By: Representatives Moore, Espy

To: Education

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 1972, TO PROVIDE THAT THE EDUCATION EMPLOYMENT PROCEDURES LAW 45 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 PURPOSES OF POSSIBLE AMENDMENTS; AND FOR RELATED PURPOSES. 49 50 51 52

H. B. No. 888 12/HR12/R1375 PAGE 1 (DJ\DO) 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 allow83 the conversion of private schools into public charter schools.

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84 <u>SECTION 3.</u> For purposes of this act, the following words and 85 phrases have the meanings ascribed in this section unless the 86 context clearly indicates otherwise:

87 (a) "Applicant" means any person or group that develops
88 and submits an application for a public charter school to an
89 authorizer.

90 (b) "Application" means a proposal from an applicant to 91 an authorizer to enter into a charter contract whereby the 92 proposed school obtains public charter school status.

"At-risk student" means a student who has an 93 (C) 94 economic or academic disadvantage that requires special services and assistance to succeed in educational programs. The term 95 96 includes, but is not necessarily limited to, students who are 97 members of economically disadvantaged families, students who are 98 identified as having special educational needs, students who are 99 limited in English proficiency, students who are at risk of dropping out of high school and students who do not meet minimum 100 101 standards of academic proficiency.

(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.

107 (e) "Charter contract" means a fixed-term, renewable 108 contract between a public charter school and an authorizer that 109 outlines the roles, powers, responsibilities and performance 110 expectations for each party to the contract.

(f) "Conversion public charter school" means a charter school that existed as a noncharter public school before becoming a public charter school.

(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

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contract for educational design, implementation or comprehensive 117 118 management.

"Governing board" means the independent board of a 119 (h) 120 public charter school that is party to the charter contract with 121 the authorizer and whose members have been elected or selected 122 pursuant to the school's application.

123 (i) "Local school board" means a school board 124 exercising management and control of a local school district 125 pursuant to the State Constitution and state statutes.

"Local school district" means a public agency that 126 (j) 127 establishes and supervises one or more public schools within its geographical limits pursuant to the State Constitution and state 128 129 statutes.

130 "Noncharter public school" means a public school (k) 131 that is under the direct management, governance and control of a local school board or the state. 132

"Parent" means a parent, guardian or other person 133 (1) 134 or entity having legal custody of a child.

135

"Public charter school" means a public school that: (m) 136 Has autonomy over decisions including, but not (i) 137 limited to, matters concerning finance, personnel, scheduling, 138 curriculum and instruction;

139 (ii) Is governed by an independent governing board; 140

141 (iii) Is established and operating under the terms of a charter contract between the school's board and its 142 143 authorizer;

144 (iv) Is a school to which parents choose to send their children; 145 146 (v) Is a school that admits students on the basis

of a lottery if more students apply for admission than can be 147 148 accommodated;

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(vi) Provides a program of education that includes any single grade or multiple grades from kindergarten through Grade 12;

(vii) Operates in pursuit of a specific set of educational objectives as defined in its charter contract; and (viii) Operates under the oversight of its

155 authorizer in accordance with its charter contract.

(n) "Start-up public charter school" means a public charter school that did not exist as a noncharter public school prior to becoming a public charter school.

(o) "Student" means any child who is eligible forattendance in public schools in the state.

(p) "Virtual public charter school" means a public charter school that offers educational services predominantly through an online program. A virtual charter school may be authorized by any eligible authorizer.

165 <u>SECTION 4.</u> (1) A public charter school shall be open to any 166 student residing in the state.

167 (2) A school district shall not require any student enrolled168 in the school district to attend a public charter school.

(3) A public charter school shall not limit admission based
on ethnicity, national origin, religion, gender, income level,
disabling condition, proficiency in the English language or
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

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181 as differing by no more than twenty-five percent (25%) from that 182 population.

In the event that the at-risk composition of an 183 (b) 184 applicant's or charter school's enrollment differs from the 185 enrollment of students in similar grades for the school district 186 in which the charter school is located by more than twenty-five 187 percent (25%), despite its best efforts, the authorizer from which 188 the applicant is seeking sponsorship shall consider the applicant's or the charter school's recruitment efforts and 189 at-risk composition of the applicant pool in determining whether 190 191 the applicant or charter school is operating in a 192 nondiscriminatory manner. A finding by the authorizer that the 193 applicant is not operating in a discriminatory manner justifies 194 approval of the charter without regard to the at-risk percentage 195 requirement if the application is acceptable in all other aspects. 196 A finding by the authorizer that the applicant or charter school is operating in a discriminatory manner justifies the denial of a 197 198 charter school application or the revocation of a charter, as may 199 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.

(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.

206 SECTION 5. (1) Any noncharter public school converting 207 partially or entirely to a public charter school shall adopt and 208 maintain a policy giving enrollment preference to students who 209 reside within the former attendance area of that public school. 210 If the charter school has excess capacity after enrolling students residing within the former attendance area of the school, students 211 212 outside of the former attendance area of the school shall be eligible for enrollment. If the number of these additional 213

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students exceeds the capacity of a program, class, grade level or 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.

226 (4) This section does not preclude the formation of a public 227 charter school whose mission is focused on serving students with 228 disabilities, students of the same gender, students who pose such 229 severe disciplinary problems that they warrant a specific 230 educational program or students who are at risk of academic 231 failure. If capacity is insufficient to enroll all students who 232 wish to attend such school, the public charter school shall select 233 students through a lottery.

234 <u>SECTION 6.</u> If a student who was previously enrolled in a 235 public charter school enrolls in another public school in this 236 state, the student's new school shall accept credits earned by the 237 student in courses or instructional programs at the public charter 238 school in a uniform and consistent manner and according to the 239 same criteria that are used to accept academic credits from other 240 public schools.

241 <u>SECTION 7.</u> A school district shall provide or publicize to 242 parents and the general public information about public charter 243 schools as an enrollment option within the district to the same 244 extent and through the same means that the district provides and 245 publicizes information about noncharter public schools in the

246 district.

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247 <u>SECTION 8.</u> (1) The State Board of Education, hereinafter 248 state board, may authorize conversion public charter schools in 249 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.

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

256 <u>SECTION 9.</u> (1) There is established, the Mississippi Public 257 Charter School Board which is an independent state agency with 258 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 and two (2) members shall be appointed by the
Lieutenant Governor. In making the appointments, the Governor and
Lieutenant Governor shall ensure statewide geographic and racial
diversity among Mississippi Public Charter School Board members.

Members appointed to the Mississippi Public Charter 270 (4) 271 School Board shall collectively possess strong experience and 272 expertise in public and nonprofit governance, private sector business management, finance, K-12 school leadership, assessment 273 274 and curriculum and instruction and public education law. All 275 members of the Mississippi Public Charter School Board shall have 276 demonstrated understanding of and commitment to charter schooling as a strategy for strengthening public education and expanding 277 278 school choice.

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279 (5) To establish staggered terms of office, the initial term 280 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) 281 282 years. The initial term of office for the two (2) members of the 283 board appointed by the Lieutenant Governor shall be three (3) years and thereafter shall be three (3) years. The initial term 284 285 of office for the at large member appointed by the Governor shall 286 be two (2) years and thereafter shall be three (3) years. No 287 member shall serve more than seven (7) consecutive years. The 288 initial appointments shall be made no later than September 1, 289 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. 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.

(7) The Mississippi Public Charter School Board 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.

302 (8) The Mississippi Public Charter School Board shall 303 operate with dedicated resources and staff qualified to execute 304 the day-to-day responsibilities of public charter school 305 authorizing in accordance with this act.

306 <u>SECTION 10.</u> (1) There is established an Office of Charter 307 Schools within the State Department of Education. The office 308 shall be vested with implementing the state board's decisions that 309 relate to conversion charter schools.

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

313 (3) The office is authorized to receive and expend gifts, 314 grants, appropriations and donations of any kind from any public 315 or private entity to carry out the purposes of this act, subject 316 to the terms and conditions under which they are given, provided 317 that all such terms and conditions are permissible under law.

318 <u>SECTION 11.</u> (1) Authorizers are responsible for executing, 319 in accordance with this act, the following essential powers and 320 duties:

321 (i) Soliciting and evaluating charter 322 applications; 323 (ii) Approving quality charter applications that 324 meet identified educational needs and promote a diversity of 325 educational choices;

326 (iii) Declining to approve weak or inadequate 327 charter applications;

328 (iv) Negotiating and executing sound charter 329 contracts;

(v) Monitoring, in accordance with charter
contract terms, the performance and legal compliance of public
charter schools;

333 (vi) Minimizing the administrative burdens and 334 costs faced by public charter schools; and

335 (vii) Determining whether each charter contract336 merits renewal, nonrenewal or revocation.

337 (2) An authorizing entity may delegate its duties to338 offices, employees and contractors.

339 (3) Regulation by authorizers shall be limited to these
 340 powers and duties and consistent with the purpose and intent of
 341 this act.

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342 (4) An authorizing entity, members of the board of an 343 authorizer in their official capacity and employees of an 344 authorizer in their official capacity are immune from civil and 345 criminal liability with respect to all activities related to a 346 public charter school they authorize.

347 <u>SECTION 12.</u> (1) (a) All authorizers shall be required to 348 develop and maintain chartering policies and practices consistent 349 with nationally recognized principles and standards for quality 350 charter authorizing in all major areas of authorizing 351 responsibility including: 352 (i) Organizational capacity and infrastructure;

354 applications;

(iii) Performance contracting;

356 (iv) Ongoing public charter school oversight and 357 evaluation; and

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(v) Charter renewal decision-making.

(ii) Soliciting and evaluating charter

359 (b) Authorizers shall carry out all their duties under this 360 act in a manner consistent with such nationally recognized 361 principles and standards and with the purpose and intent of this 362 act. Evidence of material or persistent failure to do so shall 363 constitute grounds for losing charter authorizing powers.

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

367 (a) The authorizer's strategic vision for chartering368 and progress toward achieving that vision;

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

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373 The status of the authorizer's public charter (C) school portfolio, identifying all public charter schools in each 374 of the following categories: 375 376 (i) Approved, but not yet open; 377 (ii) Operating; 378 (iii) Renewed; 379 (iv) Transferred; 380 (v) Revoked; 381 (vi) Not renewed; 382 (vii) Voluntarily closed; or 383 (viii) Never opened; 384 The authorizing functions provided by the (d) authorizer to the public charter schools under its purview, 385 386 including the authorizer's operating costs and expenses detailed 387 in annual audited financial statements that conform with Generally 388 Accepted Accounting Principles; and 389 The services purchased from the authorizer by the (e) 390 public charter schools under its purview, including an itemized 391 accounting of the actual costs of these services, as required in

393 <u>SECTION 13.</u> (1) To cover costs for overseeing public 394 charter schools in accordance with this act, an authorizer shall 395 receive three percent (3%) of annual per-pupil allocations 396 received by each public charter school it authorizes. These funds 397 must be used exclusively to cover the costs for an authorizer to 398 oversee its public charter schools.

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

402 <u>SECTION 14.</u> (1) No employee, trustee, agent or 403 representative of an authorizer may simultaneously serve as an 404 employee, trustee, agent, representative, vendor or contractor of 405 a public charter school authorized by that entity.

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Section 15.

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

410 <u>SECTION 15.</u> (1) With the exception of oversight services as 411 required by Section 13(1), no public charter school shall be 412 required to purchase services from its authorizer as a condition 413 of charter approval or of executing a charter contract, nor may 414 any such condition be implied.

415 (2) A public charter school may, at its discretion, choose 416 to purchase services from its authorizer. In such event, the 417 public charter school and authorizer shall execute an annual 418 service contract, separate from the charter contract, stating the 419 parties' mutual agreement concerning any services to be provided 420 by the authorizer and any service fees to be charged to the public 421 charter school. An authorizer may not charge more than market 422 rates for services provided to a public charter school.

423 **SECTION 16.** (1) To solicit, encourage and guide the 424 development of quality public charter school applications, every authorizer operating under this act shall issue and broadly 425 426 publicize a request for proposals by September 1, except in the 427 authorizer's first year of operation in which the authorizer shall 428 issue and broadly publicize a request for proposals by November 1. 429 The content and dissemination of the request for proposals shall 430 be consistent with the purposes and requirements of this act.

431 (2) The authorizer shall annually establish and disseminate432 a timeline for charter approval or denial decisions.

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

436 (4) The request for proposals shall include or otherwise437 direct applicants to the performance framework that the authorizer

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438 has developed for public charter school oversight and evaluation 439 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;

453 (b) The mission and vision of the proposed public 454 charter school, including identification of the targeted student 455 population and the community the school hopes to serve;

456 (c) The location or geographic area proposed for the 457 school;

458 (d) The grades to be served each year for the full term 459 of the charter contract;

460 (e) Minimum, planned and maximum enrollment per grade461 per year for the term of the charter contract;

462 (f) Evidence of need and parental support for the 463 proposed public charter school;

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

467 (h) The school's proposed calendar and sample daily468 schedule;

(i) A description of the academic program aligned with

470 state standards;

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(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;

484 (m) A description of cocurricular or extracurricular 485 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;

493 (o) The school's student discipline policies, including494 those for special education students;

(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;

501 (q) A clear description of the roles and 502 responsibilities for the governing board, the school's leadership

H. B. No. 888 12/HR12/R1375 PAGE 15 (DJ\DO) 503 and management team and any other entities shown in the 504 organization chart; 505 (r) A staffing chart for the school's first year and a 506 staffing plan for the term of the charter; 507 (s) Plans for recruiting and developing school 508 leadership and staff; 509 The school's leadership and teacher employment (t) 510 policies, including performance evaluation plans; 511 Proposed governing bylaws; (u) 512 (V) Explanations of any partnerships or contractual 513 relationships central to the school's operations or mission; 514 The school's plans for providing transportation, (w) 515 food service and all other significant operational or ancillary 516 services; 517 (X) Opportunities and expectations for parent 518 involvement; A detailed school start-up plan, identifying tasks, 519 (y) 520 timelines and responsible individuals; 521 Description of the school's financial plan and (z) 522 policies, including financial controls and audit requirements; 523 A description of the insurance coverage the school (aa) 524 will obtain; 525 Start-up and five-year budgets with clearly stated (bb) 526 assumptions; 527 (CC) Start-up and first-year cash-flow projections with 528 clearly stated assumptions; Evidence of anticipated fund raising 529 (dd) 530 contributions, if claimed in the application; and, 531 A sound facilities plan, including backup or (ee) 532 contingency plans if appropriate. 533 (8) In the case of an application to establish a public 534 charter school by converting an existing noncharter public school to public charter school status, the request for proposals shall 535 H. B. No. 888 12/HR12/R1375

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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;

541 (b) A petition signed by a majority of parents of 542 students in the existing noncharter public school;

(c) A majority vote of the local school board; or
(d) In the case of schools in districts under state
conservatorship, the State Board of Education.

(9) In the case of a proposal to establish a virtual public charter school, the request for proposals shall additionally require the applicants to describe the proposed school's system of course credits and how the school will:

(a) Monitor and verify full-time student enrollment, student participation in a full course load, credit accrual and course completion;

553 (b) Monitor and verify student progress and performance 554 in each course through regular, proctored assessments and 555 submissions of coursework;

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(c) Conduct parent-teacher conferences; and(d) Administer state-required assessments to all

557 (d) Administer state-required assessments558 students in a proctored setting.

(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

568 if applicable;

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569 (b) Provide a term sheet setting forth the proposed 570 duration of the service contract;

571 (c) Provide a description of the roles and 572 responsibilities of the governing board, the school staff and the 573 service provider;

574 (d) Provide the scope of services and resources to be 575 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;

579 (f) Provide methods of contract oversight and 580 enforcement and investment disclosure;

581 (g) Provide conditions for renewal and termination of 582 the contract; and

583 (h) Disclose and explain any existing or potential 584 conflicts of interest between the school governing board and 585 proposed service provider or any affiliated business entities.

(11) In the case of a public charter school proposal from an applicant that currently operates one or more schools in any state, the request for proposals shall additionally require the applicant to provide evidence of past performance and current capacity for growth.

591 (12) The request for proposals shall require each charter 592 school applicant to provide evidence that they sent a copy of 593 their application to the local school board in the district in 594 which the charter school is proposed.

595 <u>SECTION 17.</u> (1) In reviewing and evaluating charter 596 applications, authorizers shall employ procedures, practices and 597 criteria consistent with nationally recognized principles and 598 standards for quality charter authorizing. The application review 599 process shall include thorough evaluation of each written charter 600 application, an in-person interview with the applicant group and

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601 an opportunity in a public forum for local residents to learn 602 about and provide input on each application.

603 (2) In deciding whether to approve charter applications,604 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 are likely to open
and operate a successful public charter school;

609 (b) Base decisions on documented evidence collected610 through the application review process;

611 (c) Follow charter-granting policies and practices that 612 are transparent, based on merit and avoid conflicts of interest or 613 any appearance thereof.

614 (3) No later than one hundred twenty (120) days after the 615 filing of a charter application, the authorizer shall decide to 616 approve or deny the charter application. The authorizer shall 617 adopt by resolution all charter approval or denial decisions in an 618 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.

626 (6) Within ten (10) days of taking action to approve or deny 627 a charter application, the authorizer shall provide a report to 628 the charter applicant. The report shall include a copy of the 629 authorizer's resolution setting forth the action taken and reasons 630 for the decision and assurances as to compliance with all of the 631 procedural requirements and application elements set forth in 632 Sections 16 through 20 of this act.

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633 <u>SECTION 18.</u> The purposes of the charter application are to 634 present the proposed public charter school's academic and 635 operational vision and plans, demonstrate the applicant's 636 capacities to execute the proposed vision and plans and provide 637 the authorizer a clear basis for assessing the applicant's plans 638 and capacities. An approved charter application shall not serve 639 as the school's charter contract.

640 SECTION 19. An initial charter shall be granted for a term 641 of five (5) operating years. The charter term shall commence on the public charter school's first day of operation. An approved 642 643 public charter school may delay its opening for one (1) school 644 year in order to plan and prepare for the school's opening. If 645 the school requires an opening delay of more than one (1) school 646 year, the school must request an extension from its authorizer. 647 The authorizer may grant or deny the extension depending on the particular school's circumstances. 648

649 SECTION 20. (1) At the same time that a charter application 650 is approved, the authorizer and the governing board of the 651 approved public charter school shall execute a charter contract 652 that clearly sets forth the academic and operational performance 653 expectations and measures by which the public charter school will 654 be judged and the administrative relationship between the 655 authorizer and public charter school, including each party's rights and duties. The performance expectations and measures set 656 657 forth in the charter contract shall include, but need not be 658 limited to, applicable federal and state accountability 659 requirements. The performance provisions may be refined or 660 amended by mutual agreement after the public charter school is 661 operating and has collected baseline achievement data for its 662 enrolled students.

(2) The charter contract for a virtual public charter school
shall include description and agreement regarding the methods by
which the school will:

H. B. No. 888 12/HR12/R1375 PAGE 20 (DJ\DO) (a) Monitor and verify full-time student enrollment,
student participation in a full course load, credit accrual and
course completion;

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

672 (c) Conduct parent-teacher conferences; and
673 (d) Administer state-required assessments to all
674 students in a proctored setting.

675 (3) The charter contract shall be signed by the president of 676 the authorizer's governing board and the president of the public 677 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.

687 <u>SECTION 21.</u> (1) (a) The performance provisions within the 688 charter contract shall be based on a performance framework that 689 clearly sets forth the academic and operational performance 690 indicators, measures and metrics that will guide the authorizer's 691 evaluations of each public charter school. The performance 692 framework shall include indicators, measures and metrics for, at a 693 minimum:

694 (i) Student academic proficiency;
695 (ii) Student academic growth;
696 (iii) Achievement gaps in both proficiency and
697 growth between major student subgroups;

(iv) Attendance;

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699(v) Recurrent enrollment from year to year;700(vi) In-school and out-of-school suspension rates

701 and expulsion rates;

(vii) Postsecondary readiness, including the percentage of graduates submitting applications to postsecondary institutions, high school completion, postsecondary admission and postsecondary enrollment or employment;

706 (viii) Financial performance and sustainability; 707 and

(ix) Board performance and stewardship, including compliance with all applicable laws, regulations and terms of the 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.

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732 (a) An authorizer shall annually monitor the (2) performance and legal compliance of the public charter schools it 733 734 oversees, including collecting and analyzing data to support 735 evaluation according to the charter contract. Every authorizer 736 shall have the authority to conduct or require oversight activities that enable the authorizer to fulfill its 737 738 responsibilities under this act, including conducting appropriate inquiries and investigations, so long as those activities are 739 740 consistent with the intent of this act, adhere to the terms of the 741 charter contract and do not unduly inhibit the autonomy granted to 742 public charter schools.

743 (b) Each authorizer shall annually publish and provide, 744 as part of its annual report to the Legislature, a performance 745 report for each public charter school it oversees, in accordance 746 with the performance framework set forth in the charter contract and Section 20(5) of this act. This report shall be made 747 748 available to the public at the same time as it is submitted to the 749 Legislature. The authorizer may require each public charter 750 school it oversees to submit an annual report to assist the 751 authorizer in gathering complete information about each school, 752 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.

H. B. No. 888 12/HR12/R1375 PAGE 23 (DJ\DO) 765 <u>SECTION 22.</u> (1) A charter may be renewed for successive 766 five-year terms of duration. An authorizer may grant renewal with 767 specific conditions for necessary improvements to a public charter 768 school, including lessening the renewal term based on the 769 performance, demonstrated capacities and particular circumstances 770 of each public charter school.

(2) No later than September 30, the authorizer shall issue a 771 772 public charter school performance report and charter renewal 773 application guidance to any public charter school whose charter 774 will expire the following year. The performance report shall 775 summarize the public charter school's performance record to date, 776 based on the data required by this act and the charter contract 777 and shall provide notice of any weaknesses or concerns perceived 778 by the authorizer concerning the public charter school that may 779 jeopardize its position in seeking renewal if not timely rectified. The public charter school shall have ninety (90) days 780 781 to respond to the performance report and submit any corrections or 782 clarifications for the report.

783 (3) The renewal application guidance shall, at a minimum,784 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;

(b) Describe improvements undertaken or planned for theschool; and

790 (c) Detail the school's plans for the next charter791 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.

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(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 shall rule by resolution on the renewal application no later than ninety (90) days after the filing of the renewal application.

803 (6) In making charter renewal decisions, every authorizer 804 shall:

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

808 (b) Ensure that data used in making renewal decisions 809 are available to the school and the public; and

810 (c) Provide a public report summarizing the evidence811 basis for each decision.

812 (7) A charter contract may be revoked at any time or not 813 renewed if the authorizer determines that the public charter 814 school did any of the following or otherwise failed to comply with 815 the provisions of this act:

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

819 (b) Fails to meet or make sufficient progress toward 820 the performance expectations set forth in the charter contract;

821 (c) Fails to meet generally accepted standards of822 fiscal management; or

823 (d) Substantially violates any material provision of824 law from which the public charter school was not exempted.

825 (8) An authorizer must develop revocation and nonrenewal 826 processes that:

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

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830 Allow the charter holders a reasonable amount of (b) 831 time in which to prepare a response;

Provide the charter holders with an opportunity to 832 (C) 833 submit documents and give testimony challenging the rationale for 834 closure and in support of the continuation of the school at an 835 orderly proceeding held for that purpose;

836 Allow the charter holders access to representation (d) 837 by counsel and to call witnesses on their behalf;

838

Permit the recording of such proceedings; and (e)

839

840

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

841 charter holders.

(9) If an authorizer revokes or does not renew a charter, 842 843 the authorizer shall clearly state, in a resolution of its governing board, the reasons for the revocation or nonrenewal. 844

(10) Within ten (10) days of taking action to renew, not 845 renew or revoke a charter, the authorizer shall provide a copy of 846 847 a report to the public charter school. The report shall include a 848 copy of the authorizer governing board's resolution setting forth 849 the action taken and reasons for the decision and assurances as to 850 compliance with all of the requirements set forth in this act.

851 **SECTION 23.** (1) Before any public charter school closure 852 decision, an authorizer shall have developed a public charter 853 school closure protocol to ensure timely notification to parents, 854 orderly transition of students and student records to new schools 855 and proper disposition of school funds, property and assets in 856 accordance with the requirements of this act. The protocol shall 857 specify tasks, timelines and responsible parties, including 858 delineating the respective duties of the school and the authorizer. In the event of a public charter school closure for 859 any reason, the authorizer shall oversee and work with the closing 860 861 school to ensure a smooth and orderly closure and transition for 862 students and parents, as guided by the closure protocol.

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863 If a charter school closes, all unspent government (2) 864 funds, unspent earnings from those funds and assets purchased with government funds will revert back to the original source of these 865 866 funds. Unspent funds from nongovernmental sources, unspent 867 earnings from those funds, assets purchased with those funds and 868 debts of the school, unless otherwise provided for in the charter 869 or debt instrument, shall revert to the nonprofit entity created 870 to operate the school and may be disposed of according to 871 applicable laws for nonprofit corporations.

SECTION 24. On or before September 30 of each year beginning 872 873 in the first year after the state will have had a public charter 874 school operating for a full school year, the Joint Committee on Performance Evaluation and Expenditure Review shall issue to the 875 876 Governor, the Legislature, the Public Charter School Board, the 877 State Board of Education and the public at large, an annual report 878 on the state's public charter schools, drawing from the annual reports submitted by every authorizer to the Joint Committee on 879 880 Performance Evaluation and Expenditure Review, as well as any 881 additional relevant data compiled by the Office of Charter 882 Schools, for the school year ending in the preceding calendar 883 year. The annual report shall include a comparison of the 884 performance of public charter school students with the performance 885 of academically, racially and economically comparable groups of students in noncharter public schools. In addition, the annual 886 887 report shall include the Joint Committee on Performance Evaluation 888 and Expenditure Review's assessment of the successes, challenges 889 and areas for improvement in meeting the purposes of this act, 890 including the Joint Committee on Performance Evaluation and Expenditure Review's assessment of the sufficiency of funding for 891 892 public charter schools, the efficiency and efficacy of authorizer 893 funding and any suggested changes in state law or policy necessary 894 to strengthen the state's public charter schools. The report 895 shall also assess whether the creation of public charter schools

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896 is sufficient to meet demand, as calculated according to 897 admissions data and the number of students denied enrollment as 898 based on lottery results.

899 <u>SECTION 25.</u> (1) (a) A public charter school shall be a 900 nonprofit education organization.

901 (b) A public charter school shall be subject to all 902 federal laws and authorities enumerated herein or arranged by 903 charter contract with the school's authorizer, where such 904 contracting is consistent with applicable laws, rules and 905 regulations.

906 (c) Except as provided in this act, a public charter 907 school shall not be subject to the state's education statutes or 908 any state or local rule, regulation, policy or procedure relating 909 to noncharter public schools within an applicable local school 910 district regardless of whether such rule, regulation, policy or 911 procedure is established by the local school board, the State 912 Board of Education or the State Department of Education.

913 (d) A charter contract may consist of one or more 914 schools, to the extent approved by the authorizer and consistent 915 with applicable law. Each public charter school that is part of a 916 charter contract shall be separate and distinct from any others.

917 (e) A single governing board may hold one or more 918 charter contracts. Each public charter school that is part of a 919 charter contract shall be separate and distinct from any others.

920 (2) (a) Except for public charter schools authorized by 921 local school boards, the public charter school functions for all 922 purposes as a local educational agency. Local educational agency 923 status does not preclude a public charter school from developing 924 links to local school districts for services, resources and 925 programs, by mutual agreement or by formal contract.

926 (b) To the extent permitted by federal, state or local 927 laws, the public charter school is responsible for meeting the 928 requirements of local educational agencies under applicable

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929 federal, state and local laws, including those relating to special 930 education, receipt of funds and compliance with funding

931 requirements.

932 (c) To the extent permitted by federal, state or local 933 laws, the public charter school has primary responsibility for 934 special education at the school, including identification and 935 provision of service and is responsible for meeting the needs of 936 enrolled students with disabilities.

937 (3) Public charter schools are not exempt from the following938 statutes:

939 (a) Section 37-7-301.1, which relates to collective940 bargaining agreements;

941 (b) Section 37-9-49, which relates to withholding of 942 union dues;

943 (c) Section 37-9-75, which relates to teacher strikes;
944 (d) Section 37-11-20, which prohibits acts of
945 intimidation intended to keep a student from attending school;

946 (e) Section 37-11-21, which prohibits parental abuse of 947 school staff;

948 (f) Section 37-11-23, which prohibits the willful 949 disruption of school and school meetings;

950 (g) Sections 37-11-29 and 37-11-31, which relate to 951 reporting requirements regarding unlawful or violent acts on 952 school property; and

953 (h) Section 37-19-53, which prohibits false reporting954 of student counts by school officials.

955 <u>SECTION 26.</u> (1) A public charter school shall have all the 956 powers necessary for carrying out the terms of its charter 957 contract including the following powers:

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

H. B. No. 888 12/HR12/R1375 PAGE 29 (DJ\DO) 961 (c) To contract with an education service provider for 962 the management and operation of the public charter school so long 963 as the school's governing board retains oversight authority over 964 the school;

965 (d) To incur debt in reasonable anticipation of the 966 receipt of public or private funds;

967 (e) To pledge, assign or encumber its assets to be used 968 as collateral for loans or extensions of credit;

969 (f) To solicit and accept any gifts or grants for 970 school purposes subject to applicable laws and the terms of its 971 charter contract;

972 (g) To acquire real property for use as its facility or 973 facilities, from public or private sources; and

974

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

975 (2) A public charter school shall not discriminate against 976 any person on the basis of race, creed, color, sex, disability or 977 national origin or any other category that would be unlawful if 978 done by a noncharter public school.

979 (3) No public charter school may engage in any sectarian 980 practices in its educational program, admissions or employment 981 policies or operations.

982 (4) A public charter school shall not discriminate against 983 any student on the basis of national origin, minority status or 984 limited proficiency in English. Consistent with federal civil 985 rights laws, public charter schools shall provide limited English 986 proficient students with appropriate services designed to teach 987 them English and the general curriculum.

988 (5) A public charter school shall not charge tuition and 989 shall abide by Section 37-7-335 in the establishment and waiver of 990 fees.

991 (6) The terms of each public charter school contract shall 992 include a transportation plan for students that will be attending 993 the charter school. Charter schools shall comply with

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994 transportation regulations applicable to all other school 995 districts under Section 37-41-3. The transportation must be 996 provided by the public charter school within the district in which 997 the public charter school is located.

998 (7) The powers, obligations and responsibilities set forth 999 in the charter contract cannot be delegated or assigned by either 1000 party, except as identified in the charter contract.

1001 <u>SECTION 27.</u> (1) Public charter schools shall be subject to 1002 the same civil rights, health and safety requirements applicable 1003 to other public schools in the state, except as otherwise 1004 specifically provided in this act.

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

1011 (3) Public charter school governing boards shall be subject 1012 to and comply with state open meetings and freedom of information 1013 laws.

1014 SECTION 28. (1) Public charter schools shall comply with 1015 applicable federal laws, rules and regulations regarding the 1016 qualification of teachers and other instructional staff. Teachers in a public charter school may be exempt from state teacher 1017 1018 certification requirements under Section 37-3-2. Administrators 1019 of public charter schools may be exempt from state administrator certification requirements under Section 37-3-2. 1020

1021 (2) Employees in public charter schools are eligible for 1022 participation in retirement and other benefits programs of the 1023 state, to the extent allowable by law, if the public charter 1024 school chooses to participate.

1025 (3) Teachers and other school personnel, as well as1026 governing board trustees, shall be subject to criminal history

H. B. No. 888 12/HR12/R1375 PAGE 31 (DJ\DO) 1027 record checks and fingerprinting requirements applicable to other 1028 public schools as required under Section 37-9-17.

1029 <u>SECTION 29.</u> (1) A public charter school shall be eligible 1030 for state-sponsored or district-sponsored interscholastic leagues, 1031 competitions, awards, scholarships and recognition programs for 1032 students, educators, administrators and schools to the same extent 1033 as noncharter public schools.

1034 (2) A public charter school student is eligible to 1035 participate in extracurricular activities not offered by the 1036 student's school at:

1037 (a) The school within whose attendance boundaries the1038 student's custodial parent or legal guardian resides; or

1039 (b) The noncharter public school from which the student 1040 withdrew for the purpose of attending a public charter school.

1041 (3) A public charter school student is eligible for 1042 extracurricular activities at a noncharter public school 1043 consistent with eligibility standards as applied to full-time 1044 students of the noncharter public school.

1045 (4) A school district or noncharter public school may not 1046 impose additional requirements on a public charter school student 1047 to participate in extracurricular activities that are not imposed 1048 on full-time students of the noncharter public school.

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

1053 (6) The State Board of Education shall make rules
1054 establishing fees for public charter school students'
1055 participation in extracurricular activities at noncharter public
1056 schools. The rules shall provide that:

1057 (a) Public charter school students pay the same fees as1058 other students to participate in extracurricular activities;

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1059 (b) Public charter school students are eligible for fee 1060 waivers similar to other students;

1061 (c) For each public charter school student who 1062 participates in an extracurricular activity at a noncharter public 1063 school, the public charter school shall pay a share of the 1064 noncharter public school's costs for the extracurricular activity; 1065 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.

1073 <u>SECTION 30.</u> (1) (a) Each public charter school shall 1074 certify to the State Department of Education its student 1075 enrollment, average daily attendance and student participation in 1076 the national school lunch program in the same manner as school 1077 districts.

1078 (b) Each public charter school shall certify to the tax 1079 collector in the county in which the charter school is located the 1080 average daily attendance of public charter school students 1081 residing in each school district in the county.

(a) The State Department of Education shall withhold 1082 (2) 1083 payments for each school district with students residing in the 1084 school district and attending the public charter school an amount 1085 equal to one hundred percent (100%) of the amount calculated 1086 pursuant to the state's funding formula less the relevant local 1087 contribution for each student in the resident school district 1088 multiplied by the number of students enrolled in the public 1089 charter school from the resident school district. The State 1090 Department of Education shall send the sum of these withholdings

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1091 to the public charter school, notwithstanding the reductions
1092 pursuant to Section 13 of this act.

(b) The tax collector in the county of residence for the public charter school shall pay directly to the public charter school for each student enrolled in the public charter school who resides in each school district in the county an amount for that student equal to one hundred percent (100%) of the amount of the relevant local district maintenance per pupil.

1099 (c) Any monies received by a public charter school from 1100 any source and remaining in the public charter school's accounts 1101 at the end of any budget year shall remain in the public charter 1102 school's accounts for use by the public charter school during 1103 subsequent budget years.

(3) Payments made under the authority of this section shall 1104 be made by the state in twelve (12) substantially equal 1105 1106 installments each year beginning on the first business day of July and every month thereafter. Amounts payable under this section 1107 1108 shall be determined by the State Department of Education. Amounts payable to a public charter school in its first year of operation 1109 1110 shall be based on the projections of initial-year enrollment set forth in the charter contract. Such projections shall be 1111 1112 reconciled with the actual enrollment at the end of the school's first year of operation and any necessary adjustments shall be 1113 1114 made to payments during the school's second year of operation. 1115 (4) The state shall direct the proportionate share of (a) monies generated under federal and state categorical aid programs, 1116 1117

1117 including special education, to public charter schools serving 1118 students eligible for such aid. The state shall ensure that 1119 public charter schools with rapidly expanding enrollments are 1120 treated equitably in the calculation and disbursement of all 1121 federal and state categorical aid program dollars. Each public 1122 charter school that serves students who may be eligible to receive

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1123 services provided through such programs shall comply with all 1124 reporting requirements 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.

1130 (c) At either party's request, a public charter school 1131 and a local school district may negotiate and include in the 1132 charter contract alternate arrangements for the provision of and 1133 payment for special education services, including, but not 1134 necessarily limited to, a reasonable reserve not to exceed five 1135 percent (5%) of the local school district's total budget for providing special education services. The reserve shall only be 1136 used by the local school district to offset excess costs of 1137 1138 providing services to students with disabilities enrolled in one (1) of the public charter schools that has paid into it. 1139

1140 <u>SECTION 31.</u> (1) A public charter school shall adhere to 1141 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.

1147 <u>SECTION 32.</u> (1) The State Department of Education shall 1148 disburse state transportation funding to a public charter school 1149 on the same basis and in the same manner as it is paid to school 1150 districts.

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

1154 **SECTION 33.** Nothing in this act shall be construed to 1155 prohibit any person or organization from providing funding or

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1164 <u>SECTION 34.</u> (1) Public charter schools shall have equal 1165 access to all of the existing state facilities programs for 1166 traditional public schools in a state.

(2) A public charter school shall have a right of first refusal to purchase or lease at or below fair market value a closed public school facility or property or unused portions of a public school facility or property located in a school district from which it draws its students if the school district decides to 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.

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

1183 <u>SECTION 35.</u> Any charter school that is operating under the 1184 terms of a charter granted under the authority of Sections 37-28-1 1185 through 37-28-21 may continue to operate under the terms of that 1186 charter for the duration of its term, notwithstanding the repeal 1187 of Sections 37-28-1 through 37-28-21 by operation of law on July 1188 1, 2009. Upon the expiration of the charter, the charter school's H. B. No. 888

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1189 sponsor may seek to renew the school's charter by modifying the 1190 charter so that the school fully complies with the requirements 1191 for being awarded, maintaining and renewing charter status under 1192 Sections 1 through 34 of this act.

1193 **SECTION 36.** The provisions of Sections 1 through 36 of this 1194 act shall stand repealed on July 1, 2020.

1195 SECTION 37. Section 37-3-2, Mississippi Code of 1972, is
1196 amended as follows:

37-3-2. 1197 (1) There is established within the State Department of Education the Commission on Teacher and 1198 1199 Administrator Education, Certification and Licensure and 1200 Development. It shall be the purpose and duty of the commission 1201 to make recommendations to the State Board of Education regarding 1202 standards for the certification and licensure and continuing 1203 professional development of those who teach or perform tasks of an 1204 educational nature in the public schools of Mississippi.

The commission shall be composed of fifteen (15) 1205 (2) 1206 qualified members. The membership of the commission shall be 1207 composed of the following members to be appointed, three (3) from 1208 each congressional district: four (4) classroom teachers; three 1209 (3) school administrators; one (1) representative of schools of 1210 education of institutions of higher learning located within the 1211 state to be recommended by the Board of Trustees of State Institutions of Higher Learning; one (1) representative from the 1212 1213 schools of education of independent institutions of higher learning to be recommended by the Board of the Mississippi 1214 1215 Association of Independent Colleges; one (1) representative from public community and junior colleges located within the state to 1216 be recommended by the State Board for Community and Junior 1217 1218 Colleges; one (1) local school board member; and four (4) 1219 laypersons. All appointments shall be made by the State Board of 1220 Education after consultation with the State Superintendent of 1221 Public Education. The first appointments by the State Board of

H. B. No. 888 12/HR12/R1375 PAGE 37 (DJ\DO) Education shall be made as follows: five (5) members shall be appointed for a term of one (1) year; five (5) members shall be appointed for a term of two (2) years; and five (5) members shall be appointed for a term of three (3) years. Thereafter, all 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.

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

(5) It shall be the duty of the commission to:(a) Set standards and criteria, subject to the approval

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

1244 (b) Recommend to the State Board of Education each year 1245 approval or disapproval of each educator preparation program in 1246 the state;

1247 (c) Establish, subject to the approval of the State 1248 Board of Education, standards for initial teacher certification 1249 and licensure in all fields;

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

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1240

(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;

1256 (f) Review all existing requirements for certification 1257 and licensure;

1258 (g) Consult with groups whose work may be affected by 1259 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;

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

1266 (j) Hire expert consultants with approval of the State 1267 Board of Education;

1268 (k) Set up ad hoc committees to advise on specific1269 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.

(a) Standard License - Approved Program Route. 1273 (6) An 1274 educator entering the school system of Mississippi for the first time and meeting all requirements as established by the State 1275 Board of Education shall be granted a standard five-year license. 1276 1277 Persons who possess two (2) years of classroom experience as an 1278 assistant teacher or who have taught for one (1) year in an 1279 accredited public or private school shall be allowed to fulfill 1280 student teaching requirements under the supervision of a qualified 1281 participating teacher approved by an accredited college of 1282 education. The local school district in which the assistant 1283 teacher is employed shall compensate such assistant teachers at 1284 the required salary level during the period of time such

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1285 individual is completing student teaching requirements. 1286 Applicants for a standard license shall submit to the department: 1287 (i) An application on a department form; 1288 (ii) An official transcript of completion of a 1289 teacher education program approved by the department or a 1290 nationally accredited program, subject to the following: Licensure to teach in Mississippi prekindergarten through 1291 1292 kindergarten classrooms shall require completion of a teacher 1293 education program or a bachelor of science degree with child 1294 development emphasis from a program accredited by the American 1295 Association of Family and Consumer Sciences (AAFCS) or by the 1296 National Association for Education of Young Children (NAEYC) or by 1297 the National Council for Accreditation of Teacher Education 1298 (NCATE). Licensure to teach in Mississippi kindergarten, for 1299 those applicants who have completed a teacher education program, 1300 and in Grade 1 through Grade 4 shall require the completion of an 1301 interdisciplinary program of studies. Licenses for Grades 4 1302 through 8 shall require the completion of an interdisciplinary 1303 program of studies with two (2) or more areas of concentration. 1304 Licensure to teach in Mississippi Grades 7 through 12 shall 1305 require a major in an academic field other than education, or a 1306 combination of disciplines other than education. Students 1307 preparing to teach a subject shall complete a major in the 1308 respective subject discipline. All applicants for standard 1309 licensure shall demonstrate that such person's college preparation 1310 in those fields was in accordance with the standards set forth by the National Council for Accreditation of Teacher Education 1311 (NCATE) or the National Association of State Directors of Teacher 1312 Education and Certification (NASDTEC) or, for those applicants who 1313 have a bachelor of science degree with child development emphasis, 1314 the American Association of Family and Consumer Sciences (AAFCS); 1315 1316 (iii) A copy of test scores evidencing 1317 satisfactory completion of nationally administered examinations of

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1320 (iv) Any other document required by the State1321 Board of Education.

1322 (b)Standard License - Nontraditional Teaching Route. 1323 Beginning January 1, 2004, an individual who has a passing score on the Praxis I Basic Skills and Praxis II Specialty Area Test in 1324 the requested area of endorsement may apply for the Teach 1325 1326 Mississippi Institute (TMI) program to teach students in Grades 7 1327 through 12 if the individual meets the requirements of this 1328 paragraph (b). The State Board of Education shall adopt rules requiring that teacher preparation institutions which provide the 1329 1330 Teach Mississippi Institute (TMI) program for the preparation of nontraditional teachers shall meet the standards and comply with 1331 the provisions of this paragraph. 1332

1333 The Teach Mississippi Institute (TMI) shall (i) include an intensive eight-week, nine-semester-hour summer program 1334 1335 or a curriculum of study in which the student matriculates in the fall or spring semester, which shall include, but not be limited 1336 1337 to, instruction in education, effective teaching strategies, 1338 classroom management, state curriculum requirements, planning and 1339 instruction, instructional methods and pedagogy, using test 1340 results to improve instruction, and a one (1) semester three-hour supervised internship to be completed while the teacher is 1341 1342 employed as a full-time teacher intern in a local school district. 1343 The TMI shall be implemented on a pilot program basis, with 1344 courses to be offered at up to four (4) locations in the state, with one (1) TMI site to be located in each of the three (3) 1345 Mississippi Supreme Court districts. 1346

(ii) The school sponsoring the teacher intern shall enter into a written agreement with the institution providing the Teach Mississippi Institute (TMI) program, under terms and conditions as agreed upon by the contracting parties,

H. B. No. 888 12/HR12/R1375 PAGE 41 (DJ\DO) 1351 providing that the school district shall provide teacher interns 1352 seeking a nontraditional provisional teaching license with a 1353 one-year classroom teaching experience. The teacher intern shall 1354 successfully complete the one (1) semester three-hour intensive 1355 internship in the school district during the semester immediately 1356 following successful completion of the TMI and prior to the end of 1357 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.

1365 (iv) During the semester of internship in the 1366 school district, the teacher preparation institution shall monitor 1367 the performance of the intern teacher. The school district that 1368 employs the provisional teacher shall supervise the provisional teacher during the teacher's intern year of employment under a 1369 1370 nontraditional provisional license, and shall, in consultation with the teacher intern's mentor at the school district of 1371 1372 employment, submit to the commission a comprehensive evaluation of the teacher's performance sixty (60) days prior to the expiration 1373 of the nontraditional provisional license. If the comprehensive 1374 1375 evaluation establishes that the provisional teacher intern's performance fails to meet the standards of the approved 1376 1377 nontraditional teacher preparation internship program, the 1378 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.

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1384 (vi) Upon successful completion of the TMI and the 1385 internship provisional license period, applicants for a Standard License - Nontraditional Route shall submit to the commission a 1386 1387 transcript of successful completion of the twelve (12) semester 1388 hours required in the internship program, and the employing school 1389 district shall submit to the commission a recommendation for 1390 standard licensure of the intern. If the school district 1391 recommends licensure, the applicant shall be issued a Standard 1392 License - Nontraditional Route which shall be valid for a five-year period and be renewable. 1393

(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 internship program toward the graduate hours required for a Master 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.

1406 Implementation of the TMI program provided for under this 1407 paragraph (b) shall be contingent upon the availability of funds 1408 appropriated specifically for such purpose by the Legislature. Such implementation of the TMI program may not be deemed to 1409 prohibit the State Board of Education from developing and 1410 1411 implementing additional alternative route teacher licensure programs, as deemed appropriate by the board. The emergency 1412 certification program in effect prior to July 1, 2002, shall 1413 1414 remain in effect.

1415 A Standard License - Approved Program Route shall be issued 1416 for a five-year period, and may be renewed. Recognizing teaching

H. B. No. 888 12/HR12/R1375 PAGE 43 (DJ\DO) 1417 as a profession, a hiring preference shall be granted to persons 1418 holding a Standard License - Approved Program Route or Standard 1419 License - Nontraditional Teaching Route over persons holding any 1420 other license.

1421 (C) Special License - Expert Citizen. In order to 1422 allow a school district to offer specialized or technical courses, the State Department of Education, in accordance with rules and 1423 regulations established by the State Board of Education, may grant 1424 1425 a one-year expert citizen-teacher license to local business or other professional personnel to teach in a public school or 1426 1427 nonpublic school accredited or approved by the state. Such person may begin teaching upon his employment by the local school board 1428 1429 and licensure by the Mississippi Department of Education. The 1430 board shall adopt rules and regulations to administer the expert 1431 citizen-teacher license. A Special License - Expert Citizen may 1432 be renewed in accordance with the established rules and 1433 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.

Nonlicensed Teaching Personnel. A nonlicensed 1440 (e) 1441 person may teach for a maximum of three (3) periods per teaching day in a public school or a nonpublic school accredited/approved 1442 1443 by the state. Such person shall submit to the department a transcript or record of his education and experience which 1444 substantiates his preparation for the subject to be taught and 1445 shall meet other qualifications specified by the commission and 1446 1447 approved by the State Board of Education. In no case shall any 1448 local school board hire nonlicensed personnel as authorized under

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1449 this paragraph in excess of five percent (5%) of the total number 1450 of licensed personnel in any single school.

Special License - Transitional Bilingual Education. 1451 (f) 1452 Beginning July 1, 2003, the commission shall grant special 1453 licenses to teachers of transitional bilingual education who 1454 possess such qualifications as are prescribed in this section. 1455 Teachers of transitional bilingual education shall be compensated by local school boards at not less than one (1) step on the 1456 1457 regular salary schedule applicable to permanent teachers licensed 1458 under this section. The commission shall grant special licenses 1459 to teachers of transitional bilingual education who present the commission with satisfactory evidence that they (i) possess a 1460 1461 speaking and reading ability in a language, other than English, in 1462 which bilingual education is offered and communicative skills in 1463 English; (ii) are in good health and sound moral character; (iii) 1464 possess a bachelor's degree or an associate's degree in teacher education from an accredited institution of higher education; (iv) 1465 1466 meet such requirements as to courses of study, semester hours 1467 therein, experience and training as may be required by the 1468 commission; and (v) are legally present in the United States and possess legal authorization for employment. A teacher of 1469 1470 transitional bilingual education serving under a special license shall be under an exemption from standard licensure if he achieves 1471 1472 the requisite qualifications therefor. Two (2) years of service 1473 by a teacher of transitional bilingual education under such an exemption shall be credited to the teacher in acquiring a Standard 1474 1475 Educator License. Nothing in this paragraph shall be deemed to prohibit a local school board from employing a teacher licensed in 1476 1477 an appropriate field as approved by the State Department of 1478 Education to teach in a program in transitional bilingual 1479 education.

1480 (g) In the event any school district meets the highest 1481 accreditation standards as defined by the State Board of Education

H. B. No. 888 12/HR12/R1375 PAGE 45 (DJ\DO) 1482 in the accountability system, the State Board of Education, in its 1483 discretion, may exempt such school district from any restrictions 1484 in paragraph (e) relating to the employment of nonlicensed 1485 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.

1491 (7) Administrator License. The State Board of Education is 1492 authorized to establish rules and regulations and to administer 1493 the licensure process of the school administrators in the State of 1494 Mississippi. There will be four (4) categories of administrator 1495 licensure with exceptions only through special approval of the 1496 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.

1506 (c) Standard Administrator License - Career Level. An
 1507 administrator who has met all the requirements of the department
 1508 for standard administrator licensure.

1509 (d) Administrator License - Nontraditional Route. The
1510 board may establish a nontraditional route for licensing
1511 administrative personnel. Such nontraditional route for
1512 administrative licensure shall be available for persons holding,
1513 but not limited to, a master of business administration degree, a
1514 master of public administration degree, a master of public

H. B. No. 888 12/HR12/R1375 PAGE 46 (DJ\DO) 1515 planning and policy degree or a doctor of jurisprudence degree 1516 from an accredited college or university, with five (5) years of 1517 administrative or supervisory experience. Successful completion 1518 of the requirements of alternate route licensure for 1519 administrators shall qualify the person for a standard 1520 administrator license.

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.

(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.

1533 The department shall grant a nonrenewable special (b) 1534 license to any individual who possesses a credential which is less 1535 than a standard license or certification from another state. Such 1536 special license shall be valid for the current school year plus 1537 one (1) additional school year to expire on June 30 of the second year, not to exceed a total period of twenty-four (24) months, 1538 1539 during which time the applicant shall be required to complete the requirements for a standard license in Mississippi. 1540

(9) Renewal and Reinstatement of Licenses. The State Board of Education is authorized to establish rules and regulations for the renewal and reinstatement of educator and administrator licenses. Effective May 15, 1997, the valid standard license held by an educator shall be extended five (5) years beyond the expiration date of the license in order to afford the educator adequate time to fulfill new renewal requirements established

H. B. No. 888 12/HR12/R1375 PAGE 47 (DJ\DO) 1548 pursuant to this subsection. An educator completing a master of 1549 education, educational specialist or doctor of education degree in 1550 May 1997 for the purpose of upgrading the educator's license to a 1551 higher class shall be given this extension of five (5) years plus 1552 five (5) additional years for completion of a higher degree.

1553 (10) All controversies involving the issuance, revocation, 1554 suspension or any change whatsoever in the licensure of an 1555 educator required to hold a license shall be initially heard in a 1556 hearing de novo, by the commission or by a subcommittee established by the commission and composed of commission members 1557 1558 for the purpose of holding hearings. Any complaint seeking the denial of issuance, revocation or suspension of a license shall be 1559 1560 by sworn affidavit filed with the Commission of Teacher and 1561 Administrator Education, Certification and Licensure and 1562 Development. The decision thereon by the commission or its 1563 subcommittee shall be final, unless the aggrieved party shall appeal to the State Board of Education, within ten (10) days, of 1564 1565 the decision of the committee or its subcommittee. An appeal to 1566 the State Board of Education shall be on the record previously 1567 made before the commission or its subcommittee unless otherwise 1568 provided by rules and regulations adopted by the board. The State 1569 Board of Education in its authority may reverse, or remand with 1570 instructions, the decision of the committee or its subcommittee. The decision of the State Board of Education shall be final. 1571

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

1575 (a) Lack of qualifications which are prescribed by law1576 or regulations adopted by the State Board of Education;

1577 (b) The applicant has a physical, emotional or mental 1578 disability that renders the applicant unfit to perform the duties 1579 authorized by the license, as certified by a licensed psychologist

1580 or psychiatrist;

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1581 (c) The applicant is actively addicted to or actively 1582 dependent on alcohol or other habit-forming drugs or is a habitual 1583 user of narcotics, barbiturates, amphetamines, hallucinogens or 1584 other drugs having similar effect, at the time of application for 1585 a license;

1586 (d) Revocation or suspension of an applicant's 1587 certificate or license by another state;

(e) Fraud or deceit committed by the applicant insecuring or attempting to secure such certification and license;

1590 (f) Failing or refusing to furnish reasonable evidence 1591 of identification;

1592 (g) The applicant has been convicted, has pled guilty 1593 or entered a plea of nolo contendere to a felony, as defined by 1594 federal or state law; or

1595 (h) The applicant has been convicted, has pled guilty 1596 or entered a plea of nolo contendere to a sex offense as defined 1597 by federal or state law.

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

1602 (a) Breach of contract or abandonment of employment may
1603 result in the suspension of the license for one (1) school year as
1604 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;

1608 (c) Suspension or revocation of a certificate or 1609 license by another state shall result in immediate suspension or 1610 revocation and shall continue until records in the prior state 1611 have been cleared;

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(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;

1615 (e) The license holder has been convicted, has pled 1616 guilty or entered a plea of nolo contendere to a sex offense, as 1617 defined by federal or state law;

1618 (f) The license holder knowingly and willfully 1619 committing any of the acts affecting validity of mandatory uniform 1620 test results as provided in Section 37-16-4(1);

1621 (g) The license holder has engaged in unethical conduct 1622 relating to an educator/student relationship as identified by the 1623 State Board of Education in its rules;

(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

1627 (i) The license holder has failed to report sexual
1628 involvement of a school employee with a student as required by
1629 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.

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1645 (14) A person whose license has been suspended on any 1646 grounds except criminal grounds may petition for reinstatement of the license after one (1) year from the date of suspension, or 1647 1648 after one-half (1/2) of the suspended time has lapsed, whichever 1649 is greater. A license suspended or revoked on the criminal 1650 grounds may be reinstated upon petition to the commission filed after expiration of the sentence and parole or probationary period 1651 imposed upon conviction. A revoked, suspended or surrendered 1652 1653 license may be reinstated upon satisfactory showing of evidence of rehabilitation. The commission shall require all who petition for 1654 1655 reinstatement to furnish evidence satisfactory to the commission of good character, good mental, emotional and physical health and 1656 1657 such other evidence as the commission may deem necessary to 1658 establish the petitioner's rehabilitation and fitness to perform 1659 the duties authorized by the license.

1660 Reporting procedures and hearing procedures for dealing (15)1661 with infractions under this section shall be promulgated by the 1662 commission, subject to the approval of the State Board of 1663 Education. The revocation or suspension of a license shall be 1664 effected at the time indicated on the notice of suspension or 1665 revocation. The commission shall immediately notify the 1666 superintendent of the school district or school board where the 1667 teacher or administrator is employed of any disciplinary action and also notify the teacher or administrator of such revocation or 1668 1669 suspension and shall maintain records of action taken. The State 1670 Board of Education may reverse or remand with instructions any 1671 decision of the commission regarding a petition for reinstatement 1672 of a license, and any such decision of the State Board of 1673 Education shall be final.

1674 (16) An appeal from the action of the State Board of
1675 Education in denying an application, revoking or suspending a
1676 license or otherwise disciplining any person under the provisions
1677 of this section shall be filed in the Chancery Court of the First

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Judicial District of Hinds County on the record made, including a 1678 1679 verbatim transcript of the testimony at the hearing. The appeal shall be filed within thirty (30) days after notification of the 1680 1681 action of the board is mailed or served and the proceedings in 1682 chancery court shall be conducted as other matters coming before 1683 the court. The appeal shall be perfected upon filing notice of the appeal and by the prepayment of all costs, including the cost 1684 of preparation of the record of the proceedings by the State Board 1685 1686 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 1687 1688 affirmed by the chancery court, the applicant or license holder 1689 shall pay the costs of the appeal and the action of the chancery 1690 court.

1691 (17) All such programs, rules, regulations, standards and 1692 criteria recommended or authorized by the commission shall become 1693 effective upon approval by the State Board of Education as 1694 designated by appropriate orders entered upon the minutes thereof.

1695 The granting of a license shall not be deemed a (18)1696 property right nor a guarantee of employment in any public school 1697 district. A license is a privilege indicating minimal eligibility for teaching in the public schools of Mississippi. This section 1698 1699 shall in no way alter or abridge the authority of local school 1700 districts to require greater qualifications or standards of 1701 performance as a prerequisite of initial or continued employment 1702 in such districts.

1703 In addition to the reasons specified in subsections (19) 1704 (12) and (13) of this section, the board shall be authorized to 1705 suspend the license of any licensee for being out of compliance 1706 with an order for support, as defined in Section 93-11-153. The 1707 procedure for suspension of a license for being out of compliance 1708 with an order for support, and the procedure for the reissuance or 1709 reinstatement of a license suspended for that purpose, and the payment of any fees for the reissuance or reinstatement of a 1710

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license suspended for that purpose, shall be governed by Section 1711 1712 93-11-157 or 93-11-163, as the case may be. Actions taken by the 1713 board in suspending a license when required by Section 93-11-157 1714 or 93-11-163 are not actions from which an appeal may be taken 1715 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 1716 accordance with the appeal procedure specified in Section 1717 93-11-157 or 93-11-163, as the case may be, rather than the 1718 procedure specified in this section. If there is any conflict 1719 between any provision of Section 93-11-157 or 93-11-163 and any 1720 1721 provision of this chapter, the provisions of Section 93-11-157 or 1722 93-11-163, as the case may be, shall control.

1723 (20) The provisions of this section shall not apply to any 1724 teacher, instructional staff or administrator of a public charter 1725 school established under the terms and provisions of Sections 1 1726 through 36 of this act.

1727 SECTION 38. Section 37-9-17, Mississippi Code of 1972, is 1728 amended as follows:

37-9-17. (1) On or before April 1 of each year, the 1729 1730 principal of each school shall recommend to the superintendent of 1731 the local school district the licensed employees or 1732 noninstructional employees to be employed for the school involved except those licensed employees or noninstructional employees who 1733 1734 have been previously employed and who have a contract valid for 1735 the ensuing scholastic year. If such recommendations meet with the approval of the superintendent, the superintendent shall 1736 1737 recommend the employment of such licensed employees or noninstructional employees to the local school board, and, unless 1738 good reason to the contrary exists, the board shall elect the 1739 1740 employees so recommended. If, for any reason, the local school 1741 board shall decline to elect any employee so recommended, 1742 additional recommendations for the places to be filled shall be 1743 made by the principal to the superintendent and then by the

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superintendent to the local school board as provided above. 1744 The 1745 school board of any local school district shall be authorized to 1746 designate a personnel supervisor or another principal employed by 1747 the school district to recommend to the superintendent licensed 1748 employees or noninstructional employees; however, this 1749 authorization shall be restricted to no more than two (2) positions for each employment period for each school in the local 1750 1751 school district. Any noninstructional employee employed upon the 1752 recommendation of a personnel supervisor or another principal employed by the local school district must have been employed by 1753 1754 the local school district at the time the superintendent was elected or appointed to office; a noninstructional employee 1755 1756 employed under this authorization may not be paid compensation in 1757 excess of the statewide average compensation for such 1758 noninstructional position with comparable experience, as 1759 established by the State Department of Education. The school 1760 board of any local school district shall be authorized to 1761 designate a personnel supervisor or another principal employed by 1762 the school district to accept the recommendations of principals or 1763 their designees for licensed employees or noninstructional 1764 employees and to transmit approved recommendations to the local 1765 school board; however, this authorization shall be restricted to 1766 no more than two (2) positions for each employment period for each school in the local school district. 1767

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

1772 If, at the commencement of the scholastic year, any licensed 1773 employee shall present to the superintendent a license of a higher 1774 grade than that specified in such individual's contract, such 1775 individual may, if funds are available from adequate education 1776 program funds of the district, or from district funds, be paid H. B. No. 888

H. B. No. 888 12/HR12/R1375 PAGE 54 (DJ\DO) 1777 from such funds the amount to which such higher grade license 1778 would have entitled the individual, had the license been held at 1779 the time the contract was executed.

1780 (2)Superintendents/directors of schools under the purview 1781 of the State Board of Education, the superintendent of the local 1782 school district and any private firm under contract with the local public school district to provide substitute teachers to teach 1783 during the absence of a regularly employed schoolteacher shall 1784 1785 require, through the appropriate governmental authority, that 1786 current criminal records background checks and current child abuse 1787 registry checks are obtained, and that such criminal record information and registry checks are on file for any new hires 1788 1789 applying for employment as a licensed or nonlicensed employee at a 1790 school and not previously employed in such school under the purview of the State Board of Education or at such local school 1791 1792 district prior to July 1, 2000. In order to determine the 1793 applicant's suitability for employment, the applicant shall be 1794 fingerprinted. If no disqualifying record is identified at the state level, the fingerprints shall be forwarded by the Department 1795 1796 of Public Safety to the Federal Bureau of Investigation for a 1797 national criminal history record check. The fee for such 1798 fingerprinting and criminal history record check shall be paid by 1799 the applicant, not to exceed Fifty Dollars (\$50.00); however, the State Board of Education, the school board of the local school 1800 1801 district or a private firm under contract with a local school district to provide substitute teachers to teach during the 1802 1803 temporary absence of the regularly employed schoolteacher, in its 1804 discretion, may elect to pay the fee for the fingerprinting and 1805 criminal history record check on behalf of any applicant. Under 1806 no circumstances shall a member of the State Board of Education, superintendent/director of schools under the purview of the State 1807 1808 Board of Education, local school district superintendent, local 1809 school board member or any individual other than the subject of

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the criminal history record checks disseminate information 1810 1811 received through any such checks except insofar as required to 1812 fulfill the purposes of this section. Any nonpublic school which 1813 is accredited or approved by the State Board of Education may 1814 avail itself of the procedures provided for herein and shall be 1815 responsible for the same fee charged in the case of local public schools of this state. The determination whether the applicant 1816 has a disqualifying crime, as set forth in subsection (3) of this 1817 section, shall be made by the appropriate governmental authority, 1818 1819 and the appropriate governmental authority shall notify the 1820 private firm whether a disqualifying crime exists.

If such fingerprinting or criminal record checks 1821 (3) 1822 disclose a felony conviction, guilty plea or plea of nolo contendere to a felony of possession or sale of drugs, murder, 1823 manslaughter, armed robbery, rape, sexual battery, sex offense 1824 1825 listed in Section 45-33-23(g), child abuse, arson, grand larceny, burglary, gratification of lust or aggravated assault which has 1826 1827 not been reversed on appeal or for which a pardon has not been granted, the new hire shall not be eligible to be employed at such 1828 1829 school. Any employment contract for a new hire executed by the superintendent of the local school district or any employment of a 1830 1831 new hire by a superintendent/director of a new school under the 1832 purview of the State Board of Education or by a private firm shall 1833 be voidable if the new hire receives a disqualifying criminal 1834 record check. However, the State Board of Education or the school board may, in its discretion, allow any applicant aggrieved by the 1835 1836 employment decision under this section to appear before the 1837 respective board, or before a hearing officer designated for such purpose, to show mitigating circumstances which may exist and 1838 1839 allow the new hire to be employed at the school. The State Board 1840 of Education or local school board may grant waivers for such 1841 mitigating circumstances, which shall include, but not be limited (a) age at which the crime was committed; (b) circumstances 1842 to:

H. B. No. 888 12/HR12/R1375 PAGE 56 (DJ\DO) 1843 surrounding the crime; (c) length of time since the conviction and 1844 criminal history since the conviction; (d) work history; (e) 1845 current employment and character references; (f) other evidence 1846 demonstrating the ability of the person to perform the employment 1847 responsibilities competently and that the person does not pose a 1848 threat to the health or safety of the children at the school.

1849 (4) <u>Any teacher, instructional staff or administrator of a</u>
1850 <u>public charter school established under the terms and provisions</u>
1851 <u>of Sections 1 through 36 of this act shall adhere to the criminal</u>
1852 <u>background check and fingerprinting requirements under subsection</u>
1853 (2) of this section.

1854 (5) No local school district, local school district 1855 employee, member of the State Board of Education or employee of a 1856 school under the purview of the State Board of Education shall be 1857 held liable in any employment discrimination suit in which an 1858 allegation of discrimination is made regarding an employment 1859 decision authorized under this Section 37-9-17.

1860 SECTION 39. Section 37-9-103, Mississippi Code of 1972, is 1861 amended as follows:

1862 37-9-103. (1) As used in Sections 37-9-101 through 1863 37-9-113, the word "employee" shall include:

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

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

H. B. No. 888 12/HR12/R1375 PAGE 57 (DJ\DO) (2) (a) The Education Employment Procedures Law shall not
apply to any category of employee as defined in this section
employed in any school district after the Governor declares a
state of emergency under the provisions of Section 37-17-6(11).
The Education Employment Procedures Law shall not be applicable in
any school district for the full period of time that those
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.

1887 <u>(c) The Education Employment Procedures Law shall not</u> 1888 <u>apply to any category of teacher, administrator or employee of a</u> 1889 <u>public charter school established under the terms and provisions</u> 1890 <u>of Sections 1 through 36 of this act.</u>

1891 (3) For purposes of Sections 37-9-101 through 37-9-113, the 1892 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.

1897 SECTION 41. Section 37-165-27, Mississippi Code of 1972, is 1898 amended as follows:

1899 37-165-27. Sections 37-167-1, 37-9-3, 37-9-103 and 1900 * * * 37-165-27 shall stand repealed on July 1, 2016.

1901 SECTION 42. Section 37-151-7, Mississippi Code of 1972, is 1902 brought forward as follows:

1903 37-151-7. The annual allocation to each school district for 1904 the operation of the adequate education program shall be 1905 determined as follows:

1906 (1) Computation of the basic amount to be included for
1907 current operation in the adequate education program. The

H. B. No. 888 12/HR12/R1375 PAGE 58 (DJ\DO) 1908 following procedure shall be followed in determining the annual 1909 allocation to each school district:

Determination of average daily attendance. 1910 (a) 1911 Effective with fiscal year 2011, the State Department of Education 1912 shall determine the percentage change from the prior year of each 1913 year of each school district's average of months two (2) and three (3) average daily attendance (ADA) for the three (3) immediately 1914 preceding school years of the year for which funds are being 1915 1916 appropriated. For any school district that experiences a positive growth in the average of months two (2) and three (3) ADA each 1917 1918 year of the three (3) years, the average percentage growth over the three-year period shall be multiplied times the school 1919 1920 district's average of months two (2) and three (3) ADA for the year immediately preceding the year for which MAEP funds are being 1921 1922 appropriated. The resulting amount shall be added to the school 1923 district's average of months two (2) and three (3) ADA for the 1924 year immediately preceding the year for which MAEP funds are being 1925 appropriated to arrive at the ADA to be used in determining a 1926 school district's MAEP allocation. Otherwise, months two (2) and 1927 three (3) ADA for the year immediately preceding the year for 1928 which MAEP funds are being appropriated will be used in 1929 determining a school district's MAEP allocation. In any fiscal 1930 year prior to 2010 in which the MAEP formula is not fully funded, 1931 for those districts that do not demonstrate a three-year positive 1932 growth in months two (2) and three (3) ADA, months 1-9 ADA of the second preceding year for which funds are being appropriated or 1933 1934 months two (2) and three (3) ADA of the preceding year for which 1935 funds are being appropriated, whichever is greater, shall be used 1936 to calculate the district's MAEP allocation. The district's 1937 average daily attendance shall be computed and currently 1938 maintained in accordance with regulations promulgated by the State 1939 Board of Education.

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(b) Determination of base student cost. Effective with 1940 1941 fiscal year 2011 and every fourth fiscal year thereafter, the 1942 State Board of Education, on or before August 1, with adjusted 1943 estimate no later than January 2, shall submit to the Legislative 1944 Budget Office and the Governor a proposed base student cost 1945 adequate to provide the following cost components of educating a pupil in a successful school district: (i) Instructional Cost; 1946 1947 (ii) Administrative Cost; (iii) Operation and Maintenance of 1948 Plant; and (iv) Ancillary Support Cost. For purposes of these calculations, the Department of Education shall utilize financial 1949 1950 data from the second preceding year of the year for which funds 1951 are being appropriated.

1952 For the instructional cost component, the Department of 1953 Education shall select districts that have been identified as instructionally successful and have a ratio of a number of 1954 1955 teachers per one thousand (1,000) students that is between one (1) standard deviation above the mean and two (2) standard deviations 1956 1957 below the mean of the statewide average of teachers per one thousand (1,000) students. The instructional cost component shall 1958 1959 be calculated by dividing the latest available months 1-9 ADA into 1960 the instructional expenditures of these selected districts. For 1961 the purpose of this calculation, the Department of Education shall 1962 use the following funds, functions and objects:

Fund 1120 Functions 1110-1199 Objects 100-999, Functions 1963 1964 1210, 1220, 2150-2159 Objects 210 and 215; Fund 1130 All Functions, Object Code 210 and 215; 1965 Fund 2001 Functions 1110-1199 Objects 100-999; 1966 1967 Fund 2070 Functions 1110-1199 Objects 100-999; Fund 2420 Functions 1110-1199 Objects 100-999; 1968 1969 Fund 2711 All Functions, Object Code 210 and 215. Prior to the calculation of the instructional cost component, 1970 1971 there shall be subtracted from the above expenditures any revenue 1972 received for Chickasaw Cession payments, Master Teacher

H. B. No. 888 12/HR12/R1375 PAGE 60 (DJ\DO) 1973 Certification payments and the district's portion of state revenue 1974 received from the MAEP at-risk allocation.

For the administrative cost component, the Department of 1975 1976 Education shall select districts that have been identified as 1977 instructionally successful and have a ratio of an administrative 1978 staff to nonadministrative staff between one (1) standard deviation above the mean and two (2) standard deviations below the 1979 mean of the statewide average administrative staff to 1980 1981 nonadministrative staff. The administrative cost component shall be calculated by dividing the latest available months 1-9 ADA of 1982 1983 the selected districts into the administrative expenditures of these selected districts. For the purpose of this calculation, 1984 1985 the Department of Education shall use the following funds, 1986 functions and objects:

1987 Fund 1120 Functions 2300-2599, Functions 2800-2899,

1988 Objects 100-999;

1989 Fund 2711 Functions 2300-2599, Functions 2800-2899,

1990 Objects 100-999.

For the plant and maintenance cost component, the Department 1991 1992 of Education shall select districts that have been identified as instructionally successful and have a ratio of plant and 1993 1994 maintenance expenditures per one hundred thousand (100,000) square 1995 feet of building space and a ratio of maintenance workers per one hundred thousand (100,000) square feet of building space that are 1996 1997 both between one (1) standard deviation above the mean and two (2) standard deviations below the mean of the statewide average. 1998 The 1999 plant and maintenance cost component shall be calculated by dividing the latest available months 1-9 ADA of the selected 2000 2001 districts into the plant and maintenance expenditures of these 2002 selected districts. For the purpose of this calculation, the 2003 Department of Education shall use the following funds, functions 2004 and objects:

Fund 1120 Functions 2600-2699, Objects 100-699

2005

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and Objects 800-999;

2007 Fund 2711 Functions 2600-2699, Objects 100-699 2008 and Objects 800-999;

2009 Fund 2430 Functions 2600-2699, Objects 100-699

2010 and Objects 800-999.

2011 For the ancillary support cost component, the Department of 2012 Education shall select districts that have been identified as 2013 instructionally successful and have a ratio of a number of 2014 librarians, media specialists, guidance counselors and psychologists per one thousand (1,000) students that is between 2015 2016 one (1) standard deviation above the mean and two (2) standard 2017 deviations below the mean of the statewide average of librarians, 2018 media specialists, guidance counselors and psychologists per one 2019 thousand (1,000) students. The ancillary cost component shall be 2020 calculated by dividing the latest available months 1-9 ADA into 2021 the ancillary expenditures instructional expenditures of these 2022 selected districts. For the purpose of this calculation, the 2023 Department of Education shall use the following funds, functions 2024 and objects:

2025	Fund	1120	Functions	2110-2129,	Objects	100-999;
2026	Fund	1120	Functions	2140-2149,	Objects	100-999;
2027	Fund	1120	Functions	2220-2229,	Objects	100-999;
2028	Fund	2001	Functions	2100-2129,	Objects	100-999;
2029	Fund	2001	Functions	2140-2149,	Objects	100-999;
2030	Fund	2001	Functions	2220-2229,	Objects	100-999.

2031 The total base cost for each year shall be the sum of the 2032 instructional cost component, administrative cost component, plant 2033 and maintenance cost component and ancillary support cost 2034 component, and any estimated adjustments for additional state 2035 requirements as determined by the State Board of Education. 2036 Provided, however, that the base student cost in fiscal year 1998 2037 shall be Two Thousand Six Hundred Sixty-four Dollars (\$2,664.00).

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For each of the fiscal years between the recalculation of the 2038 2039 base student cost under the provisions of this paragraph (b), the 2040 base student cost shall be increased by an amount equal to forty 2041 percent (40%) of the base student cost for the previous fiscal 2042 year, multiplied by the latest annual rate of inflation for the 2043 State of Mississippi as determined by the State Economist, plus any adjustments for additional state requirements such as, but not 2044 2045 limited to, teacher pay raises and health insurance premium 2046 increases.

2047 (c) Determination of the basic adequate education
2048 program cost. The basic amount for current operation to be
2049 included in the Mississippi Adequate Education Program for each
2050 school district shall be computed as follows:

2051 Multiply the average daily attendance of the district by the 2052 base student cost as established by the Legislature, which yields 2053 the total base program cost for each school district.

2054 (d) Adjustment to the base student cost for at-risk 2055 pupils. The amount to be included for at-risk pupil programs for 2056 each school district shall be computed as follows: Multiply the 2057 base student cost for the appropriate fiscal year as determined 2058 under paragraph (b) by five percent (5%), and multiply that 2059 product by the number of pupils participating in the federal free 2060 school lunch program in such school district, which yields the total adjustment for at-risk pupil programs for such school 2061 2062 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.

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2070 (ii) Vocational or technical education program
2071 cost shall be the amount allocated to such school district from
2072 state funds for the operational support of such programs.

2073 (iii) Special education program cost shall be the 2074 amount allocated to such school district from state funds for the 2075 operational support of such programs.

2076 (iv) Gifted education program cost shall be the 2077 amount allocated to such school district from state funds for the 2078 operational support of such programs.

2079 (v) Alternative school program cost shall be the 2080 amount allocated to such school district from state funds for the 2081 operational support of such programs.

2082 (vi) Extended school year programs shall be the 2083 amount allocated to school districts for those programs authorized 2084 by law which extend beyond the normal school year.

2085 (vii) University-based programs shall be the 2086 amount allocated to school districts for those university-based 2087 programs for handicapped children as defined and provided for in 2088 Section 37-23-131 et seq., Mississippi Code of 1972.

2089 (viii) Bus driver training programs shall be the 2090 amount provided for those driver training programs as provided for 2091 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.

(f) Total projected adequate education program cost.
The total Mississippi Adequate Education Program cost shall be the sum of the total basic adequate education program cost (paragraph (c)), and the adjustment to the base student cost for at-risk pupils (paragraph (d)) for each school district. In any year in which the MAEP is not fully funded, the Legislature shall direct

H. B. No. 888 12/HR12/R1375 PAGE 64 (DJ\DO) 2103 the Department of Education in the K-12 appropriation bill as to 2104 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 Legislative Budget Office on August 1 and the final calculation 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:

The State Department of Education shall certify to 2114 (a) 2115 each school district that twenty-eight (28) mills, less the estimated amount of the yield of the School Ad Valorem Tax 2116 Reduction Fund grants as determined by the State Department of 2117 Education, is the millage rate required to provide the district 2118 2119 required local effort for that year, or twenty-seven percent (27%) 2120 of the basic adequate education program cost for such school district as determined under paragraph (c), whichever is a lesser 2121 2122 amount. In the case of an agricultural high school, the millage requirement shall be set at a level which generates an equitable 2123 2124 amount per pupil to be determined by the State Board of Education.

The State Department of Education shall determine 2125 (b) 2126 (i) the total assessed valuation of nonexempt property for school 2127 purposes in each school district; (ii) assessed value of exempt 2128 property owned by homeowners aged sixty-five (65) or older or 2129 disabled as defined in Section 27-33-67(2), Mississippi Code of 1972; (iii) the school district's tax loss from exemptions 2130 provided to applicants under the age of sixty-five (65) and not 2131 2132 disabled as defined in Section 27-33-67(1), Mississippi Code of 2133 1972; and (iv) the school district's homestead reimbursement 2134 revenues.

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(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:

2141 One hundred percent (100%) of Grand Gulf income as prescribed 2142 in Section 27-35-309.

2143 One hundred percent (100%) of any fees in lieu of taxes as 2144 prescribed in Section 27-31-104.

2145 (3) Computation of the required state effort in support of2146 the adequate education program.

2147 The required state effort in support of the (a) 2148 adequate education program shall be determined by subtracting the 2149 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 2150 forth in subsection (2)(c) of this section in an amount not to 2151 2152 exceed twenty-seven percent (27%) of the total projected adequate education program cost as set forth in subsection (1)(f) of this 2153 2154 section from the total projected adequate education program cost 2155 as set forth in subsection (1)(f) of this section.

2156 (b) Provided, however, that in fiscal year 1998 and in 2157 the fiscal year in which the adequate education program is fully funded by the Legislature, any increase in the said state 2158 2159 contribution to any district calculated under this section shall be not less than eight percent (8%) in excess of the amount 2160 2161 received by said district from state funds for the fiscal year immediately preceding. For purposes of this paragraph (b), state 2162 2163 funds shall include minimum program funds less the add-on 2164 programs, State Uniform Millage Assistance Grant Funds, Education 2165 Enhancement Funds appropriated for Uniform Millage Assistance 2166 Grants and state textbook allocations, and State General Funds allocated for textbooks. 2167

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If the school board of any school district shall 2168 (C) 2169 determine that it is not economically feasible or practicable to 2170 operate any school within the district for the full one hundred 2171 eighty (180) days required for a school term of a scholastic year 2172 as required in Section 37-13-63, Mississippi Code of 1972, due to 2173 an enemy attack, a man-made, technological or natural disaster in 2174 which the Governor has declared a disaster emergency under the laws of this state or the President of the United States has 2175 declared an emergency or major disaster to exist in this state, 2176 2177 said school board may notify the State Department of Education of 2178 such disaster and submit a plan for altering the school term. Ιf the State Board of Education finds such disaster to be the cause 2179 2180 of the school not operating for the contemplated school term and that such school was in a school district covered by the 2181 2182 Governor's or President's disaster declaration, it may permit said school board to operate the schools in its district for less than 2183 2184 one hundred eighty (180) days and, in such case, the State 2185 Department of Education shall not reduce the state contributions to the adequate education program allotment for such district, 2186 2187 because of the failure to operate said schools for one hundred 2188 eighty (180) days.

2189 (4) The Interim School District Capital Expenditure Fund is 2190 hereby established in the State Treasury which shall be used to distribute any funds specifically appropriated by the Legislature 2191 2192 to such fund to school districts entitled to increased allocations of state funds under the adequate education program funding 2193 2194 formula prescribed in Sections 37-151-3 through 37-151-7, 2195 Mississippi Code of 1972, until such time as the said adequate education program is fully funded by the Legislature. 2196 The 2197 following percentages of the total state cost of increased 2198 allocations of funds under the adequate education program funding 2199 formula shall be appropriated by the Legislature into the Interim School District Capital Expenditure Fund to be distributed to all 2200

H. B. No. 888 12/HR12/R1375 PAGE 67 (DJ\DO) 2201 school districts under the formula: Nine and two-tenths percent 2202 (9.2%) shall be appropriated in fiscal year 1998, twenty percent 2203 (20%) shall be appropriated in fiscal year 1999, forty percent 2204 (40%) shall be appropriated in fiscal year 2000, sixty percent 2205 (60%) shall be appropriated in fiscal year 2001, eighty percent 2206 (80%) shall be appropriated in fiscal year 2002, and one hundred percent (100%) shall be appropriated in fiscal year 2003 into the 2207 2208 State Adequate Education Program Fund. Until July 1, 2002, such 2209 money shall be used by school districts for the following 2210 purposes:

2211 Purchasing, erecting, repairing, equipping, (a) 2212 remodeling and enlarging school buildings and related facilities, 2213 including gymnasiums, auditoriums, lunchrooms, vocational training buildings, libraries, school barns and garages for transportation 2214 2215 vehicles, school athletic fields and necessary facilities 2216 connected therewith, and purchasing land therefor. Any such 2217 capital improvement project by a school district shall be approved 2218 by the State Board of Education, and based on an approved long-range plan. The State Board of Education shall promulgate 2219 2220 minimum requirements for the approval of school district capital 2221 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.

(d) From and after October 1, 1997, through June 30,
1998, pursuant to a school district capital expenditure plan
approved by the State Department of Education, a school district
may pledge such funds until July 1, 2002, plus funds provided for
in paragraph (e) of this subsection (4) that are not otherwise

H. B. No. 888 12/HR12/R1375 PAGE 68 (DJ\DO) 2234 permanently pledged under such paragraph (e) to pay all or a 2235 portion of the debt service on debt issued by the school district under Sections 37-59-1 through 37-59-45, 37-59-101 through 2236 2237 37-59-115, 37-7-351 through 37-7-359, 37-41-89 through 37-41-99, 2238 37-7-301, 37-7-302 and 37-41-81, Mississippi Code of 1972, or debt 2239 issued by boards of supervisors for agricultural high schools pursuant to Section 37-27-65, Mississippi Code of 1972, or 2240 lease-purchase contracts entered into pursuant to Section 31-7-13, 2241 2242 Mississippi Code of 1972, or to retire or refinance outstanding debt of a district, if such pledge is accomplished pursuant to a 2243 2244 written contract or resolution approved and spread upon the minutes of an official meeting of the district's school board or 2245 2246 board of supervisors. It is the intent of this provision to allow 2247 school districts to irrevocably pledge their Interim School District Capital Expenditure Fund allotments as a constant stream 2248 2249 of revenue to secure a debt issued under the foregoing code sections. To allow school districts to make such an irrevocable 2250 2251 pledge, the state shall take all action necessary to ensure that the amount of a district's Interim School District Capital 2252 2253 Expenditure Fund allotments shall not be reduced below the amount 2254 certified by the department or the district's total allotment 2255 under the Interim Capital Expenditure Fund if fully funded, so 2256 long as such debt remains outstanding.

2257

(e) [Repealed]

2258

(f) [Repealed]

(g) The State Board of Education may authorize the school district to expend not more than twenty percent (20%) of its annual allotment of such funds or Twenty Thousand Dollars (\$20,000.00), whichever is greater, for technology needs of the school district, including computers, software,

2264 telecommunications, cable television, interactive video, film, 2265 low-power television, satellite communications, microwave 2266 communications, technology-based equipment installation and

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2267 maintenance, and the training of staff in the use of such 2268 technology-based instruction. Any such technology expenditure 2269 shall be reflected in the local district technology plan approved 2270 by the State Board of Education under Section 37-151-17, 2271 Mississippi Code of 1972.

To the extent a school district has not utilized 2272 (h) twenty percent (20%) of its annual allotment for technology 2273 2274 purposes under paragraph (g), a school district may expend not 2275 more than twenty percent (20%) of its annual allotment or Twenty Thousand Dollars (\$20,000.00), whichever is greater, for 2276 2277 instructional purposes. The State Board of Education may authorize a school district to expend more than said twenty 2278 2279 percent (20%) of its annual allotment for instructional purposes 2280 if it determines that such expenditures are needed for 2281 accreditation purposes.

The State Department of Education or the State 2282 (i) 2283 Board of Education may require that any project commenced under 2284 this section with an estimated project cost of not less than Five Million Dollars (\$5,000,000.00) shall be done only pursuant to 2285 2286 program management of the process with respect to design and construction. Any individuals, partnerships, companies or other 2287 2288 entities acting as a program manager on behalf of a local school 2289 district and performing program management services for projects covered under this subsection shall be approved by the State 2290 2291 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.

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2299 SECTION 43. Section 37-57-107, Mississippi Code of 1972, is 2300 brought forward as follows:

37-57-107. Beginning with the tax levy for the 1997 fiscal 2301 2302 year and for each fiscal year thereafter, the aggregate receipts 2303 from taxes levied for school district purposes pursuant to Sections 37-57-105 and 37-57-1 shall not exceed the aggregate 2304 2305 receipts from those sources during any one (1) of the immediately 2306 preceding three (3) fiscal years, as determined by the school 2307 board, plus an increase not to exceed seven percent (7%). For the purpose of this limitation, the term "aggregate receipts" when 2308 2309 used in connection with the amount of funds generated in a preceding fiscal year shall not include excess receipts required 2310 2311 by law to be deposited into a special account. The additional 2312 revenue from the ad valorem tax on any newly constructed 2313 properties or any existing properties added to the tax rolls or 2314 any properties previously exempt which were not assessed in the 2315 next preceding year may be excluded from the seven percent (7%)2316 increase limitation set forth herein. Taxes levied for payment of principal of and interest on general obligation school bonds 2317 2318 issued heretofore or hereafter shall be excluded from the seven 2319 percent (7%) increase limitation set forth herein. Any additional 2320 millage levied to fund any new program mandated by the Legislature 2321 shall be excluded from the limitation for the first year of the levy and included within such limitation in any year thereafter. 2322 2323 For the purposes of this section, the term "new program" shall include, but shall not be limited to, (a) the Early Childhood 2324 2325 Education Program required to commence with the 1986-1987 school year as provided by Section 37-21-7 and any additional millage 2326 2327 levied and the revenue generated therefrom, which is excluded from 2328 the limitation for the first year of the levy, to support the 2329 mandated Early Childhood Education Program shall be specified on 2330 the minutes of the school board and of the governing body making such tax levy; (b) any additional millage levied and the revenue 2331 H. B. No. 888

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generated therefrom which shall be excluded from the limitation 2332 2333 for the first year of the levy, for the purpose of generating 2334 additional local contribution funds required for the adequate 2335 education program for the 2003 fiscal year and for each fiscal 2336 year thereafter under Section 37-151-7(2); and (c) any additional 2337 millage levied and the revenue generated therefrom which shall be excluded from the limitation for the first year of the levy, for 2338 the purpose of support and maintenance of any agricultural high 2339 2340 school which has been transferred to the control, operation and maintenance of the school board by the board of trustees of the 2341 2342 community college district under provisions of Section 37-29-272.

2343 The seven percent (7%) increase limitation prescribed in this 2344 section may be increased an additional amount only when the school board has determined the need for additional revenues and has held 2345 an election on the question of raising the limitation prescribed 2346 2347 in this section. The limitation may be increased only if 2348 three-fifths (3/5) of those voting in the election shall vote for 2349 the proposed increase. The resolution, notice and manner of holding the election shall be as prescribed by law for the holding 2350 2351 of elections for the issuance of bonds by the respective school 2352 boards. Revenues collected for the fiscal year in excess of the 2353 seven percent (7%) increase limitation pursuant to an election 2354 shall be included in the tax base for the purpose of determining 2355 aggregate receipts for which the seven percent (7%) increase 2356 limitation applies for subsequent fiscal years.

Except as otherwise provided for excess revenues generated 2357 2358 pursuant to an election, if revenues collected as the result of 2359 the taxes levied for the fiscal year pursuant to this section and 2360 Section 37-57-1 exceed the increase limitation, then it shall be 2361 the mandatory duty of the school board of the school district to 2362 deposit such excess receipts over and above the increase 2363 limitation into a special account and credit it to the fund for 2364 which the levy was made. It will be the further duty of such

H. B. No. 888 12/HR12/R1375 PAGE 72 (DJ\DO) board to hold said funds and invest the same as authorized by law.
Such excess funds shall be calculated in the budgets for the
school districts for the purpose for which such levies were made,
for the succeeding fiscal year. Taxes imposed for the succeeding
year shall be reduced by the amount of excess funds available.
Under no circumstances shall such excess funds be expended during
the fiscal year in which such excess funds are collected.

For the purposes of determining ad valorem tax receipts for a preceding fiscal year under this section, the term "fiscal year" means the fiscal year beginning October 1 and ending September 30.

2375 SECTION 44. If any provision of this law or its application 2376 is held invalid, the invalidity does not affect other provisions 2377 or applications of this law which can be given effect without the 2378 invalid provision or application and to this end the provisions of 2379 this law are severable.

2380 **SECTION 45.** This act shall take effect and be in force from 2381 and after January 1, 2012.