MISSISSIPPI LEGISLATURE

REGULAR SESSION 2022

By: Senator(s) Blackwell, Younger, Chassaniol, Polk

To: Education; Appropriations

SENATE BILL NO. 2892

1 AN ACT TO AMEND SECTION 37-28-7, MISSISSIPPI CODE OF 1972, TO 2 RECONSTITUTE THE CHARTER SCHOOL AUTHORIZER BOARD TO ESTABLISH 3 TERMS OF OFFICE FOR APPOINTEES; TO AMEND SECTION 37-28-11, 4 MISSISSIPPI CODE OF 1972, TO PROVIDE THAT THE LEGISLATURE SHALL 5 ANNUALLY APPROPRIATE FUNDS AND ALLOCATE POSITIONS TO THE 6 MISSISSIPPI CHARTER SCHOOL AUTHORIZER BOARD; TO AMEND SECTION 7 37-28-55, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT THE AMOUNT OF FUNDS PAYABLE TO CHARTER SCHOOLS SHALL BE CALCULATED BY USING A 8 9 FORMULA DEVELOPED BY THE CHARTER SCHOOL AUTHORIZER BOARD AND 10 APPROVED BY THE STATE DEPARTMENT OF EDUCATION; TO REQUIRE THAT THE 11 FORMULA ENSURE THAT THE PRO RATA DISTRIBUTION OF LOCAL AD VALOREM 12 FUNDS BE EQUITABLE BETWEEN THE SCHOOL DISTRICTS AND THE CHARTER 13 SCHOOLS; TO REQUIRE LOCAL AD VALOREM PAYMENTS BE RECONCILED LIKE ADEQUATE EDUCATION PROGRAM PAYMENTS; AND FOR RELATED PURPOSES. 14 15 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: SECTION 1. Section 37-28-7, Mississippi Code of 1972, is 16

17 amended as follows:

18 37-28-7. (1) There is created the Mississippi Charter
19 School Authorizer Board as a state agency with exclusive
20 chartering jurisdiction in the State of Mississippi. Unless
21 otherwise authorized by law, no other governmental agency or
22 entity may assume any charter authorizing function or duty in any
23 form.

24 (2)The mission of the Mississippi Charter School (a) 25 Authorizer Board is to authorize high-quality charter schools, particularly schools designed to expand opportunities for 26 underserved students, consistent with the purposes of this 27 28 chapter. Subject to the restrictions and conditions prescribed in 29 this subsection, the Mississippi Charter School Authorizer Board may authorize charter schools within the geographical boundaries 30 31 of any school district.

32 (b) The Mississippi Charter School Authorizer Board may
 33 approve a maximum of fifteen (15) qualified charter applications
 34 during a fiscal year.

35 (c) In any school district designated as an "A," "B" or 36 "C" school district by the State Board of Education under the 37 accreditation rating system at the time of application, the 38 Mississippi Charter School Authorizer Board may authorize charter 39 schools only if a majority of the members of the local school 40 board votes at a public meeting to endorse the application or to 41 initiate the application on its own initiative.

42 (3) The Mississippi Charter School Authorizer Board shall43 consist of seven (7) members, to be appointed as follows:

(a) Three (3) members appointed by the Governor, with
one (1) member being from each of the Mississippi Supreme Court
Districts.

S. B. No. 2892 22/SS26/R525 PAGE 2 (scm\tb) 47 (b) Three (3) members appointed by the Lieutenant
48 Governor, with one (1) member being from each of the Mississippi
49 Supreme Court Districts.

50 (c) One (1) member appointed by the State51 Superintendent of Public Education.

All appointments must be made with the advice and consent of the Senate. In making the appointments, the appointing authority shall ensure diversity among members of the Mississippi Charter School Authorizer Board.

56 (4) Members appointed to the Mississippi Charter School 57 Authorizer Board collectively must possess strong experience and 58 expertise in public and nonprofit governance, management and finance, public school leadership, assessment, curriculum and 59 60 instruction, and public education law. Each member of the Mississippi Charter School Authorizer Board must have demonstrated 61 62 an understanding of and commitment to charter schooling as a 63 strategy for strengthening public education.

(5) To establish staggered terms of office <u>the board shall</u>
<u>be reconstituted and reappointed by July 1, 2022</u>, the initial term
of office for the three (3) Mississippi Charter School Authorizer
Board members appointed by the Governor shall be \* \* \* <u>one (1)</u>
<u>year for the appointee from the First Supreme Court District, two</u>
(2) years for the appointee from the Second Supreme Court
District, three (3) years for the appointee from the Third Supreme

71 <u>Court District</u>, and thereafter shall be three (3) years; the

S. B. No. 2892	~ OFFICIAL ~
22/SS26/R525	
PAGE 3 (scm\tb)	

72 initial term of office for the three (3) members appointed by the 73 Lieutenant Governor shall be three (3) years for the appointee 74 from the First Supreme Court District, one (1) year for the 75 appointee from the Second Supreme Court District, two (2) years 76 for the appointee from the Third Supreme Court District, and 77 thereafter shall be three (3) years; and the **\* \* \*** term of office for the member appointed by the State Superintendent of Public 78 79 Education \* \* \* shall be three (3) years. No member may serve 80 more than two (2) consecutive terms. The initial appointments must be made before \* \* \* July 1, 2022. 81

82 (6) The Mississippi Charter School Authorizer Board shall 83 meet as soon as practical after September 1, 2013, upon the call 84 of the Governor, and shall organize for business by selecting a 85 chairman and adopting bylaws. Subsequent meetings shall be called 86 by the chairman.

87 (7) An individual member of the Mississippi Charter School Authorizer Board may be removed by the board if the member's 88 personal incapacity renders the member incapable or unfit to 89 90 discharge the duties of the office or if the member is absent from 91 a number of meetings of the board, as determined and specified by 92 the board in its bylaws. Whenever a vacancy on the Mississippi 93 Charter School Authorizer Board exists, the original appointing 94 authority shall appoint a member for the remaining portion of the 95 term.

S. B. No. 2892 22/SS26/R525 PAGE 4 (scm\tb) ~ OFFICIAL ~

96 (8) No member of the Mississippi Charter School Authorizer 97 Board or employee, agent or representative of the board may serve 98 simultaneously as an employee, trustee, agent, representative, 99 vendor or contractor of a charter school authorized by the board.

100 (9) The Mississippi Charter School Authorizer Board shall 101 appoint an individual to serve as the Executive Director of the 102 Mississippi Charter School Authorizer Board. The executive 103 director shall possess the qualifications established by the board 104 which are based on national best practices, and shall possess an 105 understanding of state and federal education law. The executive 106 director, who shall serve at the will and pleasure of the board, 107 shall devote his full time to the proper administration of the 108 board and the duties assigned to him by the board and shall be 109 paid a salary established by the board, subject to the approval of the State Personnel Board. Subject to the availability of 110 111 funding, the executive director may employ such administrative 112 staff as may be necessary to assist the director and board in carrying out the duties and directives of the Mississippi Charter 113 114 School Authorizer Board.

(10) The Mississippi Charter School Authorizer Board is authorized to obtain suitable office space for administrative purposes. In acquiring a facility or office space, the authorizer board shall adhere to all policies and procedures required by the Department of Finance and Administration and the Public Procurement Review Board.

S. B. No. 2892 ~ OFFICIAL ~ 22/SS26/R525 PAGE 5 (scm\tb) SECTION 2. Section 37-28-11, Mississippi Code of 1972, is amended as follows:

123 37-28-11. (1) To cover the costs of overseeing charter 124 schools in accordance with this chapter, the authorizer shall 125 receive <u>up to</u> three percent (3%) of annual per-pupil allocations 126 received by a charter school from state and local funds for each 127 charter school it authorizes. <u>The Legislature shall annually</u> 128 <u>appropriate funds and allocate positions to the Mississippi</u>

129 Charter School Authorizer Board.

(2) The authorizer may receive appropriate gifts, grants and
donations of any kind from any public or private entity to carry
out the purposes of this chapter, subject to all lawful terms and
conditions under which the gifts, grants or donations are given.

(3) The authorizer may expend its resources, seek grant
funds and establish partnerships to support its charter school
authorizing activities.

137 SECTION 3. Section 37-28-55, Mississippi Code of 1972, is 138 amended as follows:

139 37-28-55. (1) (a) The State Department of Education shall 140 make payments to charter schools for each student in average daily 141 attendance at the charter school equal to the state share of the 142 adequate education program payments for each student in average 143 daily attendance at the school district in which the charter 144 school is located. In calculating the local contribution for 145 purposes of determining the state share of the adequate education

S. B. No. 2892 **~ OFFICIAL ~** 22/SS26/R525 PAGE 6 (scm\tb) 146 program payments, the department shall deduct the pro rata local 147 contribution of the school district in which the student resides, 148 to be determined as provided in Section 37-151-7(2)(a).

149 (b) Payments made pursuant to this subsection by the 150 State Department of Education must be made at the same time and in 151 the same manner as adequate education program payments are made to 152 school districts under Sections 37-151-101 and 37-151-103. 153 Amounts payable to a charter school must be determined by the 154 State Department of Education. Amounts payable to a charter 155 school over its charter term must be based on the enrollment 156 projections set forth over the term of the charter contract. Such 157 projections must be reconciled with the average daily attendance 158 using months two (2) and three (3) ADA for the current year for 159 which adequate education program funds are being appropriated and 160 any necessary adjustments must be made to payments during the 161 school's following year of operation.

162 For students attending a charter school located in the (2)163 school district in which the student resides, the school district 164 in which a charter school is located shall pay directly to the 165 charter school an amount for each student enrolled in the charter 166 school equal to the ad valorem tax receipts and in-lieu payments 167 received per pupil for the support of the local school district in 168 which the student resides. The pro rata ad valorem receipts and 169 in-lieu receipts to be transferred to the charter school shall include all levies for the support of the local school district 170

S. B. No. 2892 ~ OFFICIAL ~ 22/SS26/R525 PAGE 7 (scm\tb) 171 under Sections 37-57-1 (local contribution to the adequate 172 education program) and 37-57-105 (school district operational 173 levy) and may not include any taxes levied for the retirement of the local school district's bonded indebtedness or short-term 174 175 notes or any taxes levied for the support of vocational-technical 176 education programs. \* \* \* The pro rata amount must be calculated 177 by **\* \* \*** using a formula developed by the Charter School 178 Authorizer Board and approved by the State Department of 179 Education. \* \* \* The formula shall ensure that the pro rata 180 distribution of local ad valorem funds is equitable between the 181 school districts and the charter schools. Notice of any change in 182 formula must be submitted to the Education Committees of the House 183 and Senate and the Joint Legislative Committee on Performance 184 Evaluation and Expenditure Review. The amount must be paid by the 185 school district to the charter school before January 16 of the 186 current fiscal year. If the local school district does not pay 187 the required amount to the charter school before January 16, the State Department of Education shall reduce the local school 188 189 district's January transfer of Mississippi Adequate Education 190 Program funds by the amount owed to the charter school and shall 191 redirect that amount to the charter school. Any such payments 192 made under this subsection (2) by the State Department of 193 Education to a charter school must be made at the same time and in 194 the same manner as adequate education program payments are made to 195 school districts under Sections 37-151-101 and 37-151-103. Such

~ OFFICIAL ~

S. B. No. 2892 22/SS26/R525 PAGE 8 (scm\tb)

## 196 local ad valorem payments must also be reconciled as are the 197 adequate education payments in subsection (1)(b) of this section.

198 For students attending a charter school located in a (3) 199 school district in which the student does not reside, the State 200 Department of Education shall pay to the charter school in which 201 the student is enrolled an amount as follows: the pro rata ad 202 valorem receipts and in-lieu payments per pupil for the support of the local school district in which the student resides under 203 204 Sections 37-57-1 (local contribution to the adequate education 205 program) and 37-57-105 (school district operational levy), 206 however, not including any taxes levied for the retirement of the 207 local school district's bonded indebtedness or short-term notes or 208 any taxes levied for the support of vocational-technical education 209 The amount of funds payable to the charter school by programs. 210 the school district must be based on the previous year's 211 enrollment data and ad valorem receipts and in-lieu receipts of 212 the local school district in which the student resides. The pro 213 rata amount must be calculated \* \* \* in accordance with a formula 214 constituted by the Charter School Authorizer Board and approved by 215 the State Department of Education \* \* \*. The payable amount shall be equal to this pro rata amount multiplied by the number of 216 217 students enrolled in the charter school, based on the charter 218 school's end of first month enrollment for the current school 219 year. The State Department of Education shall reduce the school 220 district's January transfer of Mississippi Adequate Education

S. B. No. 2892 22/SS26/R525 PAGE 9 (scm\tb) ~ OFFICIAL ~

221 Program funds by the amount owed to the charter school and shall 222 redirect that amount to the charter school. Any such payments 223 made under this subsection (3) by the State Department of 224 Education to a charter school must be made at the same time and in 225 the same manner as adequate education program payments are made to 226 school districts under Sections 37-151-101 and 37-151-103. Such 227 local ad valorem payments must also be reconciled as are adequate 228 education program payments as specified in subsection (1)(b) of

229 this section.

230 (4) (a) The State Department of Education shall direct the 231 proportionate share of monies generated under federal and state 232 categorical aid programs, including special education, vocational, 233 gifted and alternative school programs, to charter schools serving 234 students eligible for such aid. The department shall ensure that 235 charter schools with rapidly expanding enrollments are treated 236 equitably in the calculation and disbursement of all federal and 237 state categorical aid program dollars. Each charter school that 238 serves students who may be eligible to receive services provided 239 through such programs shall comply with all reporting requirements to receive the aid. 240

(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.

S. B. No. 2892 **~ OFFICIAL ~** 22/SS26/R525 PAGE 10 (scm\tb) 246 (C) Subject to the approval of the authorizer, a 247 charter school and a local school district may negotiate and enter into a contract for the provision of and payment for special 248 education services, including, but not necessarily limited to, a 249 250 reasonable reserve not to exceed five percent (5%) of the local 251 school district's total budget for providing special education 252 services. The reserve may be used by the local school district only to offset excess costs of providing services to students with 253 254 disabilities enrolled in the charter school.

(5) (a) The State Department of Education shall disburse state transportation funding to a 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 charter school may enter into a contract with a school district or private provider to provide transportation to the school's students.

262 **SECTION 4.** This act shall take effect and be in force from 263 and after its passage.