By: Senator(s) Tollison, Collins

To: Education

SENATE BILL NO. 2401

1 AN ACT ENTITLED THE "MISSISSIPPI PUBLIC CHARTER SCHOOLS ACT 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 AUTHORIZE SERVICES TO BE PURCHASED FROM 17 THE AUTHORIZER; TO PRESCRIBE THE APPLICATION PROCESS FOR ALL TYPES 18 OF CHARTER SCHOOLS AND A DECISION-MAKING PROCESS; TO ESTABLISH AN 19 INITIAL CHARTER TERM; TO PROVIDE GUIDELINES FOR EXECUTING CHARTER 20 CONTRACTS; TO PROVIDE ACHIEVEMENT AND OPERATIONAL STANDARDS FOR 21 22 CHARTER SCHOOL OVERSIGHT AND CORRECTIVE ACTIONS; TO PROVIDE FOR 23 RENEWALS AND REVOCATIONS OF CHARTER SCHOOL CONTRACTS; TO PROVIDE 24 PROCEDURES FOR CHARTER SCHOOL CLOSURE AND DISSOLUTION; TO 25 PRESCRIBE THE LEGAL STATUS OF CHARTER SCHOOLS; TO EMPOWER CHARTER SCHOOLS WITH FINANCIAL AUTHORITY TO IMPLEMENT ITS CONTRACT AND TO 26 PROHIBIT DISCRIMINATION AND THE CHARGING OF TUITION; TO PRESCRIBE 27 THE QUALIFICATIONS OF EMPLOYEES OF CHARTER SCHOOLS AND REQUIRE 28 CRIMINAL BACKGROUND CHECKS FOR SUCH EMPLOYEES; TO PROVIDE THAT 29 30 CHARTER SCHOOLS SHALL CERTIFY AVERAGE DAILY ATTENDANCE AND QUALIFY 31 FOR STATE ADEQUATE EDUCATION PROGRAM ALLOCATIONS ON A PER-PUPIL 32 BASIS; TO AUTHORIZE EQUAL TRANSPORTATION FUNDING UNDER THE 33 ADEQUATE EDUCATION PROGRAM FOR PUBLIC CHARTER SCHOOLS; TO AUTHORIZE LOCAL FUNDING FOR PUBLIC CHARTER SCHOOLS; TO AUTHORIZE 34 35 CHARTER SCHOOLS TO ACCEPT GIFTS, DONATIONS AND GRANTS; TO AUTHORIZE CHARTER SCHOOLS THE RIGHT OF FIRST REFUSAL TO VACANT 36 SCHOOL FACILITIES AND PROPERTY AND THE USE OF DONATED SPACE UNDER 37 38 PREEXISTING ZONING REGULATIONS; TO AMEND SECTION 37-151-7, MISSISSIPPI CODE OF 1972, TO CONFORM THE ADEQUATE EDUCATION 39 FUNDING FORMULA TO THE ALLOCATION OF FUNDS TO PUBLIC CHARTER 40 41 SCHOOLS; TO AMEND SECTION 37-57-107, MISSISSIPPI CODE OF 1972, TO PROVIDE FOR THE TRANSFER OF LOCAL AD VALOREM SCHOOL DISTRICT 42 43 MAINTENANCE FUNDS BY THE TAX COLLECTOR TO THE PUBLIC CHARTER 44 SCHOOL ON A PER-PUPIL BASIS; TO AMEND SECTION 37-9-103, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT THE EDUCATION EMPLOYMENT 45 PROCEDURES LAW SHALL NOT APPLY TO TEACHERS OR ADMINISTRATORS AT 46

47 PUBLIC CHARTER SCHOOLS; TO AMEND SECTION 37-13-63, MISSISSIPPI CODE OF 1972, TO CLARIFY THAT PUBLIC CHARTER SCHOOLS SHALL COMPLY 48 49 WITH THE MINIMUM LENGTH OF SCHOOL TERM APPLICABLE TO PUBLIC 50 SCHOOLS; TO AMEND SECTION 37-13-91, MISSISSIPPI CODE OF 1972, TO CLARIFY THAT STUDENTS ATTENDING PUBLIC CHARTER SCHOOLS SHALL 51 COMPLY WITH THE PROVISIONS OF THE MISSISSIPPI COMPULSORY SCHOOL 52 ATTENDANCE LAW; TO REPEAL SECTIONS 37-165-1 THROUGH 37-165-27, 53 MISSISSIPPI CODE OF 1972, WHICH ARE THE "CONVERSION CHARTER SCHOOL 54 55 ACT OF 2010," AND SECTION 37-167-1, MISSISSIPPI CODE OF 1972, 56 WHICH IS THE NEW START SCHOOL PROGRAM; AND FOR RELATED PURPOSES. 57 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 58 SECTION 1. Short title. This act shall be known and may be 59 cited as the "Mississippi Public Charter Schools Act of 2012." 60 SECTION 2. Legislative declarations. (1) The Legislature 61 finds and declares that the purposes of the state's public charter schools as a whole are: 62 63 To improve student learning by creating (a) high-quality schools with high standards for student performance; 64 65 (b) To close achievement gaps between high-performing and low-performing groups of public school students; 66 67 To increase high-quality educational opportunities (C) 68 within the public education system for all students, especially those at risk of academic failure; 69 70 To create new professional opportunities for (d) 71 teachers, school administrators, and other school personnel that 72 allow them to have a direct voice in the operation of their 73 schools; 74 (e) To encourage the use of different, high-quality 75 models of teaching, governing, scheduling, or other aspects of schooling that meet a variety of student needs; 76 77 (f) To allow public schools freedom and flexibility in exchange for exceptional levels of results driven accountability; 78 79 To provide students, parents, community members, (g) 80 and local entities with expanded opportunities for involvement in the public education system; and 81 (h) To encourage the replication of successful public 82 charter schools. 83

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.

89

S. B. No. 2401 12/SS02/R678.4 PAGE 3

(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 Kindergarten 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, start-up public charter school or virtual 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.

(p) A "virtual public school" means a public charter school that offers educational services predominantly through an online program.

164 <u>SECTION 4.</u> Enrollment. (1) Open enrollment and lottery 165 requirements.

166 (a) A public charter school shall be open to any167 student residing in the state.

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

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

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

(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 kids 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 183 184 twenty-five percent (25%) from that population. In the event that the at-risk composition of an applicant's or charter school's 185 186 enrollment differs from the enrollment of students in similar 187 grades as determined by the most recent census data for school-aged kids for the school district in which the charter 188 189 school is located by more than twenty-five percent (25%), despite 190 its best efforts, the authorizer from which the applicant is 191 seeking sponsorship shall consider the applicant's or the charter school's recruitment efforts and at-risk composition of the 192 193 applicant pool in determining whether the applicant or charter 194 school is operating in a nondiscriminatory manner. A finding by 195 the authorizer that the applicant is not operating in a 196 discriminatory manner justifies approval of the charter without 197 regard to the at-risk percentage requirement if the application is 198 acceptable in all other aspects. A finding by the authorizer that the applicant or charter school is operating in a discriminatory 199 200 manner justifies the denial of a charter school application or the 201 revocation of a charter, as may be applicable.

(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.

209

(2) Enrollment preferences.

(a) Any noncharter public school converting partially
or entirely to a public charter school shall adopt and maintain a
policy giving enrollment preference to students who reside within
the former attendance area of that public school. If the charter
school has excess capacity after enrolling students residing
within the former attendance area of the school, students outside
S. B. No. 2401

of the former attendance area of the school shall be eligible for enrollment. If the number of these additional students exceeds the capacity of a program, class, grade level, or building, the 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.

231 This section does not preclude the formation of a (d) public charter school whose mission is focused on serving students 232 233 with disabilities, students of the same gender, students who pose 234 such severe disciplinary problems that they warrant a specific 235 educational program, or students who are at risk of academic 236 failure. If capacity is insufficient to enroll all students who 237 wish to attend such school, the public charter school shall select 238 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 means that the district provides and publicizes information about noncharter public schools in the district.

252 **SECTION 5.** Authorizer. (1) The Mississippi Public Charter 253 School Authorizer Board created under subsection (2) of this 254 section may authorize public charter schools in any county in the 255 State of Mississippi. In High Performing or Star school 256 districts, the Mississippi Public Charter School Authorizer Board 257 may authorize public charter schools only if a majority of the members of the local school board votes at a public meeting to 258 259 endorse the application.

260

(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.

270 (C) The Mississippi Public Charter School Authorizer 271 Board shall consist of seven (7) members. Two (2) members shall be appointed by the Governor; two (2) members shall be appointed 272 273 by the Lieutenant Governor; two (2) members shall be appointed by 274 the State Superintendent of Education and one (1) member who shall 275 be appointed by the Commissioner of Higher Education. In making 276 the appointments, the appointing authority shall ensure statewide 277 geographic and racial diversity among Public Charter School

278 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,

S. B. No. 2401 12/SS02/R678.4 PAGE 8

282 management and finance, public school leadership, assessment, and 283 curriculum and instruction, and public education law. All members 284 of the Mississippi Public Charter School Authorizer Board shall 285 have demonstrated understanding of and commitment to charter 286 schooling as a strategy for strengthening public education.

To establish staggered terms of office, the initial 287 (e) 288 term of office for the two (2) Mississippi Public Charter School 289 Authorizer Board members appointed by the Governor shall be four 290 (4) years and thereafter shall be three (3) years; the initial term of office for the two (2) members appointed by the Lieutenant 291 292 Governor shall be three (3) years and thereafter shall be three 293 (3) years; the initial term of office for the two (2) members appointed by the State Superintendent of Education shall be two 294 295 (2) years and thereafter shall be three (3) years; and the initial 296 term of office of the member appointed by the Commissioner of Higher Education shall be four (4) years and thereafter shall be 297 three (3) years. No appointed member shall serve more than two 298 299 (2) consecutive terms. The initial appointments shall be made no 300 later than September 1, 2012.

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

305 (g) A member of the Mississippi Public Charter School 306 Authorizer Board may be removed by the authorizer for any cause 307 that renders the member incapable or unfit to discharge the duties 308 of the office. Whenever a vacancy on the Mississippi Public 309 Charter School Authorizer Board exists, the original appointing 310 authority shall appoint a member for the remaining portion of the 311 term.

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

315 to carry out the purposes of this act, subject to the terms and 316 conditions under which they are given, provided that all such 317 terms and conditions are permissible under law.

318 (i) The Mississippi Public Charter School Authorizer 319 Board shall appoint an executive director to serve at the 320 discretion of the authorizer with qualifications established by 321 the authorizer based on national best practices. The Mississippi 322 Public Charter School Authorizer Board shall be located for administrative purposes within the offices of the State 323 Institutions of Higher Learning which shall provide meeting space 324 325 and clerical support for the authorizer, and shall assist the 326 Mississippi Public Charter School Authorizer Board with 327 implementing the authorizer's decisions that relate to charter 328 schools.

329 (3) State Department of Education. The Mississippi
330 Department of Education shall assist the Mississippi Public
331 Charter School Authorizer Board with implementing the authorizer's
332 decisions by providing technical assistance and information
333 relating to the implementation of this act.

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;

(ii) Approving quality charter applications that meet identified educational needs and promote a diversity of 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 authorizer shall be required to develop and maintain chartering 363 364 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 368 evaluating charter applications; performance contracting; ongoing 369 public charter school oversight and evaluation; and charter 370 renewal decision-making. The authorizer shall carry out all its 371 duties under this act in a manner consistent with such nationally 372 recognized principles and standards and with the spirit and intent of this act. Evidence of material or persistent failure to do so 373 374 shall constitute grounds for losing charter authorizing powers.

375 (6) Authorizer funding.

(a) To cover costs for overseeing public charter
377 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 (9) Services purchased from authorizer.

(a) With the exception of oversight services as
required by subsection (6) of this section, no public charter
school shall be required to purchase services from the authorizer
as a condition of charter approval or of executing a charter
contract, nor may any such condition be implied.

401 (b) A public charter school may, at its discretion, 402 choose to purchase services from its authorizer. In such event, 403 the public charter school and authorizer shall execute an annual 404 service contract, separate from the charter contract, stating the 405 parties' mutual agreement concerning any services to be provided 406 by the authorizer and any service fees to be charged to the public 407 charter school. The authorizer may not charge more than market 408 rates for services provided to a public charter school.

409 <u>SECTION 6.</u> Application process. (1) Request for proposals.
410 (a) To solicit, encourage and guide the development of
411 quality public charter school applications, the authorizer
412 operating under this act shall issue and broadly publicize a

413 request for proposals by September 1, except in the authorizer's 414 first year of operation in which the authorizer shall issue and 415 broadly publicize a request for proposals by December 1. The 416 content and dissemination of the request for proposals shall be 417 consistent with the purposes and requirements of this act.

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

421 (c) The authorizer's request for proposals shall
422 include a clear statement of any preferences the authorizer wishes
423 to grant to applications that help at-risk students.

(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.

428 (e) The request for proposals shall include the
429 criteria that will guide the authorizer's decision to approve or
430 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:

440 (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;

The location or geographic area proposed for

445 the school;

444

(iii)

446 (iv) The grades to be served each year for the 447 full term of the charter contract; Minimum, planned and maximum enrollment per 448 (V) 449 grade per year for the term of the charter contract; 450 (vi) Evidence of need and community support for 451 the proposed public charter school; 452 (vii) Background information on the proposed founding governing board members and, if identified, the proposed 453 454 school leadership and management team that includes a record of 455 success in raising student achievement; 456 (viii) The school's proposed calendar and sample 457 daily schedule, which shall be no less than state minimum number 458 of school days set forth in Section 37-13-63; 459 (ix) A description of the academic program aligned with state standards; 460 461 A description of the school's instructional (X) 462 design, including the type of learning environment (such as 463 classroom-based or independent study), class size and structure, 464 curriculum overview, and teaching methods; 465 (xi) The school's plan for using internal and 466 external assessments to measure and report student progress on the 467 performance framework developed by the authorizer in accordance 468 with Section 7(1) of this act; The school's plans for identifying and 469 (xii) 470 successfully serving students with disabilities (including all of 471 the school's proposed policies pursuant to the individuals with Disabilities Education Improvement Act of 2004, 20 USC Section 472 473 1400 et seq., Section 504 of the Rehabilitation Act of 1973, 29 USC Section 794, and Title 11 of the Americans with Disabilities 474 475 Act, 42 USC Section 12101 et seq., and the school's procedures for securing and providing evaluations and related services pursuant 476 477 to federal law), students who are English language learners, 478 students who are academically behind, and gifted students, S. B. No. 2401 12/SS02/R678.4

PAGE 14

479 including, but not limited to, compliance with applicable laws and 480 regulations;

481 (xiii) A description of co-curricular or 482 extracurricular programs and how they will be funded and 483 delivered;

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

491 (xv) The school's student discipline policies,492 including those for special education students;

493 (xvi) An organization chart that clearly presents 494 the school's organizational structure, including lines of 495 authority and reporting between the governing board, staff, any 496 related bodies (such as advisory bodies or parent and teacher 497 councils), and any external organizations that will play a role in 498 managing the school;

499 (xvii) A clear description of the roles and 500 responsibilities for the governing board, the school's leadership 501 and management team, and any other entities shown in the organization chart; 502 503 (xviii) A staffing chart for the school's first 504 year, and a staffing plan for the term of the charter; 505 (xix) Plans for recruiting and developing school 506 leadership and staff;

507 (xx) The school's leadership and teacher 508 employment policies, including performance evaluation plans; 509 (xxi) Proposed governing bylaws;

510 Explanations of any partnerships or (xxii) 511 contractual relationships central to the school's operations or 512 mission; 513 (xxiii) The school's plans for providing 514 transportation, food service, and all other significant 515 operational or ancillary services; 516 (xxiv) Opportunities and expectations for parent 517 involvement; 518 (XXV) A detailed school start-up plan, identifying tasks, timelines and responsible individuals; 519 520 (xxvi) Description of the school's financial plan 521 and policies, including financial controls and audit requirements; 522 (xxvii) A description of the insurance coverage 523 the school will obtain; 524 Start-up and five-year budgets with (xxviii) 525 clearly stated assumptions; (xxix) Start-up and first-year cash-flow 526 527 projections with clearly stated assumptions; 528 (xxx) Evidence of anticipated fundraising 529 contributions, if claimed in the application; and 530 (xxxi) A sound facilities plan, including backup 531 or contingency plans if appropriate. 532 In the case of an application to establish a public (h) charter school by converting an existing noncharter public school 533 534 to public charter school status, the request for proposals shall 535 additionally require the applicants to demonstrate support for the 536 proposed public charter school conversion by a petition signed by 537 a majority of teachers or a petition signed by a majority of 538 parents of students in the existing noncharter public school, or 539 by a majority vote of the local school board or, in the case of 540 schools in districts under state conservatorship, by the State 541 Board of Education.

542 In the case of a proposal to establish a virtual (i) 543 public charter school, the request for proposals shall additionally require the applicants to describe the proposed 544 545 school's system of course credits and how the school will: 546 (i) Monitor and verify full-time student enrollment, student participation in a full course load, credit 547 548 accrual and course completion; (ii) Monitor and verify student progress and 549 550 performance in each course through regular, proctored assessments 551 and submissions of coursework; 552 (iii) Conduct parent-teacher conferences; and 553 (iv) Administer state-required assessments to all 554 students in a proctored setting. 555 In the case of a proposed public charter school (j) that intends to contract with an education service provider for 556 557 substantial educational services, management services, or both types of services, the request for proposals shall additionally 558 559 require the applicants to: 560 Provide evidence of the education service (i) 561 provider's success in serving student populations similar to the 562 targeted population, including demonstrated academic achievement 563 as well as successful management of nonacademic school functions 564 if applicable; 565 Provide a term sheet setting forth the (ii)

566 proposed duration of the service contract; roles and 567 responsibilities of the governing board, the school staff, and the service provider; scope of services and resources to be provided 568 569 by the service provider; performance evaluation measures and 570 timelines; compensation structure, including clear identification 571 of all fees to be paid to the service provider; methods of contract oversight and enforcement; investment disclosure; and 572 573 conditions for renewal and termination of the contract; and

S. B. No. 2401 12/SS02/R678.4 PAGE 17

574 (iii) Disclose and explain any existing or 575 potential conflicts of interest between the school governing board 576 and proposed service provider or any affiliated business entities.

577 In the case of a public charter school proposal (k) 578 from an applicant that currently operates one or more schools in any state or nation, the request for proposals shall additionally 579 580 require the applicant to provide evidence of past performance and current capacity for growth. The applicant shall be required to 581 582 submit clear evidence that it has produced statistically significant gains in student achievement or consistently produced 583 584 proficiency levels as measured on state achievement tests;

(1) 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.

590

(2) Application decision-making process.

591 (a) In reviewing and evaluating charter applications, 592 the authorizer shall employ procedures, practices and criteria 593 consistent with nationally recognized principles and standards for 594 quality charter authorizing. The application review process shall include thorough evaluation of each written charter application, 595 596 an in-person interview with the applicant group, and an 597 opportunity in a public forum for local residents to learn about 598 and provide input on each application.

(b) In deciding whether to approve charterapplications, 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;

605 (ii) Base decisions on documented evidence606 collected through the application review process;

607 (iii) Follow charter-granting policies and 608 practices that are transparent, based on merit, and avoid 609 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. 629 The purposes of the charter application are to present the proposed 630 631 public charter school's academic and operational vision and plans, 632 demonstrate the applicant's capacities to execute the proposed 633 vision and plans, and provide the authorizer a clear basis for 634 assessing the applicant's plans and capacities. An approved 635 charter application shall not serve as the school's charter 636 contract.

637 (4) Initial charter term. An initial charter shall be
638 granted for a term of five (5) operating years. The charter term
639 shall commence on the public charter school's first day of

S. B. No. 2401 12/SS02/R678.4 PAGE 19

640 operation. An approved public charter school may delay its 641 opening for one (1) school year in order to plan and prepare for 642 the school's opening. If the school requires an opening delay of 643 more than one (1) school year, the school must request an 644 extension from its authorizer. The authorizer may grant or deny 645 the extension depending on the particular school's circumstances. 646 (5) Charter contracts.

647 At the same time that a charter application is (a) 648 approved, the authorizer and the governing board of the approved public charter school shall execute a charter contract that 649 650 clearly sets forth the academic and operational performance 651 expectations and measures by which the public charter school will 652 be judged and the administrative relationship between the 653 authorizer and public charter school, including each party's 654 rights and duties. The performance expectations and measures set 655 forth in the charter contract shall include, but need not be limited to, applicable federal and state accountability 656 657 requirements. The performance provisions may be refined or 658 amended by mutual agreement after the public charter school is 659 operating and has collected baseline achievement data for its 660 enrolled students.

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

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

667 (ii) Monitor and verify student progress and 668 performance in each course through regular, proctored assessments 669 and submissions of coursework;

670 (iii) Conduct parent-teacher conferences; and
671 (iv) Administer state-required assessments to all
672 students in a proctored setting.

(c) 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.

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

680

(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.

687 SECTION 7. Accountability. (1) Performance framework. 688 The performance provisions within the charter (a) 689 contract shall be based on a performance framework that clearly 690 sets forth the academic and operational performance indicators, 691 measures and metrics that will guide the authorizer's evaluations 692 of each public charter school. The performance framework shall 693 include indicators, measures and metrics for, at a minimum: 694 (i) Student academic proficiency; 695 (ii) Student academic growth; 696 Achievement gaps in both proficiency and (iii) 697 growth between major student subgroups; 698 (iv) Attendance; 699 (v) Recurrent enrollment from year to year; 700 In-school and out-of-school suspension rates (vi) 701 and expulsion rates; 702 (vii) Postsecondary readiness (for high schools), 703 including the percentage of graduates submitting applications to 704 postsecondary institutions, high school completion, postsecondary 705 admission, and postsecondary enrollment or employment; S. B. No. 2401 12/SS02/R678.4

12/SS02/R678 PAGE 21

(viii) Financial performance and sustainability;

706 707

and

708 (ix) Board performance and stewardship, including 709 compliance with all applicable laws, regulations and terms of the 710 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.

732

(2) Oversight and corrective actions.

(a) An authorizer shall annually monitor the
performance and legal compliance of the public charter schools it
oversees, including collecting and analyzing data to support
evaluation according to the charter contract. Every authorizer
shall have the authority to conduct or require oversight
activities that enable the authorizer to fulfill its

S. B. No. 2401 12/SS02/R678.4 PAGE 22

739 responsibilities under this act, including conducting appropriate 740 inquiries and investigations, so long as those activities are 741 consistent with the intent of this act, adhere to the terms of the 742 charter contract, and do not unduly inhibit the autonomy granted 743 to public charter schools.

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

(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.

765

(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.

772 No later than September 30, the authorizer shall (b) 773 issue a public charter school performance report and charter 774 renewal application guidance to any public charter school whose 775 charter will expire the following year. The performance report 776 shall summarize the public charter school's performance record to 777 date, based on the data required by this act and the charter 778 contract, and shall provide notice of any weaknesses or concerns 779 perceived by the authorizer concerning the public charter school 780 that may jeopardize its position in seeking renewal if not timely 781 rectified. The public charter school shall have ninety (90) days 782 to respond to the performance report and submit any corrections or 783 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;

789 (ii) Describe improvements undertaken or planned790 for the school; and

791 (iii) Detail the school's plans for the next792 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.

S. B. No. 2401 12/SS02/R678.4 PAGE 24

(f) In making charter renewal decisions, every 805 authorizer shall: 806 Ground its decisions in evidence of the (i) 807 school's performance over the term of the charter contract in 808 accordance with the performance framework set forth in the charter 809 contract; 810 (ii) Ensure that data used in making renewal 811 decisions are available to the school and the public; and (iii) Provide a public report summarizing the 812 evidence basis for each decision. 813 814 A charter contract shall be revoked at any time or (q) 815 not renewed if the authorizer determines that the public charter school did any of the following or otherwise failed to comply with 816 817 the provisions of this act: (i) Commits a material and substantial violation 818 819 of any of the terms, conditions, standards or procedures required 820 under this act or the charter contract; 821 (ii) Fails to meet or make sufficient progress 822 toward the performance expectations set forth in the charter 823 contract; 824 (iii) Fails to meet generally accepted standards 825 of fiscal management; or 826 Substantially violates any material provision (iv) 827 of law from which the public charter school was not exempted. 828 (h) The authorizer shall develop revocation and 829 nonrenewal processes that: 830 Provide the charter holders with a timely (i) 831 notification of the prospect of revocation or nonrenewal and of 832 the reasons for such possible closure; 833 (ii) Allow the charter holders a reasonable amount of time in which to prepare a response; 834 835 (iii) Provide the charter holders with an 836 opportunity to submit documents and give testimony challenging the S. B. No. 2401 12/SS02/R678.4 PAGE 25

837 rationale for closure and in support of the continuation of the 838 school at an orderly proceeding held for that purpose;

839 (iv) Allow the charter holders access to
840 representation by counsel and to call witnesses on their behalf;
841 (v) Permit the recording of such proceedings; and

842 (vi) After a reasonable period for deliberation, 843 require a final determination be made and conveyed in writing to 844 the charter holders.

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

(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.

854

(4) School closure and dissolution.

855 Prior to any public charter school closure (a) 856 decision, an authorizer shall have developed a public charter 857 school closure protocol to ensure timely notification to parents, 858 orderly transition of students and student records to new schools, 859 and proper disposition of school funds, property, and assets in 860 accordance with the requirements of this act. The protocol shall 861 specify tasks, timelines, and responsible parties, including 862 delineating the respective duties of the school and the 863 authorizer. In the event of a public charter school closure for 864 any reason, the authorizer shall oversee and work with the closing school to ensure a smooth and orderly closure and transition for 865 866 students and parents, as guided by the closure protocol.

867 (b) If a charter school closes, all unspent government 868 funds, unspent earnings from those funds and assets purchased with 869 government funds will revert to the Mississippi Charter School

S. B. No. 2401 12/SS02/R678.4 PAGE 26

870 Authorizer which shall determine the appropriate disbursal of the 871 unspent government funds to the State Treasury or the local taxing authority, as is appropriate. Unspent funds from nongovernmental 872 873 sources, unspent earnings from those funds, assets purchased with 874 those funds and debts of the school (unless otherwise provided for 875 in the charter or debt instrument) shall revert to the nonprofit 876 entity created to operate the school and may be disposed of 877 according to applicable laws for nonprofit corporations.

Annual report. On or before September 30 of each year 878 (5) beginning in the first year after the state will have had public 879 880 charter schools operating for a full school year, the Mississippi 881 Public Schools Charter Authorizer Board shall issue to the 882 Governor, the Legislature, the State Board of Education and the 883 public at large, an annual report on the state's public charter 884 schools, for the school year ending in the preceding calendar 885 year. The annual report shall include a comparison of the performance of public charter school students with the performance 886 887 of academically, ethnically and economically comparable groups of 888 students in public schools in the resident school district. Τn 889 addition, the annual report shall include the authorizer's 890 assessment of the successes, challenges and areas for improvement 891 in meeting the purposes of this act, including a report by the 892 Joint Legislative Committee on Performance Evaluation and Expenditure Review Committee (PEER) on an assessment of the 893 894 sufficiency of funding for public charter schools, the efficacy of 895 the state formula for authorizer funding, and any suggested 896 changes in state law or policy necessary to strengthen the state's 897 public charter schools. The report shall also assess whether the creation of public charter schools is sufficient to meet demand, 898 899 as calculated according to admissions data and the number of students denied enrollment as based on lottery results. 900

901 <u>SECTION 8.</u> Operations and autonomy. (1) Legal status of 902 public charter school.

S. B. No. 2401 12/SS02/R678.4

PAGE 27

903 (a) Notwithstanding any provision of law to the 904 contrary, to the extent that any provision of this act is 905 inconsistent with any other state or local law, rule or 906 regulation, the provisions of this act shall govern and be 907 controlling.

908 (b) A public charter school shall be a nonprofit 909 education organization.

910 (c) A public charter school shall be subject to all 911 federal laws and authorities enumerated herein or arranged by 912 charter contract with the school's authorizer, where such 913 contracting is consistent with applicable laws, rules and 914 regulations.

915 (d) Except as provided in this act, a public charter 916 school shall not be subject to the state's education statutes or 917 any state or local rule, regulation, policy or procedure relating 918 to noncharter public schools within an applicable local school 919 district regardless of whether such rule, regulation, policy or 920 procedure is established by the local school board, the State 921 Board of Education, or the State Department of Education.

922 (e) A charter contract may consist of one or more 923 schools, to the extent approved by the authorizer and consistent 924 with applicable law. Each public charter school that is part of a 925 charter contract shall be separate and distinct from any others.

926 (f) A single governing board may hold one or more 927 charter contracts. Each public charter school that is part of a 928 charter contract shall be separate and distinct from any others.

929

(2) Local educational agency status.

930 (a) The public charter school functions for all
931 purposes as a local educational agency. Local educational agency
932 status does not preclude a public charter school from developing
933 links to local school districts for services, resources and
934 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

940 (c) Consistent with federal, state or local laws, the 941 public charter school has primary responsibility for special 942 education at the school, including identification and provision of 943 service, and is responsible for meeting the needs of enrolled 944 students with disabilities.

945 (3) Powers of public charter school. A public charter 946 school shall have all the powers necessary for carrying out the 947 terms of its charter contract including the following powers:

948 (a) To receive and disburse funds for school purposes;
949 (b) To secure appropriate insurance and to enter into
950 contracts and leases;

951 (c) To contract with an education service provider for 952 the management and operation of the public charter school so long 953 as the school's governing board retains oversight authority over 954 the school;

955 (d) To incur debt in reasonable anticipation of the 956 receipt of public or private funds;

957 (e) To pledge, assign or encumber its assets to be used 958 as collateral for loans or extensions of credit;

959 (f) To solicit and accept any gifts or grants for 960 school purposes subject to applicable laws and the terms of its 961 charter contract;

962 (g) To acquire real property for use as its facility or 963 facilities, from public or private sources; and

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

965 (4) General requirements.

966 (a) A public charter school shall not discriminate 967 against any person on the basis of race, creed, color, sex,

968 disability, or national origin or any other category that would be 969 unlawful if done by a noncharter public school.

970 (b) No public charter school may engage in any
971 sectarian practices in its educational program, admissions or
972 employment policies, or operations.

973 (c) A public charter school shall not discriminate 974 against any student on the basis of national origin, minority 975 status, or limited proficiency in English. Consistent with 976 federal civil rights laws, public charter schools shall provide 977 limited English proficient students with appropriate services 978 designed to teach them English and the general curriculum.

979 (d) A public charter school shall not charge tuition 980 and shall abide by Section 37-7-335 of state law in the 981 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.

989 (f) The powers, obligations and responsibilities set 990 forth in the charter contract cannot be delegated or assigned by 991 either party.

992 (5)

Applicability of other laws, rules and regulations.

993 (a) Public charter schools shall be subject to the same 994 civil rights, health and safety requirements applicable to other 995 public schools in the state, except as otherwise specifically 996 provided in this act.

997 (b) Public charter schools shall be subject to the 998 student assessment and accountability requirements applicable to 999 other public schools in the state, but nothing herein shall

1000 preclude a public charter school from establishing additional

1001 student assessment measures that go beyond state requirements if 1002 the school's authorizer approves such measures.

1003 (c) Public charter school governing boards shall be 1004 subject to and comply with state open meetings and freedom of 1005 information laws.

1006

(6) Public charter school employees.

1007 Public charter schools shall comply with applicable (a) 1008 federal laws, rules, and regulations regarding the qualification 1009 of teachers and other instructional staff. Fifty percent (50%) of 1010 teachers in a public charter school may be exempt from state 1011 teacher certification requirements. Administrators of public 1012 charter schools are exempt from state administrator certification 1013 requirements. However, teachers and administrators shall have a bachelor's degree as a minimum requirement. 1014

1015 (b) Employees in public charter schools shall have the 1016 same rights and privileges as other public school employees except 1017 as otherwise stated herein; however, such employees shall not be 1018 subject to the provisions of the Education Employment Procedures 1019 law, Section 32-9-103, and shall not be deemed as members of the 1020 Public Employees' Retirement System.

1021 (c) Employees in public charter schools are eligible 1022 for participation in retirement and other benefits programs if the 1023 public charter school chooses to participate.

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

1028 (e) Teachers and administrators shall be subject to
1029 disqualification or termination for sexual misconduct as is
1030 applicable to other public schools under Section 37-3-2(g)(h) and
1031 (i).

1032 (7) Access to interscholastic activities. A public charter 1033 school shall be eligible for state-sponsored or district-sponsored

1034 interscholastic leagues, competitions, awards, scholarships and 1035 recognition programs for students, educators, administrators and 1036 schools to the same extent as noncharter public schools.

1037

SECTION 9. 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.

1044 Each public charter school shall annually certify (b) 1045 to the tax collector in the county in which the charter school is 1046 located the number of enrolled public charter school students 1047 residing in each school district in the county. In the event a student enrolled in a public charter school resides in an 1048 adjoining county, the public charter school shall certify this 1049 1050 enrollment to the tax collector of the county where the student 1051 resides.

1052 By October 15 of each year, the State Department of (C) 1053 Education shall send each tax collector of any county in which is 1054 located a public charter school the current amount of ad valorem 1055 millage for operations in dollars per pupil which is levied for 1056 the support of each school district located in every county in the state based upon the certified budget request in dollars for the 1057 1058 first month of enrollment. The ad valorem millage for operations in dollars to be reported shall include all levies for the support 1059 of the school district under Sections 37-57-1 (local contribution 1060 1061 to the adequate education program) and 37-57-105 (school district operational levy), plus an estimated amount each district 1062 1063 anticipates to receive for in lieu payments, and shall not include any taxes levied for the retirement of school district bonded 1064 1065 indebtedness or short-term notes or any taxes levied for the 1066 support of vocational-technical education programs.

S. B. No. 2401 12/SS02/R678.4 PAGE 32

1067

(2) Operational funding.

The State Department of Education shall make 1068 (a) 1069 payments to public charter schools for each student in average 1070 daily attendance at the public charter school equal to the state 1071 share of the adequate education program payments for each student 1072 in average daily attendance at the public school district in which 1073 the public charter school is located. In calculating the local 1074 contribution for purposes of determining the state share of the 1075 adequate education program payments, the department shall deduct the pro rata local contribution of the school district in which 1076 1077 the student resides, to be determined as provided in Section 1078 37-151-7(2)(a).

(b) The tax collector in the county in which the public 1079 1080 charter school is located shall pay directly to the public charter 1081 school an amount for each student enrolled in the public charter 1082 school equal to the ad valorem taxes levied and in lieu payments 1083 per pupil for the support of the school district in which the 1084 student resides, and the tax collector shall withhold an equal 1085 amount from the local school district in which the public charter 1086 school student resides. The pro rata ad valorem taxes and in lieu payments to be transferred to the public charter school shall 1087 1088 include all levies for the support of the school district under 1089 Sections 37-57-1 (local contribution to the adequate education program) and 37-57-105 (school district operational levy) and 1090 1091 shall not include any taxes levied for the retirement of school 1092 district bonded indebtedness or short-term notes or any taxes 1093 levied for the support of vocational-technical education programs. 1094 In the event a student attending the public charter school resides 1095 in an adjoining county, it shall be the responsibility of the tax 1096 collector of the county of the student's residence to make local 1097 ad valorem payments under this section to the public charter 1098 school, but in no event shall such payment exceed the pro rata 1099 amount of the local ad valorem payment for the local contribution

to the adequate education program under Section 37-57-1 for the 1100 1101 school district in which the student resides. Payments made pursuant to this section by the tax collector to the charter 1102 1103 schools shall be made at the same time and manner as funds are 1104 distributed to the school districts in the county on a per pupil 1105 basis. It shall be the duty of the tax collector to verify that payments of local school district ad valorem and in lieu receipts 1106 1107 made to public charter schools and withheld from local school 1108 districts are based on the number of students actually attending the public charter school. If the tax collector collects ad 1109 1110 valorem receipts for multiple school districts, the tax collecting entity will ensure that the deductions from each local school 1111 1112 district's ad valorem and in lieu receipts that are diverted to the charter school are based on the number of students attending 1113 the charter school that reside in each local school district. 1114

1115 (3) Payment schedule. Payments made pursuant to this 1116 section by the State Department of Education shall be made in 1117 twelve (12) substantially equal installments each year at the same time and in the same manner as adequate education program payments 1118 1119 are made to public school districts. Amounts payable under this section shall be determined by the State Department of Education. 1120 1121 Amounts payable to a public charter school in its first year of 1122 operation shall be based on the projections of initial-year enrollment and federal school level funding set forth in the 1123 1124 charter contracts. Such projections shall be reconciled with the average daily attendance at the end of the school's first year of 1125 1126 operation, and any necessary adjustments shall be made to payments during the school's second year of operation. 1127

1128 (4) Categorical funding.

(a) The state shall direct the proportionate share of
monies generated under federal and state categorical aid programs,
including special education, vocational, gifted and alternative
school programs, to public charter schools serving students

eligible for such aid. The state shall ensure that public charter schools with rapidly expanding enrollments are treated equitably in the calculation and disbursement of all federal and state categorical aid program dollars. Each public charter school that serves students who may be eligible to receive services provided through such programs shall comply with all reporting requirements to receive the aid.

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

1145 (c) At either party's request, a public charter school 1146 and a local school district may negotiate and include in the charter contract alternate arrangements for the provision of and 1147 payment for special education services, including, but not 1148 1149 necessarily limited to, a reasonable reserve not to exceed five 1150 percent (5%) of the local school district's total budget for providing special education services. The reserve shall only be 1151 1152 used by the local school district to offset excess costs of providing services to students with disabilities enrolled in one 1153 1154 (1) of the public charter schools that has paid into it.

1155 (5) Generally accepted accounting principles independent 1156 audit.

1157 (a) A public charter school shall adhere to generally1158 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.

1164 (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.

1177 (8) Ability to accept gifts, donations and grants. Nothing in this act shall be construed to prohibit any person or 1178 organization from providing funding or other assistance to the 1179 1180 establishment or operation of a public charter school. The 1181 governing board of a public charter school is authorized to accept 1182 gifts, donations and grants of any kind made to the public charter school and to expend or use such gifts, donations and grants in 1183 1184 accordance with the conditions prescribed by the donor; provided, however, that no gift, donation or grant may be accepted if 1185 1186 subject to a condition that is contrary to any provision of law or 1187 term of the charter contract.

Access to district facilities SECTION 10. Facilities. 1188 (1) 1189 and land. A public charter school shall have a right of first refusal to purchase or lease at or below fair market value a 1190 1191 closed public school facility or property or unused portions of a 1192 public school facility or property located in a school district from which it draws its students if the school district decides to 1193 1194 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

1198 university or public community college, or any other public or 1199 for-profit or nonprofit private entity for the use of facility for 1200 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.

1207 SECTION 11. Section 37-151-7, Mississippi Code of 1972, is 1208 amended as follows:

1209 37-151-7. The annual allocation to each school district for 1210 the operation of the adequate education program shall be 1211 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:

1216 Determination of average daily attendance. (a) 1217 Effective with fiscal year 2011, the State Department of Education shall determine the percentage change from the prior year of each 1218 1219 year of each school district's average of months two (2) and three 1220 (3) average daily attendance (ADA) for the three (3) immediately 1221 preceding school years of the year for which funds are being 1222 appropriated. For any school district that experiences a positive growth in the average of months two (2) and three (3) ADA each 1223 1224 year of the three (3) years, the average percentage growth over the three-year period shall be multiplied times the school 1225 district's average of months two (2) and three (3) ADA for the 1226 year immediately preceding the year for which MAEP funds are being 1227 1228 appropriated. The resulting amount shall be added to the school 1229 district's average of months two (2) and three (3) ADA for the 1230 year immediately preceding the year for which MAEP funds are being

1231 appropriated to arrive at the ADA to be used in determining a 1232 school district's MAEP allocation. Otherwise, months two (2) and 1233 three (3) ADA for the year immediately preceding the year for 1234 which MAEP funds are being appropriated will be used in 1235 determining a school district's MAEP allocation. In any fiscal 1236 year prior to 2010 in which the MAEP formula is not fully funded, 1237 for those districts that do not demonstrate a three-year positive growth in months two (2) and three (3) ADA, months one (1) through 1238 1239 nine (9) ADA of the second preceding year for which funds are 1240 being appropriated or months two (2) and three (3) ADA of the 1241 preceding year for which funds are being appropriated, whichever is greater, shall be used to calculate the district's MAEP 1242 1243 allocation. The district's average daily attendance shall be computed and currently maintained in accordance with regulations 1244 promulgated by the State Board of Education. 1245

Determination of base student cost. Effective with 1246 (b) 1247 fiscal year 2011 and every fourth fiscal year thereafter, the 1248 State Board of Education, on or before August 1, with adjusted estimate no later than January 2, shall submit to the Legislative 1249 1250 Budget Office and the Governor a proposed base student cost 1251 adequate to provide the following cost components of educating a 1252 pupil in a successful school district: (i) Instructional Cost; 1253 (ii) Administrative Cost; (iii) Operation and Maintenance of 1254 Plant; and (iv) Ancillary Support Cost. For purposes of these 1255 calculations, the Department of Education shall utilize financial data from the second preceding year of the year for which funds 1256 1257 are being appropriated.

For the instructional cost component, the Department of Education shall select districts that have been identified as instructionally successful and have a ratio of a number of teachers per one thousand (1,000) students that is between one (1) standard deviation above the mean and two (2) standard deviations below the mean of the statewide average of teachers per one

thousand (1,000) students. The instructional cost component shall 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:

1270Fund 1120 Functions 1110-1199 Objects 100-999, Functions12711210, 1220, 2150-2159 Objects 210 and 215;1272Fund 1130 All Functions, Object Code 210 and 215;1273Fund 2001 Functions 1110-1199 Objects 100-999;1274Fund 2070 Functions 1110-1199 Objects 100-999;1275Fund 2420 Functions 1110-1199 Objects 100-999;

1276 Fund 2711 All Functions, Object Code 210 and 215.

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

For the administrative cost component, the Department of 1282 1283 Education shall select districts that have been identified as instructionally successful and have a ratio of an administrative 1284 1285 staff to nonadministrative staff between one (1) standard 1286 deviation above the mean and two (2) standard deviations below the mean of the statewide average administrative staff to 1287 1288 nonadministrative staff. The administrative cost component shall be calculated by dividing the latest available months one (1) 1289 1290 through nine (9) ADA of the selected districts into the administrative expenditures of these selected districts. For the 1291 purpose of this calculation, the Department of Education shall use 1292 1293 the following funds, functions and objects: Fund 1120 Functions 2300-2599, Functions 2800-2899, 1294 1295 Objects 100-999;

1296 Fund 2711 Functions 2300-2599, Functions 2800-2899,

1297

PAGE 40

Objects 100-999.

For the plant and maintenance cost component, the Department 1298 of Education shall select districts that have been identified as 1299 1300 instructionally successful and have a ratio of plant and 1301 maintenance expenditures per one hundred thousand (100,000) square 1302 feet of building space and a ratio of maintenance workers per one 1303 hundred thousand (100,000) square feet of building space that are 1304 both between one (1) standard deviation above the mean and two (2) standard deviations below the mean of the statewide average. 1305 The plant and maintenance cost component shall be calculated by 1306 1307 dividing the latest available months one (1) through nine (9) ADA 1308 of the selected districts into the plant and maintenance 1309 expenditures of these selected districts. For the purpose of this 1310 calculation, the Department of Education shall use the following 1311 funds, functions and objects: Fund 1120 Functions 2600-2699, Objects 100-699 1312 and Objects 800-999; 1313 1314 Fund 2711 Functions 2600-2699, Objects 100-699 1315 and Objects 800-999; 1316 Fund 2430 Functions 2600-2699, Objects 100-699 1317 and Objects 800-999. 1318 For the ancillary support cost component, the Department of 1319 Education shall select districts that have been identified as instructionally successful and have a ratio of a number of 1320 1321 librarians, media specialists, guidance counselors and psychologists per one thousand (1,000) students that is between 1322 one (1) standard deviation above the mean and two (2) standard 1323 1324 deviations below the mean of the statewide average of librarians, 1325 media specialists, guidance counselors and psychologists per one 1326 thousand (1,000) students. The ancillary cost component shall be 1327 calculated by dividing the latest available months one (1) through 1328 nine (9) ADA into the ancillary expenditures instructional 1329 expenditures of these selected districts. For the purpose of this S. B. No. 2401 12/SS02/R678.4

1330 calculation, the Department of Education shall use the following 1331 funds, functions and objects:

1332Fund 1120 Functions 2110-2129, Objects 100-999;1333Fund 1120 Functions 2140-2149, Objects 100-999;1334Fund 1120 Functions 2220-2229, Objects 100-999;1335Fund 2001 Functions 2100-2129, Objects 100-999;1336Fund 2001 Functions 2140-2149, Objects 100-999;1337Fund 2001 Functions 2220-2229, Objects 100-999.

1338 The total base cost for each year shall be the sum of the 1339 instructional cost component, administrative cost component, plant 1340 and maintenance cost component and ancillary support cost 1341 component, and any estimated adjustments for additional state 1342 requirements as determined by the State Board of Education. 1343 Provided, however, that the base student cost in fiscal year 1998 1344 shall be Two Thousand Six Hundred Sixty-four Dollars (\$2,664.00).

1345 For each of the fiscal years between the recalculation of the 1346 base student cost under the provisions of this paragraph (b), the 1347 base student cost shall be increased by an amount equal to forty percent (40%) of the base student cost for the previous fiscal 1348 1349 year, multiplied by the latest annual rate of inflation for the 1350 State of Mississippi as determined by the State Economist, plus 1351 any adjustments for additional state requirements such as, but not 1352 limited to, teacher pay raises and health insurance premium 1353 increases.

1354 (c) Determination of the basic adequate education
1355 program cost. The basic amount for current operation to be
1356 included in the Mississippi Adequate Education Program for each
1357 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.

1361 (d) Adjustment to the base student cost for at-risk
1362 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:

1374 (i) Transportation cost shall be the amount
1375 allocated to such school district for the operational support of
1376 the district transportation system from state funds.

1377 (ii) Vocational or technical education program
1378 cost shall be the amount allocated to such school district from
1379 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.

S. B. No. 2401 12/SS02/R678.4 PAGE 42

(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.

1399 The sum of the items listed above (i) transportation, (ii) 1400 vocational or technical education, (iii) special education, (iv) 1401 gifted education, (v) alternative school, (vi) extended school 1402 year, (vii) university-based, and (viii) bus driver training shall 1403 yield the add-on cost for each school district.

1404 Total projected adequate education program cost. (f) 1405 The total Mississippi Adequate Education Program cost shall be the 1406 sum of the total basic adequate education program cost (paragraph (c)), and the adjustment to the base student cost for at-risk 1407 1408 pupils (paragraph (d)) for each school district. In any year in 1409 which the MAEP is not fully funded, the Legislature shall direct 1410 the Department of Education in the K-12 appropriation bill as to 1411 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.

1417 (2) Computation of the required local revenue in support of 1418 the adequate education program. The amount that each district 1419 shall provide toward the cost of the adequate education program 1420 shall be calculated as follows:

The State Department of Education shall certify to 1421 (a) 1422 each school district that twenty-eight (28) mills, less the estimated amount of the yield of the School Ad Valorem Tax 1423 Reduction Fund grants as determined by the State Department of 1424 1425 Education, is the millage rate required to provide the district required local effort for that year, or twenty-seven percent (27%) 1426 1427 of the basic adequate education program cost for such school 1428 district as determined under paragraph (c), whichever is a lesser

S. B. No. 2401 12/SS02/R678.4 PAGE 43

1429 In the case of an agricultural high school, the millage amount. 1430 requirement shall be set at a level which generates an equitable 1431 amount per pupil to be determined by the State Board of Education. 1432 Local contribution amount for school districts in which public 1433 charter school students reside will be calculated using the 1434 following methodology: using the adequate education program twenty-eight (28) mill value, or the twenty-seven percent (27%) 1435 cap amount (whichever is less) for each public school district 1436 1437 with a student attending the charter school, an average per pupil amount will be calculated. This average per pupil amount will be 1438 1439 multiplied times the number of students attending the charter school from the resident district. The sum becomes the charter 1440 1441 school's local contribution to the adequate education program.

1442 The State Department of Education shall determine (b) (i) the total assessed valuation of nonexempt property for school 1443 purposes in each school district; (ii) assessed value of exempt 1444 1445 property owned by homeowners aged sixty-five (65) or older or 1446 disabled as defined in Section 27-33-67(2), Mississippi Code of 1972; (iii) the school district's tax loss from exemptions 1447 1448 provided to applicants under the age of sixty-five (65) and not 1449 disabled as defined in Section 27-33-67(1), Mississippi Code of 1450 1972; and (iv) the school district's homestead reimbursement 1451 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:

1458 One hundred percent (100%) of Grand Gulf income as prescribed 1459 in Section 27-35-309.

1460 One hundred percent (100%) of any fees in lieu of taxes as 1461 prescribed in Section 27-31-104.

1462

1463

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

The required state effort in support of the 1464 (a) 1465 adequate education program shall be determined by subtracting the 1466 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 1467 1468 forth in subsection (2)(c) of this section in an amount not to 1469 exceed twenty-seven percent (27%) of the total projected adequate 1470 education program cost as set forth in subsection (1)(f) of this section from the total projected adequate education program cost 1471 1472 as set forth in subsection (1)(f) of this section.

1473 (b) Provided, however, that in fiscal year 1998 and in 1474 the fiscal year in which the adequate education program is fully funded by the Legislature, any increase in the said state 1475 1476 contribution to any district calculated under this section shall 1477 be not less than eight percent (8%) in excess of the amount 1478 received by said district from state funds for the fiscal year 1479 immediately preceding. For purposes of this paragraph (b), state 1480 funds shall include minimum program funds less the add-on 1481 programs, State Uniform Millage Assistance Grant Funds, Education 1482 Enhancement Funds appropriated for Uniform Millage Assistance 1483 Grants and state textbook allocations, and State General Funds allocated for textbooks. 1484

If the school board of any school district shall 1485 (C) 1486 determine that it is not economically feasible or practicable to operate any school within the district for the full one hundred 1487 1488 eighty (180) days required for a school term of a scholastic year 1489 as required in Section 37-13-63, Mississippi Code of 1972, due to 1490 an enemy attack, a man-made, technological or natural disaster in 1491 which the Governor has declared a disaster emergency under the laws of this state or the President of the United States has 1492 1493 declared an emergency or major disaster to exist in this state, said school board may notify the State Department of Education of 1494

S. B. No. 2401 12/SS02/R678.4 PAGE 45

such disaster and submit a plan for altering the school term. 1495 Ιf 1496 the State Board of Education finds such disaster to be the cause of the school not operating for the contemplated school term and 1497 1498 that such school was in a school district covered by the 1499 Governor's or President's disaster declaration, it may permit said 1500 school board to operate the schools in its district for less than 1501 one hundred eighty (180) days and, in such case, the State 1502 Department of Education shall not reduce the state contributions 1503 to the adequate education program allotment for such district, 1504 because of the failure to operate said schools for one hundred 1505 eighty (180) days.

The Interim School District Capital Expenditure Fund is 1506 (4) 1507 hereby established in the State Treasury which shall be used to 1508 distribute any funds specifically appropriated by the Legislature 1509 to such fund to school districts entitled to increased allocations 1510 of state funds under the adequate education program funding formula prescribed in Sections 37-151-3 through 37-151-7, 1511 1512 Mississippi Code of 1972, until such time as the said adequate education program is fully funded by the Legislature. 1513 The 1514 following percentages of the total state cost of increased 1515 allocations of funds under the adequate education program funding 1516 formula shall be appropriated by the Legislature into the Interim 1517 School District Capital Expenditure Fund to be distributed to all school districts under the formula: Nine and two-tenths percent 1518 1519 (9.2%) shall be appropriated in fiscal year 1998, twenty percent (20%) shall be appropriated in fiscal year 1999, forty percent 1520 1521 (40%) shall be appropriated in fiscal year 2000, sixty percent (60%) shall be appropriated in fiscal year 2001, eighty percent 1522 (80%) shall be appropriated in fiscal year 2002, and one hundred 1523 percent (100%) shall be appropriated in fiscal year 2003 into the 1524 1525 state adequate education program Fund. Until July 1, 2002, such 1526 money shall be used by school districts for the following

1527 purposes:

S. B. No. 2401 12/SS02/R678.4 PAGE 46

Purchasing, erecting, repairing, equipping, 1528 (a) 1529 remodeling and enlarging school buildings and related facilities, including gymnasiums, auditoriums, lunchrooms, vocational training 1530 1531 buildings, libraries, school barns and garages for transportation 1532 vehicles, school athletic fields and necessary facilities 1533 connected therewith, and purchasing land therefor. Any such capital improvement project by a school district shall be approved 1534 by the State Board of Education, and based on an approved 1535 1536 long-range plan. The State Board of Education shall promulgate 1537 minimum requirements for the approval of school district capital 1538 expenditure plans.

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

1542 (c) Paying debt service on existing capital improvement 1543 debt of the district or refinancing outstanding debt of a district 1544 if such refinancing will result in an interest cost savings to the 1545 district.

1546 From and after October 1, 1997, through June 30, (d) 1547 1998, pursuant to a school district capital expenditure plan approved by the State Department of Education, a school district 1548 1549 may pledge such funds until July 1, 2002, plus funds provided for 1550 in paragraph (e) of this subsection (4) that are not otherwise permanently pledged under such paragraph (e) to pay all or a 1551 1552 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 1553 37-59-115, 37-7-351 through 37-7-359, 37-41-89 through 37-41-99, 1554 1555 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 1556 1557 pursuant to Section 37-27-65, Mississippi Code of 1972, or 1558 lease-purchase contracts entered into pursuant to Section 31-7-13, 1559 Mississippi Code of 1972, or to retire or refinance outstanding debt of a district, if such pledge is accomplished pursuant to a 1560

1561 written contract or resolution approved and spread upon the 1562 minutes of an official meeting of the district's school board or board of supervisors. It is the intent of this provision to allow 1563 1564 school districts to irrevocably pledge their Interim School 1565 District Capital Expenditure Fund allotments as a constant stream 1566 of revenue to secure a debt issued under the foregoing code 1567 sections. To allow school districts to make such an irrevocable pledge, the state shall take all action necessary to ensure that 1568 the amount of a district's Interim School District Capital 1569 Expenditure Fund allotments shall not be reduced below the amount 1570 1571 certified by the department or the district's total allotment under the Interim Capital Expenditure Fund if fully funded, so 1572 1573 long as such debt remains outstanding.

1574

(e) [Repealed]

1575

1576

(f) [Repealed]

(g)

1577 school district to expend not more than twenty percent (20%) of 1578 its annual allotment of such funds or Twenty Thousand Dollars (\$20,000.00), whichever is greater, for technology needs of the 1579 1580 school district, including computers, software, 1581 telecommunications, cable television, interactive video, film, 1582 low-power television, satellite communications, microwave 1583 communications, technology-based equipment installation and maintenance, and the training of staff in the use of such 1584 1585 technology-based instruction. Any such technology expenditure 1586 shall be reflected in the local district technology plan approved by the State Board of Education under Section 37-151-17, 1587 1588 Mississippi Code of 1972.

The State Board of Education may authorize the

(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

1594 instructional purposes. The State Board of Education may 1595 authorize a school district to expend more than said twenty 1596 percent (20%) of its annual allotment for instructional purposes 1597 if it determines that such expenditures are needed for 1598 accreditation purposes.

(i) The State Department of Education or the State 1599 1600 Board of Education may require that any project commenced under 1601 this section with an estimated project cost of not less than Five 1602 Million Dollars (\$5,000,000.00) shall be done only pursuant to 1603 program management of the process with respect to design and 1604 construction. Any individuals, partnerships, companies or other entities acting as a program manager on behalf of a local school 1605 1606 district and performing program management services for projects 1607 covered under this subsection shall be approved by the State Department of Education. 1608

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.

1613 The provisions of this subsection (4) shall be cumulative and 1614 supplemental to any existing funding programs or other authority 1615 conferred upon school districts or school boards.

1616 (5) The State Department of Education shall make payments to public charter schools for each student in average daily 1617 1618 attendance at the public charter school equal to the state share of the adequate education program payments for each student in 1619 1620 average daily attendance at the public school district in which the public charter school is located. In calculating the local 1621 contribution for purposes of determining the state share of the 1622 1623 adequate education program payments, the department shall deduct 1624 the pro rata local contribution of the school district in which 1625 the student resides as determined in subsection (2)(a).

1626 SECTION 12. Section 37-57-107, Mississippi Code of 1972, is 1627 amended as follows:

37-57-107. (1) Beginning with the tax levy for the 1997 1628 1629 fiscal year and for each fiscal year thereafter, the aggregate 1630 receipts from taxes levied for school district purposes pursuant to Sections 37-57-105 and 37-57-1 shall not exceed the aggregate 1631 1632 receipts from those sources during any one (1) of the immediately preceding three (3) fiscal years, as determined by the school 1633 1634 board, plus an increase not to exceed seven percent (7%). For the purpose of this limitation, the term "aggregate receipts" when 1635 1636 used in connection with the amount of funds generated in a 1637 preceding fiscal year shall not include excess receipts required 1638 by law to be deposited into a special account, however the term 1639 "aggregate receipts" shall include any receipts required by law to be diverted to a public charter school. The additional revenue 1640 1641 from the ad valorem tax on any newly constructed properties or any 1642 existing properties added to the tax rolls or any properties 1643 previously exempt which were not assessed in the next preceding 1644 year may be excluded from the seven percent (7%) increase 1645 limitation set forth herein. Taxes levied for payment of 1646 principal of and interest on general obligation school bonds 1647 issued heretofore or hereafter shall be excluded from the seven 1648 percent (7%) increase limitation set forth herein. Any additional 1649 millage levied to fund any new program mandated by the Legislature 1650 shall be excluded from the limitation for the first year of the levy and included within such limitation in any year thereafter. 1651 1652 For the purposes of this section, the term "new program" shall 1653 include, but shall not be limited to, (a) the Early Childhood 1654 Education Program required to commence with the 1986-1987 school 1655 year as provided by Section 37-21-7 and any additional millage 1656 levied and the revenue generated therefrom, which is excluded from 1657 the limitation for the first year of the levy, to support the 1658 mandated Early Childhood Education Program shall be specified on S. B. No. 2401

12/SS02/R678.4 PAGE 50

the minutes of the school board and of the governing body making 1659 1660 such tax levy; (b) any additional millage levied and the revenue generated therefrom which shall be excluded from the limitation 1661 1662 for the first year of the levy, for the purpose of generating 1663 additional local contribution funds required for the adequate 1664 education program for the 2003 fiscal year and for each fiscal year thereafter under Section 37-151-7(2); and (c) any additional 1665 1666 millage levied and the revenue generated therefrom which shall be 1667 excluded from the limitation for the first year of the levy, for 1668 the purpose of support and maintenance of any agricultural high 1669 school which has been transferred to the control, operation and 1670 maintenance of the school board by the board of trustees of the 1671 community college district under provisions of Section 37-29-272.

The seven percent (7%) increase limitation prescribed in 1672 (2) 1673 this section may be increased an additional amount only when the school board has determined the need for additional revenues and 1674 has held an election on the question of raising the limitation 1675 1676 prescribed in this section. The limitation may be increased only 1677 if three-fifths (3/5) of those voting in the election shall vote 1678 for the proposed increase. The resolution, notice and manner of holding the election shall be as prescribed by law for the holding 1679 1680 of elections for the issuance of bonds by the respective school 1681 boards. Revenues collected for the fiscal year in excess of the seven percent (7%) increase limitation pursuant to an election 1682 1683 shall be included in the tax base for the purpose of determining aggregate receipts for which the seven percent (7%) increase 1684 1685 limitation applies for subsequent fiscal years.

1686 (3) Except as otherwise provided for excess revenues 1687 generated pursuant to an election, if revenues collected as the 1688 result of the taxes levied for the fiscal year pursuant to this 1689 section and Section 37-57-1 exceed the increase limitation, then 1690 it shall be the mandatory duty of the school board of the school 1691 district to deposit such excess receipts over and above the

S. B. No. 2401 12/SS02/R678.4 PAGE 51

increase limitation into a special account and credit it to the 1692 1693 fund for which the levy was made. It will be the further duty of 1694 such board to hold said funds and invest the same as authorized by 1695 Such excess funds shall be calculated in the budgets for the law. 1696 school districts for the purpose for which such levies were made, 1697 for the succeeding fiscal year. Taxes imposed for the succeeding year shall be reduced by the amount of excess funds available. 1698 Under no circumstances shall such excess funds be expended during 1699 1700 the fiscal year in which such excess funds are collected.

1701 <u>(4)</u> For the purposes of determining ad valorem tax receipts 1702 for a preceding fiscal year under this section, the term "fiscal 1703 year" means the fiscal year beginning October 1 and ending 1704 September 30.

1705 (5) Effective with the 2012-2013 school year, the tax 1706 collector in the county in which the public charter school is located shall pay directly to the public charter school an amount 1707 for each student enrolled in the public charter school equal to 1708 1709 the ad valorem taxes levied per pupil for the support of the school district in which the student resides, and the tax 1710 1711 collector shall withhold an equal amount from the local school district in which the public charter school student resides. The 1712 1713 pro rata ad valorem taxes to be transferred to the public charter school shall include all levies for the support of the school 1714 district under Sections 37-57-1 (local contribution to the 1715 1716 adequate education program) and 37-57-105 (school district operational levy) and shall not include any taxes levied for the 1717 1718 retirement of school district bonded indebtedness or short-term notes or any taxes levied for the support of vocational-technical 1719 education programs. In the event a student attending the public 1720 charter school resides in an adjoining county, it shall be the 1721 1722 responsibility of the tax collector of the county of the student's residence to make local ad valorem payments under this section to 1723 the public charter school, but in no event shall such payment 1724

1725 <u>exceed the pro rata amount of the local ad valorem payment for the</u> 1726 <u>local contribution to the adequate education program under Section</u> 1727 <u>37-57-1 for the school district in which the student resides.</u> 1728 <u>Payments made pursuant to this section by the tax collector to the</u> 1729 <u>charter schools shall be made at the same time and manner as funds</u> 1730 <u>are distributed to the school districts in the county on a per</u> 1731 pupil basis.

1732 (6) Any funds withheld from the school district for the 1733 purpose of making pro rata payments of ad valorem taxes levied in 1734 the school district to any public charter school located in the 1735 school district shall not be considered a shortfall within the 1736 meaning of Section 37-57-108.

1737 SECTION 13. Section 37-9-103, Mississippi Code of 1972, is 1738 amended as follows:

1739 37-9-103. (1) As used in Sections 37-9-101 through 1740 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

1758 any school district for the full period of time that those 1759 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.

1764 <u>(c) The Education Employment Procedures Law shall not</u> 1765 <u>apply to any category of teacher, administrator or employee of a</u> 1766 <u>public charter school established under the terms and provisions</u> 1767 of this act.

1768 (3) For purposes of Sections 37-9-101 through 37-9-113, the 1769 term "days" means calendar days.

1770 SECTION 14. Section 37-13-63, Mississippi Code of 1972, is 1771 amended as follows:

1772 37-13-63. (1) Except as otherwise provided, all public 1773 schools in the state <u>and public charter schools</u> shall be kept in 1774 session for at least one hundred eighty (180) days in each 1775 scholastic year.

If the school board of any school district or the 1776 (2) 1777 governing board of the public charter school shall determine that it is not economically feasible or practicable to operate any 1778 1779 school within the district for the full one hundred eighty (180) 1780 days required for a scholastic year as contemplated due to an 1781 enemy attack, a man-made, technological or natural disaster or 1782 extreme weather emergency in which the Governor has declared a disaster or state of emergency under the laws of this state or the 1783 1784 President of the United States has declared an emergency or major 1785 disaster to exist in this state, the school board may notify the State Department of Education of the disaster or weather 1786 1787 emergency, and the local governing board of the public charter 1788 school may notify the Mississippi Public Charter School Authorizer 1789 Board, and submit a plan for altering the school term. If the 1790 State Board of Education, or the Mississippi Public Charter School S. B. No. 2401

12/SS02/R678.4 PAGE 54 1791 Authorizer Board, as the case may be, finds the disaster or 1792 extreme weather emergency to be the cause of the school not 1793 operating for the contemplated school term and that such school 1794 was in a school district covered by the Governor's or President's 1795 disaster or state of emergency declaration, it may permit that 1796 school board to operate the schools in its district for less than 1797 one hundred eighty (180) days; however, in no instance of a 1798 declared disaster or state of emergency under the provisions of 1799 this subsection shall a school board or a public charter school receive payment from the State Department of Education for per 1800 1801 pupil expenditure for pupils in average daily attendance in excess 1802 of ten (10) days.

1803 SECTION 15. Section 37-13-91, Mississippi Code of 1972, is 1804 amended as follows:

1805 37-13-91. (1) This section shall be referred to as the 1806 "Mississippi Compulsory School Attendance Law."

1807 (2) The following terms as used in this section are defined1808 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.

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

1815 (c) "Custodian" means any person having the present 1816 care or custody of a child, other than a parent or guardian of the 1817 child.

1818 (d) "School day" means not less than five (5) and not 1819 more than eight (8) hours of actual teaching in which both 1820 teachers and pupils are in regular attendance for scheduled 1821 schoolwork.

1822 (e) "School" means any public school in this state or 1823 any nonpublic school in this state which is in session each school

1824 year for at least one hundred eighty (180) school days, except 1825 that the "nonpublic" school term shall be the number of days that 1826 each school shall require for promotion from grade to grade.

1827 "Compulsory-school-age child" means a child who has (f) 1828 attained or will attain the age of six (6) years on or before 1829 September 1 of the calendar year and who has not attained the age 1830 of seventeen (17) years on or before September 1 of the calendar 1831 year; and shall include any child who has attained or will attain 1832 the age of five (5) years on or before September 1 and has enrolled in a full-day public school kindergarten program. 1833 1834 Provided, however, that the parent or guardian of any child 1835 enrolled in a full-day public school kindergarten program shall be 1836 allowed to disenroll the child from the program on a one-time 1837 basis, and such child shall not be deemed a compulsory-school-age 1838 child until the child attains the age of six (6) years.

1839 (g) "School attendance officer" means a person employed 1840 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.

1850(ii) "Public charter school" means a public1851charter school as defined in Section 3 of this act and approved to1852operate by the Mississippi Public Charter School Authorizer Board.1853(3) A parent, guardian or custodian of a

1854 compulsory-school-age child in this state shall cause the child to 1855 enroll in and attend a public school<u>, a</u> legitimate nonpublic

1856 school or a public charter school for the period of time that the

1857 child is of compulsory school age, except under the following 1858 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.

1867 (c) When a compulsory-school-age child is being1868 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" in order to facilitate the administration of this section.

1876 The form of the certificate of enrollment shall be prepared 1877 by the Office of Compulsory School Attendance Enforcement of the 1878 State Department of Education and shall be designed to obtain the 1879 following information only:

1880 (i) The name, address, telephone number and date1881 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

1889 custodian of the compulsory-school-age child or, for any or all

1890 compulsory-school-age child or children attending a nonpublic 1891 school <u>or public charter school</u>, the signature of the appropriate 1892 school official and the date signed.

1893 The certificate of enrollment shall be returned to the school 1894 attendance officer where the child resides on or before September 1895 15 of each year. Any parent, guardian or custodian found by the 1896 school attendance officer to be in noncompliance with this section 1897 shall comply, after written notice of the noncompliance by the 1898 school attendance officer, with this subsection within ten (10) days after the notice or be in violation of this section. 1899 1900 However, in the event the child has been enrolled in a public 1901 school within fifteen (15) calendar days after the first day of 1902 the school year as required in subsection (6), the parent or 1903 custodian may, at a later date, enroll the child in a legitimate 1904 nonpublic school or legitimate home instruction program or public 1905 charter school and send the certificate of enrollment to the 1906 school attendance officer and be in compliance with this 1907 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

1922 designee:

S. B. No. 2401 12/SS02/R678.4 PAGE 58

(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.

1942 (e) An absence is excused when it results from a1943 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.

1948 An absence may be excused if the religion to which (q) 1949 the compulsory-school-age child or the child's parents adheres, 1950 requires or suggests the observance of a religious event. The 1951 approval of the absence is within the discretion of the 1952 superintendent of the school district, or his designee, but 1953 approval should be granted unless the religion's observance is of 1954 such duration as to interfere with the education of the child.

S. B. No. 2401 12/SS02/R678.4 PAGE 59

1955 An absence may be excused when it is demonstrated (h) 1956 to the satisfaction of the superintendent of the school district, or his designee, that the purpose of the absence is to take 1957 1958 advantage of a valid educational opportunity such as travel, 1959 including vacations or other family travel. Approval of the 1960 absence must be gained from the superintendent of the school district, or his designee, before the absence, but the approval 1961 1962 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.

1970 Any parent, guardian or custodian of a (5) compulsory-school-age child subject to this section who refuses or 1971 1972 willfully fails to perform any of the duties imposed upon him or 1973 her under this section or who intentionally falsifies any 1974 information required to be contained in a certificate of 1975 enrollment, shall be guilty of contributing to the neglect of a 1976 child and, upon conviction, shall be punished in accordance with Section 97-5-39. 1977

Upon prosecution of a parent, guardian or custodian of a 1978 1979 compulsory-school-age child for violation of this section, the 1980 presentation of evidence by the prosecutor that shows that the child has not been enrolled in school within eighteen (18) 1981 1982 calendar days after the first day of the school year of the public 1983 school which the child is eligible to attend, or that the child 1984 has accumulated twelve (12) unlawful absences during the school year at the public school in which the child has been enrolled, 1985 1986 shall establish a prima facie case that the child's parent, guardian or custodian is responsible for the absences and has 1987

S. B. No. 2401 12/SS02/R678.4 PAGE 60

1988 refused or willfully failed to perform the duties imposed upon him 1989 or her under this section. However, no proceedings under this 1990 section shall be brought against a parent, guardian or custodian 1991 of a compulsory-school-age child unless the school attendance 1992 officer has contacted promptly the home of the child and has 1993 provided written notice to the parent, guardian or custodian of 1994 the requirement for the child's enrollment or attendance.

1995 If a compulsory-school-age child has not been enrolled (6) 1996 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 1997 1998 attend or the child has accumulated five (5) unlawful absences during the school year of the public school in which the child is 1999 2000 enrolled, the school district superintendent or his designee shall report, within two (2) school days or within five (5) calendar 2001 2002 days, whichever is less, the absences to the school attendance 2003 The State Department of Education shall prescribe a officer. uniform method for schools to utilize in reporting the unlawful 2004 2005 absences to the school attendance officer. The superintendent, or his designee, also shall report any student suspensions or student 2006 2007 expulsions to the school attendance officer when they occur.

2008 (7) When a school attendance officer has made all attempts 2009 to secure enrollment and/or attendance of a compulsory-school-age child and is unable to effect the enrollment and/or attendance, 2010 the attendance officer shall file a petition with the youth court 2011 2012 under Section 43-21-451 or shall file a petition in a court of competent jurisdiction as it pertains to parent or child. 2013 2014 Sheriffs, deputy sheriffs and municipal law enforcement officers shall be fully authorized to investigate all cases of 2015 2016 nonattendance and unlawful absences by compulsory-school-age 2017 children, and shall be authorized to file a petition with the youth court under Section 43-21-451 or file a petition or 2018 2019 information in the court of competent jurisdiction as it pertains to parent or child for violation of this section. 2020 The youth court

2021 shall expedite a hearing to make an appropriate adjudication and a 2022 disposition to ensure compliance with the Compulsory School 2023 Attendance Law, and may order the child to enroll or re-enroll in 2024 school. The superintendent of the school district to which the 2025 child is ordered may assign, in his discretion, the child to the 2026 alternative school program of the school established pursuant to 2027 Section 37-13-92.

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

2032 (9) Notwithstanding any provision or implication herein to 2033 the contrary, it is not the intention of this section to impair 2034 the primary right and the obligation of the parent or parents, or 2035 person or persons in loco parentis to a child, to choose the 2036 proper education and training for such child, and nothing in this section shall ever be construed to grant, by implication or 2037 2038 otherwise, to the State of Mississippi, any of its officers, 2039 agencies or subdivisions any right or authority to control, 2040 manage, supervise or make any suggestion as to the control, 2041 management or supervision of any private or parochial school or 2042 institution for the education or training of children, of any kind whatsoever that is not a public school according to the laws of 2043 this state; and this section shall never be construed so as to 2044 2045 grant, by implication or otherwise, any right or authority to any 2046 state agency or other entity to control, manage, supervise, 2047 provide for or affect the operation, management, program, 2048 curriculum, admissions policy or discipline of any such school or 2049 home instruction program.

2050 SECTION 16. Sections 37-165-1, 37-165-3, 37-165-5, 37-165-7, 2051 37-165-9, 37-165-11, 37-165-13, 37-165-15, 37-165-17, 37-165-19, 2052 37-165-21, 37-165-23, 37-165-25 and 37-165-27, Mississippi Code of 2053 1972, which are the "Conversion Charter School Act of 2010," and S. B. No. 2401

2054 Section 37-167-1, Mississippi Code of 1972, which is the New Start 2055 School Program, are repealed.

2056 **SECTION 17.** This act shall take effect and be in force from 2057 and after July 1, 2012, provided that Sections 1 through 10 shall 2058 stand repealed from and after July 1, 2020.