To: Appropriations

By: Senator(s) Carmichael

SENATE BILL NO. 2546

- AN ACT TO AMEND SECTION 37-28-11, MISSISSIPPI CODE OF 1972, TO PROVIDE FOR AN ANNUAL GENERAL FUND APPROPRIATION OF FUNDS AND POSITIONS TO THE CHARTER SCHOOL AUTHORIZER BOARD TO SUPPORT ITS OPERATIONS; TO AMEND SECTION 37-28-55 TO REQUIRE CERTAIN PROCEDURES FOR CALCULATING FUNDING AND RECONCILIATION OF FUNDING TO CHARTER SCHOOLS; AND FOR RELATED PURPOSES.
- 7 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 8 **SECTION 1.** Section 37-28-11, Mississippi Code of 1972, is
- 9 amended as follows:
- 10 37-28-11. (1) * * * Annually, the Legislature shall
- 11 appropriate general funds and PINS to the authorizer board for the
- 12 purpose of funding the operations of the board.
- 13 (2) The authorizer may receive appropriate gifts, grants and
- 14 donations of any kind from any public or private entity to carry
- out the purposes of this chapter, subject to all lawful terms and
- 16 conditions under which the gifts, grants or donations are given.
- 17 (3) The authorizer may expend its resources, seek grant
- 18 funds and establish partnerships to support its charter school
- 19 authorizing activities.

- SECTION 2. Section 37-28-55, Mississippi Code of 1972, is
- 21 amended as follows:
- 22 37-28-55. (1) (a) The State Department of Education shall
- 23 make payments to charter schools for each student in average daily
- 24 attendance at the charter school equal to the state share of the
- 25 adequate education program payments for each student in average
- 26 daily attendance at the school district in which the charter
- 27 school is located. In calculating the local contribution for
- 28 purposes of determining the state share of the adequate education
- 29 program payments, the department shall deduct the pro rata local
- 30 contribution of the school district in which the student resides,
- 31 to be determined as provided in Section 37-151-7(2)(a).
- 32 (b) Payments made pursuant to this subsection by the
- 33 State Department of Education must be made at the same time and in
- 34 the same manner as adequate education program payments are made to
- 35 school districts under Sections 37-151-101 and 37-151-103.
- 36 Amounts payable to a charter school must be determined by the
- 37 State Department of Education. Amounts payable to a charter
- 38 school over its charter term must be based on the enrollment
- 39 projections set forth over the term of the charter contract. Such
- 40 projections must be reconciled with the average daily attendance
- 41 using months two (2) and three (3) ADA for the current year for
- 42 which adequate education program funds are being appropriated and
- 43 any necessary adjustments must be made to payments during the
- 44 school's following year of operation.

45	(2) For students attending a charter school located in the
46	school district in which the student resides, the school district
47	in which a charter school is located shall pay directly to the
48	charter school an amount for each student enrolled in the charter
49	school equal to the ad valorem tax receipts and in-lieu payments
50	received per pupil for the support of the local school district in
51	which the student resides. The pro rata ad valorem receipts and
52	in-lieu receipts to be transferred to the charter school shall
53	include all levies for the support of the local school district
54	under Sections 37-57-1 (local contribution to the adequate
55	education program) and 37-57-105 (school district operational
56	levy) and may not include any taxes levied for the retirement of
57	the local school district's bonded indebtedness or short-term
58	notes or any taxes levied for the support of vocational-technical
59	education programs. The amount of funds payable to the charter
60	school by the school district must be based on the previous year's
61	enrollment data and ad valorem receipts and in-lieu receipts of
62	the local school district in which the student resides. The pro
63	rata amount must be calculated by dividing the sum of the local
64	school district's months one (1) through nine (9) average daily
65	membership of the previous school year plus the average daily
66	membership for month one (1) for the current school year for each
67	of the charter schools whose students were living within that
68	<u>local school district</u> into the total amount of ad valorem receipts
69	and in-lieu * * * payments, as reported to the State Department of

70	Education by the local school district. The local school district
71	shall pay an amount equal to this pro rata amount multiplied by
72	the number of students enrolled in the charter school, based on
73	the charter school's end of first month enrollment for the current
74	school year. The amount must be paid by the school district to
75	the charter school before January 16 of the current fiscal year.
76	If the local school district does not pay the required amount to
77	the charter school before January 16, the State Department of
78	Education shall reduce the local school district's January
79	transfer of Mississippi Adequate Education Program funds by the
80	amount owed to the charter school and shall redirect that amount
81	to the charter school. Any such payments made under this
82	subsection (2) by the State Department of Education to a charter
83	school must be made at the same time and in the same manner as
84	adequate education program payments are made to school districts
85	under Sections 37-151-101 and 37-151-103. Such payments must be
86	reconciled with the charter school's average daily attendance
87	using months two (2) and three (3) average daily attendance for
88	the current year for which local ad valorem funds are being
89	provided and any necessary adjustments must be made to payments
90	during the charter school's following year of operation.

(3) For students attending a charter school located in a school district in which the student does not reside, the State Department of Education shall pay to the charter school in which the student is enrolled an amount as follows: the pro rata ad

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95	valorem receipts and in-lieu payments per pupil for the support of
96	the local school district in which the student resides under
97	Sections 37-57-1 (local contribution to the adequate education
98	program) and $37-57-105$ (school district operational levy),
99	however, not including any taxes levied for the retirement of the
100	local school district's bonded indebtedness or short-term notes or
101	any taxes levied for the support of vocational-technical education
102	programs. The amount of funds payable to the charter school by
103	the school district must be based on the previous year's
104	enrollment data and ad valorem receipts and in-lieu receipts of
105	the local school district in which the student resides. The pro
106	rata amount must be calculated by dividing the * * * sum of the
107	<u>resident</u> school district's months one (1) through nine (9) average
108	daily membership of the previous school year plus the average
109	daily membership of the students from that resident school
110	district who were enrolled in each of the charter schools not
111	located in that district for month one (1) of the current school
112	year into the total amount of <u>all</u> ad valorem receipts and in-lieu
113	receipts, as reported to the State Department of Education by the
114	transferor * * * school district. The payable amount shall be
115	equal to this pro rata amount multiplied by the number of students
116	enrolled in the charter school, based on the charter school's end
117	of first month enrollment for the current school year. The State
118	Department of Education shall reduce the school district's January
119	transfer of Mississippi Adequate Education Program funds by the

120	amount owed to the charter school and shall redirect that amount
121	to the charter school. Any such payments made under this
122	subsection (3) by the State Department of Education to a charter
123	school must be made at the same time and in the same manner as
124	adequate education program payments are made to school districts
125	under Sections 37-151-101 and 37-151-103. Such payments must be
126	reconciled with the charter school's average daily attendance
127	using months two (2) and three (3) average daily attendance for
128	the current year for which local ad valorem funds are being
129	provided, and any necessary adjustments must be made to payments
130	during the charter school's following year of operation. In any
131	instance, wherein a child enrolled in a charter school
132	discontinues study at such school during the school year, the
133	charter school shall be responsible for returning to the school
134	district in which the child had been enrolled, an amount of
135	Mississippi Adequate Education Program (MAEP) funding equal to the
136	proportion of the remaining months in the school year for which
137	the child will not be enrolled in the charter school.
138	(4) (a) The State Department of Education shall direct the
139	proportionate share of monies generated under federal and state
140	categorical aid programs, including special education, vocational,
141	gifted and alternative school programs, to charter schools serving
142	students eligible for such aid. The department shall ensure that

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charter schools with rapidly expanding enrollments are treated

equitably in the calculation and disbursement of all federal and

state categorical aid program dollars. Each charter school that serves students who may be eligible to receive services provided through such programs shall comply with all reporting requirements

148 to receive the aid.

- (b) A charter school shall pay to a local school
 district any federal or state aid attributable to a student with a
 disability attending the charter school in proportion to the level
 of services for that student which the local school district
 provides directly or indirectly.
- 154 (C) Subject to the approval of the authorizer, a 155 charter school and a local school district may negotiate and enter 156 into a contract for the provision of and payment for special 157 education services, including, but not necessarily limited to, a 158 reasonable reserve not to exceed five percent (5%) of the local 159 school district's total budget for providing special education 160 services. The reserve may be used by the local school district 161 only to offset excess costs of providing services to students with 162 disabilities enrolled in the charter school.
- 163 (5) (a) The State Department of Education shall disburse
 164 state transportation funding to a charter school on the same basis
 165 and in the same manner as it is paid to school districts under the
 166 adequate education program.
- 167 (b) A charter school may enter into a contract with a
 168 school district or private provider to provide transportation to
 169 the school's students.

170 **SECTION 3.** This act shall take effect and be in force from 171 and after July 1, 2019.