By: Senator(s) Tollison, Collins

To: Education

COMMITTEE SUBSTITUTE FOR SENATE BILL NO. 2401

AN ACT ENTITLED THE "MISSISSIPPI PUBLIC CHARTER SCHOOLS ACT 1 2 OF 2012"; TO DECLARE THE LEGISLATIVE PURPOSE OF THE PUBLIC CHARTER 3 SCHOOLS ACT; TO PROHIBIT CONVERSION OF PRIVATE OR PAROCHIAL SCHOOL TO PUBLIC CHARTER SCHOOLS; TO PROVIDE DEFINITIONS; TO PROVIDE OPEN 4 5 ENROLLMENT AND LOTTERY REQUIREMENTS FOR PUBLIC CHARTER SCHOOLS; TO 6 PROVIDE PREFERENCES FOR STUDENT ENROLLMENT IN THE CASE OF A CONVERSION CHARTER SCHOOL AND FOR SCHOOLS SERVING SPECIAL 7 POPULATIONS; TO REQUIRE ALL SCHOOLS IN THE STATE TO ACCEPT 8 9 TRANSFER CREDITS FROM PUBLIC CHARTER SCHOOLS; TO DEFINE THE 10 ELIGIBLE AUTHORIZER FOR PUBLIC CHARTER SCHOOLS; TO ESTABLISH THE MISSISSIPPI PUBLIC CHARTER SCHOOLS AUTHORIZER BOARD AND PRESCRIBE 11 ITS MEMBERSHIP; TO PROVIDE FOR AN EXECUTIVE DIRECTOR OF THE 12 MISSISSIPPI PUBLIC CHARTER SCHOOLS AUTHORIZER BOARD; TO PRESCRIBE 13 AUTHORIZER POWERS AND DUTIES; TO PROVIDE STANDARDS FOR AUTHORIZING 14 PUBLIC CHARTER SCHOOLS WHICH SHALL BE POLICIES EQUAL TO NATIONALLY 15 ESTABLISHED BEST PRACTICES; TO PROVIDE FOR AUTHORIZER FUNDING AND 16 CONFLICT OF INTEREST; TO PRESCRIBE THE APPLICATION PROCESS FOR ALL 17 TYPES OF CHARTER SCHOOLS AND A DECISION-MAKING PROCESS; TO 18 ESTABLISH AN INITIAL CHARTER TERM; TO PROVIDE GUIDELINES FOR 19 EXECUTING CHARTER CONTRACTS; TO PROVIDE ACHIEVEMENT AND 20 OPERATIONAL STANDARDS FOR CHARTER SCHOOL OVERSIGHT AND CORRECTIVE 21 22 ACTIONS; TO PROVIDE FOR RENEWALS AND REVOCATIONS OF CHARTER SCHOOL 23 CONTRACTS; TO PROVIDE PROCEDURES FOR CHARTER SCHOOL CLOSURE AND 24 DISSOLUTION; TO PRESCRIBE THE LEGAL STATUS OF CHARTER SCHOOLS; TO 25 EMPOWER CHARTER SCHOOLS WITH FINANCIAL AUTHORITY TO IMPLEMENT ITS CONTRACT AND TO PROHIBIT DISCRIMINATION AND THE CHARGING OF 26 TUITION; TO PRESCRIBE THE QUALIFICATIONS OF EMPLOYEES OF CHARTER 27 SCHOOLS AND REQUIRE CRIMINAL BACKGROUND CHECKS FOR SUCH EMPLOYEES; 28 TO PROVIDE THAT CHARTER SCHOOLS SHALL CERTIFY AVERAGE DAILY 29 ATTENDANCE AND QUALIFY FOR STATE ADEQUATE EDUCATION PROGRAM 30 31 ALLOCATIONS ON A PER-PUPIL BASIS; TO AUTHORIZE EQUAL TRANSPORTATION FUNDING UNDER THE ADEQUATE EDUCATION PROGRAM FOR 32 33 PUBLIC CHARTER SCHOOLS; TO AUTHORIZE LOCAL FUNDING FOR PUBLIC CHARTER SCHOOLS; TO AUTHORIZE CHARTER SCHOOLS TO ACCEPT GIFTS, 34 35 DONATIONS AND GRANTS; TO AUTHORIZE CHARTER SCHOOLS THE RIGHT OF FIRST REFUSAL TO VACANT SCHOOL FACILITIES AND PROPERTY AND THE USE 36 OF DONATED SPACE UNDER PREEXISTING ZONING REGULATIONS; TO AMEND 37 38 SECTION 37-151-7, MISSISSIPPI CODE OF 1972, TO CONFORM THE ADEQUATE EDUCATION FUNDING FORMULA TO THE ALLOCATION OF FUNDS TO 39 PUBLIC CHARTER SCHOOLS; TO AMEND SECTION 37-57-107, MISSISSIPPI 40 CODE OF 1972, TO PROVIDE FOR THE TRANSFER OF LOCAL AD VALOREM 41 SCHOOL DISTRICT MAINTENANCE FUNDS BY THE TAX COLLECTOR TO THE 42 PUBLIC CHARTER SCHOOL ON A PER-PUPIL BASIS; TO AMEND SECTION 43 44 37-9-103, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT THE EDUCATION EMPLOYMENT PROCEDURES LAW SHALL NOT APPLY TO TEACHERS OR 45 ADMINISTRATORS AT PUBLIC CHARTER SCHOOLS; TO AMEND SECTION 46

47 37-13-63, MISSISSIPPI CODE OF 1972, TO CLARIFY THAT PUBLIC CHARTER SCHOOLS SHALL COMPLY WITH THE MINIMUM LENGTH OF SCHOOL TERM 48 49 APPLICABLE TO PUBLIC SCHOOLS; TO AMEND SECTION 37-13-91, 50 MISSISSIPPI CODE OF 1972, TO CLARIFY THAT STUDENTS ATTENDING PUBLIC CHARTER SCHOOLS SHALL COMPLY WITH THE PROVISIONS OF THE 51 MISSISSIPPI COMPULSORY SCHOOL ATTENDANCE LAW; TO REPEAL SECTIONS 52 37-165-1 THROUGH 37-165-27, MISSISSIPPI CODE OF 1972, WHICH ARE 53 THE "CONVERSION CHARTER SCHOOL ACT OF 2010," AND SECTION 37-167-1, 54 55 MISSISSIPPI CODE OF 1972, WHICH IS THE NEW START SCHOOL PROGRAM; 56 AND FOR RELATED PURPOSES.

57 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 58 <u>SECTION 1.</u> Short title. This act shall be known and may be 59 cited as the "Mississippi Public Charter Schools Act of 2012." 60 <u>SECTION 2.</u> Legislative declarations. (1) The Legislature 61 finds and declares that the purposes of the state's public charter

62 schools as a whole are:

(a) To improve student learning by creating
high-quality schools with high standards for student performance;
(b) To close achievement gaps between high-performing
and low-performing groups of public school students;

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

70 (d) To create new professional opportunities for 71 teachers, school administrators, and other school personnel that 72 allow them to have a direct voice in the operation of their 73 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 in
exchange for exceptional levels of results driven accountability;
(g) To provide students, parents, community members,

80 and local entities with expanded opportunities for involvement in 81 the public education system; and

82 (h) To encourage the replication of successful public83 charter schools.

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

87 (3) No provision of this act shall be interpreted to allow88 the conversion of private schools into public charter schools.

SECTION 3. Definitions. As used in this act:

90 (a) An "applicant" means any person or group that
91 develops and submits an application for a public charter school to
92 an authorizer.

93 (b) An "application" means a proposal from an applicant
94 to an authorizer to enter into a charter contract whereby the
95 proposed school obtains public charter school status.

96 (c) An "at-risk student" means a student participating
97 in the federal free lunch program who qualifies for at-risk
98 student funding under the Mississippi Adequate Education Program.

99 (d) An "authorizer" means the Mississippi Public 100 Charter School Authorizer Board established under Section 5 of 101 this act to review applications, decide whether to approve or 102 reject applications, enter into charter contracts with applicants, 103 oversee public charter schools, and decide whether to renew, not 104 renew, or revoke charter contracts.

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

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

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

116 management.

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

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

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

127 (k) A "noncharter public school" means a public school 128 that is under the direct management, governance and control of a 129 local school board or the state.

130 (1) A "parent" means a parent, guardian or other person131 or entity having legal custody of a child.

132 (m) A "public charter school" means a public school
133 that:

(i) Has autonomy over decisions including, but not
limited to, matters concerning finance, personnel, scheduling,
curriculum and instruction;

137 (ii) Is governed by an independent governing
138 board;
139 (iii) Is established and operating under the terms

140 of a charter contract between the school's board and its 141 authorizer;

142 (iv) Is a school to which parents choose to send 143 their children;

(v) Is a school that admits students on the basis of a lottery if more students apply for admission than can be accommodated;

147 (vi) Provides a program of education that includes148 one or more of the following: any grade or grades from

149 Prekindergarten through 12th Grade;

(vii) Operates in pursuit of a specific set of educational objectives as defined in its charter contract; and (viii) Operates under the oversight of the authorizer in accordance with its charter contract. A public charter school includes a conversion public charter school, or start-up public charter school.

(n) A "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) A "student" means any child who is eligible forattendance in public schools in the state.

161 <u>SECTION 4.</u> Enrollment. (1) Open enrollment and lottery 162 requirements.

163 (a) A public charter school shall be open to any164 student residing in the state.

(b) A school district shall not require any studentenrolled in the school district to attend a public charter school.

167 (c) A public charter school shall not limit admission
168 based on ethnicity, national origin, religion, gender, income
169 level, disabling condition, proficiency in the English language,
170 or academic or athletic ability, except as provided in Section
171 4(2)(d) of this act.

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

(e) The at-risk composition of the charter school
enrollment shall reflect that of students in similar grades as
determined by the most recent census data for school-aged students
for the school district in which the charter school is located, to
be defined for the purposes of this act as differing by no more
than twenty-five percent (25%) from that population. In the event

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that the at-risk composition of an applicant's or charter school's 182 enrollment differs from the enrollment of students in similar 183 grades as determined by the most recent census data for 184 185 school-aged students for the school district in which the charter 186 school is located by more than twenty-five percent (25%), despite its best efforts, the authorizer from which the applicant is 187 188 seeking sponsorship shall consider the applicant's or the charter 189 school's recruitment efforts and at-risk composition of the 190 applicant pool in determining whether the applicant or charter school is operating in a nondiscriminatory manner. A finding by 191 192 the authorizer that the applicant is not operating in a 193 discriminatory manner justifies approval of the charter without 194 regard to the at-risk percentage requirement if the application is 195 acceptable in all other aspects. A finding by the authorizer that 196 the applicant or charter school is operating in a discriminatory manner justifies the denial of a charter school application or the 197 revocation of a charter, as may be applicable. 198

(f) 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.

(g) If capacity is insufficient to enroll all students who wish to attend the school based on initial application, the public charter school shall select students through a lottery.
(2) Enrollment preferences.

207 Any noncharter public school converting partially (a) 208 or entirely to a public charter school shall adopt and maintain a 209 policy giving enrollment preference to students who reside within 210 the former attendance area of that public school. If the charter 211 school has excess capacity after enrolling students residing within the former attendance area of the school, students outside 212 213 of the former attendance area of the school shall be eligible for 214 If the number of these additional students exceeds enrollment. 

215 the capacity of a program, class, grade level, or building, the 216 students will be entered into a lottery.

(b) 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.

(c) 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.

228 This section does not preclude the formation of a (d) 229 public charter school whose mission is focused on serving students 230 with disabilities, students of the same gender, students who pose such severe disciplinary problems that they warrant a specific 231 232 educational program, or students who are at risk of academic 233 If capacity is insufficient to enroll all students who failure. wish to attend such school, the public charter school shall select 234 235 students through a lottery.

(3) Credit transferability. If a student who was previously
enrolled in a public charter school enrolls in another public
school in this state, the student's new school shall accept
credits earned by the student in courses or instructional programs
at the public charter school in a uniform and consistent manner
and according to the same criteria that are used to accept
academic credits from other public schools.

(4) Information to parents and the general public. A school
district shall provide or publicize to parents and the general
public information about public charter schools as an enrollment
option within the district to the same extent and through the same

247 means that the district provides and publicizes information about 248 noncharter public schools in the district.

SECTION 5. Authorizer. (1) The Mississippi Public Charter 249 250 School Authorizer Board created under subsection (2) of this 251 section may authorize public charter schools in any county in the State of Mississippi. In High-Performing or Star school 252 253 districts, the Mississippi Public Charter School Authorizer Board 254 may authorize public charter schools only if a majority of the 255 members of the local school board votes at a public meeting to 256 endorse the application.

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(2) The Mississippi Public Charter School Authorizer Board.

(a) There is hereby established the Mississippi Public
Charter School Authorizer Board (the authorizer) as an independent
state agency with statewide chartering jurisdiction as described
in subsection (1) of this section.

(b) The mission of the Mississippi Public Charter
School Authorizer 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.

267 The Mississippi Public Charter School Authorizer (C) 268 Board shall consist of seven (7) members. Two (2) members shall 269 be appointed by the Governor; two (2) members shall be appointed by the Lieutenant Governor; two (2) members shall be appointed by 270 271 the State Superintendent of Education and one (1) member who shall 272 be appointed by the Commissioner of Higher Education. All appointments shall be made with the advice and consent of the 273 274 In making the appointments, the appointing authority Senate. 275 shall ensure statewide geographic and racial diversity among 276 Public Charter School Authorizer members.

(d) Members appointed to the Mississippi Public Charter
School Authorizer Board shall collectively possess strong
experience and expertise in public and nonprofit governance,

280 management and finance, public school leadership, assessment, and 281 curriculum and instruction, and public education law. All members 282 of the Mississippi Public Charter School Authorizer Board shall 283 have demonstrated understanding of and commitment to charter 284 schooling as a strategy for strengthening public education.

To establish staggered terms of office, the initial 285 (e) 286 term of office for the two (2) Mississippi Public Charter School 287 Authorizer Board members appointed by the Governor shall be four (4) years and thereafter shall be three (3) years; the initial 288 term of office for the two (2) members appointed by the Lieutenant 289 290 Governor shall be three (3) years and thereafter shall be three 291 (3) years; the initial term of office for the two (2) members appointed by the State Superintendent of Education shall be two 292 293 (2) years and thereafter shall be three (3) years; and the initial 294 term of office of the member appointed by the Commissioner of Higher Education shall be four (4) years and thereafter shall be 295 three (3) years. No appointed member shall serve more than two 296 297 (2) consecutive terms. The initial appointments shall be made no 298 later than September 1, 2012.

(f) The Authorizer shall meet as soon as practical
after September 1, 2012, upon the call of the Governor, and shall
organize for business by selecting a chairman and adopting bylaws.
Subsequent meetings shall be called by the chairman.

303 (g) A member of the Mississippi Public Charter School 304 Authorizer Board may be removed by the authorizer for any cause 305 that renders the member incapable or unfit to discharge the duties 306 of the office. Whenever a vacancy on the Mississippi Public 307 Charter School Authorizer Board exists, the original appointing 308 authority shall appoint a member for the remaining portion of the 309 term.

310 (h) The Mississippi Public Charter School Authorizer
311 Board is authorized to receive and expend appropriate gifts,
312 grants and donations of any kind from any public or private entity

313 to carry out the purposes of this act, subject to the terms and 314 conditions under which they are given, provided that all such 315 terms and conditions are permissible under law.

316 (i) The Mississippi Public Charter School Authorizer 317 Board shall appoint an executive director to serve at the 318 discretion of the authorizer with qualifications established by 319 the authorizer based on national best practices. The Mississippi 320 Public Charter School Authorizer Board shall be located for administrative purposes within the offices of the State 321 Institutions of Higher Learning which shall provide meeting space 322 323 and clerical support for the authorizer, and shall assist the 324 Mississippi Public Charter School Authorizer Board with 325 implementing the authorizer's decisions that relate to charter 326 schools.

327 (3) State Department of Education. The Mississippi
328 Department of Education shall assist the Mississippi Public
329 Charter School Authorizer Board with implementing the authorizer's
330 decisions by providing technical assistance and information
331 relating to the implementation of this act, and shall apply for
332 any federal funds available for the implementation of charter
333 school programs.

334 (4) Authorizer powers, duties and liabilities.

(a) The authorizer is responsible for executing, in
accordance with this act, the following essential powers and
duties:

338 (i) Soliciting and evaluating charter 339 applications; 340 (ii) Approving quality charter applications that 341 meet identified educational needs and promote a diversity of 342 educational choices;

343 (iii) Declining to approve weak or inadequate 344 charter applications;

345 (iv) Negotiating and executing sound charter 346 contracts with each approved public charter school; 347 (v) Monitoring, in accordance with charter 348 contract terms, the performance and legal compliance of public 349 charter schools; and

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

352 (b) The authorizer may delegate its duties to the353 executive director or to contractors.

354 (c) Regulation by the authorizer shall be limited to 355 these powers and duties, and consistent with the spirit and intent 356 of this act.

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

362 (5) Principles and standards for charter authorizing. The 363 authorizer shall be required to develop and maintain chartering 364 policies and practices consistent with nationally recognized 365 principles and standards for quality charter authorizing in all 366 major areas of authorizing responsibility including: 367 organizational capacity and infrastructure; soliciting and evaluating charter applications; performance contracting; ongoing 368 369 public charter school oversight and evaluation; and charter 370 renewal decision-making. The authorizer shall carry out all its duties under this act in a manner consistent with such nationally 371 372 recognized principles and standards and with the spirit and intent 373 of this act. Evidence of material or persistent failure to do so 374 shall constitute grounds for losing charter authorizing powers.

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(6) Authorizer funding.

376 (a) To cover costs for overseeing public charter377 schools in accordance with this act, the authorizer shall receive

378 three percent (3%) of annual per-pupil allocations received by the 379 public charter school from state and local funds for each public 380 charter school it authorizes. These funds must be used to cover 381 the costs for the authorizer to oversee its public charter 382 schools.

383 (b) The authorizer may expend its resources, seek grant 384 funds, and establish partnerships to support its public charter 385 school authorizing activities.

(7) Conflicts of interest. No employee, trustee, agent or representative of the authorizer may simultaneously serve as an employee, trustee, agent, representative, vendor or contractor of a public charter school authorized by that entity.

(8) Exclusivity of authorizing functions and rights. No governmental or other entity, other than those expressly granted chartering authority as set forth in this act, may assume any charter authorizing function or duty in any form, unless expressly allowed by law.

395 SECTION 6. Application process. (1) Request for proposals. 396 To solicit, encourage and guide the development of (a) 397 quality public charter school applications, the authorizer 398 operating under this act shall issue and broadly publicize a request for proposals by September 1, except in the authorizer's 399 400 first year of operation in which the authorizer shall issue and broadly publicize a request for proposals by December 1. 401 The 402 content and dissemination of the request for proposals shall be 403 consistent with the purposes and requirements of this act.

404 (b) The authorizer shall annually establish and
405 disseminate a statewide timeline for charter approval or denial
406 decisions.

407 (c) The authorizer's request for proposals shall
408 include a clear statement of any preferences the authorizer wishes
409 to grant to applications that help at-risk students and may
410 include preferences for prekindergarten programs.

(d) The request for proposals shall include or otherwise direct applicants to the performance framework that the authorizer has developed for public charter school oversight and evaluation in accordance with Section 7(1) of this act.

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

(f) The request for proposals shall state clear, appropriately detailed questions 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.

(g) 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:

427 (i) An executive summary;

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

431 (iii) The location or geographic area proposed for
432 the school;
433 (iv) The grades to be served each year for the

434 full term of the charter contract;

435 (v) Minimum, planned and maximum enrollment per436 grade per year for the term of the charter contract;

437 (vi) Evidence of need and community support for438 the proposed public charter school;

(vii) Background information on the proposed founding governing board members and, if identified, the proposed school leadership and management team that includes a record of success in raising student achievement;

(viii) The school's proposed calendar and sample daily schedule, which shall be no less than state minimum number of school days set forth in Section 37-13-63;

446 (ix) A description of the academic program aligned 447 with state standards;

(x) 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;

452 (xi) The school's plan for using internal and 453 external assessments to measure and report student progress on the 454 performance framework developed by the authorizer in accordance 455 with Section 7(1) of this act;

456 (xii) The school's plans for identifying and successfully serving students with disabilities (including all of 457 458 the school's proposed policies pursuant to the individuals with Disabilities Education Improvement Act of 2004, 20 USC Section 459 460 1400 et seq., Section 504 of the Rehabilitation Act of 1973, 29 461 USC Section 794, and Title 11 of the Americans with Disabilities 462 Act, 42 USC Section 12101 et seq., and the school's procedures for 463 securing and providing evaluations and related services pursuant 464 to federal law), students who are English language learners, students who are academically behind, and gifted students, 465 including, but not limited to, compliance with applicable laws and 466 467 regulations;

468 (xiii) A description of co-curricular or 469 extracurricular programs and how they will be funded and 470 delivered;

471 (xiv) Plans and timelines for student recruitment
472 and enrollment, including lottery policies and procedures that
473 ensure that every student has an equal opportunity to be
474 considered in the lottery and that ensure the lottery is
475 equitable, randomized, transparent and impartial such that
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students are assigned to charter schools without regard to 476 477 disability, income level, race, religion or national origin; 478 (xv) The school's student discipline policies, 479 including those for special education students; 480 (xvi) An organization chart that clearly presents 481 the school's organizational structure, including lines of 482 authority and reporting between the governing board, staff, any 483 related bodies (such as advisory bodies or parent and teacher 484 councils), and any external organizations that will play a role in managing the school; 485 486 (xvii) A clear description of the roles and 487 responsibilities for the governing board, the school's leadership 488 and management team, and any other entities shown in the organization chart; 489 A staffing chart for the school's first 490 (xviii) 491 year, and a staffing plan for the term of the charter; (xix) Plans for recruiting and developing school 492 493 leadership and staff; 494 (xx) The school's leadership and teacher 495 employment policies, including performance evaluation plans; 496 (xxi) Proposed governing bylaws; 497 (xxii) Explanations of any partnerships or 498 contractual relationships central to the school's operations or 499 mission; 500 (xxiii) The school's plans for providing 501 transportation, food service, and all other significant 502 operational or ancillary services; 503 (xxiv) Opportunities and expectations for parent 504 involvement; 505 (XXV) A detailed school start-up plan, identifying 506 tasks, timelines and responsible individuals; 507 (xxvi) Description of the school's financial plan 508 and policies, including financial controls and audit requirements; S. B. No. 2401 12/SS02/R678CS.2 PAGE 15

509 (xxvii) A description of the insurance coverage the school will obtain; 510 Start-up and five-year budgets with 511 (xxviii) 512 clearly stated assumptions; 513 (xxix) Start-up and first-year cash-flow 514 projections with clearly stated assumptions; 515 (xxx) Evidence of anticipated fundraising contributions, if claimed in the application; and 516 (xxxi) A sound facilities plan, including backup 517 or contingency plans if appropriate. 518

519 (h) In the case of an application to establish a public 520 charter school by converting an existing noncharter public school 521 to public charter school status, the request for proposals shall 522 additionally require the applicants to demonstrate support for the proposed public charter school conversion by a petition signed by 523 a majority of teachers or a petition signed by a majority of 524 parents of students in the existing noncharter public school, or 525 526 by a majority vote of the local school board or, in the case of 527 schools in districts under state conservatorship, by the State 528 Board of Education.

(i) 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:

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

(ii) Provide a term sheet setting forth theproposed duration of the service contract; roles and

541 responsibilities of the governing board, the school staff, and the

542 service provider; scope of services and resources to be provided 543 by the service provider; performance evaluation measures and 544 timelines; compensation structure, including clear identification 545 of all fees to be paid to the service provider; methods of 546 contract oversight and enforcement; investment disclosure; and 547 conditions for renewal and termination of the contract; and

548 (iii) Disclose and explain any existing or 549 potential conflicts of interest between the school governing board 550 and proposed service provider or any affiliated business entities.

551 In the case of a public charter school proposal (j) 552 from an applicant that currently operates one or more schools in 553 any state or nation, the request for proposals shall additionally 554 require the applicant to provide evidence of past performance and 555 current capacity for growth. The applicant shall be required to 556 submit clear evidence that it has produced statistically 557 significant gains in student achievement or consistently produced proficiency levels as measured on state achievement tests; 558

(k) The request for proposals shall require each charter school applicant to provide evidence that the applicant sent a copy of its completed charter school application to the local school board in the district in which the charter school is proposed.

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(2) Application decision-making process.

565 In reviewing and evaluating charter applications, (a) 566 the authorizer shall employ procedures, practices and criteria 567 consistent with nationally recognized principles and standards for 568 quality charter authorizing. The application review process shall 569 include thorough evaluation of each written charter application, 570 an in-person interview with the applicant group, and an opportunity in a public forum for local residents to learn about 571 572 and provide input on each application.

573 (b) In deciding whether to approve charter 574 applications, authorizers shall:

(i) Grant charters only to applicants that have demonstrated competence in each element of the authorizer's published approval criteria and are likely to open and operate a successful public charter school;

579 (ii) Base decisions on documented evidence580 collected through the application review process;

581 (iii) Follow charter-granting policies and 582 practices that are transparent, based on merit, and avoid 583 conflicts of interest or any appearance thereof.

(c) No later than one hundred eighty (180) days after the filing of a charter application, the authorizer shall decide to approve or deny the charter application. The authorizer shall adopt by resolution all charter approval or denial decisions in an open meeting of the authorizer's governing board.

(d) 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 6(6) of this act.

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

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

(3) Purposes and limitations of charter applications. The
purposes of the charter application are to present the proposed
public charter school's academic and operational vision and plans,
demonstrate the applicant's capacities to execute the proposed
vision and plans, and provide the authorizer a clear basis for

608 assessing the applicant's plans and capacities. An approved 609 charter application shall not serve as the school's charter 610 contract.

(4) Initial charter term. An initial charter shall be 611 612 granted for a term of five (5) operating years. The charter term shall commence on the public charter school's first day of 613 operation. An approved public charter school may delay its 614 615 opening for one (1) school year in order to plan and prepare for the school's opening. If the school requires an opening delay of 616 more than one (1) school year, the school must request an 617 618 extension from its authorizer. The authorizer may grant or deny 619 the extension depending on the particular school's circumstances. 620 (5) Charter contracts.

621 At the same time that a charter application is (a) 622 approved, the authorizer and the governing board of the approved public charter school shall execute a charter contract that 623 clearly sets forth the academic and operational performance 624 625 expectations and measures by which the public charter school will 626 be judged and the administrative relationship between the 627 authorizer and public charter school, including each party's 628 rights and duties. The performance expectations and measures set 629 forth in the charter contract shall include, but need not be 630 limited to, applicable federal and state accountability requirements. The performance provisions may be refined or 631 632 amended by mutual agreement after the public charter school is 633 operating and has collected baseline achievement data for its enrolled students. 634

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

638 (c) No public charter school may commence operations639 without a charter contract executed in accordance with this

640 provision and approved in an open meeting of the authorizer's 641 governing board.

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(6) Pre-Opening requirements or conditions.

(a) The authorizer may establish reasonable pre-opening 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.

SECTION 7. Accountability. (1) Performance framework. 649 650 The performance provisions within the charter (a) 651 contract shall be based on a performance framework that clearly 652 sets forth the academic and operational performance indicators, 653 measures and metrics that will guide the authorizer's evaluations of each public charter school. The performance framework shall 654 655 include indicators, measures and metrics for, at a minimum: 656 Student academic proficiency; (i) 657 (ii) Student academic growth;

658 (iii) Achievement gaps in both proficiency and659 growth between major student subgroups;

660 (iv) Attendance;

661 (v) Recurrent enrollment from year to year; 662 (vi) In-school and out-of-school suspension rates 663 and expulsion rates;

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

668 (viii) Financial performance and sustainability;
669 and
670 (ix) Board performance and stewardship, including

671 compliance with all applicable laws, regulations and terms of the 672 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 (gender, race, poverty status, special education status,
English Learner status, and gifted status).

(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.

694

(2) Oversight and corrective actions.

695 An authorizer shall annually monitor the (a) performance and legal compliance of the public charter schools it 696 697 oversees, including collecting and analyzing data to support 698 evaluation according to the charter contract. Every authorizer shall have the authority to conduct or require oversight 699 700 activities that enable the authorizer to fulfill its responsibilities under this act, including conducting appropriate 701 702 inquiries and investigations, so long as those activities are 703 consistent with the intent of this act, adhere to the terms of the 704 charter contract, and do not unduly inhibit the autonomy granted 705 to public charter schools.

706 The authorizer shall annually publish and provide, (b) 707 as part of its annual report to the Legislature, a performance 708 report for each public charter school it oversees, in accordance 709 with the performance framework set forth in the charter contract. 710 This report shall be made available to the public at the same time as it is submitted to the Legislature. The authorizer may require 711 712 each public charter school it oversees to submit an annual report 713 to assist the authorizer in gathering complete information about each school, consistent with the performance framework. 714

(c) In the event that a public charter school's performance or legal compliance is unsatisfactory, the authorizer shall promptly notify the public charter school of the 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) The 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.

727

(3) Renewals, revocations and nonrenewals.

(a) A charter may be renewed for successive five-year
terms of duration. The authorizer may grant renewal with specific
conditions for necessary improvements to a public charter school,
including lessening the renewal term based on the performance,
demonstrated capacities, and particular circumstances of each
public charter school.

(b) No later than September 30, the authorizer shall issue a public charter school performance report and charter renewal application guidance to any public charter school whose charter will expire the following year. The performance report shall summarize the public charter school's performance record to

S. B. No. 2401 12/SS02/R678CS.2 PAGE 22 date, based on the data required by this act and the charter contract, and shall provide notice of any weaknesses or concerns perceived by the authorizer concerning the public charter school that may jeopardize its position in seeking renewal if not timely rectified. The public charter school shall have ninety (90) days to respond to the performance report and submit any corrections or clarifications for the report.

(c) The renewal application guidance shall, at a minimum, provide an opportunity for the public charter school to: (i) Present additional evidence, beyond the data contained in the performance report, supporting its case for charter renewal;

(ii) Describe improvements undertaken or plannedfor the school; and

753 (iii) Detail the school's plans for the next 754 charter term.

(d) 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.

(e) 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.

766 (f) In making charter renewal decisions, every 767 authorizer shall:

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

771 contract;

772 (ii) Ensure that data used in making renewal decisions are available to the school and the public; and 773 774 (iii) Provide a public report summarizing the 775 evidence basis for each decision. 776 (q) A charter contract shall be revoked at any time or 777 not renewed if the authorizer determines that the public charter 778 school did any of the following or otherwise failed to comply with the provisions of this act: 779 780 Commits a material and substantial violation (i) of any of the terms, conditions, standards or procedures required 781 782 under this act or the charter contract; 783 (ii) Fails to meet or make sufficient progress 784 toward the performance expectations set forth in the charter 785 contract; 786 (iii) Fails to meet generally accepted standards 787 of fiscal management; or 788 (iv) Substantially violates any material provision 789 of law from which the public charter school was not exempted. 790 The authorizer shall develop revocation and (h) 791 nonrenewal processes that: 792 Provide the charter holders with a timely (i) 793 notification of the prospect of revocation or nonrenewal and of 794 the reasons for such possible closure; 795 (ii) Allow the charter holders a reasonable amount 796 of time in which to prepare a response; (iii) Provide the charter holders with an 797 798 opportunity to submit documents and give testimony challenging the 799 rationale for closure and in support of the continuation of the 800 school at an orderly proceeding held for that purpose; 801 (iv) Allow the charter holders access to 802 representation by counsel and to call witnesses on their behalf; 803 (v) Permit the recording of such proceedings; and

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804 (vi) After a reasonable period for deliberation, 805 require a final determination be made and conveyed in writing to 806 the charter holders.

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

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

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(4)

School closure and dissolution.

817 Prior to any public charter school closure (a) 818 decision, an authorizer shall have developed a public charter 819 school closure protocol to ensure timely notification to parents, orderly transition of students and student records to new schools, 820 821 and proper disposition of school funds, property, and assets in 822 accordance with the requirements of this act. The protocol shall 823 specify tasks, timelines, and responsible parties, including 824 delineating the respective duties of the school and the authorizer. In the event of a public charter school closure for 825 826 any reason, the authorizer shall oversee and work with the closing school to ensure a smooth and orderly closure and transition for 827 828 students and parents, as guided by the closure protocol.

829 If a charter school closes, all unspent government (b) funds, unspent earnings from those funds and assets purchased with 830 831 government funds will revert to the Mississippi Charter School 832 Authorizer which shall determine the appropriate disbursal of the 833 unspent government funds to the State Treasury or the local taxing 834 authority, as is appropriate. Unspent funds from nongovernmental 835 sources, unspent earnings from those funds, assets purchased with 836 those funds and debts of the school (unless otherwise provided for

837 in the charter or debt instrument) shall revert to the nonprofit 838 entity created to operate the school and may be disposed of 839 according to applicable laws for nonprofit corporations.

840 (5) Annual report. On or before September 30 of each year 841 beginning in the first year after the state will have had public charter schools operating for a full school year, the Mississippi 842 843 Public Schools Charter Authorizer Board shall issue to the 844 Governor, the Legislature, the State Board of Education and the 845 public at large, an annual report on the state's public charter schools, for the school year ending in the preceding calendar 846 847 year. The annual report shall include a comparison of the 848 performance of public charter school students with the performance 849 of academically, ethnically and economically comparable groups of 850 students in public schools in the resident school district. Τn addition, the annual report shall include the authorizer's 851 852 assessment of the successes, challenges and areas for improvement 853 in meeting the purposes of this act, including a report by the 854 Joint Legislative Committee on Performance Evaluation and 855 Expenditure Review Committee (PEER) on an assessment of the 856 sufficiency of funding for public charter schools, the efficacy of 857 the state formula for authorizer funding, and any suggested 858 changes in state law or policy necessary to strengthen the state's 859 The report shall also assess whether the public charter schools. creation of public charter schools is sufficient to meet demand, 860 861 as calculated according to admissions data and the number of 862 students denied enrollment as based on lottery results.

863 <u>SECTION 8.</u> Operations and autonomy. (1) Legal status of 864 public charter school.

865 (a) Notwithstanding any provision of law to the
866 contrary, to the extent that any provision of this act is
867 inconsistent with any other state or local law, rule or
868 regulation, the provisions of this act shall govern and be

869 controlling.

870 (b) A public charter school shall be a nonprofit871 education organization.

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

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

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

(f) A single governing board may hold one or more
charter contracts. Each public charter school that is part of a
charter contract shall be separate and distinct from any others.
(2) Local educational agency status.

(a) The public charter school functions for all
purposes as a local educational agency. Local educational agency
status does not preclude a public charter school from developing
links to local school districts for services, resources and
programs, by mutual agreement or by formal contract;

(b) Consistent with federal, state or local laws, the public charter school is responsible for meeting the requirements of local educational agencies under applicable federal, state and local laws, including those relating to special education, receipt of funds and compliance with funding requirements; and

902 (c) Consistent with federal, state or local laws, the 903 public charter school has primary responsibility for special 904 education at the school, including identification and provision of 905 service, and is responsible for meeting the needs of enrolled 906 students with disabilities.

907 (3) Powers of public charter school. A public charter
908 school shall have all the powers necessary for carrying out the
909 terms of its charter contract including the following powers:
910 (a) To receive and disburse funds for school purposes;
911 (b) To secure appropriate insurance and to enter into
912 contracts and leases;

913 (c) To contract with an education service provider for 914 the management and operation of the public charter school so long 915 as the school's governing board retains oversight authority over 916 the school;

917 (d) To incur debt in reasonable anticipation of the 918 receipt of public or private funds;

919 (e) To pledge, assign or encumber its assets to be used 920 as collateral for loans or extensions of credit;

921 (f) To solicit and accept any gifts or grants for 922 school purposes subject to applicable laws and the terms of its 923 charter contract;

924 (g) To acquire real property for use as its facility or 925 facilities, from public or private sources; and

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

927 (4) General requirements.

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

932 (b) No public charter school may engage in any
933 sectarian practices in its educational program, admissions or
934 employment policies, or operations.

employment policies, or operations.

935 (c) A public charter school shall not discriminate 936 against any student on the basis of national origin, minority 937 status, or limited proficiency in English. Consistent with 938 federal civil rights laws, public charter schools shall provide 939 limited English proficient students with appropriate services 940 designed to teach them English and the general curriculum.

941 (d) A public charter school shall not charge tuition 942 and shall abide by Section 37-7-335 of state law in the 943 establishment and waiver of fees.

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

951 (f) The powers, obligations and responsibilities set 952 forth in the charter contract cannot be delegated or assigned by 953 either party.

(5) Applicability of other laws, rules and regulations.

955 (a) Public charter schools shall be subject to the same
956 civil rights, health and safety requirements applicable to other
957 public schools in the state, except as otherwise specifically
958 provided in this act.

(b) 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.

965 (c) Public charter school governing boards shall be 966 subject to and comply with state open meetings and public records

967 laws.

954

968

(6) Public charter school employees.

969 Public charter schools shall comply with applicable (a) 970 federal laws, rules, and regulations regarding the qualification 971 of teachers and other instructional staff. Fifty percent (50%) of 972 teachers in a public charter school may be exempt from state teacher certification requirements. Administrators of public 973 974 charter schools are exempt from state administrator certification 975 requirements. However, teachers and administrators shall have a 976 bachelor's degree as a minimum requirement.

977 (b) Employees in public charter schools shall have the 978 same rights and privileges as other public school employees except 979 as otherwise stated herein; however, such employees shall not be 980 subject to the provisions of the Education Employment Procedures 981 law, Section 32-9-103, and shall not be deemed as members of the 982 Public Employees' Retirement System.

983 (c) Employees in public charter schools are eligible 984 for participation in retirement and other benefits programs if the 985 public charter school chooses to participate.

986 (d) Teachers and other school personnel, as well as
987 governing board trustees, shall be subject to criminal history
988 record checks and fingerprinting requirements applicable to other
989 public schools.

(e) Teachers and administrators shall be subject to
disqualification or termination for sexual misconduct as is
applicable to other public schools under Section 37-3-2(g)(h) and
(i).

994 (7) Access to interscholastic activities. A public charter 995 school shall be eligible for state-sponsored or district-sponsored 996 interscholastic leagues, competitions, awards, scholarships and 997 recognition programs for students, educators, administrators and 998 schools to the same extent as noncharter public schools.

999 <u>SECTION 9.</u> Funding. (1) Enrollment.

(a) Each public charter school shall annually certify
to the State Department of Education its student enrollment,
average daily attendance and student participation in the national
school lunch program, special education, vocational education,
gifted education, alternative school program and federal programs,
in the same manner as school districts.

1006 Each public charter school shall annually certify (b) 1007 to the tax collector in the county in which the charter school is 1008 located the number of enrolled public charter school students residing in each school district in the county. In the event a 1009 1010 student enrolled in a public charter school resides in an 1011 adjoining county, the public charter school shall certify this 1012 enrollment to the tax collector of the county where the student 1013 resides.

By October 15 of each year, the State Department of 1014 (C) 1015 Education shall send each tax collector of any county in which is located a public charter school the current amount of ad valorem 1016 1017 millage for operations in dollars per pupil which is levied for 1018 the support of each school district located in every county in the 1019 state based upon the certified budget request in dollars for the 1020 first month of enrollment. The ad valorem millage for operations 1021 in dollars to be reported shall include all levies for the support of the school district under Sections 37-57-1 (local contribution 1022 to the adequate education program) and 37-57-105 (school district 1023 1024 operational levy), plus an estimated amount each district 1025 anticipates to receive for in lieu payments, and shall not include any taxes levied for the retirement of school district bonded 1026 1027 indebtedness or short-term notes or any taxes levied for the 1028 support of vocational-technical education programs.

1029 (2) Operational funding.

1030 (a) The State Department of Education shall make
1031 payments to public charter schools for each student in average
1032 daily attendance at the public charter school equal to the state

1033 share of the adequate education program payments for each student 1034 in average daily attendance at the public school district in which 1035 the public charter school is located. In calculating the local 1036 contribution for purposes of determining the state share of the 1037 adequate education program payments, the department shall deduct 1038 the pro rata local contribution of the school district in which 1039 the student resides, to be determined as provided in Section 37-151-7(2)(a). 1040

The tax collector in the county in which the public 1041 (b) 1042 charter school is located shall pay directly to the public charter 1043 school an amount for each student enrolled in the public charter school equal to the ad valorem taxes levied and in lieu payments 1044 1045 per pupil for the support of the school district in which the 1046 student resides, and the tax collector shall withhold an equal amount from the local school district in which the public charter 1047 school student resides. The pro rata ad valorem taxes and in lieu 1048 1049 payments to be transferred to the public charter school shall 1050 include all levies for the support of the school district under Sections 37-57-1 (local contribution to the adequate education 1051 1052 program) and 37-57-105 (school district operational levy) and 1053 shall not include any taxes levied for the retirement of school district bonded indebtedness or short-term notes or any taxes 1054 1055 levied for the support of vocational-technical education programs. In the event a student attending the public charter school resides 1056 1057 in an adjoining county, it shall be the responsibility of the tax collector of the county of the student's residence to make local 1058 1059 ad valorem payments under this section to the public charter 1060 school, but in no event shall such payment exceed the pro rata amount of the local ad valorem payment for the local contribution 1061 to the adequate education program under Section 37-57-1 for the 1062 1063 school district in which the student resides. Payments made 1064 pursuant to this section by the tax collector to the charter 1065 schools shall be made at the same time and manner as funds are S. B. No. 2401

12/SS02/R678CS.2 PAGE 32 1066 distributed to the school districts in the county on a per pupil 1067 basis. It shall be the duty of the tax collector to verify that payments of local school district ad valorem and in lieu receipts 1068 1069 made to public charter schools and withheld from local school 1070 districts are based on the number of students actually attending the public charter school. If the tax collector collects ad 1071 1072 valorem receipts for multiple school districts, the tax collecting 1073 entity will ensure that the deductions from each local school 1074 district's ad valorem and in lieu receipts that are diverted to the charter school are based on the number of students attending 1075 1076 the charter school that reside in each local school district.

1077 (3) Payment schedule. Payments made pursuant to this 1078 section by the State Department of Education shall be made in 1079 twelve (12) substantially equal installments each year at the same 1080 time and in the same manner as adequate education program payments 1081 are made to public school districts. Amounts payable under this 1082 section shall be determined by the State Department of Education. 1083 Amounts payable to a public charter school in its first year of 1084 operation shall be based on the projections of initial-year 1085 enrollment and federal school level funding set forth in the charter contracts. Such projections shall be reconciled with the 1086 1087 average daily attendance at the end of the school's first year of 1088 operation, and any necessary adjustments shall be made to payments during the school's second year of operation. 1089

1090

(4) Categorical funding.

1091 The state shall direct the proportionate share of (a) 1092 monies generated under federal and state categorical aid programs, 1093 including special education, vocational, gifted and alternative 1094 school programs, to public charter schools serving students 1095 eligible for such aid. The state shall ensure that public charter 1096 schools with rapidly expanding enrollments are treated equitably 1097 in the calculation and disbursement of all federal and state 1098 categorical aid program dollars. Each public charter school that

1099 serves students who may be eligible to receive services provided 1100 through such programs shall comply with all reporting requirements 1101 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.

1107 At either party's request, a public charter school (C) and a local school district may negotiate and include in the 1108 1109 charter contract alternate arrangements for the provision of and payment for special education services, including, but not 1110 1111 necessarily limited to, a reasonable reserve not to exceed five percent (5%) of the local school district's total budget for 1112 providing special education services. The reserve shall only be 1113 1114 used by the local school district to offset excess costs of 1115 providing services to students with disabilities enrolled in one 1116 (1) of the public charter schools that has paid into it.

1117 (5) Generally accepted accounting principles independent 1118 audit.

1119 (a) A public charter school shall adhere to generally1120 accepted accounting principles.

(b) 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 file a copy of each audit report and accompanying management letter to the authorizer by July 30.

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(6)

Transportation funding.

(a) The State Department of Education shall disburse state transportation funding to a public charter school on the same basis and in the same manner as it is paid to school districts under the adequate education program.

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

(7) Budget reserves. Any monies received by a public charter school from any source and remaining in the public charter school's accounts at the end of any budget year shall remain in the public charter school's accounts for use by the public charter school during subsequent budget years.

1139 Ability to accept gifts, donations and grants. Nothing (8) in this act shall be construed to prohibit any person or 1140 1141 organization from providing funding or other assistance to the establishment or operation of a public charter school. 1142 The 1143 governing board of a public charter school is authorized to accept gifts, donations and grants of any kind made to the public charter 1144 school and to expend or use such gifts, donations and grants in 1145 accordance with the conditions prescribed by the donor; provided, 1146 however, that no gift, donation or grant may be accepted if 1147 1148 subject to a condition that is contrary to any provision of law or 1149 term of the charter contract.

(9) This act expressly prohibits the payment of state funds to virtual public charter schools and/or their management organizations.

1153 <u>SECTION 10.</u> Facilities. (1) Access to district facilities 1154 and land. A public charter school shall have a right of first 1155 refusal to purchase or lease at or below fair market value a 1156 closed public school facility or property or unused portions of a 1157 public school facility or property located in a school district 1158 from which it draws its students if the school district decides to 1159 sell or lease the public school facility or property.

(2) Contracting for use of facilities. 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

1164 for-profit or nonprofit private entity for the use of facility for 1165 a school building.

(3) Use of other facilities under preexisting zoning and land use designations. 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.

1172 SECTION 11. Section 37-151-7, Mississippi Code of 1972, is
1173 amended as follows:

1174 37-151-7. The annual allocation to each school district for 1175 the operation of the adequate education program shall be 1176 determined as follows:

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

(a) Determination of average daily attendance.

Effective with fiscal year 2011, the State Department of Education 1182 1183 shall determine the percentage change from the prior year of each year of each school district's average of months two (2) and three 1184 1185 (3) average daily attendance (ADA) for the three (3) immediately 1186 preceding school years of the year for which funds are being appropriated. For any school district that experiences a positive 1187 1188 growth in the average of months two (2) and three (3) ADA each year of the three (3) years, the average percentage growth over 1189 1190 the three-year period shall be multiplied times the school 1191 district's average of months two (2) and three (3) ADA for the 1192 year immediately preceding the year for which MAEP funds are being 1193 appropriated. The resulting amount shall be added to the school district's average of months two (2) and three (3) ADA for the 1194 1195 year immediately preceding the year for which MAEP funds are being appropriated to arrive at the ADA to be used in determining a 1196 S. B. No. 2401

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1181

school district's MAEP allocation. Otherwise, months two (2) and 1197 1198 three (3) ADA for the year immediately preceding the year for 1199 which MAEP funds are being appropriated will be used in 1200 determining a school district's MAEP allocation. In any fiscal 1201 year prior to 2010 in which the MAEP formula is not fully funded, 1202 for those districts that do not demonstrate a three-year positive growth in months two (2) and three (3) ADA, months one (1) through 1203 1204 nine (9) ADA of the second preceding year for which funds are 1205 being appropriated or months two (2) and three (3) ADA of the 1206 preceding year for which funds are being appropriated, whichever 1207 is greater, shall be used to calculate the district's MAEP allocation. The district's average daily attendance shall be 1208 1209 computed and currently maintained in accordance with regulations promulgated by the State Board of Education. 1210

Determination of base student cost. Effective with 1211 (b) 1212 fiscal year 2011 and every fourth fiscal year thereafter, the 1213 State Board of Education, on or before August 1, with adjusted 1214 estimate no later than January 2, shall submit to the Legislative Budget Office and the Governor a proposed base student cost 1215 1216 adequate to provide the following cost components of educating a pupil in a successful school district: (i) Instructional Cost; 1217 1218 (ii) Administrative Cost; (iii) Operation and Maintenance of 1219 Plant; and (iv) Ancillary Support Cost. For purposes of these calculations, the Department of Education shall utilize financial 1220 1221 data from the second preceding year of the year for which funds are being appropriated. 1222

1223 For the instructional cost component, the Department of Education shall select districts that have been identified as 1224 instructionally successful and have a ratio of a number of 1225 1226 teachers per one thousand (1,000) students that is between one (1) 1227 standard deviation above the mean and two (2) standard deviations 1228 below the mean of the statewide average of teachers per one 1229 thousand (1,000) students. The instructional cost component shall S. B. No. 2401

12/SS02/R678CS.2 PAGE 37 be calculated by dividing the latest available months <u>one (1)</u> <u>through nine (9)</u> ADA into the instructional expenditures of these selected districts. For the purpose of this calculation, the Department of Education shall use the following funds, functions and objects:

Fund 1120 Functions 1110-1199 Objects 100-999, Functions 1235 1236 1210, 1220, 2150-2159 Objects 210 and 215; 1237 Fund 1130 All Functions, Object Code 210 and 215; Fund 2001 Functions 1110-1199 Objects 100-999; 1238 Fund 2070 Functions 1110-1199 Objects 100-999; 1239 1240 Fund 2420 Functions 1110-1199 Objects 100-999; Fund 2711 All Functions, Object Code 210 and 215. 1241 1242 Prior to the calculation of the instructional cost component, 1243 there shall be subtracted from the above expenditures any revenue received for Chickasaw Cession payments, Master Teacher 1244 Certification payments and the district's portion of state revenue 1245 received from the MAEP at-risk allocation. 1246

1247 For the administrative cost component, the Department of Education shall select districts that have been identified as 1248 1249 instructionally successful and have a ratio of an administrative 1250 staff to nonadministrative staff between one (1) standard 1251 deviation above the mean and two (2) standard deviations below the 1252 mean of the statewide average administrative staff to nonadministrative staff. The administrative cost component shall 1253 1254 be calculated by dividing the latest available months one (1) through nine (9) ADA of the selected districts into the 1255 1256 administrative expenditures of these selected districts. For the 1257 purpose of this calculation, the Department of Education shall use the following funds, functions and objects: 1258 1259 Fund 1120 Functions 2300-2599, Functions 2800-2899,

1260 Objects 100-999;

1261 Fund 2711 Functions 2300-2599, Functions 2800-2899,

1262 Objects 100-999.

1263 For the plant and maintenance cost component, the Department 1264 of Education shall select districts that have been identified as instructionally successful and have a ratio of plant and 1265 1266 maintenance expenditures per one hundred thousand (100,000) square 1267 feet of building space and a ratio of maintenance workers per one 1268 hundred thousand (100,000) square feet of building space that are both between one (1) standard deviation above the mean and two (2) 1269 1270 standard deviations below the mean of the statewide average. The 1271 plant and maintenance cost component shall be calculated by 1272 dividing the latest available months one (1) through nine (9) ADA 1273 of the selected districts into the plant and maintenance expenditures of these selected districts. For the purpose of this 1274 1275 calculation, the Department of Education shall use the following 1276 funds, functions and objects:

1277

Fund 1120 Functions 2600-2699, Objects 100-699

1278 and Objects 800-999;

1279 Fund 2711 Functions 2600-2699, Objects 100-699

1280 and Objects 800-999;

1281Fund 2430 Functions 2600-2699, Objects 100-6991282and Objects 800-999.

For the ancillary support cost component, the Department of 1283 1284 Education shall select districts that have been identified as 1285 instructionally successful and have a ratio of a number of librarians, media specialists, guidance counselors and 1286 1287 psychologists per one thousand (1,000) students that is between one (1) standard deviation above the mean and two (2) standard 1288 1289 deviations below the mean of the statewide average of librarians, 1290 media specialists, guidance counselors and psychologists per one 1291 thousand (1,000) students. The ancillary cost component shall be 1292 calculated by dividing the latest available months one (1) through 1293 nine (9) ADA into the ancillary expenditures instructional 1294 expenditures of these selected districts. For the purpose of this

1295 calculation, the Department of Education shall use the following 1296 funds, functions and objects:

1297Fund 1120Functions 2110-2129, Objects 100-999;1298Fund 1120Functions 2140-2149, Objects 100-999;1299Fund 1120Functions 2220-2229, Objects 100-999;1300Fund 2001Functions 2100-2129, Objects 100-999;1301Fund 2001Functions 2140-2149, Objects 100-999;1302Fund 2001Functions 2220-2229, Objects 100-999.

1303 The total base cost for each year shall be the sum of the 1304 instructional cost component, administrative cost component, plant 1305 and maintenance cost component and ancillary support cost 1306 component, and any estimated adjustments for additional state 1307 requirements as determined by the State Board of Education. 1308 Provided, however, that the base student cost in fiscal year 1998 1309 shall be Two Thousand Six Hundred Sixty-four Dollars (\$2,664.00).

1310 For each of the fiscal years between the recalculation of the 1311 base student cost under the provisions of this paragraph (b), the 1312 base student cost shall be increased by an amount equal to forty percent (40%) of the base student cost for the previous fiscal 1313 1314 year, multiplied by the latest annual rate of inflation for the State of Mississippi as determined by the State Economist, plus 1315 1316 any adjustments for additional state requirements such as, but not 1317 limited to, teacher pay raises and health insurance premium 1318 increases.

1319 (c) Determination of the basic adequate education
1320 program cost. The basic amount for current operation to be
1321 included in the Mississippi Adequate Education Program for each
1322 school district shall be computed as follows:

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

1326 (d) Adjustment to the base student cost for at-risk
1327 pupils. The amount to be included for at-risk pupil programs for

each school district shall be computed as follows: Multiply the base student cost for the appropriate fiscal year as determined under paragraph (b) by five percent (5%), and multiply that product by the number of pupils participating in the federal free school lunch program in such school district, which yields the total adjustment for at-risk pupil programs for such school district.

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

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

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

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

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

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

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

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

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

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

1369 Total projected adequate education program cost. (f) 1370 The total Mississippi Adequate Education Program cost shall be the 1371 sum of the total basic adequate education program cost (paragraph (c)), and the adjustment to the base student cost for at-risk 1372 1373 pupils (paragraph (d)) for each school district. In any year in which the MAEP is not fully funded, the Legislature shall direct 1374 the Department of Education in the K-12 appropriation bill as to 1375 1376 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.

1382 (2) Computation of the required local revenue in support of
1383 the adequate education program. The amount that each district
1384 shall provide toward the cost of the adequate education program
1385 shall be calculated as follows:

1386 The State Department of Education shall certify to (a) 1387 each school district that twenty-eight (28) mills, less the 1388 estimated amount of the yield of the School Ad Valorem Tax 1389 Reduction Fund grants as determined by the State Department of 1390 Education, is the millage rate required to provide the district required local effort for that year, or twenty-seven percent (27%) 1391 1392 of the basic adequate education program cost for such school 1393 district as determined under paragraph (c), whichever is a lesser 

1394 In the case of an agricultural high school, the millage amount. 1395 requirement shall be set at a level which generates an equitable 1396 amount per pupil to be determined by the State Board of Education. 1397 Local contribution amount for school districts in which public 1398 charter school students reside will be calculated using the 1399 following methodology: using the adequate education program 1400 twenty-eight (28) mill value, or the twenty-seven percent (27%) cap amount (whichever is less) for each public school district 1401 1402 with a student attending the charter school, an average per pupil amount will be calculated. This average per pupil amount will be 1403 1404 multiplied times the number of students attending the charter school from the resident district. The sum becomes the charter 1405 1406 school's local contribution to the adequate education program.

1407 The State Department of Education shall determine (b) 1408 (i) the total assessed valuation of nonexempt property for school 1409 purposes in each school district; (ii) assessed value of exempt 1410 property owned by homeowners aged sixty-five (65) or older or 1411 disabled as defined in Section 27-33-67(2), Mississippi Code of 1972; (iii) the school district's tax loss from exemptions 1412 1413 provided to applicants under the age of sixty-five (65) and not disabled as defined in Section 27-33-67(1), Mississippi Code of 1414 1415 1972; and (iv) the school district's homestead reimbursement 1416 revenues.

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

1423 One hundred percent (100%) of Grand Gulf income as prescribed 1424 in Section 27-35-309.

1425 One hundred percent (100%) of any fees in lieu of taxes as 1426 prescribed in Section 27-31-104.

1427

1428

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

The required state effort in support of the 1429 (a) 1430 adequate education program shall be determined by subtracting the 1431 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 1432 1433 forth in subsection (2)(c) of this section in an amount not to 1434 exceed twenty-seven percent (27%) of the total projected adequate 1435 education program cost as set forth in subsection (1)(f) of this section from the total projected adequate education program cost 1436 1437 as set forth in subsection (1)(f) of this section.

1438 (b) Provided, however, that in fiscal year 1998 and in 1439 the fiscal year in which the adequate education program is fully funded by the Legislature, any increase in the said state 1440 contribution to any district calculated under this section shall 1441 be not less than eight percent (8%) in excess of the amount 1442 1443 received by said district from state funds for the fiscal year 1444 immediately preceding. For purposes of this paragraph (b), state 1445 funds shall include minimum program funds less the add-on 1446 programs, State Uniform Millage Assistance Grant Funds, Education 1447 Enhancement Funds appropriated for Uniform Millage Assistance 1448 Grants and state textbook allocations, and State General Funds allocated for textbooks. 1449

If the school board of any school district shall 1450 (C) 1451 determine that it is not economically feasible or practicable to operate any school within the district for the full one hundred 1452 1453 eighty (180) days required for a school term of a scholastic year 1454 as required in Section 37-13-63, Mississippi Code of 1972, due to 1455 an enemy attack, a man-made, technological or natural disaster in 1456 which the Governor has declared a disaster emergency under the laws of this state or the President of the United States has 1457 1458 declared an emergency or major disaster to exist in this state, 1459 said school board may notify the State Department of Education of

such disaster and submit a plan for altering the school term. 1460 Ιf 1461 the State Board of Education finds such disaster to be the cause of the school not operating for the contemplated school term and 1462 1463 that such school was in a school district covered by the 1464 Governor's or President's disaster declaration, it may permit said 1465 school board to operate the schools in its district for less than 1466 one hundred eighty (180) days and, in such case, the State 1467 Department of Education shall not reduce the state contributions 1468 to the adequate education program allotment for such district, 1469 because of the failure to operate said schools for one hundred 1470 eighty (180) days.

The Interim School District Capital Expenditure Fund is 1471 (4) 1472 hereby established in the State Treasury which shall be used to distribute any funds specifically appropriated by the Legislature 1473 to such fund to school districts entitled to increased allocations 1474 of state funds under the adequate education program funding 1475 1476 formula prescribed in Sections 37-151-3 through 37-151-7, 1477 Mississippi Code of 1972, until such time as the said adequate education program is fully funded by the Legislature. 1478 The 1479 following percentages of the total state cost of increased 1480 allocations of funds under the adequate education program funding 1481 formula shall be appropriated by the Legislature into the Interim 1482 School District Capital Expenditure Fund to be distributed to all school districts under the formula: Nine and two-tenths percent 1483 1484 (9.2%) shall be appropriated in fiscal year 1998, twenty percent (20%) shall be appropriated in fiscal year 1999, forty percent 1485 1486 (40%) shall be appropriated in fiscal year 2000, sixty percent 1487 (60%) shall be appropriated in fiscal year 2001, eighty percent (80%) shall be appropriated in fiscal year 2002, and one hundred 1488 1489 percent (100%) shall be appropriated in fiscal year 2003 into the 1490 state adequate education program Fund. Until July 1, 2002, such 1491 money shall be used by school districts for the following

1492 purposes:

1493 Purchasing, erecting, repairing, equipping, (a) 1494 remodeling and enlarging school buildings and related facilities, including gymnasiums, auditoriums, lunchrooms, vocational training 1495 1496 buildings, libraries, school barns and garages for transportation 1497 vehicles, school athletic fields and necessary facilities 1498 connected therewith, and purchasing land therefor. Any such capital improvement project by a school district shall be approved 1499 1500 by the State Board of Education, and based on an approved 1501 long-range plan. The State Board of Education shall promulgate 1502 minimum requirements for the approval of school district capital 1503 expenditure plans.

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

1507 (c) Paying debt service on existing capital improvement 1508 debt of the district or refinancing outstanding debt of a district 1509 if such refinancing will result in an interest cost savings to the 1510 district.

1511 From and after October 1, 1997, through June 30, (d) 1512 1998, pursuant to a school district capital expenditure plan approved by the State Department of Education, a school district 1513 1514 may pledge such funds until July 1, 2002, plus funds provided for 1515 in paragraph (e) of this subsection (4) that are not otherwise permanently pledged under such paragraph (e) to pay all or a 1516 1517 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 1518 37-59-115, 37-7-351 through 37-7-359, 37-41-89 through 37-41-99, 1519 1520 37-7-301, 37-7-302 and 37-41-81, Mississippi Code of 1972, or debt issued by boards of supervisors for agricultural high schools 1521 pursuant to Section 37-27-65, Mississippi Code of 1972, or 1522 1523 lease-purchase contracts entered into pursuant to Section 31-7-13, 1524 Mississippi Code of 1972, or to retire or refinance outstanding debt of a district, if such pledge is accomplished pursuant to a 1525 

1526 written contract or resolution approved and spread upon the 1527 minutes of an official meeting of the district's school board or 1528 board of supervisors. It is the intent of this provision to allow 1529 school districts to irrevocably pledge their Interim School 1530 District Capital Expenditure Fund allotments as a constant stream 1531 of revenue to secure a debt issued under the foregoing code 1532 sections. To allow school districts to make such an irrevocable pledge, the state shall take all action necessary to ensure that 1533 1534 the amount of a district's Interim School District Capital Expenditure Fund allotments shall not be reduced below the amount 1535 1536 certified by the department or the district's total allotment under the Interim Capital Expenditure Fund if fully funded, so 1537 1538 long as such debt remains outstanding.

1539

(e) [Repealed]

1540

(f) [Repealed]

1541 The State Board of Education may authorize the (g) 1542 school district to expend not more than twenty percent (20%) of 1543 its annual allotment of such funds or Twenty Thousand Dollars (\$20,000.00), whichever is greater, for technology needs of the 1544 1545 school district, including computers, software, 1546 telecommunications, cable television, interactive video, film, 1547 low-power television, satellite communications, microwave 1548 communications, technology-based equipment installation and maintenance, and the training of staff in the use of such 1549 1550 technology-based instruction. Any such technology expenditure shall be reflected in the local district technology plan approved 1551 by the State Board of Education under Section 37-151-17, 1552 1553 Mississippi Code of 1972.

(h) To the extent a school district has not utilized
twenty percent (20%) of its annual allotment for technology
purposes under paragraph (g), a school district may expend not
more than twenty percent (20%) of its annual allotment or Twenty
Thousand Dollars (\$20,000.00), whichever is greater, for

1559 instructional purposes. The State Board of Education may 1560 authorize a school district to expend more than said twenty 1561 percent (20%) of its annual allotment for instructional purposes 1562 if it determines that such expenditures are needed for 1563 accreditation purposes.

(i) The State Department of Education or the State 1564 1565 Board of Education may require that any project commenced under this section with an estimated project cost of not less than Five 1566 1567 Million Dollars (\$5,000,000.00) shall be done only pursuant to 1568 program management of the process with respect to design and 1569 construction. Any individuals, partnerships, companies or other entities acting as a program manager on behalf of a local school 1570 1571 district and performing program management services for projects 1572 covered under this subsection shall be approved by the State Department of Education. 1573

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.

1578 The provisions of this subsection (4) shall be cumulative and 1579 supplemental to any existing funding programs or other authority 1580 conferred upon school districts or school boards.

1581 (5) The State Department of Education shall make payments to public charter schools for each student in average daily 1582 1583 attendance at the public charter school equal to the state share of the adequate education program payments for each student in 1584 1585 average daily attendance at the public school district in which the public charter school is located. In calculating the local 1586 contribution for purposes of determining the state share of the 1587 1588 adequate education program payments, the department shall deduct 1589 the pro rata local contribution of the school district in which 1590 the student resides as determined in subsection (2)(a).

1591 SECTION 12. Section 37-57-107, Mississippi Code of 1972, is 1592 amended as follows:

37-57-107. (1) Beginning with the tax levy for the 1997 1593 1594 fiscal year and for each fiscal year thereafter, the aggregate 1595 receipts from taxes levied for school district purposes pursuant to Sections 37-57-105 and 37-57-1 shall not exceed the aggregate 1596 1597 receipts from those sources during any one (1) of the immediately preceding three (3) fiscal years, as determined by the school 1598 1599 board, plus an increase not to exceed seven percent (7%). For the purpose of this limitation, the term "aggregate receipts" when 1600 1601 used in connection with the amount of funds generated in a 1602 preceding fiscal year shall not include excess receipts required 1603 by law to be deposited into a special account, however the term 1604 "aggregate receipts" shall include any receipts required by law to be diverted to a public charter school. The additional revenue 1605 1606 from the ad valorem tax on any newly constructed properties or any 1607 existing properties added to the tax rolls or any properties 1608 previously exempt which were not assessed in the next preceding 1609 year may be excluded from the seven percent (7%) increase 1610 limitation set forth herein. Taxes levied for payment of principal of and interest on general obligation school bonds 1611 1612 issued heretofore or hereafter shall be excluded from the seven 1613 percent (7%) increase limitation set forth herein. Any additional 1614 millage levied to fund any new program mandated by the Legislature 1615 shall be excluded from the limitation for the first year of the levy and included within such limitation in any year thereafter. 1616 1617 For the purposes of this section, the term "new program" shall include, but shall not be limited to, (a) the Early Childhood 1618 1619 Education Program required to commence with the 1986-1987 school 1620 year as provided by Section 37-21-7 and any additional millage 1621 levied and the revenue generated therefrom, which is excluded from 1622 the limitation for the first year of the levy, to support the mandated Early Childhood Education Program shall be specified on 1623 S. B. No. 2401

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the minutes of the school board and of the governing body making 1624 1625 such tax levy; (b) any additional millage levied and the revenue generated therefrom which shall be excluded from the limitation 1626 1627 for the first year of the levy, for the purpose of generating 1628 additional local contribution funds required for the adequate 1629 education program for the 2003 fiscal year and for each fiscal year thereafter under Section 37-151-7(2); and (c) any additional 1630 1631 millage levied and the revenue generated therefrom which shall be 1632 excluded from the limitation for the first year of the levy, for 1633 the purpose of support and maintenance of any agricultural high 1634 school which has been transferred to the control, operation and 1635 maintenance of the school board by the board of trustees of the 1636 community college district under provisions of Section 37-29-272.

The seven percent (7%) increase limitation prescribed in 1637 (2) 1638 this section may be increased an additional amount only when the school board has determined the need for additional revenues and 1639 has held an election on the question of raising the limitation 1640 1641 prescribed in this section. The limitation may be increased only 1642 if three-fifths (3/5) of those voting in the election shall vote 1643 for the proposed increase. The resolution, notice and manner of 1644 holding the election shall be as prescribed by law for the holding 1645 of elections for the issuance of bonds by the respective school 1646 boards. Revenues collected for the fiscal year in excess of the seven percent (7%) increase limitation pursuant to an election 1647 1648 shall be included in the tax base for the purpose of determining aggregate receipts for which the seven percent (7%) increase 1649 1650 limitation applies for subsequent fiscal years.

1651 (3) Except as otherwise provided for excess revenues 1652 generated pursuant to an election, if revenues collected as the 1653 result of the taxes levied for the fiscal year pursuant to this 1654 section and Section 37-57-1 exceed the increase limitation, then 1655 it shall be the mandatory duty of the school board of the school 1656 district to deposit such excess receipts over and above the

increase limitation into a special account and credit it to the 1657 1658 fund for which the levy was made. It will be the further duty of 1659 such board to hold said funds and invest the same as authorized by 1660 Such excess funds shall be calculated in the budgets for the law. 1661 school districts for the purpose for which such levies were made, 1662 for the succeeding fiscal year. Taxes imposed for the succeeding year shall be reduced by the amount of excess funds available. 1663 1664 Under no circumstances shall such excess funds be expended during 1665 the fiscal year in which such excess funds are collected.

1666 <u>(4)</u> For the purposes of determining ad valorem tax receipts 1667 for a preceding fiscal year under this section, the term "fiscal 1668 year" means the fiscal year beginning October 1 and ending 1669 September 30.

1670 (5) Effective with the 2012-2013 school year, the tax collector in the county in which the public charter school is 1671 located shall pay directly to the public charter school an amount 1672 for each student enrolled in the public charter school equal to 1673 1674 the ad valorem taxes levied per pupil for the support of the school district in which the student resides, and the tax 1675 1676 collector shall withhold an equal amount from the local school district in which the public charter school student resides. The 1677 1678 pro rata ad valorem taxes to be transferred to the public charter 1679 school shall include all levies for the support of the school district under Sections 37-57-1 (local contribution to the 1680 1681 adequate education program) and 37-57-105 (school district operational levy) and shall not include any taxes levied for the 1682 1683 retirement of school district bonded indebtedness or short-term notes or any taxes levied for the support of vocational-technical 1684 education programs. In the event a student attending the public 1685 charter school resides in an adjoining county, it shall be the 1686 1687 responsibility of the tax collector of the county of the student's residence to make local ad valorem payments under this section to 1688 the public charter school, but in no event shall such payment 1689 S. B. No. 2401

12/SS02/R678CS.2 PAGE 51 1690 exceed the pro rata amount of the local ad valorem payment for the 1691 local contribution to the adequate education program under Section 1692 <u>37-57-1 for the school district in which the student resides.</u> 1693 Payments made pursuant to this section by the tax collector to the 1694 charter schools shall be made at the same time and manner as funds

are distributed to the school districts in the county on a per

1696 pupil basis.

1695

1697 (6) Any funds withheld from the school district for the
1698 purpose of making pro rata payments of ad valorem taxes levied in
1699 the school district to any public charter school located in the
1700 school district shall not be considered a shortfall within the
1701 meaning of Section 37-57-108.

1702 SECTION 13. Section 37-9-103, Mississippi Code of 1972, is 1703 amended as follows:

1704 37-9-103. (1) As used in Sections 37-9-101 through 1705 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.

(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

1723 any school district for the full period of time that those 1724 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.

1729 (c) The Education Employment Procedures Law shall not 1730 apply to any category of teacher, administrator or employee of a 1731 public charter school established under the terms and provisions 1732 of this act.

1733 (3) For purposes of Sections 37-9-101 through 37-9-113, the 1734 term "days" means calendar days.

1735 SECTION 14. Section 37-13-63, Mississippi Code of 1972, is 1736 amended as follows:

1737 37-13-63. (1) Except as otherwise provided, all public 1738 schools in the state <u>and public charter schools</u> shall be kept in 1739 session for at least one hundred eighty (180) days in each 1740 scholastic year.

If the school board of any school district or the 1741 (2) 1742 governing board of the public charter school shall determine that it is not economically feasible or practicable to operate any 1743 1744 school within the district for the full one hundred eighty (180) days required for a scholastic year as contemplated due to an 1745 enemy attack, a man-made, technological or natural disaster or 1746 1747 extreme weather emergency in which the Governor has declared a disaster or state of emergency under the laws of this state or the 1748 1749 President of the United States has declared an emergency or major 1750 disaster to exist in this state, the school board may notify the 1751 State Department of Education of the disaster or weather 1752 emergency, and the local governing board of the public charter 1753 school may notify the Mississippi Public Charter School Authorizer 1754 Board, and submit a plan for altering the school term. If the 1755 State Board of Education, or the Mississippi Public Charter School S. B. No. 2401

12/SS02/R678CS.2 PAGE 53 1756 Authorizer Board, as the case may be, finds the disaster or 1757 extreme weather emergency to be the cause of the school not 1758 operating for the contemplated school term and that such school 1759 was in a school district covered by the Governor's or President's 1760 disaster or state of emergency declaration, it may permit that 1761 school board to operate the schools in its district for less than 1762 one hundred eighty (180) days; however, in no instance of a 1763 declared disaster or state of emergency under the provisions of 1764 this subsection shall a school board or a public charter school receive payment from the State Department of Education for per 1765 1766 pupil expenditure for pupils in average daily attendance in excess 1767 of ten (10) days.

1768 SECTION 15. Section 37-13-91, Mississippi Code of 1972, is 1769 amended as follows:

1770 37-13-91. (1) This section shall be referred to as the1771 "Mississippi Compulsory School Attendance Law."

1772 (2) The following terms as used in this section are defined 1773 as follows:

(a) "Parent" means the father or mother to whom a child
has been born, or the father or mother by whom a child has been
legally adopted.

1777 (b) "Guardian" means a guardian of the person of a 1778 child, other than a parent, who is legally appointed by a court of 1779 competent jurisdiction.

(c) "Custodian" means any person having the present care or custody of a child, other than a parent or guardian of the child.

(d) "School day" means not less than five (5) and not more than eight (8) hours of actual teaching in which both teachers and pupils are in regular attendance for scheduled schoolwork.

1787 (e) "School" means any public school in this state or 1788 any nonpublic school in this state which is in session each school

1789 year for at least one hundred eighty (180) school days, except 1790 that the "nonpublic" school term shall be the number of days that 1791 each school shall require for promotion from grade to grade.

1792 "Compulsory-school-age child" means a child who has (f) 1793 attained or will attain the age of six (6) years on or before 1794 September 1 of the calendar year and who has not attained the age 1795 of seventeen (17) years on or before September 1 of the calendar 1796 year; and shall include any child who has attained or will attain 1797 the age of five (5) years on or before September 1 and has enrolled in a full-day public school kindergarten program. 1798 1799 Provided, however, that the parent or guardian of any child 1800 enrolled in a full-day public school kindergarten program shall be 1801 allowed to disenroll the child from the program on a one-time 1802 basis, and such child shall not be deemed a compulsory-school-age 1803 child until the child attains the age of six (6) years.

1804 (g) "School attendance officer" means a person employed1805 by the State Department of Education pursuant to Section 37-13-89.

(h) "Appropriate school official" means the
superintendent of the school district, or his designee, or, in the
case of a nonpublic school, the principal or the headmaster.

(i) (i) (i) "Nonpublic school" means an institution for
the teaching of children, consisting of a physical plant, whether
owned or leased, including a home, instructional staff members and
students, and which is in session each school year. This
definition shall include, but not be limited to, private, church,
parochial and home instruction programs.

1815(ii) "Public charter school" means a public1816charter school as defined in Section 3 of this act and approved to1817operate by the Mississippi Public Charter School Authorizer Board.1818(3) A parent, guardian or custodian of a1819compulsory-school-age child in this state shall cause the child to

1820 enroll in and attend a public school, a legitimate nonpublic

1821 school or a public charter school for the period of time that the

1822 child is of compulsory school age, except under the following 1823 circumstances:

(a) When a compulsory-school-age child is physically,
mentally or emotionally incapable of attending school as
determined by the appropriate school official based upon
sufficient medical documentation.

(b) When a compulsory-school-age child is enrolled in and pursuing a course of special education, remedial education or education for handicapped or physically or mentally disadvantaged children.

1832 (c) When a compulsory-school-age child is being1833 educated in a legitimate home instruction program.

The parent, guardian or custodian of a compulsory-school-age child described in this subsection, or the parent, guardian or custodian of a compulsory-school-age child attending any nonpublic school <u>or public charter school</u>, or the appropriate school official for any or all children attending a nonpublic school <u>or</u> <u>public charter school</u> shall complete a "certificate of enrollment" 1840 in order to facilitate the administration of this section.

1841 The form of the certificate of enrollment shall be prepared 1842 by the Office of Compulsory School Attendance Enforcement of the 1843 State Department of Education and shall be designed to obtain the 1844 following information only:

1845 (i) The name, address, telephone number and date1846 of birth of the compulsory-school-age child;

(ii) The name, address and telephone number of the parent, guardian or custodian of the compulsory-school-age child; (iii) A simple description of the type of education the compulsory-school-age child is receiving and, if the child is enrolled in a nonpublic school, the name and address of the school; and (iv) The signature of the parent, guardian or

1854 custodian of the compulsory-school-age child or, for any or all

1855 compulsory-school-age child or children attending a nonpublic 1856 school <u>or public charter school</u>, the signature of the appropriate 1857 school official and the date signed.

1858 The certificate of enrollment shall be returned to the school 1859 attendance officer where the child resides on or before September 1860 15 of each year. Any parent, guardian or custodian found by the 1861 school attendance officer to be in noncompliance with this section 1862 shall comply, after written notice of the noncompliance by the 1863 school attendance officer, with this subsection within ten (10) days after the notice or be in violation of this section. 1864 1865 However, in the event the child has been enrolled in a public 1866 school within fifteen (15) calendar days after the first day of 1867 the school year as required in subsection (6), the parent or custodian may, at a later date, enroll the child in a legitimate 1868 1869 nonpublic school or legitimate home instruction program or public 1870 charter school and send the certificate of enrollment to the 1871 school attendance officer and be in compliance with this 1872 subsection.

For the purposes of this subsection, a legitimate nonpublic school, <u>public charter school</u> or legitimate home instruction program shall be those not operated or instituted for the purpose of avoiding or circumventing the compulsory attendance law.

(4) An "unlawful absence" is an absence during a school day by a compulsory-school-age child, which absence is not due to a valid excuse for temporary nonattendance. Days missed from school due to disciplinary suspension shall not be considered an "excused" absence under this section. This subsection shall not apply to children enrolled in a nonpublic school.

Each of the following shall constitute a valid excuse for temporary nonattendance of a compulsory-school-age child enrolled in a public school, provided satisfactory evidence of the excuse is provided to the superintendent of the school district, or his

1887 designee:

(a) An absence is excused when the absence results from
the compulsory-school-age child's attendance at an authorized
school activity with the prior approval of the superintendent of
the school district, or his designee. These activities may
include field trips, athletic contests, student conventions,
musical festivals and any similar activity.

(b) An absence is excused when the absence results from
illness or injury which prevents the compulsory-school-age child
from being physically able to attend school.

(c) An absence is excused when isolation of a compulsory-school-age child is ordered by the county health officer, by the State Board of Health or appropriate school official.

(d) An absence is excused when it results from the death or serious illness of a member of the immediate family of a compulsory-school-age child. The immediate family members of a compulsory-school-age child shall include children, spouse, grandparents, parents, brothers and sisters, including stepbrothers and stepsisters.

1907 (e) An absence is excused when it results from a1908 medical or dental appointment of a compulsory-school-age child.

(f) An absence is excused when it results from the attendance of a compulsory-school-age child at the proceedings of a court or an administrative tribunal if the child is a party to the action or under subpoena as a witness.

1913 An absence may be excused if the religion to which (q) 1914 the compulsory-school-age child or the child's parents adheres, requires or suggests the observance of a religious event. 1915 The approval of the absence is within the discretion of the 1916 1917 superintendent of the school district, or his designee, but 1918 approval should be granted unless the religion's observance is of 1919 such duration as to interfere with the education of the child.

1920 An absence may be excused when it is demonstrated (h) 1921 to the satisfaction of the superintendent of the school district, or his designee, that the purpose of the absence is to take 1922 1923 advantage of a valid educational opportunity such as travel, 1924 including vacations or other family travel. Approval of the 1925 absence must be gained from the superintendent of the school district, or his designee, before the absence, but the approval 1926 1927 shall not be unreasonably withheld.

(i) An absence may be excused when it is demonstrated
to the satisfaction of the superintendent of the school district,
or his designee, that conditions are sufficient to warrant the
compulsory-school-age child's nonattendance. However, no absences
shall be excused by the school district superintendent, or his
designee, when any student suspensions or expulsions circumvent
the intent and spirit of the compulsory attendance law.

1935 Any parent, guardian or custodian of a (5) 1936 compulsory-school-age child subject to this section who refuses or 1937 willfully fails to perform any of the duties imposed upon him or 1938 her under this section or who intentionally falsifies any 1939 information required to be contained in a certificate of 1940 enrollment, shall be guilty of contributing to the neglect of a 1941 child and, upon conviction, shall be punished in accordance with Section 97-5-39. 1942

Upon prosecution of a parent, guardian or custodian of a 1943 1944 compulsory-school-age child for violation of this section, the 1945 presentation of evidence by the prosecutor that shows that the child has not been enrolled in school within eighteen (18) 1946 1947 calendar days after the first day of the school year of the public 1948 school which the child is eligible to attend, or that the child 1949 has accumulated twelve (12) unlawful absences during the school year at the public school in which the child has been enrolled, 1950 1951 shall establish a prima facie case that the child's parent, guardian or custodian is responsible for the absences and has 1952

1953 refused or willfully failed to perform the duties imposed upon him 1954 or her under this section. However, no proceedings under this 1955 section shall be brought against a parent, guardian or custodian 1956 of a compulsory-school-age child unless the school attendance 1957 officer has contacted promptly the home of the child and has 1958 provided written notice to the parent, guardian or custodian of 1959 the requirement for the child's enrollment or attendance.

1960 If a compulsory-school-age child has not been enrolled (6) 1961 in a school within fifteen (15) calendar days after the first day of the school year of the school which the child is eligible to 1962 1963 attend or the child has accumulated five (5) unlawful absences during the school year of the public school in which the child is 1964 1965 enrolled, the school district superintendent or his designee shall 1966 report, within two (2) school days or within five (5) calendar days, whichever is less, the absences to the school attendance 1967 1968 The State Department of Education shall prescribe a officer. 1969 uniform method for schools to utilize in reporting the unlawful 1970 absences to the school attendance officer. The superintendent, or his designee, also shall report any student suspensions or student 1971 1972 expulsions to the school attendance officer when they occur.

1973 (7) When a school attendance officer has made all attempts 1974 to secure enrollment and/or attendance of a compulsory-school-age 1975 child and is unable to effect the enrollment and/or attendance, the attendance officer shall file a petition with the youth court 1976 1977 under Section 43-21-451 or shall file a petition in a court of competent jurisdiction as it pertains to parent or child. 1978 1979 Sheriffs, deputy sheriffs and municipal law enforcement officers 1980 shall be fully authorized to investigate all cases of 1981 nonattendance and unlawful absences by compulsory-school-age 1982 children, and shall be authorized to file a petition with the youth court under Section 43-21-451 or file a petition or 1983 1984 information in the court of competent jurisdiction as it pertains to parent or child for violation of this section. 1985 The youth court 

1986 shall expedite a hearing to make an appropriate adjudication and a 1987 disposition to ensure compliance with the Compulsory School 1988 Attendance Law, and may order the child to enroll or re-enroll in 1989 school. The superintendent of the school district to which the 1990 child is ordered may assign, in his discretion, the child to the 1991 alternative school program of the school established pursuant to 1992 Section 37-13-92.

1993 (8) The State Board of Education shall adopt rules and 1994 regulations for the purpose of reprimanding any school 1995 superintendents who fail to timely report unexcused absences under 1996 the provisions of this section.

1997 (9) Notwithstanding any provision or implication herein to 1998 the contrary, it is not the intention of this section to impair 1999 the primary right and the obligation of the parent or parents, or 2000 person or persons in loco parentis to a child, to choose the 2001 proper education and training for such child, and nothing in this section shall ever be construed to grant, by implication or 2002 2003 otherwise, to the State of Mississippi, any of its officers, 2004 agencies or subdivisions any right or authority to control, 2005 manage, supervise or make any suggestion as to the control, 2006 management or supervision of any private or parochial school or 2007 institution for the education or training of children, of any kind 2008 whatsoever that is not a public school according to the laws of this state; and this section shall never be construed so as to 2009 2010 grant, by implication or otherwise, any right or authority to any 2011 state agency or other entity to control, manage, supervise, 2012 provide for or affect the operation, management, program, curriculum, admissions policy or discipline of any such school or 2013 2014 home instruction program.

2015 SECTION 16. Sections 37-165-1, 37-165-3, 37-165-5, 37-165-7,
 2016 37-165-9, 37-165-11, 37-165-13, 37-165-15, 37-165-17, 37-165-19,
 2017 37-165-21, 37-165-23, 37-165-25 and 37-165-27, Mississippi Code of
 2018 1972, which are the "Conversion Charter School Act of 2010," and
 S. B. No. 2401

12/SS02/R678CS.2 PAGE 61 2019 Section 37-167-1, Mississippi Code of 1972, which is the New Start 2020 School Program, are repealed.

2021 SECTION 17. This act shall take effect and be in force from 2022 and after July 1, 2012, provided that Sections 1 through 10 shall 2023 stand repealed from and after July 1, 2020.