CHARTER SCHOOLS EQUAL ACCESS TO 33 EXISTING STATE FACILITIES PROGRAMS FOR PUBLIC SCHOOLS; TO 34 AUTHORIZE CHARTER SCHOOLS THE RIGHT OF FIRST REFUSAL TO VACANT SCHOOL FACILITIES AND PROPERTY AND THE USE OF DONATED SPACE UNDER 35 36 PREEXISTING ZONING REGULATIONS; TO AMEND SECTION 37-3-2, 37 MISSISSIPPI CODE OF 1972, TO EXEMPT TEACHERS, INSTRUCTIONAL STAFF AND ADMINISTRATORS OF PUBLIC CHARTER SCHOOLS FROM THE LICENSURE 38 39 REQUIREMENTS OF TRADITIONAL PUBLIC SCHOOL TEACHERS AND ADMINISTRATORS; TO AMEND SECTION 37-9-17, MISSISSIPPI CODE OF 40 41 1972, TO REQUIRE EMPLOYEES AND ADMINISTRATORS OF PUBLIC CHARTER 42 43 SCHOOLS TO SUBMIT TO CRIMINAL BACKGROUND CHECKS AND 44 FINGERPRINTING; TO AMEND SECTION 37-9-103, MISSISSIPPI CODE OF 45 1972, TO PROVIDE THAT THE EDUCATION EMPLOYMENT PROCEDURES LAW SHALL NOT APPLY TO TEACHERS OR ADMINISTRATORS AT PUBLIC CHARTER 46 47 SCHOOLS; TO REPEAL SECTIONS 37-165-1 THROUGH 37-165-25, MISSISSIPPI CODE OF 1972, WHICH ARE THE "CONVERSION CHARTER SCHOOL 48 ACT OF 2010"; TO AMEND SECTION 37-165-27, MISSISSIPPI CODE OF 1972, IN CONFORMITY TO THE PRECEDING PROVISIONS; TO BRING FORWARD SECTIONS 37-151-7 AND 37-57-107, MISSISSIPPI CODE OF 1972, FOR 49 50 51 52 PURPOSES OF POSSIBLE AMENDMENTS; AND FOR RELATED PURPOSES.

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53 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 54 <u>SECTION 1.</u> This act shall be known and may be cited as the 55 "Mississippi Public Charter Schools Act of 2012."

56 <u>SECTION 2.</u> (1) The Legislature finds and declares that the 57 purposes of the state's public charter schools as a whole are:

58 (a) To improve student learning by creating
59 high-quality schools with high standards for student performance;

60 (b) To close achievement gaps between high-performing 61 and low-performing groups of public school students;

62 (c) To increase high-quality educational opportunities
63 within the public education system for all students, especially
64 those at risk of academic failure;

(d) To create new professional opportunities for
teachers, school administrators and other school personnel that
allow them to have a direct voice in the operation of their
schools;

(e) To encourage the use of different, high-quality
models of teaching, governing, scheduling or other aspects of
schooling that meet a variety of student needs;

(f) To allow public schools freedom and flexibility inexchange for exceptional levels of result driven accountability;

74 (g) To provide students, parents, community members and 75 local entities with expanded opportunities for involvement in the 76 public education system; and

77 (h) To encourage the replication of successful public78 charter schools.

(2) All public charter schools in the state established
under this act are public schools and are part of the state's
public education system.

82 (3) No provision of this act shall be interpreted to allow
83 the conversion of private schools into public charter schools.
84 (4) Public charter schools and conversion charter schools
85 shall be established only in those local school districts that

H. B. No. 888 12/HR12/R1375CS.2 PAGE 2 (DJ\DO) have an accountability rating of successful, under academic watch, low performing, at risk of failing or failing as determined by the accountability standards adopted by the State Board of Education. The provisions of this act shall not apply to any local school district having an accountability rating as a high performing or star district.

92 <u>SECTION 3.</u> For purposes of this act, the following words and 93 phrases have the meanings ascribed in this section unless the 94 context clearly indicates otherwise:

95 (a) "Applicant" means any person or group that develops
96 and submits an application for a public charter school to an
97 authorizer.

98 (b) "Application" means a proposal from an applicant to 99 an authorizer to enter into a charter contract whereby the 100 proposed school obtains public charter school status.

"At-risk student" means a student who has an 101 (C)102 economic or academic disadvantage that requires special services 103 and assistance to succeed in educational programs. The term 104 includes, but is not necessarily limited to, students who are 105 members of economically disadvantaged families, students who are 106 identified as having special educational needs, students who are 107 limited in English proficiency, students who are at risk of 108 dropping out of high school and students who do not meet minimum standards of academic proficiency. 109

(d) "Authorizer" means an entity authorized under this act to review applications, decide whether to approve or reject applications, enter into charter contracts with applicants, oversee public charter schools and decide whether to renew, not renew or revoke charter contracts.

(e) "Charter contract" means a fixed-term, renewable contract between a public charter school and an authorizer that outlines the roles, powers, responsibilities and performance expectations for each party to the contract.

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(f) "Conversion public charter school" means a charter school that existed as a noncharter public school before becoming a public charter school which was designated as either successful, under academic watch, low performing, at risk of failing or failing.

(g) "Education service provider" means a charter management organization, school design provider or any other partner entity with which a public charter school intends to contract for educational design, implementation or comprehensive management.

(h) "Governing board" means the independent board of a public charter school that is party to the charter contract with the authorizer and whose members have been elected or selected pursuant to the school's application.

(i) "Local school board" means a school board
exercising management and control of a local school district
pursuant to the State Constitution and state statutes.

(j) "Local school district" means a public agency that establishes and supervises one or more public schools within its geographical limits pursuant to the State Constitution and state statutes.

(k) "Noncharter public school" means a public school that is under the direct management, governance and control of a local school board or the state.

(1) "Parent" means a parent, guardian or other personor entity having legal custody of a child.

(m) "Public charter school" means a public school that: (i) Has autonomy over decisions including, but not limited to, matters concerning finance, personnel, scheduling, curriculum and instruction;

149 (ii) Is governed by an independent governing150 board;

H. B. No. 888 12/HR12/R1375CS.2 PAGE 4 (DJ\DO) 151 (iii) Is established and operating under the terms 152 of a charter contract between the school's board and its 153 authorizer; 154 (iv) Is a school to which parents choose to send 155 their children; Is a school that admits students on the basis 156 (V) 157 of a lottery if more students apply for admission than can be 158 accommodated; 159 (vi) Provides a program of education that includes any single grade or multiple grades from kindergarten through 160 161 Grade 12; 162 (vii) Operates in pursuit of a specific set of 163 educational objectives as defined in its charter contract; and 164 (viii) Operates under the oversight of its authorizer in accordance with its charter contract. 165 166 "Start-up public charter school" means a public (n) charter school that did not exist as a noncharter public school 167 168 prior to becoming a public charter school. 169 "Student" means any child who is eligible for (0) 170 attendance in public schools in the state. 171 "Virtual public school" means a public school that (p) 172 offers educational services predominantly through an online 173 A virtual school may contract with any eligible program. authorizer for purposes of providing online academic instruction 174 175 to students attending a public charter or conversion charter 176 school. 177 **SECTION 4.** (1) A public charter school shall be open to any student residing in the state. 178 179 (2) A school district shall not require any student enrolled 180 in the school district to attend a public charter school. (3) A public charter school shall not limit admission based 181 182 on ethnicity, national origin, religion, gender, income level,

H. B. No. 888 12/HR12/R1375CS.2 PAGE 5 (DJ\DO) 183 disabling condition, proficiency in the English language or 184 academic or athletic ability, except as provided in Section 5(4).

(4) A public charter school may limit admission to students
within a given age group or grade level and may be organized
around a special emphasis, theme or concept as stated in the
school's application.

(5) (a) The at-risk composition of the charter school enrollment shall reflect that of students in similar grades for school-aged children for the school district in which the charter school is located, to be defined for the purposes of this chapter as differing by no more than twenty-five percent (25%) from that population.

In the event that the at-risk composition of an 195 (b) 196 applicant's or charter school's enrollment differs from the 197 enrollment of students in similar grades for the school district 198 in which the charter school is located by more than twenty-five percent (25%), despite its best efforts, the authorizer from which 199 200 the applicant is seeking sponsorship shall consider the 201 applicant's or the charter school's recruitment efforts and 202 at-risk composition of the applicant pool in determining whether 203 the applicant or charter school is operating in a 204 nondiscriminatory manner. A finding by the authorizer that the 205 applicant is not operating in a discriminatory manner justifies approval of the charter without regard to the at-risk percentage 206 207 requirement if the application is acceptable in all other aspects. 208 A finding by the authorizer that the applicant or charter school 209 is operating in a discriminatory manner justifies the denial of a 210 charter school application or the revocation of a charter, as may 211 be applicable.

(6) A public charter school shall enroll all students who wish to attend the school, unless the number of students exceeds the capacity of a program, class, grade level or building.

H. B. No. 888 12/HR12/R1375CS.2 PAGE 6 (DJ\DO) (7) If capacity is insufficient to enroll all students who wish to attend the school, the public charter school shall select students through a lottery.

218 SECTION 5. (1) Any noncharter public school converting 219 partially or entirely to a public charter school shall adopt and 220 maintain a policy giving enrollment preference to students who 221 reside within the former attendance area of that public school. 222 If the charter school has excess capacity after enrolling students residing within the former attendance area of the school, students 223 outside of the former attendance area of the school shall be 224 225 eligible for enrollment. If the number of these additional 226 students exceeds the capacity of a program, class, grade level or 227 building, the students will be entered into a lottery.

(2) A public charter school shall give enrollment preference to students enrolled in the public charter school the previous school year and to siblings of students already enrolled in the public charter school. An enrollment preference for returning students excludes those students from entering into a lottery.

(3) A public charter school may give enrollment preference to children of a public charter school's founders, governing board members and full-time employees, so long as they constitute no more than ten percent (10%) of the school's total student population.

(4) This section does not preclude the formation of a public 238 239 charter school whose mission is focused on serving students with 240 disabilities, students of the same gender, students who pose such 241 severe disciplinary problems that they warrant a specific 242 educational program or students who are at risk of academic 243 failure. If capacity is insufficient to enroll all students who wish to attend such school, the public charter school shall select 244 245 students through a lottery.

246 **SECTION 6.** If a student who was previously enrolled in a 247 public charter school enrolls in another public school in this

H. B. No. 888 12/HR12/R1375CS.2 PAGE 7 (DJ\DO) state, the student's new school shall accept credits earned by the student in courses or instructional programs at the public charter school in a uniform and consistent manner and according to the same criteria that are used to accept academic credits from other public schools.

253 <u>SECTION 7.</u> A school district shall provide or publicize to 254 parents and the general public information about public charter 255 schools as an enrollment option within the district to the same 256 extent and through the same means that the district provides and 257 publicizes information about noncharter public schools in the 258 district.

259 <u>SECTION 8.</u> (1) The State Board of Education, hereinafter 260 state board, may authorize conversion public charter schools in 261 any school district in the state.

(2) The Mississippi Public Charter School Board created
 under Section 9 of this act may authorize start-up public charter
 schools in any school district in the state.

265 (3) A local school board may authorize public charter 266 schools within the boundaries of the school district overseen by 267 the local school board.

268 <u>SECTION 9.</u> (1) There is established, the Mississippi Public 269 Charter School Board which is an independent state agency with 270 statewide chartering jurisdiction as described in Section 8(2).

(2) The mission of the Mississippi Public Charter School Board shall be to authorize high-quality public charter schools throughout the state, particularly schools designed to expand opportunities for at-risk students, consistent with the purposes of this act.

(3) The Mississippi Public Charter School Board shall
consist of five (5) members. Three (3) members shall be appointed
by the Governor, one (1) member shall be appointed by the
Lieutenant Governor and one (1) member shall be appointed by the
Speaker of the House. In making the appointments, the Governor,
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H. B. No. 888 12/HR12/R1375CS.2 PAGE 8 (DJ\DO) 281 Lieutenant Governor and Speaker of the House shall ensure 282 statewide geographic and racial diversity among Mississippi Public 283 Charter School Board members.

284 (4) Members appointed to the Mississippi Public Charter 285 School Board shall collectively possess strong experience and 286 expertise in public and nonprofit governance, private sector 287 business management, finance, K-12 school leadership, assessment 288 and curriculum and instruction and public education law. All 289 members of the Mississippi Public Charter School Board shall have demonstrated understanding of and commitment to charter schooling 290 291 as a strategy for strengthening public education and expanding 292 school choice.

293 (5) To establish staggered terms of office, the initial term 294 of office for the two (2) members of the board appointed by the Governor shall be four (4) years and thereafter shall be three (3) 295 years. The initial term of office for the two (2) members of the 296 board appointed by the Lieutenant Governor and the Speaker of the 297 298 House shall be three (3) years and thereafter shall be three (3) 299 years. The initial term of office for the at large member appointed by the Governor shall be two (2) years and thereafter 300 301 shall be three (3) years. No member shall serve more than seven 302 (7) consecutive years. The initial appointments shall be made no 303 later than September 1, 2012.

(6) A member of the Mississippi Public Charter School Board may be removed for any cause that renders the member incapable or unfit to discharge the duties of the office, which such removal procedure shall be stipulated in the bylaws adopted by the board for its governance. Whenever a vacancy on the Mississippi Public Charter School Board exists, the original appointing authority shall appoint a member for the remaining portion of the term.

311 (7) The Mississippi Public Charter School Board is 312 authorized to receive and expend gifts, grants, appropriations and 313 donations of any kind from any public or private entity to carry

H. B. No. 888 12/HR12/R1375CS.2 PAGE 9 (DJ\DO) 314 out the purposes of this act, subject to the terms and conditions 315 under which they are given, provided that all such terms and 316 conditions are permissible under law.

317 (8) The Mississippi Public Charter School Board shall 318 operate with dedicated resources and staff qualified to execute 319 the day-to-day responsibilities of public charter school 320 authorizing in accordance with this act.

321 <u>SECTION 10.</u> (1) There is established an Office of Charter 322 Schools within the State Department of Education. The office 323 shall be vested with implementing the state board's decisions that 324 relate to conversion charter schools.

325 (2) The mission of the Office of Charter Schools shall be to
 326 support the state board in executing the powers and duties
 327 detailed in Section 11.

(3) The office is authorized to receive and expend gifts, grants, appropriations and donations of any kind from any public or private entity to carry out the purposes of this act, subject to the terms and conditions under which they are given, provided that all such terms and conditions are permissible under law.

333 <u>SECTION 11.</u> (1) Authorizers are responsible for executing, 334 in accordance with this act, the following essential powers and 335 duties:

336 (i) Soliciting and evaluating charter 337 applications;

(ii) Approving quality charter applications that meet identified educational needs and promote a diversity of educational choices;

341 (iii) Declining to approve weak or inadequate 342 charter applications;

343 (iv) Negotiating and executing sound charter 344 contracts;

H. B. No. 888 12/HR12/R1375CS.2 PAGE 10 (DJ\DO) 345 (v) Monitoring, in accordance with charter 346 contract terms, the performance and legal compliance of public 347 charter schools;

348 (vi) Minimizing the administrative burdens and 349 costs faced by public charter schools; and

350 (vii) Determining whether each charter contract351 merits renewal, nonrenewal or revocation.

352 (2) An authorizing entity may delegate its duties to353 offices, employees and contractors.

354 (3) Regulation by authorizers shall be limited to these
 355 powers and duties and consistent with the purpose and intent of
 356 this act.

(4) An authorizing entity, members of the board of an authorizer in their official capacity and employees of an authorizer in their official capacity are immune from civil and criminal liability with respect to all activities related to a public charter school they authorize.

362 <u>SECTION 12.</u> (1) (a) All authorizers shall be required to 363 develop and maintain chartering policies and practices consistent 364 with nationally recognized principles and standards for quality 365 charter authorizing in all major areas of authorizing 366 responsibility including:

367 (i) Organizational capacity and infrastructure;
368 (ii) Soliciting and evaluating charter
369 applications;

(iii) Performance contracting;

371 (iv) Ongoing public charter school oversight and 372 evaluation; and

(v) Charter renewal decision-making.
(b) Authorizers shall carry out all their duties under this
act in a manner consistent with such nationally recognized
principles and standards and with the purpose and intent of this

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377 act. Evidence of material or persistent failure to do so shall 378 constitute grounds for losing charter authorizing powers.

379 (2) Every authorizer shall be required to submit to the
 380 Joint Committee on Performance Evaluation and Expenditure Review
 381 an annual report summarizing:

382 (a) The authorizer's strategic vision for chartering383 and progress toward achieving that vision;

384 (b) The academic and financial performance of all
385 operating public charter schools overseen by the authorizer,
386 according to the performance expectations for public charter
387 schools set forth in this act;

388 (c) The status of the authorizer's public charter 389 school portfolio, identifying all public charter schools in each 390 of the following categories:

391 (i) Approved, but not yet open;

392 (ii) Operating;

393 (iii) Renewed;

394 (iv) Revoked;

395 (v) Not renewed;

396 (vi) Voluntarily closed; or

397 (vii) Never opened;

(d) The authorizing functions provided by the
authorizer to the public charter schools under its purview,
including the authorizer's operating costs and expenses detailed
in annual audited financial statements that conform with Generally
Accepted Accounting Principles; and

(e) The services purchased from the authorizer by the public charter schools under its purview, including an itemized accounting of the actual costs of these services, as required in Section 15.

12/HR12/R1375CS.2 PAGE 12 (DJ\DO) 410 received by each public charter school it authorizes. These funds 411 must be used exclusively to cover the costs for an authorizer to 412 oversee its public charter schools.

413 (2) An authorizer may expend its resources, seek grant funds 414 and establish partnerships to support its public charter school 415 authorizing activities.

416 <u>SECTION 14.</u> (1) No employee, trustee, agent or 417 representative of an authorizer may simultaneously serve as an 418 employee, trustee, agent, representative, vendor or contractor of 419 a public charter school authorized by that entity.

420 (2) No governmental or other entity, other than those
421 expressly granted chartering authority as set forth in this act,
422 may assume any charter authorizing function or duty in any form,
423 unless expressly allowed by law.

424 <u>SECTION 15.</u> (1) With the exception of oversight services as 425 required by Section 13(1), no public charter school shall be 426 required to purchase services from its authorizer as a condition 427 of charter approval or of executing a charter contract, nor may 428 any such condition be implied.

429 (2) A public charter school may, at its discretion, choose 430 to purchase services from its authorizer. In such event, the public charter school and authorizer shall execute an annual 431 432 service contract, separate from the charter contract, stating the parties' mutual agreement concerning any services to be provided 433 434 by the authorizer and any service fees to be charged to the public 435 charter school. An authorizer may not charge more than market rates for services provided to a public charter school. 436

437 <u>SECTION 16.</u> (1) To solicit, encourage and guide the 438 development of quality public charter school applications, every 439 authorizer operating under this act shall issue and broadly 440 publicize a request for proposals by September 1, except in the 441 authorizer's first year of operation in which the authorizer shall 442 issue and broadly publicize a request for proposals by November 1. H. B. No. 888

H. B. No. 888 12/HR12/R1375CS.2 PAGE 13 (DJ\DO) 443 The content and dissemination of the request for proposals shall 444 be consistent with the purposes and requirements of this act.

445 (2) The authorizer shall annually establish and disseminate446 a timeline for charter approval or denial decisions.

447 (3) Each authorizer's request for proposals shall include a
448 clear statement of any preferences the authorizer wishes to grant
449 to applications that help at-risk students.

450 (4) The request for proposals shall include or otherwise 451 direct applicants to the performance framework that the authorizer 452 has developed for public charter school oversight and evaluation 453 in accordance with Section 21(1) of this act.

(5) The request for proposals shall include the criteria that will guide the authorizer's decision to approve or deny a charter application.

(6) The request for proposals shall state clear, appropriately detailed criteria as well as guidelines concerning the format and content essential for applicants to demonstrate the capacities necessary to establish and operate a successful public charter school.

(7) The request for proposals shall require charter applications to provide or describe thoroughly and each charter application shall provide or describe thoroughly, all of the following essential elements of the proposed school plan:

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(a) An executive summary;

(b) The mission and vision of the proposed public
charter school, including identification of the targeted student
population and the community the school hopes to serve;

470 (c) The location or geographic area proposed for the471 school;

472 (d) The grades to be served each year for the full term473 of the charter contract;

474 (e) Minimum, planned and maximum enrollment per grade475 per year for the term of the charter contract;

H. B. No. 888 12/HR12/R1375CS.2 PAGE 14 (DJ\DO) 476 (f) Evidence of need and parental support for the 477 proposed public charter school;

(g) Background information on the proposed founding governing board members and, if identified, the proposed school leadership and management team;

481 (h) The school's proposed calendar and sample daily482 schedule;

483 (i) A description of the academic program aligned with484 state standards;

(j) A description of the school's instructional design,
including the type of learning environment, such as
classroom-based or independent study, class size and structure,
curriculum overview and teaching methods;

(k) The school's plan for using internal and external assessments to measure and report student progress on the performance framework developed by the authorizer in accordance with Section 21(1) of this act;

(1) The school's plans for identifying and successfully
serving students with disabilities, students who are English
language learners, students who are academically behind and gifted
students, including, but not limited to, compliance with
applicable laws and regulations;

498 (m) A description of cocurricular or extracurricular 499 programs and how they will be funded and delivered;

(n) Plans and timelines for student recruitment and enrollment, including lottery policies and procedures that ensure that every student has an equal opportunity to be considered in the lottery and that are equitable, randomized, transparent and impartial to ensure students are admitted to charter schools without regard to disability, income level, race, religion or national origin;

507 (o) The school's student discipline policies, including 508 those for special education students;

H. B. No. 888 12/HR12/R1375CS.2 PAGE 15 (DJ\DO) (p) An organization chart that clearly presents the school's organizational structure, including lines of authority and reporting between the governing board, staff, any related bodies (such as advisory bodies or parent and teacher councils) and any external organizations that will play a role in managing the school;

515 (q) A clear description of the roles and 516 responsibilities for the governing board, the school's leadership 517 and management team and any other entities shown in the organization chart; 518 519 A staffing chart for the school's first year and a (r) 520 staffing plan for the term of the charter; 521 (s) Plans for recruiting and developing school 522 leadership and staff; 523 (t) The school's leadership and teacher employment 524 policies, including performance evaluation plans; 525 Proposed governing bylaws; (u) 526 Explanations of any partnerships or contractual (v)527 relationships central to the school's operations or mission; 528 The school's plans for providing transportation, (w) 529 food service and all other significant operational or ancillary 530 services; 531 Opportunities and expectations for parent (X) involvement; 532 533 A detailed school start-up plan, identifying tasks, (y) 534 timelines and responsible individuals; Description of the school's financial plan and 535 (z) 536 policies, including financial controls and audit requirements; 537 A description of the insurance coverage the school (aa) 538 will obtain;

539 (bb) Start-up and five-year budgets with clearly stated 540 assumptions;

H. B. No. 888 12/HR12/R1375CS.2 PAGE 16 (DJ\DO) 541 (cc) Start-up and first-year cash-flow projections with 542 clearly stated assumptions;

543 (dd) Evidence of anticipated fund raising 544 contributions, if claimed in the application; and,

545 (ee) A sound facilities plan, including backup or 546 contingency plans if appropriate.

(8) In the case of an application to establish a public charter school by converting an existing noncharter public school to public charter school status, the request for proposals shall additionally require the applicants to demonstrate support for the proposed public charter school conversion by providing one (1) of the following:

(a) A petition signed by a majority of teachers in theexisting noncharter public school;

555 (b) A petition signed by a majority of parents of 556 students in the existing noncharter public school;

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(c) A majority vote of the local school board; or

(d) In the case of schools in districts under stateconservatorship, the State Board of Education.

(9) In the case of a proposal to establish a public charter school or convert an existing noncharter public school to public charter school status, the request for proposals shall additionally require the applicants to describe the proposed school's system of providing course credits through virtual classes with an entity with whom the charter school has contracted to provide such services and how the school will:

567 (a) Monitor and verify student participation in course 568 selections, credit accrual and course completion;

(b) Monitor and verify student progress and performance in each course through regular assessments and submissions of coursework;

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(c) Conduct parent-teacher conferences; and

H. B. No. 888 12/HR12/R1375CS.2 PAGE 17 (DJ\DO) (d) Provide instruction to those students enrolled in a public charter or conversion charter for whom an IEP or 504 Plan has been developed who have a specific learning impairment or physical impairment that impedes the traditional learning process for such students.

(10) In the case of a proposed public charter school that intends to contract with an education service provider for substantial educational services, management services or both types of services, the request for proposals shall additionally require the applicants to:

(a) Provide evidence of the education service provider's ability to serve student populations similar to the targeted population, including demonstrated academic achievement as well as successful management of nonacademic school functions if applicable;

588 (b) Provide a term sheet setting forth the proposed 589 duration of the service contract;

(c) Provide a description of the roles and responsibilities of the governing board, the school staff and the service provider;

593 (d) Provide the scope of services and resources to be 594 provided by the service provider;

(e) Provide performance evaluation measures and
timelines; compensation structure, including clear identification
of all fees to be paid to the service provider;

598 (f) Provide methods of contract oversight and 599 enforcement and investment disclosure;

600 (g) Provide conditions for renewal and termination of 601 the contract; and

602 (h) Disclose and explain any existing or potential 603 conflicts of interest between the school governing board and 604 proposed service provider or any affiliated business entities.

H. B. No. 888 12/HR12/R1375CS.2 PAGE 18 (DJ\DO) 605 (11) The request for proposals shall additionally require 606 background information on the proposed founding governing board 607 members and management team and, if identified, the proposed 608 school leadership. The background information shall include 609 annual student achievement data, disaggregated by subgroup, for 610 every school under the current or prior management of any board 611 member(s) and leadership team members and evidence of a record of 612 sustained, significant academic success, including significant 613 gains in student achievement in an underperforming school or evidence that the applicant has consistently improved levels of 614 615 proficiency as measured on relevant state achievement tests.

616 (12) The request for proposals shall require each charter 617 school applicant to provide evidence that they sent a copy of 618 their application to the local school board in the district in 619 which the charter school is proposed.

620 **SECTION 17.** (1) In reviewing and evaluating charter applications, authorizers shall employ procedures, practices and 621 622 criteria consistent with nationally recognized principles and 623 standards for quality charter authorizing. The application review process shall include thorough evaluation of each written charter 624 625 application, an in-person interview with the applicant group and 626 an opportunity in a public forum for local residents to learn 627 about and provide input on each application.

628 (2) In deciding whether to approve charter applications,629 authorizers shall:

(a) Grant charters only to applicants that have
provided evidence of competence in each element of the
authorizer's published approval criteria and that have provided
clear evidence that the management or leadership team of the
proposed charter school has demonstrated significant academic
success, including sustained, significant gains in student
achievement in an underperforming school, or that it has

H. B. No. 888 12/HR12/R1375CS.2 PAGE 19 (DJ\DO) 637 consistently improved levels of proficiency as measured on 638 relevant state achievement tests;

639 (b) Base decisions on documented evidence collected640 through the application review process;

641 (c) Follow charter-granting policies and practices that 642 are transparent, based on merit and avoid conflicts of interest or 643 any appearance thereof.

644 (3) No later than one hundred twenty (120) days after the 645 filing of a charter application, the authorizer shall decide to 646 approve or deny the charter application. The authorizer shall 647 adopt by resolution all charter approval or denial decisions in an 648 open meeting of the authorizer's governing board.

(4) An approval decision may include, if appropriate,
reasonable conditions that the charter applicant must meet before
a charter contract may be executed pursuant to Section 20(5) of
this act.

(5) For any charter denial, the authorizer shall clearly
state, for public record, its reasons for denial. A denied
applicant may subsequently reapply to that or another authorizer.

(6) Within ten (10) days of taking action to approve or deny a charter application, the authorizer shall provide a report to the charter applicant. The report shall include a copy of the authorizer's resolution setting forth the action taken and reasons for the decision and assurances as to compliance with all of the procedural requirements and application elements set forth in Sections 16 through 20 of this act.

663 <u>SECTION 18.</u> The purposes of the charter application are to 664 present the proposed public charter school's academic and 665 operational vision and plans, demonstrate the applicant's 666 capacities to execute the proposed vision and plans and provide 667 the authorizer a clear basis for assessing the applicant's plans 668 and capacities. An approved charter application shall not serve 669 as the school's charter contract.

H. B. No. 888 12/HR12/R1375CS.2 PAGE 20 (DJ\DO) 670 SECTION 19. An initial charter shall be granted for a term 671 of five (5) operating years. The charter term shall commence on the public charter school's first day of operation. An approved 672 673 public charter school may delay its opening for one (1) school 674 year in order to plan and prepare for the school's opening. Ιf the school requires an opening delay of more than one (1) school 675 676 year, the school must request an extension from its authorizer. 677 The authorizer may grant or deny the extension depending on the particular school's circumstances. 678

679 SECTION 20. (1) At the same time that a charter application 680 is approved, the authorizer and the governing board of the 681 approved public charter school shall execute a charter contract 682 that clearly sets forth the academic and operational performance 683 expectations and measures by which the public charter school will 684 be judged and the administrative relationship between the 685 authorizer and public charter school, including each party's rights and duties. The performance expectations and measures set 686 687 forth in the charter contract shall include, but need not be 688 limited to, applicable federal and state accountability 689 requirements. The performance provisions may be refined or 690 amended by mutual agreement after the public charter school is 691 operating and has collected baseline achievement data for its 692 enrolled students.

693 (2) The charter contract for a public charter school or 694 conversion charter school shall include description and agreement 695 regarding the methods by which the school will contract with a 696 virtual school for purposes of providing virtual classes to 697 students enrolled that:

698 (a) Monitor and verify student participation in course699 selections, credit accrual and course completion;

(b) Monitor and verify student progress and performancein each course through regular assessments and submissions of

702 coursework;

H. B. No. 888 12/HR12/R1375CS.2 PAGE 21 (DJ\DO) 703 (c) Conduct parent-teacher conferences; and

(d) Provide instruction to those students enrolled in a public charter or conversion charter school for whom an IEP or 504 Plan has been developed who have a specific learning impairment or physical impairment that impedes the traditional learning process for such students.

(3) The charter contract shall be signed by the president of the authorizer's governing board and the president of the public charter school's governing body.

(4) No public charter school may commence operations without a charter contract executed in accordance with this provision and approved in an open meeting of the authorizer's governing board.

(5) Authorizers may establish reasonable preopening requirements or conditions to monitor the start-up progress of newly approved public charter schools and ensure that they are prepared to open smoothly on the date agreed and to ensure that each school meets all building, health, safety, insurance and other legal requirements for school opening.

521 SECTION 21. (1) (a) The performance provisions within the 722 charter contract shall be based on a performance framework that 723 clearly sets forth the academic and operational performance 724 indicators, measures and metrics that will guide the authorizer's 725 evaluations of each public charter school. The performance 726 framework shall include indicators, measures and metrics for, at a 727 minimum:

728 (i) Student academic proficiency; 729 (ii) Student academic growth; 730 (iii) Achievement gaps in both proficiency and 731 growth between major student subgroups; 732 (iv) Attendance; 733 (v) Recurrent enrollment from year to year; 734 (vi) In-school and out-of-school suspension rates 735 and expulsion rates; H. B. No. 888

12/HR12/R1375CS.2 PAGE 22 (DJ\DO) (vii) Postsecondary readiness, including the percentage of graduates submitting applications to postsecondary institutions, high school completion, postsecondary admission and postsecondary enrollment or employment;

740 (viii) Financial performance and sustainability; 741 and

742 (ix) Board performance and stewardship, including 743 compliance with all applicable laws, regulations and terms of the 744 charter contract.

(b) Annual performance targets shall be set by each public charter school in conjunction with its authorizer and shall be designed to help each school meet applicable federal, state and authorizer expectations.

(c) The performance framework shall allow the inclusion of additional rigorous, valid and reliable indicators proposed by a public charter school to augment external evaluations of its performance, provided that the authorizer approves the quality and rigor of such school-proposed indicators and they are consistent with the purposes of this act.

(d) The performance framework shall require the disaggregation of all student performance data by major student subgroups to the same extent as required of noncharter public schools.

(e) For each public charter school it oversees, the authorizer shall be responsible for collecting, analyzing and reporting all data from state assessments in accordance with the performance framework. Multiple schools overseen by a single governing board shall be required to report their performance as separate, individual schools and each school shall be held independently accountable for its performance.

(2) (a) An authorizer shall annually monitor the
 performance and legal compliance of the public charter schools it
 oversees, including collecting and analyzing data to support

H. B. No. 888 12/HR12/R1375CS.2 PAGE 23 (DJ\DO) 769 evaluation according to the charter contract. Every authorizer 770 shall have the authority to conduct or require oversight 771 activities that enable the authorizer to fulfill its 772 responsibilities under this act, including conducting appropriate 773 inquiries and investigations, so long as those activities are consistent with the intent of this act, adhere to the terms of the 774 775 charter contract and do not unduly inhibit the autonomy granted to 776 public charter schools.

777 Each authorizer shall annually publish and provide, (b) as part of its annual report to the Legislature, a performance 778 779 report for each public charter school it oversees, in accordance 780 with the performance framework set forth in the charter contract and Section 20(5) of this act. This report shall be made 781 782 available to the public at the same time as it is submitted to the 783 Legislature. The authorizer may require each public charter 784 school it oversees to submit an annual report to assist the 785 authorizer in gathering complete information about each school, 786 consistent with the performance framework.

(c) In the event that a public charter school's performance or legal compliance appears unsatisfactory, the authorizer shall promptly notify the public charter school of the perceived problem and provide reasonable opportunity for the school to remedy the problem, unless the problem warrants revocation in which case the revocation timeframes will apply.

(d) Every authorizer shall have the authority to take appropriate corrective actions or exercise sanctions short of revocation in response to apparent deficiencies in public charter school performance or legal compliance. Such actions or sanctions may include, if warranted, requiring a school to develop and execute a corrective action plan within a specified timeframe.

799 <u>SECTION 22.</u> (1) A charter may be renewed for successive 800 five-year terms of duration. An authorizer may grant renewal with 801 specific conditions for necessary improvements to a public charter H. B. No. 888 **INTERPORT NO.** 888

H. B. No. 888 12/HR12/R1375CS.2 PAGE 24 (DJ\DO) 802 school, including lessening the renewal term based on the 803 performance, demonstrated capacities and particular circumstances 804 of each public charter school.

No later than September 30, the authorizer shall issue a 805 (2)806 public charter school performance report and charter renewal 807 application guidance to any public charter school whose charter 808 will expire the following year. The performance report shall 809 summarize the public charter school's performance record to date, 810 based on the data required by this act and the charter contract and shall provide notice of any weaknesses or concerns perceived 811 812 by the authorizer concerning the public charter school that may 813 jeopardize its position in seeking renewal if not timely rectified. The public charter school shall have ninety (90) days 814 815 to respond to the performance report and submit any corrections or 816 clarifications for the report.

817 (3) The renewal application guidance shall, at a minimum,818 provide an opportunity for the public charter school to:

(a) Present additional evidence, beyond the data contained in the performance report, supporting its case for charter renewal;

822 (b) Describe improvements undertaken or planned for the 823 school; and

824 (c) Detail the school's plans for the next charter825 term.

(4) The renewal application guidance shall include or refer
explicitly to the criteria that will guide the authorizer's
renewal decisions, which shall be based on the performance
framework set forth in the charter contract and consistent with
this act.

(5) No later than February 1, the governing board of a
public charter school seeking renewal shall submit a renewal
application to the charter authorizer pursuant to the renewal
application guidance issued by the authorizer. The authorizer
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H. B. No. 888 12/HR12/R1375CS.2 PAGE 25 (DJ\DO) 835 shall rule by resolution on the renewal application no later than 836 ninety (90) days after the filing of the renewal application. 837 (6) In making charter renewal decisions, every authorizer 838 shall:

(a) Ground its decisions in evidence of the school's
performance over the term of the charter contract in accordance
with the performance framework set forth in the charter contract;

842 (b) Ensure that data used in making renewal decisions843 are available to the school and the public; and

844 (c) Provide a public report summarizing the evidence845 basis for each decision.

846 (7) A charter contract may be revoked at any time or not 847 renewed if the authorizer determines that the public charter 848 school did any of the following or otherwise failed to comply with 849 the provisions of this act:

(a) Commits a material and substantial violation of any
of the terms, conditions, standards or procedures required under
this act or the charter contract;

(b) Fails to meet or make sufficient progress towardthe performance expectations set forth in the charter contract;

855 (c) Fails to meet generally accepted standards of 856 fiscal management; or

857 (d) Substantially violates any material provision of858 law from which the public charter school was not exempted.

859 (8) An authorizer must develop revocation and nonrenewal860 processes that:

(a) Provide the charter holders with a timely
notification of the prospect of revocation or nonrenewal and of
the reasons for such possible closure;

864 (b) Allow the charter holders a reasonable amount of865 time in which to prepare a response;

866 (c) Provide the charter holders with an opportunity to
 867 submit documents and give testimony challenging the rationale for
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H. B. No. 888 12/HR12/R1375CS.2 PAGE 26 (DJ\DO) 868 closure and in support of the continuation of the school at an 869 orderly proceeding held for that purpose;

870 (d) Allow the charter holders access to representation871 by counsel and to call witnesses on their behalf;

872

(e) Permit the recording of such proceedings; and

(f) After a reasonable period for deliberation, require a final determination be made and conveyed in writing to the charter holders.

(9) If an authorizer revokes or does not renew a charter,
the authorizer shall clearly state, in a resolution of its
governing board, the reasons for the revocation or nonrenewal.

(10) Within ten (10) calendar days of taking action to renew, not renew or revoke a charter, the authorizer shall provide a copy of a report to the public charter school. The report shall include a copy of the authorizer governing board's resolution setting forth the action taken and reasons for the decision and assurances as to compliance with all of the requirements set forth in this act.

SECTION 23. 886 (1) Before any public charter school closure decision, an authorizer shall have developed a public charter 887 888 school closure protocol to ensure timely notification to parents, 889 orderly transition of students and student records to new schools 890 and proper disposition of school funds, property and assets in 891 accordance with the requirements of this act. The protocol shall 892 specify tasks, timelines and responsible parties, including 893 delineating the respective duties of the school and the 894 authorizer. In the event of a public charter school closure for 895 any reason, the authorizer shall oversee and work with the closing school to ensure a smooth and orderly closure and transition for 896 897 students and parents, as guided by the closure protocol.

898 (2) If a charter school closes, all unspent government
899 funds, unspent earnings from those funds and assets purchased with
900 government funds will revert back to the original source of these
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12/HR12/R1375CS.2 PAGE 27 (DJ\DO) 901 funds. Unspent funds from nongovernmental sources, unspent 902 earnings from those funds, assets purchased with those funds and 903 debts of the school, unless otherwise provided for in the charter 904 or debt instrument, shall revert to the nonprofit entity created 905 to operate the school and may be disposed of according to 906 applicable laws for nonprofit corporations.

907 SECTION 24. On or before September 30 of each year beginning 908 in the first year after the state will have had a public charter 909 school operating for a full school year, the Joint Committee on Performance Evaluation and Expenditure Review shall issue to the 910 911 Governor, the Legislature, the Public Charter School Board, the 912 State Board of Education and the public at large, an annual report 913 on the state's public charter schools, drawing from the annual 914 reports submitted by every authorizer to the Joint Committee on 915 Performance Evaluation and Expenditure Review, as well as any additional relevant data compiled by the Office of Charter 916 Schools, for the school year ending in the preceding calendar 917 918 year. The annual report shall include a comparison of the 919 performance of public charter school students with the performance 920 of academically, racially and economically comparable groups of 921 students in noncharter public schools. In addition, the annual 922 report shall include the Joint Committee on Performance Evaluation 923 and Expenditure Review's assessment of the successes, challenges and areas for improvement in meeting the purposes of this act, 924 925 including the Joint Committee on Performance Evaluation and 926 Expenditure Review's assessment of the sufficiency of funding for 927 public charter schools, the efficiency and efficacy of authorizer 928 funding and any suggested changes in state law or policy necessary 929 to strengthen the state's public charter schools. The report 930 shall also assess whether the creation of public charter schools is sufficient to meet demand, as calculated according to 931 932 admissions data and the number of students denied enrollment as based on lottery results. 933

H. B. No. 888 12/HR12/R1375CS.2 PAGE 28 (DJ\DO) 934 <u>SECTION 25.</u> (1) (a) A public charter school shall be a 935 nonprofit education organization.

(b) A public charter school shall be subject to all federal laws and authorities enumerated herein or arranged by charter contract with the school's authorizer, where such contracting is consistent with applicable laws, rules and regulations.

941 (c) Except as provided in this act, a public charter 942 school shall not be subject to the state's education statutes or 943 any state or local rule, regulation, policy or procedure relating 944 to noncharter public schools within an applicable local school 945 district regardless of whether such rule, regulation, policy or 946 procedure is established by the local school board, the State 947 Board of Education or the State Department of Education.

948 (d) A charter contract may consist of one or more
949 schools, to the extent approved by the authorizer and consistent
950 with applicable law. Each public charter school that is part of a
951 charter contract shall be separate and distinct from any others.

952 (e) A single governing board may hold one or more 953 charter contracts. Each public charter school that is part of a 954 charter contract shall be separate and distinct from any others.

955 (2) (a) Except for public charter schools authorized by 956 local school boards, the public charter school functions for all 957 purposes as a local educational agency. Local educational agency 958 status does not preclude a public charter school from developing 959 links to local school districts for services, resources and 960 programs, by mutual agreement or by formal contract.

961 (b) To the extent permitted by federal, state or local 962 laws, the public charter school is responsible for meeting the 963 requirements of local educational agencies under applicable 964 federal, state and local laws, including those relating to special 965 education, receipt of funds and compliance with funding

966 requirements.

H. B. No. 888 12/HR12/R1375CS.2 PAGE 29 (DJ\DO) 967 (c) To the extent permitted by federal, state or local 968 laws, the public charter school has primary responsibility for 969 special education at the school, including identification and 970 provision of service and is responsible for meeting the needs of 971 enrolled students with disabilities.

972 (3) Public charter schools are not exempt from the following973 statutes:

974 (a) Section 37-7-301.1, which relates to collective 975 bargaining agreements;

976 (b) Section 37-9-49, which relates to withholding of 977 union dues;

978 (c) Section 37-9-75, which relates to teacher strikes;
979 (d) Section 37-11-20, which prohibits acts of
980 intimidation intended to keep a student from attending school;
981 (e) Section 37-11-21, which prohibits parental abuse of
982 school staff;

983 (f) Section 37-11-23, which prohibits the willful 984 disruption of school and school meetings;

985 (g) Sections 37-11-29 and 37-11-31, which relate to 986 reporting requirements regarding unlawful or violent acts on 987 school property; and

988 (h) Section 37-19-53, which prohibits false reporting 989 of student counts by school officials.

990 <u>SECTION 26.</u> (1) A public charter school shall have all the 991 powers necessary for carrying out the terms of its charter 992 contract including the following powers:

993 (a) To receive and disburse funds for school purposes;
994 (b) To secure appropriate insurance and to enter into
995 contracts and leases, free from prevailing wage laws;

996 (c) To contract with an education service provider for 997 the management and operation of the public charter school so long 998 as the school's governing board retains oversight authority over

999 the school;

H. B. No. 888 12/HR12/R1375CS.2 PAGE 30 (DJ\DO) 1000 (d) To incur debt in reasonable anticipation of the 1001 receipt of public or private funds;

1002 (e) To pledge, assign or encumber its assets to be used 1003 as collateral for loans or extensions of credit;

1004 (f) To solicit and accept any gifts or grants for 1005 school purposes subject to applicable laws and the terms of its 1006 charter contract;

1007 (g) To acquire real property for use as its facility or 1008 facilities, from public or private sources; and

1009

(h) To sue and be sued in its own name.

1010 (2) A public charter school shall not discriminate against 1011 any person on the basis of race, creed, color, sex, disability or 1012 national origin or any other category that would be unlawful if 1013 done by a noncharter public school.

1014 (3) No public charter school may engage in any sectarian 1015 practices in its educational program, admissions or employment 1016 policies or operations.

(4) A public charter school shall not discriminate against any student on the basis of national origin, minority status or limited proficiency in English. Consistent with federal civil rights laws, public charter schools shall provide limited English proficient students with appropriate services designed to teach them English and the general curriculum.

1023 (5) A public charter school shall not charge tuition and 1024 shall abide by Section 37-7-335 in the establishment and waiver of 1025 fees.

(6) The terms of each public charter school contract shall
include a transportation plan for students that will be attending
the charter school. Charter schools shall comply with
transportation regulations applicable to all other school
districts under Section 37-41-3. The transportation must be
provided by the public charter school within the district in which
the public charter school is located.

H. B. No. 888 12/HR12/R1375CS.2 PAGE 31 (DJ\DO) 1033 (7) The powers, obligations and responsibilities set forth 1034 in the charter contract cannot be delegated or assigned by either 1035 party, except as identified in the charter contract.

1036 <u>SECTION 27.</u> (1) Public charter schools shall be subject to 1037 the same civil rights, health and safety requirements applicable 1038 to other public schools in the state, except as otherwise 1039 specifically provided in this act.

1040 (2) Public charter schools shall be subject to the student 1041 assessment and accountability requirements applicable to other 1042 public schools in the state, but nothing herein shall preclude a 1043 public charter school from establishing additional student 1044 assessment measures that go beyond state requirements if the 1045 school's authorizer approves such measures.

1046 (3) Public charter school governing boards shall be subject 1047 to and comply with state open meetings and freedom of information 1048 laws.

1049 <u>SECTION 28.</u> (1) Public charter schools shall comply with 1050 applicable federal laws, rules and regulations regarding the 1051 qualification of teachers and other instructional staff. Teachers 1052 in a public charter school may be exempt from state teacher 1053 certification requirements under Section 37-3-2. Administrators 1054 of public charter schools may be exempt from state administrator 1055 certification requirements under Section 37-3-2.

1056 (2) Employees in public charter schools are eligible for 1057 participation in retirement and other benefits programs of the 1058 state, to the extent allowable by law, if the public charter 1059 school chooses to participate.

1060 (3) Teachers and other school personnel, as well as 1061 governing board trustees, shall be subject to criminal history 1062 record checks and fingerprinting requirements applicable to other 1063 public schools as required under Section 37-9-17.

1064SECTION 29.(1) A public charter school shall be eligible1065for state-sponsored or district-sponsored interscholastic leagues,

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1066 competitions, awards, scholarships and recognition programs for 1067 students, educators, administrators and schools to the same extent 1068 as noncharter public schools.

1069 (2) A public charter school student is eligible to 1070 participate in extracurricular activities not offered by the 1071 student's school at:

1072 (a) The school within whose attendance boundaries the1073 student's custodial parent or legal guardian resides; or

1074 (b) The noncharter public school from which the student 1075 withdrew for the purpose of attending a public charter school.

1076 (3) A public charter school student is eligible for
1077 extracurricular activities at a noncharter public school
1078 consistent with eligibility standards as applied to full-time
1079 students of the noncharter public school.

1080 (4) A school district or noncharter public school may not 1081 impose additional requirements on a public charter school student 1082 to participate in extracurricular activities that are not imposed 1083 on full-time students of the noncharter public school.

1084 (5) When selection to participate in an extracurricular 1085 activity at a noncharter public school is made on a competitive 1086 basis, a public charter school student is eligible to try out for 1087 and participate in the activity as provided in this section.

1088 (6) The Mississippi High School Activities Association shall 1089 make rules establishing fees for public charter school students' 1090 participation in extracurricular activities at noncharter public 1091 schools. The rules shall provide that:

1092 (a) Public charter school students pay the same fees as1093 other students to participate in extracurricular activities;

1094 (b) Public charter school students are eligible for fee 1095 waivers similar to other students;

1096 (c) For each public charter school student who 1097 participates in an extracurricular activity at a noncharter public 1098 school, the public charter school shall pay a share of the

H. B. No. 888 12/HR12/R1375CS.2 PAGE 33 (DJ\DO) 1099 noncharter public school's costs for the extracurricular activity; 1100 and

(d) A public charter school's share of the costs of having one or more students participate in an extracurricular activity at noncharter public schools shall reflect state and local tax revenues expended, except capital facilities expenditures, for such extracurricular activities in a noncharter public school divided by total student enrollment of the noncharter public school.

1108 <u>SECTION 30.</u> (1) (a) Each public charter school shall 1109 annually certify to the State Department of Education its student 1110 enrollment, average daily attendance and student participation in 1111 the national school lunch program, special education, vocational 1112 education, gifted education, alternative school program and 1113 federal programs, in the same manner as school districts.

1114 Each public charter school shall annually certify (b) 1115 to the tax collector in the county in which the charter school is 1116 located the number of enrolled public charter school students residing in each school district in the county. In the event a 1117 1118 student enrolled in a public charter school resides in an 1119 adjoining county, the public charter school shall certify this 1120 enrollment to the tax collector of the county where the student 1121 resides.

By October 15 of each year, the State Department of 1122 (2) 1123 Education shall send each tax collector of any county in which is located a public charter school the current amount of ad valorem 1124 1125 millage for operations in dollars per pupil which is levied for the support of each school district located in every county in the 1126 state based upon the certified budget request in dollars for the 1127 1128 first month of enrollment. The ad valorem millage for operations 1129 in dollars to be reported shall include all levies for the support 1130 of the school district under Sections 37-57-1 (local contribution to the adequate education program) and 37-57-105 (school district 1131

H. B. No. 888 12/HR12/R1375CS.2 PAGE 34 (DJ\DO) operational levy), plus an estimated amount each district anticipates to receive for in lieu payments, and shall not include any taxes levied for the retirement of school district bonded indebtedness or short-term notes or any taxes levied for the support of vocational-technical education programs.

1137 (3) (a) The State Department of Education shall make payments to public charter schools for each student in average 1138 daily attendance at the public charter school equal to the state 1139 share of the adequate education program payments for each student 1140 1141 in average daily attendance at the public school district in which 1142 the public charter school is located. In calculating the local contribution for purposes of determining the state share of the 1143 1144 adequate education program payments, the department shall deduct the pro rata local contribution of the school district in which 1145 the student resides, to be determined as provided in Section 1146 37-151-7(2)(a). 1147

1148 (b) The tax collector in the county in which the public 1149 charter school is located shall pay directly to the public charter school an amount for each student enrolled in the public charter 1150 1151 school equal to the ad valorem taxes levied and in lieu payments per pupil for the support of the school district in which the 1152 1153 student resides, and the tax collector shall withhold an equal 1154 amount from the local school district in which the public charter 1155 school student resides. The pro rata ad valorem taxes and in lieu 1156 payments to be transferred to the public charter school shall include all levies for the support of the school district under 1157 1158 Sections 37-57-1 (local contribution to the adequate education 1159 program) and 37-57-105 (school district operational levy) and shall not include any taxes levied for the retirement of school 1160 district bonded indebtedness or short-term notes or any taxes 1161 1162 levied for the support of vocational-technical education programs. 1163 In the event a student attending the public charter school resides 1164 in an adjoining county, it shall be the responsibility of the tax

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collector of the county of the student's residence to make local 1165 1166 ad valorem payments under this section to the public charter 1167 school, but in no event shall such payment exceed the pro rata 1168 amount of the local ad valorem payment for the local contribution 1169 to the adequate education program under Section 37-57-1 for the 1170 school district in which the student resides. Payments made pursuant to this section by the tax collector to the charter 1171 schools shall be made at the same time and manner as funds are 1172 distributed to the school districts in the county on a per pupil 1173 1174 basis. It shall be the duty of the tax collector to verify that 1175 payments of local school district ad valorem and in lieu receipts made to public charter schools and withheld from local school 1176 1177 districts are based on the number of students actually attending the public charter school. If the tax collector collects ad 1178 valorem receipts for multiple school districts, the tax collecting 1179 1180 entity will ensure that the deductions from each local school 1181 district's ad valorem and in lieu receipts that are diverted to 1182 the charter school are based on the number of students attending the charter school that reside in each local school district. 1183

1184 (4) Payments made under the authority of this section by the State Department of Education shall be made in twelve (12) 1185 1186 substantially equal installments each year at the same time and in 1187 the same manner as adequate education program payments are made to 1188 public school districts. Amounts payable under this section shall 1189 be determined by the State Department of Education. Amounts payable to a public charter school in its first year of operation 1190 1191 shall be based on the projections of initial-year enrollment and 1192 federal school level funding set forth in the charter contracts. Such projections shall be reconciled with the average daily 1193 1194 attendance at the end of the school's first year of operation, and 1195 any necessary adjustments shall be made to payments during the 1196 school's second year of operation.

H. B. No. 888 12/HR12/R1375CS.2 PAGE 36 (DJ\DO) 1197 (5) (a) The state shall direct the proportionate share of 1198 monies generated under federal and state categorical aid programs, including special education, vocational, gifted and alternative 1199 1200 school programs, to public charter schools serving students 1201 eligible for such aid. The state shall ensure that public charter 1202 schools with rapidly expanding enrollments are treated equitably 1203 in the calculation and disbursement of all federal and state 1204 categorical aid program dollars. Each public charter school that 1205 serves students who may be eligible to receive services provided 1206 through such programs shall comply with all reporting requirements 1207 to receive the aid.

(b) A public charter school shall pay to a local school district any federal or state aid attributable to a student with a disability attending a public charter school in proportion to the level of services for such student that the local school district provides directly or indirectly.

At either party's request, a public charter school 1213 (C) 1214 and a local school district may negotiate and include in the charter contract alternate arrangements for the provision of and 1215 1216 payment for special education services, including, but not necessarily limited to, a reasonable reserve not to exceed five 1217 1218 percent (5%) of the local school district's total budget for providing special education services. The reserve shall only be 1219 1220 used by the local school district to offset excess costs of 1221 providing services to students with disabilities enrolled in one (1) of the public charter schools that has paid into it. 1222

(6) At no time during a public charter school's operation shall more than two percent (2%) of the students residing in the attendance area of the district in which the public charter school is located and who are enrolled therein be permitted to receive instruction through a virtual public school. Unless the school district of residence otherwise agrees, funds for students shall only be transferred to the receiving charter school under the

H. B. No. 888 12/HR12/R1375CS.2 PAGE 37 (DJ\DO) 1230 provisions of this section for a maximum of two percent (2%) of 1231 the students residing in the attendance area of the district based 1232 on the March 31 per-pupil expenditure for average daily attendance 1233 established in the preceding school year.

1234 <u>SECTION 31.</u> (1) A public charter school shall adhere to 1235 generally accepted accounting principles.

(2) A public charter school shall annually engage an
external auditor to do an independent audit of the school's
finances. A public charter school shall send a copy of each audit
report and accompanying management letter to its authorizer by
July 30.

1241 <u>SECTION 32.</u> (1) The State Department of Education shall 1242 disburse state transportation funding to a public charter school 1243 on the same basis and in the same manner as it is paid to school 1244 districts.

1245 (2) A public charter school may enter into a contract with a 1246 school district or private provider to provide transportation to 1247 the school's students.

SECTION 33. Nothing in this act shall be construed to 1248 1249 prohibit any person or organization from providing funding or 1250 other assistance to the establishment or operation of a public 1251 charter school. The governing board of a public charter school is 1252 authorized to accept gifts, donations and grants of any kind made to the public charter school and to expend or use such gifts, 1253 1254 donations and grants in accordance with the conditions prescribed by the donor. However, that no gift, donation or grant may be 1255 1256 accepted if subject to a condition that is contrary to any 1257 provision of law or term of the charter contract.

1258 <u>SECTION 34.</u> (1) Public charter schools shall have equal 1259 access to all of the existing state facilities programs for 1260 traditional public schools in a state.

1261 (2) A public charter school shall have a right of first 1262 refusal to purchase or lease at or below fair market value a

H. B. No. 888 12/HR12/R1375CS.2 PAGE 38 (DJ\DO) 1263 closed public school facility or property or unused portions of a 1264 public school facility or property located in a school district 1265 from which it draws its students if the school district decides to 1266 sell or lease the public school facility or property.

(3) A public charter school may negotiate and contract at or below fair market value with a school district, the governing body of a state college or university or public community college or any other public or for-profit or nonprofit private entity for the use of facility for a school building.

1272 (4) Library, community service, museum, performing arts, 1273 theatre, cinema, church, community college, college and university 1274 facilities may provide space to public charter schools within 1275 their facilities under their preexisting zoning and land use 1276 designations.

1277 SECTION 35. Any charter school that is operating under the 1278 terms of a charter granted under the authority of Sections 37-28-1 1279 through 37-28-21 may continue to operate under the terms of that 1280 charter for the duration of its term, notwithstanding the repeal of Sections 37-28-1 through 37-28-21 by operation of law on July 1281 1282 1, 2009. Upon the expiration of the charter, the charter school's sponsor may seek to renew the school's charter by modifying the 1283 1284 charter so that the school fully complies with the requirements 1285 for being awarded, maintaining and renewing charter status under Sections 1 through 34 of this act. 1286

1287 SECTION 36. The provisions of Sections 1 through 36 of this 1288 act shall stand repealed on July 1, 2020.

1289 SECTION 37. Section 37-3-2, Mississippi Code of 1972, is 1290 amended as follows:

37-3-2. (1) There is established within the State
Department of Education the Commission on Teacher and
Administrator Education, Certification and Licensure and
Development. It shall be the purpose and duty of the commission
to make recommendations to the State Board of Education regarding
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12/HR12/R1375CS.2 PAGE 39 (DJ\DO) 1296 standards for the certification and licensure and continuing 1297 professional development of those who teach or perform tasks of an 1298 educational nature in the public schools of Mississippi.

1299 The commission shall be composed of fifteen (15) (2)1300 qualified members. The membership of the commission shall be 1301 composed of the following members to be appointed, three (3) from 1302 each congressional district: four (4) classroom teachers; three 1303 (3) school administrators; one (1) representative of schools of 1304 education of institutions of higher learning located within the state to be recommended by the Board of Trustees of State 1305 1306 Institutions of Higher Learning; one (1) representative from the 1307 schools of education of independent institutions of higher 1308 learning to be recommended by the Board of the Mississippi Association of Independent Colleges; one (1) representative from 1309 1310 public community and junior colleges located within the state to 1311 be recommended by the State Board for Community and Junior Colleges; one (1) local school board member; and four (4) 1312 1313 laypersons. All appointments shall be made by the State Board of Education after consultation with the State Superintendent of 1314 1315 Public Education. The first appointments by the State Board of 1316 Education shall be made as follows: five (5) members shall be 1317 appointed for a term of one (1) year; five (5) members shall be 1318 appointed for a term of two (2) years; and five (5) members shall 1319 be appointed for a term of three (3) years. Thereafter, all 1320 members shall be appointed for a term of four (4) years.

(3) The State Board of Education when making appointments shall designate a chairman. The commission shall meet at least once every two (2) months or more often if needed. Members of the commission shall be compensated at a rate of per diem as authorized by Section 25-3-69 and be reimbursed for actual and necessary expenses as authorized by Section 25-3-41.

1327 (4) An appropriate staff member of the State Department of1328 Education shall be designated and assigned by the State

H. B. No. 888 12/HR12/R1375CS.2 PAGE 40 (DJ\DO) Superintendent of Public Education to serve as executive secretary and coordinator for the commission. No less than two (2) other appropriate staff members of the State Department of Education shall be designated and assigned by the State Superintendent of Public Education to serve on the staff of the commission.

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(5) It shall be the duty of the commission to:

(a) Set standards and criteria, subject to the approval
of the State Board of Education, for all educator preparation
programs in the state;

(b) Recommend to the State Board of Education each year approval or disapproval of each educator preparation program in the state;

1341 (c) Establish, subject to the approval of the State 1342 Board of Education, standards for initial teacher certification 1343 and licensure in all fields;

1344 (d) Establish, subject to the approval of the State
1345 Board of Education, standards for the renewal of teacher licenses
1346 in all fields;

(e) Review and evaluate objective measures of teacher
performance, such as test scores, which may form part of the
licensure process, and to make recommendations for their use;

1350 (f) Review all existing requirements for certification
1351 and licensure;

1352 (g) Consult with groups whose work may be affected by 1353 the commission's decisions;

(h) Prepare reports from time to time on current
practices and issues in the general area of teacher education and
certification and licensure;

1357 (i) Hold hearings concerning standards for teachers'
1358 and administrators' education and certification and licensure with
1359 approval of the State Board of Education;

1360 (j) Hire expert consultants with approval of the State 1361 Board of Education;

H. B. No. 888 12/HR12/R1375CS.2 PAGE 41 (DJ\DO) 1362 (k) Set up ad hoc committees to advise on specific1363 areas; and

(1) Perform such other functions as may fall within their general charge and which may be delegated to them by the State Board of Education.

Standard License - Approved Program Route. 1367 (6) (a) An educator entering the school system of Mississippi for the first 1368 1369 time and meeting all requirements as established by the State 1370 Board of Education shall be granted a standard five-year license. Persons who possess two (2) years of classroom experience as an 1371 1372 assistant teacher or who have taught for one (1) year in an accredited public or private school shall be allowed to fulfill 1373 1374 student teaching requirements under the supervision of a qualified participating teacher approved by an accredited college of 1375 1376 education. The local school district in which the assistant 1377 teacher is employed shall compensate such assistant teachers at the required salary level during the period of time such 1378 1379 individual is completing student teaching requirements. Applicants for a standard license shall submit to the department: 1380 1381 An application on a department form; (i) 1382 (ii) An official transcript of completion of a 1383 teacher education program approved by the department or a nationally accredited program, subject to the following: 1384 Licensure to teach in Mississippi prekindergarten through 1385 1386 kindergarten classrooms shall require completion of a teacher education program or a bachelor of science degree with child 1387 1388 development emphasis from a program accredited by the American 1389 Association of Family and Consumer Sciences (AAFCS) or by the 1390 National Association for Education of Young Children (NAEYC) or by

1391 the National Council for Accreditation of Teacher Education 1392 (NCATE). Licensure to teach in Mississippi kindergarten, for 1393 those applicants who have completed a teacher education program,

and in Grade 1 through Grade 4 shall require the completion of an

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interdisciplinary program of studies. Licenses for Grades 4 1395 1396 through 8 shall require the completion of an interdisciplinary program of studies with two (2) or more areas of concentration. 1397 1398 Licensure to teach in Mississippi Grades 7 through 12 shall 1399 require a major in an academic field other than education, or a 1400 combination of disciplines other than education. Students preparing to teach a subject shall complete a major in the 1401 1402 respective subject discipline. All applicants for standard 1403 licensure shall demonstrate that such person's college preparation in those fields was in accordance with the standards set forth by 1404 1405 the National Council for Accreditation of Teacher Education 1406 (NCATE) or the National Association of State Directors of Teacher 1407 Education and Certification (NASDTEC) or, for those applicants who 1408 have a bachelor of science degree with child development emphasis, the American Association of Family and Consumer Sciences (AAFCS); 1409

1410 (iii) A copy of test scores evidencing 1411 satisfactory completion of nationally administered examinations of 1412 achievement, such as the Educational Testing Service's teacher 1413 testing examinations; and

1414 (iv) Any other document required by the State1415 Board of Education.

Standard License - Nontraditional Teaching Route. 1416 (b) Beginning January 1, 2004, an individual who has a passing score 1417 on the Praxis I Basic Skills and Praxis II Specialty Area Test in 1418 1419 the requested area of endorsement may apply for the Teach Mississippi Institute (TMI) program to teach students in Grades 7 1420 1421 through 12 if the individual meets the requirements of this paragraph (b). The State Board of Education shall adopt rules 1422 requiring that teacher preparation institutions which provide the 1423 1424 Teach Mississippi Institute (TMI) program for the preparation of 1425 nontraditional teachers shall meet the standards and comply with 1426 the provisions of this paragraph.

H. B. No. 888 12/HR12/R1375CS.2 PAGE 43 (DJ\DO) 1427 The Teach Mississippi Institute (TMI) shall (i) 1428 include an intensive eight-week, nine-semester-hour summer program or a curriculum of study in which the student matriculates in the 1429 1430 fall or spring semester, which shall include, but not be limited 1431 to, instruction in education, effective teaching strategies, 1432 classroom management, state curriculum requirements, planning and instruction, instructional methods and pedagogy, using test 1433 results to improve instruction, and a one (1) semester three-hour 1434 1435 supervised internship to be completed while the teacher is 1436 employed as a full-time teacher intern in a local school district. 1437 The TMI shall be implemented on a pilot program basis, with courses to be offered at up to four (4) locations in the state, 1438 1439 with one (1) TMI site to be located in each of the three (3) 1440 Mississippi Supreme Court districts.

1441 (ii) The school sponsoring the teacher intern shall enter into a written agreement with the institution 1442 1443 providing the Teach Mississippi Institute (TMI) program, under 1444 terms and conditions as agreed upon by the contracting parties, providing that the school district shall provide teacher interns 1445 1446 seeking a nontraditional provisional teaching license with a 1447 one-year classroom teaching experience. The teacher intern shall 1448 successfully complete the one (1) semester three-hour intensive internship in the school district during the semester immediately 1449 following successful completion of the TMI and prior to the end of 1450 1451 the one-year classroom teaching experience.

(iii) Upon completion of the nine-semester-hour
TMI or the fall or spring semester option, the individual shall
submit his transcript to the commission for provisional licensure
of the intern teacher, and the intern teacher shall be issued a
provisional teaching license by the commission, which will allow
the individual to legally serve as a teacher while the person
completes a nontraditional teacher preparation internship program.

H. B. No. 888 12/HR12/R1375CS.2 PAGE 44 (DJ\DO) 1459 (iv) During the semester of internship in the 1460 school district, the teacher preparation institution shall monitor the performance of the intern teacher. The school district that 1461 1462 employs the provisional teacher shall supervise the provisional teacher during the teacher's intern year of employment under a 1463 1464 nontraditional provisional license, and shall, in consultation 1465 with the teacher intern's mentor at the school district of employment, submit to the commission a comprehensive evaluation of 1466 1467 the teacher's performance sixty (60) days prior to the expiration of the nontraditional provisional license. If the comprehensive 1468 1469 evaluation establishes that the provisional teacher intern's performance fails to meet the standards of the approved 1470 1471 nontraditional teacher preparation internship program, the 1472 individual shall not be approved for a standard license.

(v) An individual issued a provisional teaching license under this nontraditional route shall successfully complete, at a minimum, a one-year beginning teacher mentoring and induction program administered by the employing school district with the assistance of the State Department of Education.

1478 (vi) Upon successful completion of the TMI and the 1479 internship provisional license period, applicants for a Standard 1480 License - Nontraditional Route shall submit to the commission a transcript of successful completion of the twelve (12) semester 1481 1482 hours required in the internship program, and the employing school 1483 district shall submit to the commission a recommendation for standard licensure of the intern. If the school district 1484 1485 recommends licensure, the applicant shall be issued a Standard 1486 License - Nontraditional Route which shall be valid for a 1487 five-year period and be renewable.

(vii) At the discretion of the teacher preparation institution, the individual shall be allowed to credit the twelve (12) semester hours earned in the nontraditional teacher

H. B. No. 888 12/HR12/R1375CS.2 PAGE 45 (DJ\DO) 1491 internship program toward the graduate hours required for a Master 1492 of Arts in Teacher (MAT) Degree.

(viii) The local school district in which the nontraditional teacher intern or provisional licensee is employed shall compensate such teacher interns at Step 1 of the required salary level during the period of time such individual is completing teacher internship requirements and shall compensate such Standard License - Nontraditional Route teachers at Step 3 of the required salary level when they complete license requirements.

Implementation of the TMI program provided for under this 1500 1501 paragraph (b) shall be contingent upon the availability of funds appropriated specifically for such purpose by the Legislature. 1502 1503 Such implementation of the TMI program may not be deemed to 1504 prohibit the State Board of Education from developing and 1505 implementing additional alternative route teacher licensure 1506 programs, as deemed appropriate by the board. The emergency 1507 certification program in effect prior to July 1, 2002, shall 1508 remain in effect.

A Standard License - Approved Program Route shall be issued for a five-year period, and may be renewed. Recognizing teaching as a profession, a hiring preference shall be granted to persons holding a Standard License - Approved Program Route or Standard License - Nontraditional Teaching Route over persons holding any other license.

1515 (C) Special License - Expert Citizen. In order to allow a school district to offer specialized or technical courses, 1516 1517 the State Department of Education, in accordance with rules and regulations established by the State Board of Education, may grant 1518 a one-year expert citizen-teacher license to local business or 1519 1520 other professional personnel to teach in a public school or 1521 nonpublic school accredited or approved by the state. Such person 1522 may begin teaching upon his employment by the local school board 1523 and licensure by the Mississippi Department of Education. The H. B. No. 888

12/HR12/R1375CS.2 PAGE 46 (DJ\DO) 1524 board shall adopt rules and regulations to administer the expert 1525 citizen-teacher license. A Special License - Expert Citizen may 1526 be renewed in accordance with the established rules and 1527 regulations of the State Department of Education.

(d) Special License - Nonrenewable. The State Board of
Education is authorized to establish rules and regulations to
allow those educators not meeting requirements in subsection
(6) (a), (b) or (c) to be licensed for a period of not more than
three (3) years, except by special approval of the State Board of
Education.

1534 Nonlicensed Teaching Personnel. A nonlicensed (e) person may teach for a maximum of three (3) periods per teaching 1535 1536 day in a public school or a nonpublic school accredited/approved 1537 by the state. Such person shall submit to the department a transcript or record of his education and experience which 1538 1539 substantiates his preparation for the subject to be taught and 1540 shall meet other qualifications specified by the commission and 1541 approved by the State Board of Education. In no case shall any local school board hire nonlicensed personnel as authorized under 1542 1543 this paragraph in excess of five percent (5%) of the total number 1544 of licensed personnel in any single school.

1545 (f) Special License - Transitional Bilingual Education. 1546 Beginning July 1, 2003, the commission shall grant special licenses to teachers of transitional bilingual education who 1547 1548 possess such qualifications as are prescribed in this section. Teachers of transitional bilingual education shall be compensated 1549 1550 by local school boards at not less than one (1) step on the 1551 regular salary schedule applicable to permanent teachers licensed 1552 under this section. The commission shall grant special licenses 1553 to teachers of transitional bilingual education who present the 1554 commission with satisfactory evidence that they (i) possess a 1555 speaking and reading ability in a language, other than English, in which bilingual education is offered and communicative skills in 1556

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English; (ii) are in good health and sound moral character; (iii) 1557 1558 possess a bachelor's degree or an associate's degree in teacher education from an accredited institution of higher education; (iv) 1559 1560 meet such requirements as to courses of study, semester hours 1561 therein, experience and training as may be required by the 1562 commission; and (v) are legally present in the United States and 1563 possess legal authorization for employment. A teacher of 1564 transitional bilingual education serving under a special license 1565 shall be under an exemption from standard licensure if he achieves the requisite qualifications therefor. Two (2) years of service 1566 1567 by a teacher of transitional bilingual education under such an exemption shall be credited to the teacher in acquiring a Standard 1568 1569 Educator License. Nothing in this paragraph shall be deemed to 1570 prohibit a local school board from employing a teacher licensed in 1571 an appropriate field as approved by the State Department of 1572 Education to teach in a program in transitional bilingual 1573 education.

(g) In the event any school district meets the highest accreditation standards as defined by the State Board of Education in the accountability system, the State Board of Education, in its discretion, may exempt such school district from any restrictions in paragraph (e) relating to the employment of nonlicensed teaching personnel.

(h) Highly Qualified Teachers. Beginning July 1, 2006,
any teacher from any state meeting the federal definition of
highly qualified, as described in the No Child Left Behind Act,
must be granted a standard five-year license by the State
Department of Education.

1585 (7) Administrator License. The State Board of Education is 1586 authorized to establish rules and regulations and to administer 1587 the licensure process of the school administrators in the State of 1588 Mississippi. There will be four (4) categories of administrator

H. B. No. 888 12/HR12/R1375CS.2 PAGE 48 (DJ\DO) 1589 licensure with exceptions only through special approval of the 1590 State Board of Education.

(a) Administrator License - Nonpracticing. Those
educators holding administrative endorsement but having no
administrative experience or not serving in an administrative
position on January 15, 1997.

(b) Administrator License - Entry Level. Those educators holding administrative endorsement and having met the department's qualifications to be eligible for employment in a Mississippi school district. Administrator License - Entry Level shall be issued for a five-year period and shall be nonrenewable.

1600 (c) Standard Administrator License - Career Level. An
 1601 administrator who has met all the requirements of the department
 1602 for standard administrator licensure.

Administrator License - Nontraditional Route. 1603 (d) The 1604 board may establish a nontraditional route for licensing 1605 administrative personnel. Such nontraditional route for 1606 administrative licensure shall be available for persons holding, 1607 but not limited to, a master of business administration degree, a 1608 master of public administration degree, a master of public planning and policy degree or a doctor of jurisprudence degree 1609 1610 from an accredited college or university, with five (5) years of 1611 administrative or supervisory experience. Successful completion of the requirements of alternate route licensure for 1612 1613 administrators shall qualify the person for a standard 1614 administrator license.

Individuals seeking school administrator licensure under Individuals seeking school administrator licensure under paragraph (b), (c) or (d) shall successfully complete a training program and an assessment process prescribed by the State Board of Education. All applicants for school administrator licensure shall meet all requirements prescribed by the department under paragraph (b), (c) or (d), and the cost of the assessment process required shall be paid by the applicant.

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(8) Reciprocity. (a) The department shall grant a standard license to any individual who possesses a valid standard license from another state and meets minimum Mississippi license requirements or equivalent requirements as determined by the State Board of Education.

1627 (b) The department shall grant a nonrenewable special license to any individual who possesses a credential which is less 1628 1629 than a standard license or certification from another state. Such 1630 special license shall be valid for the current school year plus one (1) additional school year to expire on June 30 of the second 1631 1632 year, not to exceed a total period of twenty-four (24) months, 1633 during which time the applicant shall be required to complete the 1634 requirements for a standard license in Mississippi.

1635 Renewal and Reinstatement of Licenses. The State Board (9) 1636 of Education is authorized to establish rules and regulations for the renewal and reinstatement of educator and administrator 1637 licenses. Effective May 15, 1997, the valid standard license held 1638 1639 by an educator shall be extended five (5) years beyond the 1640 expiration date of the license in order to afford the educator 1641 adequate time to fulfill new renewal requirements established pursuant to this subsection. An educator completing a master of 1642 1643 education, educational specialist or doctor of education degree in 1644 May 1997 for the purpose of upgrading the educator's license to a higher class shall be given this extension of five (5) years plus 1645 1646 five (5) additional years for completion of a higher degree.

1647 (10) All controversies involving the issuance, revocation, 1648 suspension or any change whatsoever in the licensure of an 1649 educator required to hold a license shall be initially heard in a 1650 hearing de novo, by the commission or by a subcommittee 1651 established by the commission and composed of commission members 1652 for the purpose of holding hearings. Any complaint seeking the 1653 denial of issuance, revocation or suspension of a license shall be by sworn affidavit filed with the Commission of Teacher and 1654

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Administrator Education, Certification and Licensure and 1655 1656 Development. The decision thereon by the commission or its subcommittee shall be final, unless the aggrieved party shall 1657 1658 appeal to the State Board of Education, within ten (10) days, of 1659 the decision of the committee or its subcommittee. An appeal to the State Board of Education shall be on the record previously 1660 1661 made before the commission or its subcommittee unless otherwise provided by rules and regulations adopted by the board. The State 1662 1663 Board of Education in its authority may reverse, or remand with instructions, the decision of the committee or its subcommittee. 1664 1665 The decision of the State Board of Education shall be final.

1666 (11) The State Board of Education, acting through the 1667 commission, may deny an application for any teacher or 1668 administrator license for one or more of the following:

1669 (a) Lack of qualifications which are prescribed by law1670 or regulations adopted by the State Board of Education;

1671 (b) The applicant has a physical, emotional or mental 1672 disability that renders the applicant unfit to perform the duties 1673 authorized by the license, as certified by a licensed psychologist 1674 or psychiatrist;

1675 (c) The applicant is actively addicted to or actively 1676 dependent on alcohol or other habit-forming drugs or is a habitual 1677 user of narcotics, barbiturates, amphetamines, hallucinogens or 1678 other drugs having similar effect, at the time of application for 1679 a license;

1680 (d) Revocation or suspension of an applicant's 1681 certificate or license by another state;

1682 (e) Fraud or deceit committed by the applicant in
1683 securing or attempting to secure such certification and license;
1684 (f) Failing or refusing to furnish reasonable evidence
1685 of identification;

1686 (g) The applicant has been convicted, has pled guilty 1687 or entered a plea of nolo contendere to a felony, as defined by 1688 federal or state law; or

(h) The applicant has been convicted, has pled guilty or entered a plea of nolo contendere to a sex offense as defined by federal or state law.

1692 (12) The State Board of Education, acting on the 1693 recommendation of the commission, may revoke or suspend any 1694 teacher or administrator license for specified periods of time for 1695 one or more of the following:

1696 (a) Breach of contract or abandonment of employment may
1697 result in the suspension of the license for one (1) school year as
1698 provided in Section 37-9-57;

(b) Obtaining a license by fraudulent means shall
result in immediate suspension and continued suspension for one
(1) year after correction is made;

(c) Suspension or revocation of a certificate or license by another state shall result in immediate suspension or revocation and shall continue until records in the prior state have been cleared;

(d) The license holder has been convicted, has pled
guilty or entered a plea of nolo contendere to a felony, as
defined by federal or state law;

(e) The license holder has been convicted, has pled
guilty or entered a plea of nolo contendere to a sex offense, as
defined by federal or state law;

(f) The license holder knowingly and willfully committing any of the acts affecting validity of mandatory uniform test results as provided in Section 37-16-4(1);

(g) The license holder has engaged in unethical conduct relating to an educator/student relationship as identified by the State Board of Education in its rules;

H. B. No. 888 12/HR12/R1375CS.2 PAGE 52 (DJ\DO) (h) The license holder has fondled a student as
described in Section 97-5-23, or had any type of sexual
involvement with a student as described in Section 97-3-95; or

(i) The license holder has failed to report sexual
involvement of a school employee with a student as required by
Section 97-5-24.

(13) (a) Dismissal or suspension of a licensed employee by a local school board pursuant to Section 37-9-59 may result in the suspension or revocation of a license for a length of time which shall be determined by the commission and based upon the severity of the offense.

(b) Any offense committed or attempted in any other
state shall result in the same penalty as if committed or
attempted in this state.

(c) A person may voluntarily surrender a license. The
surrender of such license may result in the commission
recommending any of the above penalties without the necessity of a
hearing. However, any such license which has voluntarily been
surrendered by a licensed employee may only be reinstated by a
majority vote of all members of the commission present at the
meeting called for such purpose.

1739 (14) A person whose license has been suspended on any 1740 grounds except criminal grounds may petition for reinstatement of the license after one (1) year from the date of suspension, or 1741 1742 after one-half (1/2) of the suspended time has lapsed, whichever is greater. A license suspended or revoked on the criminal 1743 1744 grounds may be reinstated upon petition to the commission filed 1745 after expiration of the sentence and parole or probationary period 1746 imposed upon conviction. A revoked, suspended or surrendered 1747 license may be reinstated upon satisfactory showing of evidence of 1748 rehabilitation. The commission shall require all who petition for 1749 reinstatement to furnish evidence satisfactory to the commission of good character, good mental, emotional and physical health and 1750

H. B. No. 888 12/HR12/R1375CS.2 PAGE 53 (DJ\DO) 1751 such other evidence as the commission may deem necessary to 1752 establish the petitioner's rehabilitation and fitness to perform 1753 the duties authorized by the license.

1754 Reporting procedures and hearing procedures for dealing (15)1755 with infractions under this section shall be promulgated by the 1756 commission, subject to the approval of the State Board of 1757 Education. The revocation or suspension of a license shall be 1758 effected at the time indicated on the notice of suspension or 1759 revocation. The commission shall immediately notify the superintendent of the school district or school board where the 1760 1761 teacher or administrator is employed of any disciplinary action and also notify the teacher or administrator of such revocation or 1762 1763 suspension and shall maintain records of action taken. The State 1764 Board of Education may reverse or remand with instructions any 1765 decision of the commission regarding a petition for reinstatement 1766 of a license, and any such decision of the State Board of Education shall be final. 1767

1768 An appeal from the action of the State Board of (16)Education in denying an application, revoking or suspending a 1769 1770 license or otherwise disciplining any person under the provisions of this section shall be filed in the Chancery Court of the First 1771 1772 Judicial District of Hinds County on the record made, including a verbatim transcript of the testimony at the hearing. 1773 The appeal shall be filed within thirty (30) days after notification of the 1774 1775 action of the board is mailed or served and the proceedings in chancery court shall be conducted as other matters coming before 1776 1777 the court. The appeal shall be perfected upon filing notice of the appeal and by the prepayment of all costs, including the cost 1778 1779 of preparation of the record of the proceedings by the State Board 1780 of Education, and the filing of a bond in the sum of Two Hundred Dollars (\$200.00) conditioned that if the action of the board be 1781 1782 affirmed by the chancery court, the applicant or license holder

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1783 shall pay the costs of the appeal and the action of the chancery 1784 court.

(17) All such programs, rules, regulations, standards and criteria recommended or authorized by the commission shall become effective upon approval by the State Board of Education as designated by appropriate orders entered upon the minutes thereof.

1789 The granting of a license shall not be deemed a (18) 1790 property right nor a guarantee of employment in any public school 1791 district. A license is a privilege indicating minimal eligibility for teaching in the public schools of Mississippi. This section 1792 1793 shall in no way alter or abridge the authority of local school districts to require greater qualifications or standards of 1794 1795 performance as a prerequisite of initial or continued employment 1796 in such districts.

1797 (19) In addition to the reasons specified in subsections 1798 (12) and (13) of this section, the board shall be authorized to suspend the license of any licensee for being out of compliance 1799 1800 with an order for support, as defined in Section 93-11-153. The procedure for suspension of a license for being out of compliance 1801 1802 with an order for support, and the procedure for the reissuance or 1803 reinstatement of a license suspended for that purpose, and the 1804 payment of any fees for the reissuance or reinstatement of a 1805 license suspended for that purpose, shall be governed by Section 93-11-157 or 93-11-163, as the case may be. Actions taken by the 1806 1807 board in suspending a license when required by Section 93-11-157 or 93-11-163 are not actions from which an appeal may be taken 1808 1809 under this section. Any appeal of a license suspension that is required by Section 93-11-157 or 93-11-163 shall be taken in 1810 accordance with the appeal procedure specified in Section 1811 1812 93-11-157 or 93-11-163, as the case may be, rather than the 1813 procedure specified in this section. If there is any conflict 1814 between any provision of Section 93-11-157 or 93-11-163 and any

H. B. No. 888 12/HR12/R1375CS.2 PAGE 55 (DJ\DO) 1815 provision of this chapter, the provisions of Section 93-11-157 or 1816 93-11-163, as the case may be, shall control.

(20) The provisions of this section shall not apply to any 1817 1818 teacher, instructional staff or administrator of a public charter 1819 school established under the terms and provisions of Sections 1 1820 through 36 of this act, except the Charter School Board shall deny employment to any teacher or administrator as a result of 1821 subsection (11) (b) through (h). In addition, the Charter School 1822 Board shall provide for the suspension of any teacher, 1823 administrator or employee as result of subsection (12)(d) through 1824

1825 (i).

1826 SECTION 38. Section 37-9-17, Mississippi Code of 1972, is 1827 amended as follows:

37-9-17. (1) On or before April 1 of each year, the 1828 principal of each school shall recommend to the superintendent of 1829 1830 the local school district the licensed employees or 1831 noninstructional employees to be employed for the school involved 1832 except those licensed employees or noninstructional employees who have been previously employed and who have a contract valid for 1833 1834 the ensuing scholastic year. If such recommendations meet with the approval of the superintendent, the superintendent shall 1835 1836 recommend the employment of such licensed employees or 1837 noninstructional employees to the local school board, and, unless good reason to the contrary exists, the board shall elect the 1838 1839 employees so recommended. If, for any reason, the local school board shall decline to elect any employee so recommended, 1840 1841 additional recommendations for the places to be filled shall be 1842 made by the principal to the superintendent and then by the superintendent to the local school board as provided above. The 1843 school board of any local school district shall be authorized to 1844 1845 designate a personnel supervisor or another principal employed by 1846 the school district to recommend to the superintendent licensed 1847 employees or noninstructional employees; however, this

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authorization shall be restricted to no more than two (2) 1848 1849 positions for each employment period for each school in the local 1850 school district. Any noninstructional employee employed upon the 1851 recommendation of a personnel supervisor or another principal 1852 employed by the local school district must have been employed by 1853 the local school district at the time the superintendent was 1854 elected or appointed to office; a noninstructional employee 1855 employed under this authorization may not be paid compensation in 1856 excess of the statewide average compensation for such noninstructional position with comparable experience, as 1857 1858 established by the State Department of Education. The school board of any local school district shall be authorized to 1859 1860 designate a personnel supervisor or another principal employed by 1861 the school district to accept the recommendations of principals or 1862 their designees for licensed employees or noninstructional 1863 employees and to transmit approved recommendations to the local school board; however, this authorization shall be restricted to 1864 1865 no more than two (2) positions for each employment period for each 1866 school in the local school district.

1867 When the licensed employees have been elected as provided in 1868 the preceding paragraph, the superintendent of the district shall 1869 enter into a contract with such persons in the manner provided in 1870 this chapter.

If, at the commencement of the scholastic year, any licensed 1871 1872 employee shall present to the superintendent a license of a higher grade than that specified in such individual's contract, such 1873 1874 individual may, if funds are available from adequate education 1875 program funds of the district, or from district funds, be paid 1876 from such funds the amount to which such higher grade license 1877 would have entitled the individual, had the license been held at 1878 the time the contract was executed.

1879 (2) Superintendents/directors of schools under the purview 1880 of the State Board of Education, the superintendent of the local

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school district and any private firm under contract with the local 1881 1882 public school district to provide substitute teachers to teach 1883 during the absence of a regularly employed schoolteacher shall 1884 require, through the appropriate governmental authority, that 1885 current criminal records background checks and current child abuse 1886 registry checks are obtained, and that such criminal record information and registry checks are on file for any new hires 1887 applying for employment as a licensed or nonlicensed employee at a 1888 1889 school and not previously employed in such school under the purview of the State Board of Education or at such local school 1890 1891 district prior to July 1, 2000. In order to determine the applicant's suitability for employment, the applicant shall be 1892 1893 fingerprinted. If no disqualifying record is identified at the 1894 state level, the fingerprints shall be forwarded by the Department 1895 of Public Safety to the Federal Bureau of Investigation for a 1896 national criminal history record check. The fee for such 1897 fingerprinting and criminal history record check shall be paid by 1898 the applicant, not to exceed Fifty Dollars (\$50.00); however, the 1899 State Board of Education, the school board of the local school 1900 district or a private firm under contract with a local school district to provide substitute teachers to teach during the 1901 1902 temporary absence of the regularly employed schoolteacher, in its 1903 discretion, may elect to pay the fee for the fingerprinting and criminal history record check on behalf of any applicant. 1904 Under 1905 no circumstances shall a member of the State Board of Education, superintendent/director of schools under the purview of the State 1906 1907 Board of Education, local school district superintendent, local 1908 school board member or any individual other than the subject of 1909 the criminal history record checks disseminate information 1910 received through any such checks except insofar as required to 1911 fulfill the purposes of this section. Any nonpublic school which 1912 is accredited or approved by the State Board of Education may 1913 avail itself of the procedures provided for herein and shall be

H. B. No. 888 12/HR12/R1375CS.2 PAGE 58 (DJ\DO) 1914 responsible for the same fee charged in the case of local public 1915 schools of this state. The determination whether the applicant 1916 has a disqualifying crime, as set forth in subsection (3) of this 1917 section, shall be made by the appropriate governmental authority, 1918 and the appropriate governmental authority shall notify the 1919 private firm whether a disqualifying crime exists.

1920 If such fingerprinting or criminal record checks (3) disclose a felony conviction, guilty plea or plea of nolo 1921 1922 contendere to a felony of possession or sale of drugs, murder, manslaughter, armed robbery, rape, sexual battery, sex offense 1923 1924 listed in Section 45-33-23(g), child abuse, arson, grand larceny, burglary, gratification of lust or aggravated assault which has 1925 1926 not been reversed on appeal or for which a pardon has not been 1927 granted, the new hire shall not be eligible to be employed at such school. Any employment contract for a new hire executed by the 1928 1929 superintendent of the local school district or any employment of a 1930 new hire by a superintendent/director of a new school under the 1931 purview of the State Board of Education or by a private firm shall 1932 be voidable if the new hire receives a disqualifying criminal 1933 record check. However, the State Board of Education or the school 1934 board may, in its discretion, allow any applicant aggrieved by the 1935 employment decision under this section to appear before the 1936 respective board, or before a hearing officer designated for such purpose, to show mitigating circumstances which may exist and 1937 1938 allow the new hire to be employed at the school. The State Board of Education or local school board may grant waivers for such 1939 1940 mitigating circumstances, which shall include, but not be limited 1941 (a) age at which the crime was committed; (b) circumstances to: surrounding the crime; (c) length of time since the conviction and 1942 1943 criminal history since the conviction; (d) work history; (e) 1944 current employment and character references; (f) other evidence 1945 demonstrating the ability of the person to perform the employment

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responsibilities competently and that the person does not pose a 1946 threat to the health or safety of the children at the school. 1947

Any teacher, instructional staff or administrator of a 1948 (4) public charter school established under the terms and provisions 1949 1950 of Sections 1 through 36 of this act shall adhere to the criminal 1951 background check and fingerprinting requirements under subsection 1952 (2) of this section.

1953 (5) No local school district, local school district 1954 employee, member of the State Board of Education or employee of a school under the purview of the State Board of Education shall be 1955 1956 held liable in any employment discrimination suit in which an allegation of discrimination is made regarding an employment 1957 1958 decision authorized under this Section 37-9-17.

1959 SECTION 39. Section 37-9-103, Mississippi Code of 1972, is 1960 amended as follows:

1961 37-9-103. (1) As used in Sections 37-9-101 through 37-9-113, the word "employee" shall include: 1962

1963 Any teacher, principal, superintendent or other (a) professional personnel employed by the local school district for a 1964 1965 continuous period of two (2) years with that district and required to have a valid license issued by the State Department of 1966 1967 Education as a prerequisite of employment; or

1968 Any teacher, principal, superintendent or other (b) professional personnel who has completed a continuous period of 1969 1970 two (2) years of employment in a Mississippi public school district and one (1) full year of employment with the school 1971 1972 district of current employment, and who is required to have a 1973 valid license issued by the State Department of Education as a prerequisite of employment. 1974

1975 (2) The Education Employment Procedures Law shall not (a) 1976 apply to any category of employee as defined in this section 1977 employed in any school district after the Governor declares a

1978 state of emergency under the provisions of Section 37-17-6(11). H. B. No. 888

1979 The Education Employment Procedures Law shall not be applicable in 1980 any school district for the full period of time that those 1981 conditions, as defined in Section 37-17-6(11), exist.

(b) The Education Employment Procedures Law shall not
apply to any category of employee as defined in this section
employed in any school that is a new start school, as provided for
under Section 37-167-1.

1986 (c) The Education Employment Procedures Law shall not 1987 apply to any category of teacher, administrator or employee of a 1988 public charter school established under the terms and provisions 1989 of Sections 1 through 36 of this act.

1990 (3) For purposes of Sections 37-9-101 through 37-9-113, the1991 term "days" means calendar days.

SECTION 40. Sections 37-165-1, 37-165-3, 37-165-5, 37-165-7,
 37-165-9, 37-165-11, 37-165-13, 37-165-15, 37-165-17, 37-165-19,
 37-165-21, 37-165-23 and 37-165-25, Mississippi Code of 1972,
 which are the Conversion Charter School Act of 2010, are repealed.
 SECTION 41. Section 37-165-27, Mississippi Code of 1972, is
 amended as follows:

1998

37-165-27. Sections 37-167-1, 37-9-3, 37-9-103 and

1999 *** * *** 37-165-27 shall stand repealed on July 1, 2016.

2000 SECTION 42. Section 37-151-7, Mississippi Code of 1972, is 2001 brought forward as follows:

2002 37-151-7. The annual allocation to each school district for 2003 the operation of the adequate education program shall be 2004 determined as follows:

(1) Computation of the basic amount to be included for
current operation in the adequate education program. The
following procedure shall be followed in determining the annual
allocation to each school district:

2009 (a) Determination of average daily attendance.
2010 Effective with fiscal year 2011, the State Department of Education
2011 shall determine the percentage change from the prior year of each

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year of each school district's average of months two (2) and three 2012 2013 (3) average daily attendance (ADA) for the three (3) immediately preceding school years of the year for which funds are being 2014 2015 appropriated. For any school district that experiences a positive 2016 growth in the average of months two (2) and three (3) ADA each 2017 year of the three (3) years, the average percentage growth over the three-year period shall be multiplied times the school 2018 district's average of months two (2) and three (3) ADA for the 2019 2020 year immediately preceding the year for which MAEP funds are being appropriated. The resulting amount shall be added to the school 2021 2022 district's average of months two (2) and three (3) ADA for the 2023 year immediately preceding the year for which MAEP funds are being 2024 appropriated to arrive at the ADA to be used in determining a 2025 school district's MAEP allocation. Otherwise, months two (2) and 2026 three (3) ADA for the year immediately preceding the year for 2027 which MAEP funds are being appropriated will be used in 2028 determining a school district's MAEP allocation. In any fiscal 2029 year prior to 2010 in which the MAEP formula is not fully funded, 2030 for those districts that do not demonstrate a three-year positive 2031 growth in months two (2) and three (3) ADA, months 1-9 ADA of the 2032 second preceding year for which funds are being appropriated or 2033 months two (2) and three (3) ADA of the preceding year for which 2034 funds are being appropriated, whichever is greater, shall be used to calculate the district's MAEP allocation. The district's 2035 2036 average daily attendance shall be computed and currently 2037 maintained in accordance with regulations promulgated by the State Board of Education. 2038

(b) **Determination of base student cost**. Effective with fiscal year 2011 and every fourth fiscal year thereafter, the State Board of Education, on or before August 1, with adjusted estimate no later than January 2, shall submit to the Legislative Budget Office and the Governor a proposed base student cost adequate to provide the following cost components of educating a

H. B. No. 888 12/HR12/R1375CS.2 PAGE 62 (DJ\DO) 2045 pupil in a successful school district: (i) Instructional Cost; 2046 (ii) Administrative Cost; (iii) Operation and Maintenance of 2047 Plant; and (iv) Ancillary Support Cost. For purposes of these 2048 calculations, the Department of Education shall utilize financial 2049 data from the second preceding year of the year for which funds 2050 are being appropriated.

2051 For the instructional cost component, the Department of 2052 Education shall select districts that have been identified as 2053 instructionally successful and have a ratio of a number of teachers per one thousand (1,000) students that is between one (1) 2054 2055 standard deviation above the mean and two (2) standard deviations 2056 below the mean of the statewide average of teachers per one 2057 thousand (1,000) students. The instructional cost component shall 2058 be calculated by dividing the latest available months 1-9 ADA into 2059 the instructional expenditures of these selected districts. For 2060 the purpose of this calculation, the Department of Education shall use the following funds, functions and objects: 2061 2062 Fund 1120 Functions 1110-1199 Objects 100-999, Functions 2063 1210, 1220, 2150-2159 Objects 210 and 215;

Fund 1130 All Functions, Object Code 210 and 215;

2065 Fund 2001 Functions 1110-1199 Objects 100-999;

2066 Fund 2070 Functions 1110-1199 Objects 100-999;

2067 Fund 2420 Functions 1110-1199 Objects 100-999;

2068 Fund 2711 All Functions, Object Code 210 and 215.

2069 Prior to the calculation of the instructional cost component, 2070 there shall be subtracted from the above expenditures any revenue 2071 received for Chickasaw Cession payments, Master Teacher 2072 Certification payments and the district's portion of state revenue 2073 received from the MAEP at-risk allocation.

For the administrative cost component, the Department of Education shall select districts that have been identified as instructionally successful and have a ratio of an administrative

2077 staff to nonadministrative staff between one (1) standard

H. B. No. 888 12/HR12/R1375CS.2 PAGE 63 (DJ\DO) 2078 deviation above the mean and two (2) standard deviations below the 2079 mean of the statewide average administrative staff to 2080 nonadministrative staff. The administrative cost component shall 2081 be calculated by dividing the latest available months 1-9 ADA of 2082 the selected districts into the administrative expenditures of 2083 these selected districts. For the purpose of this calculation, 2084 the Department of Education shall use the following funds, 2085 functions and objects:

2086 Fund 1120 Functions 2300-2599, Functions 2800-2899,

2087 Objects 100-999;

2088 Fund 2711 Functions 2300-2599, Functions 2800-2899,

2089 Objects 100-999.

2090 For the plant and maintenance cost component, the Department 2091 of Education shall select districts that have been identified as 2092 instructionally successful and have a ratio of plant and 2093 maintenance expenditures per one hundred thousand (100,000) square feet of building space and a ratio of maintenance workers per one 2094 2095 hundred thousand (100,000) square feet of building space that are 2096 both between one (1) standard deviation above the mean and two (2) standard deviations below the mean of the statewide average. 2097 The 2098 plant and maintenance cost component shall be calculated by 2099 dividing the latest available months 1-9 ADA of the selected 2100 districts into the plant and maintenance expenditures of these selected districts. For the purpose of this calculation, the 2101 2102 Department of Education shall use the following funds, functions 2103 and objects: Fund 1120 Functions 2600-2699, Objects 100-699 2104 2105 and Objects 800-999; Fund 2711 Functions 2600-2699, Objects 100-699 2106

2107 and Objects 800-999;

2108 Fund 2430 Functions 2600-2699, Objects 100-699 2109 and Objects 800-999.

H. B. No. 888 12/HR12/R1375CS.2 PAGE 64 (DJ\DO) 2110 For the ancillary support cost component, the Department of 2111 Education shall select districts that have been identified as 2112 instructionally successful and have a ratio of a number of 2113 librarians, media specialists, guidance counselors and 2114 psychologists per one thousand (1,000) students that is between 2115 one (1) standard deviation above the mean and two (2) standard deviations below the mean of the statewide average of librarians, 2116 media specialists, guidance counselors and psychologists per one 2117 thousand (1,000) students. The ancillary cost component shall be 2118 2119 calculated by dividing the latest available months 1-9 ADA into 2120 the ancillary expenditures instructional expenditures of these selected districts. For the purpose of this calculation, the 2121 2122 Department of Education shall use the following funds, functions 2123 and objects:

2124	Fund	1120	Functions	2110-2129,	Objects	100-999;
2125	Fund	1120	Functions	2140-2149,	Objects	100-999;
2126	Fund	1120	Functions	2220-2229,	Objects	100-999;
2127	Fund	2001	Functions	2100-2129,	Objects	100-999;
2128	Fund	2001	Functions	2140-2149,	Objects	100-999;
2129	Fund	2001	Functions	2220-2229,	Objects	100-999.

2130 The total base cost for each year shall be the sum of the 2131 instructional cost component, administrative cost component, plant and maintenance cost component and ancillary support cost 2132 2133 component, and any estimated adjustments for additional state 2134 requirements as determined by the State Board of Education. Provided, however, that the base student cost in fiscal year 1998 2135 2136 shall be Two Thousand Six Hundred Sixty-four Dollars (\$2,664.00). 2137 For each of the fiscal years between the recalculation of the 2138 base student cost under the provisions of this paragraph (b), the 2139 base student cost shall be increased by an amount equal to forty 2140 percent (40%) of the base student cost for the previous fiscal 2141 year, multiplied by the latest annual rate of inflation for the 2142 State of Mississippi as determined by the State Economist, plus H. B. No. 888

12/HR12/R1375CS.2 PAGE 65 (DJ\DO) 2143 any adjustments for additional state requirements such as, but not 2144 limited to, teacher pay raises and health insurance premium 2145 increases.

(c) Determination of the basic adequate education
program cost. The basic amount for current operation to be
included in the Mississippi Adequate Education Program for each
school district shall be computed as follows:

2150 Multiply the average daily attendance of the district by the 2151 base student cost as established by the Legislature, which yields 2152 the total base program cost for each school district.

2153 Adjustment to the base student cost for at-risk (d) The amount to be included for at-risk pupil programs for 2154 pupils. 2155 each school district shall be computed as follows: Multiply the 2156 base student cost for the appropriate fiscal year as determined under paragraph (b) by five percent (5%), and multiply that 2157 2158 product by the number of pupils participating in the federal free school lunch program in such school district, which yields the 2159 2160 total adjustment for at-risk pupil programs for such school 2161 district.

(e) Add-on program cost. The amount to be allocated to school districts in addition to the adequate education program cost for add-on programs for each school district shall be computed as follows:

(i) Transportation cost shall be the amount allocated to such school district for the operational support of the district transportation system from state funds.

(ii) Vocational or technical education program
cost shall be the amount allocated to such school district from
state funds for the operational support of such programs.

(iii) Special education program cost shall be the amount allocated to such school district from state funds for the operational support of such programs.

H. B. No. 888 12/HR12/R1375CS.2 PAGE 66 (DJ\DO) (iv) Gifted education program cost shall be the amount allocated to such school district from state funds for the operational support of such programs.

(v) Alternative school program cost shall be the amount allocated to such school district from state funds for the operational support of such programs.

(vi) Extended school year programs shall be the amount allocated to school districts for those programs authorized by law which extend beyond the normal school year.

(vii) University-based programs shall be the amount allocated to school districts for those university-based programs for handicapped children as defined and provided for in Section 37-23-131 et seq., Mississippi Code of 1972.

(viii) Bus driver training programs shall be the amount provided for those driver training programs as provided for in Section 37-41-1, Mississippi Code of 1972.

The sum of the items listed above (i) transportation, (ii) vocational or technical education, (iii) special education, (iv) gifted education, (v) alternative school, (vi) extended school year, (vii) university-based, and (viii) bus driver training shall yield the add-on cost for each school district.

2196 (f) Total projected adequate education program cost. 2197 The total Mississippi Adequate Education Program cost shall be the sum of the total basic adequate education program cost (paragraph 2198 2199 (c)), and the adjustment to the base student cost for at-risk pupils (paragraph (d)) for each school district. In any year in 2200 2201 which the MAEP is not fully funded, the Legislature shall direct the Department of Education in the K-12 appropriation bill as to 2202 2203 how to allocate MAEP funds to school districts for that year.

(g) The State Auditor shall annually verify the State
Board of Education's estimated calculations for the Mississippi
Adequate Education Program that are submitted each year to the

H. B. No. 888 12/HR12/R1375CS.2 PAGE 67 (DJ\DO) 2207 Legislative Budget Office on August 1 and the final calculation 2208 that is submitted on January 2.

(2) Computation of the required local revenue in support of
 the adequate education program. The amount that each district
 shall provide toward the cost of the adequate education program
 shall be calculated as follows:

2213 The State Department of Education shall certify to (a) 2214 each school district that twenty-eight (28) mills, less the estimated amount of the yield of the School Ad Valorem Tax 2215 Reduction Fund grants as determined by the State Department of 2216 2217 Education, is the millage rate required to provide the district required local effort for that year, or twenty-seven percent (27%) 2218 2219 of the basic adequate education program cost for such school district as determined under paragraph (c), whichever is a lesser 2220 2221 amount. In the case of an agricultural high school, the millage requirement shall be set at a level which generates an equitable 2222 2223 amount per pupil to be determined by the State Board of Education.

2224 The State Department of Education shall determine (b) (i) the total assessed valuation of nonexempt property for school 2225 2226 purposes in each school district; (ii) assessed value of exempt 2227 property owned by homeowners aged sixty-five (65) or older or 2228 disabled as defined in Section 27-33-67(2), Mississippi Code of 2229 1972; (iii) the school district's tax loss from exemptions provided to applicants under the age of sixty-five (65) and not 2230 2231 disabled as defined in Section 27-33-67(1), Mississippi Code of 1972; and (iv) the school district's homestead reimbursement 2232 2233 revenues.

(c) The amount of the total adequate education program funding which shall be contributed by each school district shall be the sum of the ad valorem receipts generated by the millage required under this subsection plus the following local revenue sources for the appropriate fiscal year which are or may be available for current expenditure by the school district:

H. B. No. 888 12/HR12/R1375CS.2 PAGE 68 (DJ\DO) 2240 One hundred percent (100%) of Grand Gulf income as prescribed 2241 in Section 27-35-309.

2242 One hundred percent (100%) of any fees in lieu of taxes as 2243 prescribed in Section 27-31-104.

(3) Computation of the required state effort in support ofthe adequate education program.

2246 The required state effort in support of the (a) 2247 adequate education program shall be determined by subtracting the 2248 sum of the required local tax effort as set forth in subsection (2) (a) of this section and the other local revenue sources as set 2249 2250 forth in subsection (2)(c) of this section in an amount not to exceed twenty-seven percent (27%) of the total projected adequate 2251 2252 education program cost as set forth in subsection (1)(f) of this 2253 section from the total projected adequate education program cost 2254 as set forth in subsection (1)(f) of this section.

2255 Provided, however, that in fiscal year 1998 and in (b) 2256 the fiscal year in which the adequate education program is fully 2257 funded by the Legislature, any increase in the said state contribution to any district calculated under this section shall 2258 2259 be not less than eight percent (8%) in excess of the amount received by said district from state funds for the fiscal year 2260 2261 immediately preceding. For purposes of this paragraph (b), state 2262 funds shall include minimum program funds less the add-on programs, State Uniform Millage Assistance Grant Funds, Education 2263 2264 Enhancement Funds appropriated for Uniform Millage Assistance Grants and state textbook allocations, and State General Funds 2265 allocated for textbooks. 2266

(c) If the school board of any school district shall determine that it is not economically feasible or practicable to operate any school within the district for the full one hundred eighty (180) days required for a school term of a scholastic year as required in Section 37-13-63, Mississippi Code of 1972, due to an enemy attack, a man-made, technological or natural disaster in H. B. No. 888

H. B. No. 888 12/HR12/R1375CS.2 PAGE 69 (DJ\DO) 2273 which the Governor has declared a disaster emergency under the 2274 laws of this state or the President of the United States has 2275 declared an emergency or major disaster to exist in this state, 2276 said school board may notify the State Department of Education of 2277 such disaster and submit a plan for altering the school term. If 2278 the State Board of Education finds such disaster to be the cause 2279 of the school not operating for the contemplated school term and 2280 that such school was in a school district covered by the 2281 Governor's or President's disaster declaration, it may permit said 2282 school board to operate the schools in its district for less than 2283 one hundred eighty (180) days and, in such case, the State Department of Education shall not reduce the state contributions 2284 2285 to the adequate education program allotment for such district, 2286 because of the failure to operate said schools for one hundred 2287 eighty (180) days.

2288 The Interim School District Capital Expenditure Fund is (4)2289 hereby established in the State Treasury which shall be used to 2290 distribute any funds specifically appropriated by the Legislature to such fund to school districts entitled to increased allocations 2291 2292 of state funds under the adequate education program funding formula prescribed in Sections 37-151-3 through 37-151-7, 2293 2294 Mississippi Code of 1972, until such time as the said adequate 2295 education program is fully funded by the Legislature. The 2296 following percentages of the total state cost of increased 2297 allocations of funds under the adequate education program funding formula shall be appropriated by the Legislature into the Interim 2298 2299 School District Capital Expenditure Fund to be distributed to all 2300 school districts under the formula: Nine and two-tenths percent 2301 (9.2%) shall be appropriated in fiscal year 1998, twenty percent 2302 (20%) shall be appropriated in fiscal year 1999, forty percent (40%) shall be appropriated in fiscal year 2000, sixty percent 2303 2304 (60%) shall be appropriated in fiscal year 2001, eighty percent 2305 (80%) shall be appropriated in fiscal year 2002, and one hundred 888 H. B. No.

H. B. NO. 888 12/HR12/R1375CS.2 PAGE 70 (DJ\DO) 2306 percent (100%) shall be appropriated in fiscal year 2003 into the 2307 State Adequate Education Program Fund. Until July 1, 2002, such 2308 money shall be used by school districts for the following 2309 purposes:

2310 (a) Purchasing, erecting, repairing, equipping, 2311 remodeling and enlarging school buildings and related facilities, including gymnasiums, auditoriums, lunchrooms, vocational training 2312 2313 buildings, libraries, school barns and garages for transportation 2314 vehicles, school athletic fields and necessary facilities connected therewith, and purchasing land therefor. Any such 2315 2316 capital improvement project by a school district shall be approved by the State Board of Education, and based on an approved 2317 2318 long-range plan. The State Board of Education shall promulgate minimum requirements for the approval of school district capital 2319 2320 expenditure plans.

(b) Providing necessary water, light, heating, air conditioning, and sewerage facilities for school buildings, and purchasing land therefor.

(c) Paying debt service on existing capital improvement debt of the district or refinancing outstanding debt of a district if such refinancing will result in an interest cost savings to the district.

2328 (d) From and after October 1, 1997, through June 30, 2329 1998, pursuant to a school district capital expenditure plan 2330 approved by the State Department of Education, a school district may pledge such funds until July 1, 2002, plus funds provided for 2331 2332 in paragraph (e) of this subsection (4) that are not otherwise permanently pledged under such paragraph (e) to pay all or a 2333 2334 portion of the debt service on debt issued by the school district 2335 under Sections 37-59-1 through 37-59-45, 37-59-101 through 37-59-115, 37-7-351 through 37-7-359, 37-41-89 through 37-41-99, 2336 2337 37-7-301, 37-7-302 and 37-41-81, Mississippi Code of 1972, or debt issued by boards of supervisors for agricultural high schools 2338 H. B. No. 888 12/HR12/R1375CS.2

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pursuant to Section 37-27-65, Mississippi Code of 1972, or 2339 2340 lease-purchase contracts entered into pursuant to Section 31-7-13, Mississippi Code of 1972, or to retire or refinance outstanding 2341 2342 debt of a district, if such pledge is accomplished pursuant to a 2343 written contract or resolution approved and spread upon the 2344 minutes of an official meeting of the district's school board or board of supervisors. It is the intent of this provision to allow 2345 school districts to irrevocably pledge their Interim School 2346 2347 District Capital Expenditure Fund allotments as a constant stream 2348 of revenue to secure a debt issued under the foregoing code 2349 sections. To allow school districts to make such an irrevocable pledge, the state shall take all action necessary to ensure that 2350 2351 the amount of a district's Interim School District Capital 2352 Expenditure Fund allotments shall not be reduced below the amount 2353 certified by the department or the district's total allotment 2354 under the Interim Capital Expenditure Fund if fully funded, so 2355 long as such debt remains outstanding.

2356

(e) [Repealed]

2357

(f) [Repealed]

2358 The State Board of Education may authorize the (q) 2359 school district to expend not more than twenty percent (20%) of 2360 its annual allotment of such funds or Twenty Thousand Dollars 2361 (\$20,000.00), whichever is greater, for technology needs of the school district, including computers, software, 2362 2363 telecommunications, cable television, interactive video, film, low-power television, satellite communications, microwave 2364 2365 communications, technology-based equipment installation and maintenance, and the training of staff in the use of such 2366 2367 technology-based instruction. Any such technology expenditure 2368 shall be reflected in the local district technology plan approved by the State Board of Education under Section 37-151-17, 2369 2370 Mississippi Code of 1972.

H. B. No. 888 12/HR12/R1375CS.2 PAGE 72 (DJ\DO) 2371 To the extent a school district has not utilized (h) 2372 twenty percent (20%) of its annual allotment for technology 2373 purposes under paragraph (g), a school district may expend not 2374 more than twenty percent (20%) of its annual allotment or Twenty 2375 Thousand Dollars (\$20,000.00), whichever is greater, for 2376 instructional purposes. The State Board of Education may 2377 authorize a school district to expend more than said twenty 2378 percent (20%) of its annual allotment for instructional purposes 2379 if it determines that such expenditures are needed for accreditation purposes. 2380

2381 (i) The State Department of Education or the State 2382 Board of Education may require that any project commenced under 2383 this section with an estimated project cost of not less than Five 2384 Million Dollars (\$5,000,000.00) shall be done only pursuant to 2385 program management of the process with respect to design and 2386 construction. Any individuals, partnerships, companies or other 2387 entities acting as a program manager on behalf of a local school 2388 district and performing program management services for projects 2389 covered under this subsection shall be approved by the State 2390 Department of Education.

Any interest accruing on any unexpended balance in the Interim School District Capital Expenditure Fund shall be invested by the State Treasurer and placed to the credit of each school district participating in such fund in its proportionate share.

The provisions of this subsection (4) shall be cumulative and supplemental to any existing funding programs or other authority conferred upon school districts or school boards.

2398 SECTION 43. Section 37-57-107, Mississippi Code of 1972, is 2399 brought forward as follows:

2400 37-57-107. Beginning with the tax levy for the 1997 fiscal 2401 year and for each fiscal year thereafter, the aggregate receipts 2402 from taxes levied for school district purposes pursuant to

2403 Sections 37-57-105 and 37-57-1 shall not exceed the aggregate

H. B. No. 888 12/HR12/R1375CS.2 PAGE 73 (DJ\DO) 2404 receipts from those sources during any one (1) of the immediately 2405 preceding three (3) fiscal years, as determined by the school 2406 board, plus an increase not to exceed seven percent (7%). For the 2407 purpose of this limitation, the term "aggregate receipts" when 2408 used in connection with the amount of funds generated in a 2409 preceding fiscal year shall not include excess receipts required 2410 by law to be deposited into a special account. The additional 2411 revenue from the ad valorem tax on any newly constructed properties or any existing properties added to the tax rolls or 2412 2413 any properties previously exempt which were not assessed in the 2414 next preceding year may be excluded from the seven percent (7%)increase limitation set forth herein. Taxes levied for payment of 2415 2416 principal of and interest on general obligation school bonds 2417 issued heretofore or hereafter shall be excluded from the seven 2418 percent (7%) increase limitation set forth herein. Any additional 2419 millage levied to fund any new program mandated by the Legislature 2420 shall be excluded from the limitation for the first year of the 2421 levy and included within such limitation in any year thereafter. For the purposes of this section, the term "new program" shall 2422 2423 include, but shall not be limited to, (a) the Early Childhood 2424 Education Program required to commence with the 1986-1987 school year as provided by Section 37-21-7 and any additional millage 2425 2426 levied and the revenue generated therefrom, which is excluded from the limitation for the first year of the levy, to support the 2427 2428 mandated Early Childhood Education Program shall be specified on 2429 the minutes of the school board and of the governing body making 2430 such tax levy; (b) any additional millage levied and the revenue 2431 generated therefrom which shall be excluded from the limitation 2432 for the first year of the levy, for the purpose of generating 2433 additional local contribution funds required for the adequate 2434 education program for the 2003 fiscal year and for each fiscal 2435 year thereafter under Section 37-151-7(2); and (c) any additional 2436 millage levied and the revenue generated therefrom which shall be H. B. No. 888

12/HR12/R1375CS.2 PAGE 74 (DJ\DO) excluded from the limitation for the first year of the levy, for the purpose of support and maintenance of any agricultural high school which has been transferred to the control, operation and maintenance of the school board by the board of trustees of the community college district under provisions of Section 37-29-272.

2442 The seven percent (7%) increase limitation prescribed in this section may be increased an additional amount only when the school 2443 board has determined the need for additional revenues and has held 2444 an election on the question of raising the limitation prescribed 2445 2446 in this section. The limitation may be increased only if 2447 three-fifths (3/5) of those voting in the election shall vote for the proposed increase. The resolution, notice and manner of 2448 2449 holding the election shall be as prescribed by law for the holding 2450 of elections for the issuance of bonds by the respective school 2451 boards. Revenues collected for the fiscal year in excess of the 2452 seven percent (7%) increase limitation pursuant to an election 2453 shall be included in the tax base for the purpose of determining 2454 aggregate receipts for which the seven percent (7%) increase 2455 limitation applies for subsequent fiscal years.

2456 Except as otherwise provided for excess revenues generated 2457 pursuant to an election, if revenues collected as the result of 2458 the taxes levied for the fiscal year pursuant to this section and 2459 Section 37-57-1 exceed the increase limitation, then it shall be the mandatory duty of the school board of the school district to 2460 2461 deposit such excess receipts over and above the increase limitation into a special account and credit it to the fund for 2462 2463 which the levy was made. It will be the further duty of such 2464 board to hold said funds and invest the same as authorized by law. 2465 Such excess funds shall be calculated in the budgets for the 2466 school districts for the purpose for which such levies were made, 2467 for the succeeding fiscal year. Taxes imposed for the succeeding 2468 year shall be reduced by the amount of excess funds available.

H. B. No. 888 12/HR12/R1375CS.2 PAGE 75 (DJ\DO) 2469 Under no circumstances shall such excess funds be expended during 2470 the fiscal year in which such excess funds are collected.

For the purposes of determining ad valorem tax receipts for a 2471 2472 preceding fiscal year under this section, the term "fiscal year" 2473 means the fiscal year beginning October 1 and ending September 30. SECTION 44. If any provision of this law or its application 2474 2475 is held invalid, the invalidity does not affect other provisions 2476 or applications of this law which can be given effect without the 2477 invalid provision or application and to this end the provisions of this law are severable. 2478

2479SECTION 45. This act shall take effect and be in force from2480and after July 1, 2012.