MISSISSIPPI LEGISLATURE

By: Senator(s) Hopson, Thomas, Norwood To: Education

COMMITTEE SUBSTITUTE FOR SENATE BILL NO. 2693

1 AN ACT TO AMEND SECTION 37-17-6, MISSISSIPPI CODE OF 1972, TO 2 PROVIDE THE PROCEDURE BY WHICH THE STATE BOARD OF EDUCATION MAY 3 PLACE A FAILING SCHOOL OR SCHOOL DISTRICT INTO A DISTRICT OF 4 TRANSFORMATION; TO ESTABLISH RELEVANT CRITERIA FOR SCHOOLS OR 5 SCHOOL DISTRICTS TO BE PLACED INTO SUCH DISTRICTS; TO DELETE 6 CERTAIN PROVISIONS RELATED TO MISSISSIPPI RECOVERY SCHOOL 7 DISTRICTS, SCHOOL BOARDS OF FAILING SCHOOLS AND ELECTIONS OF 8 MEMBERS OF FAILING SCHOOL BOARDS; TO PROVIDE THAT DISTRICTS THAT 9 ARE PLACED INTO DISTRICT TRANSFORMATION SHALL BE ELIGIBLE TO 10 RETURN TO LOCAL CONTROL WHEN THE DISTRICT HAS ATTAINED A "C" 11 RATING OR HIGHER FOR THREE CONSECUTIVE YEARS; TO CREATE NEW 12 SECTION 37-17-6.1, MISSISSIPPI CODE OF 1972, TO REVISE PROVISIONS 13 RELATED TO THE MISSISSIPPI ACHIEVEMENT SCHOOL DISTRICT WHICH INCLUDES THE YAZOO CITY MUNICIPAL SCHOOL DISTRICT AND THE 14 15 HUMPHREYS COUNTY SCHOOL DISTRICT; TO PROVIDE CERTAIN TIMELINES ON THE TRANSITION OF SUCH DISTRICTS INTO DISTRICTS OF TRANSFORMATION; 16 17 TO PROVIDE THAT THE BOARD OF EDUCATION SHALL HAVE THE AUTHORITY TO 18 DETERMINE WHEN SUCH DISTRICT IS READY TO BE RECONSTITUTED, 19 REORGANIZED AND RETURNED TO LOCAL CONTROL; TO DELETE CERTAIN 20 OUTDATED LANGUAGE; TO AMEND SECTION 37-17-13, MISSISSIPPI CODE OF 1972, TO DELETE THE DATE OF REPEAL ON THE SECTION; TO DELETE 21 22 CERTAIN PROVISIONS RELATED TO FAILING SCHOOLS; TO CONFORM TO THE 23 PROVISIONS OF THE ACT; TO REPEAL SECTION 37-17-17, MISSISSIPPI 24 CODE OF 1972, WHICH PROVIDES FOR THE MISSISSIPPI ACHIEVEMENT 25 SCHOOL DISTRICT, ON JULY 1, 2025; AND FOR RELATED PURPOSES.

26 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:

27 SECTION 1. Section 37-17-6, Mississippi Code of 1972, is

28 amended as follows:

> G1/2 S. B. No. 2693 24/SS36/R786CS.1 PAGE 1

29 37-17-6. (1) The State Board of Education, acting through 30 the Commission on School Accreditation, shall establish and 31 implement a permanent performance-based accreditation system, and 32 all noncharter public elementary and secondary schools shall be 33 accredited under this system.

34 (2) * * * The State Board of Education, acting through the
35 Commission on School Accreditation, shall require school districts
36 to provide school classroom space that is air-conditioned as a
37 minimum requirement for accreditation.

38 (3) (a) * * * The State Board of Education, acting through 39 the Commission on School Accreditation, shall require that school 40 districts employ certified school librarians according to the 41 following formula:

42	Number of Students	Number of Certified
43	Per School Library	School Librarians
44	0 - 499 Students	1/2 Full-time Equivalent
45		Certified Librarian
46	500 or More Students	1 Full-time Certified
47		Librarian

48 (b) The State Board of Education, however, may increase49 the number of positions beyond the above requirements.

50 (c) The assignment of certified school librarians to 51 the particular schools shall be at the discretion of the local 52 school district. No individual shall be employed as a certified

school librarian without appropriate training and certification asa school librarian by the State Department of Education.

(d) School librarians in the district shall spend at least fifty percent (50%) of direct work time in a school library and shall devote no more than one-fourth (1/4) of the workday to administrative activities that are library related.

(e) Nothing in this subsection shall prohibit any
school district from employing more certified school librarians
than are provided for in this section.

(f) Any additional millage levied to fund school librarians required for accreditation under this subsection shall be included in the tax increase limitation set forth in Sections 37-57-105 and 37-57-107 and shall not be deemed a new program for purposes of the limitation.

67 (4) * * * The State Board of Education shall implement the 68 performance-based accreditation system for school districts and 69 for individual noncharter public schools which shall include the 70 following:

(a) High expectations for students and high standards
for all schools, with a focus on the basic curriculum;

73 (b) Strong accountability for results with appropriate74 local flexibility for local implementation;

75 (c) A process to implement accountability at both the 76 school district level and the school level;

77 (d) Individual schools shall be held accountable for78 student growth and performance;

(e) Set annual performance standards for each of the
schools of the state and measure the performance of each school
against itself through the standard that has been set for it;

82 (f) A determination of which schools exceed their 83 standards and a plan for providing recognition and rewards to 84 those schools;

85 (g) A determination of which schools are failing to 86 meet their standards and a determination of the appropriate role 87 of the State Board of Education and the State Department of 88 Education in providing assistance and initiating possible 89 intervention. A failing district is a district that fails to meet 90 both the absolute student achievement standards and the rate of 91 annual growth expectation standards as set by the State Board of 92 Education for two (2) consecutive years. The State Board of 93 Education shall establish the level of benchmarks by which absolute student achievement and growth expectations shall be 94 95 assessed. In setting the benchmarks for school districts, the 96 State Board of Education may also take into account such factors 97 as graduation rates, dropout rates, completion rates, the extent 98 to which the school or district employs qualified teachers in 99 every classroom, and any other factors deemed appropriate by the 100 State Board of Education. The State Board of Education, acting through the State Department of Education, shall apply a simple 101

102 "A," "B," "C," "D" and "F" designation to the current school and 103 school district statewide accountability performance 104 classification labels * * * and in the school, district and state 105 report cards required under state and federal law. * * * The 106 State Board of Education, acting through the State Department of 107 Education, is further authorized and directed to change the school 108 and school district accreditation rating system to a simple "A," 109 "B," "C," "D," and "F" designation based on a combination of 110 student achievement scores and student growth as measured by the 111 statewide testing programs developed by the State Board of Education pursuant to Chapter 16, Title 37, Mississippi Code of 112 1972. In any statute or regulation containing the former 113 accreditation designations, the new designations shall be 114 115 applicable; and 116 (h) Development of a comprehensive student assessment 117 system to implement these requirements * * *. 118 * * * (a) * * * The State Department of Education, acting 119 (5) 120 through the Mississippi Commission on School Accreditation, shall * * * implement a single "A" through "F" school and school 121 122 district accountability system complying with applicable federal 123 and state requirements in order to reach the following educational 124 qoals:

125 (i) To mobilize resources and supplies to ensure126 that all students exit third grade reading on grade level by 2015;

127 (ii) To reduce the student dropout rate to 128 thirteen percent (13%) by 2015; and

(iii) To have sixty percent (60%) of students scoring proficient and advanced on the assessments of the Common Core State Standards by 2016 with incremental increases of three percent (3%) each year thereafter.

(b) The State Department of Education shall combine the state school and school district accountability system with the federal system in order to have a single system.

(c) The State Department of Education shall establish five (5) performance categories ("A," "B," "C," "D" and "F") for the accountability system based on the following criteria:

139 (i) Student Achievement: the percent of students140 proficient and advanced on the current state assessments;

(ii) Individual student growth: the percent of students making one (1) year's progress in one (1) year's time on the state assessment, with an emphasis on the progress of the lowest twenty-five percent (25%) of students in the school or district;

(iii) Four-year graduation rate: the percent of students graduating with a standard high school diploma in four (4) years, as defined by federal regulations;

(iv) Categories shall identify schools as Reward ("A" schools), Focus ("D" schools) and Priority ("F" schools). If at least five percent (5%) of schools in the state are not graded

152 as "F" schools, the lowest five percent (5%) of school grade point 153 designees will be identified as Priority schools. If at least ten 154 percent (10%) of schools in the state are not graded as "D" 155 schools, the lowest ten percent (10%) of school grade point 156 designees will be identified as Focus schools;

(v) The State Department of Education shall
discontinue the use of Star School, High-Performing, Successful,
Academic Watch, Low-Performing, At-Risk of Failing and Failing
school accountability designations;

(vi) The system shall include the federally compliant four-year graduation rate in school and school district accountability system calculations. Graduation rate will apply to high school and school district accountability ratings as a compensatory component. The system shall discontinue the use of the High School Completer Index (HSCI);

167 (vii) The school and school district
168 accountability system shall incorporate a standards-based growth
169 model, in order to support improvement of individual student
170 learning;

(viii) The State Department of Education shall discontinue the use of the Quality Distribution Index (QDI); (ix) The State Department of Education shall determine feeder patterns of schools that do not earn a school grade because the grades and subjects taught at the school do not have statewide standardized assessments needed to calculate a

177 school grade. Upon determination of the feeder pattern, the 178 department shall notify schools and school districts prior to the 179 release of the school grades beginning in 2013. Feeder schools 180 will be assigned the accountability designation of the school to 181 which they provide students;

(x) Standards for student, school and school district performance will be increased when student proficiency is at a seventy-five percent (75%) and/or when sixty-five percent (65%) of the schools and/or school districts are earning a grade of "B" or higher, in order to raise the standard on performance after targets are met;

188 (xi) The system shall include student performance 189 on the administration of a career-readiness assessment, such as, 190 but not limited to, the ACT WorkKeys Assessment, deemed 191 appropriate by the Mississippi Department of Education working in 192 coordination with the Office of Workforce Development.

193 Nothing in this section shall be deemed to require a (6) nonpublic school that receives no local, state or federal funds 194 195 for support to become accredited by the State Board of Education. The State Board of Education shall create an 196 (7)197 accreditation audit unit under the Commission on School 198 Accreditation to determine whether schools are complying with 199 accreditation standards.

200 (8) The State Board of Education shall be specifically201 authorized and empowered to withhold adequate education program

fund allocations, whichever is applicable, to any public school district for failure to timely report student, school personnel and fiscal data necessary to meet state and/or federal requirements.

206 (9) [Deleted]

207 (10)The State Board of Education shall establish, for those 208 school districts failing to meet accreditation standards, a 209 program of development to be complied with in order to receive 210 state funds, except as otherwise provided in subsection (15) of this section when the Governor has declared a state of emergency 211 212 in a school district or as otherwise provided in Section 206, Mississippi Constitution of 1890. The state board, in 213 establishing these standards, shall provide for notice to schools 214 215 and sufficient time and aid to enable schools to attempt to meet these standards, unless procedures under subsection (15) of this 216 217 section have been invoked.

(11) * * * The State Board of Education shall be charged with the implementation of the program of development in each applicable school district as follows:

(a) Develop an impairment report for each district
 failing to meet accreditation standards in conjunction with school
 district officials;

(b) Notify any applicable school district failing to meet accreditation standards that it is on probation until corrective actions are taken or until the deficiencies have been

227 removed. The local school district shall develop a corrective 228 action plan to improve its deficiencies. For district academic 229 deficiencies, the corrective action plan for each such school 230 district shall be based upon a complete analysis of the following: 231 student test data, student grades, student attendance reports, 232 student dropout data, existence and other relevant data. The 233 corrective action plan shall describe the specific measures to be 234 taken by the particular school district and school to improve: 235 (i) instruction; (ii) curriculum; (iii) professional development; 236 (iv) personnel and classroom organization; (v) student incentives 237 for performance; (vi) process deficiencies; and (vii) reporting to 238 the local school board, parents and the community. The corrective 239 action plan shall describe the specific individuals responsible 240 for implementing each component of the recommendation and how each will be evaluated. All corrective action plans shall be provided 241 242 to the State Board of Education as may be required. The decision 243 of the State Board of Education establishing the probationary period of time shall be final; 244

245 Offer, during the probationary period, technical (C) 246 assistance to the school district in making corrective actions. * * * Subject to * * * appropriations, the State 247 248 Department of Education shall provide technical and/or financial 249 assistance to all such school districts in order to implement each 250 measure identified in that district's corrective action plan 251 through professional development and on-site assistance. Each

252 such school district shall apply for and utilize all available 253 federal funding in order to support its corrective action plan in 254 addition to state funds made available under this paragraph;

(d) Assign department personnel or contract, in its discretion, with the institutions of higher learning or other appropriate private entities with experience in the academic, finance and other operational functions of schools to assist school districts;

260 (e) Provide for publication of public notice at least 261 one time during the probationary period, in a newspaper published 262 within the jurisdiction of the school district failing to meet 263 accreditation standards, or if no newspaper is published therein, 264 then in a newspaper having a general circulation therein. The 265 publication shall include the following: declaration of school system's status as being on probation; all details relating to the 266 267 impairment report; and other information as the State Board of 268 Education deems appropriate. Public notices issued under this 269 section shall be subject to Section 13-3-31 and not contrary to 270 other laws regarding newspaper publication.

(12) (a) If the recommendations for corrective action are not taken by the local school district or if the deficiencies are not removed by the end of the probationary period, the Commission on School Accreditation shall conduct a hearing to allow the affected school district to present evidence or other reasons why its accreditation should not be withdrawn. Additionally, if the

277 local school district violates accreditation standards that have 278 been determined by the policies and procedures of the State Board 279 of Education to be a basis for withdrawal of school district's accreditation without a probationary period, the Commission on 280 281 School Accreditation shall conduct a hearing to allow the affected 282 school district to present evidence or other reasons why its 283 accreditation should not be withdrawn. After its consideration of the results of the hearing, the Commission on School Accreditation 284 285 shall be authorized, with the approval of the State Board of Education, to withdraw the accreditation of a public school 286 287 district, and issue a request to the Governor that a state of 288 emergency be declared in that district.

289 (i) If the State Board of Education and the (b) 290 Commission on School Accreditation determine that an extreme 291 emergency situation exists in a school district that jeopardizes 292 the safety, security or educational interests of the children 293 enrolled in the schools in that district and that emergency 294 situation is believed to be related to a serious violation or 295 violations of accreditation standards or state or federal 296 law, * * * the State Board of Education may request the Governor 297 to declare a state of emergency in that school district. For 298 purposes of this paragraph, the declarations of a state of 299 emergency * * * may include the school district's serious failure 300 to meet minimum academic standards, as evidenced by a continued

301 pattern of poor student performance, or impairments related to a 302 lack of financial resources.

303 (ii) If the State Board of Education determines 304 that a public school or district in the state which, during each 305 of two (2) consecutive school years or during two (2) of three (3) 306 consecutive school years, receives an "F" designation by the State 307 Board of Education under the accountability rating system or has 308 been persistently failing as defined by the State Board of 309 Education; or if the State Board of Education determines that a 310 public school or district in the state which, during each of four (4) consecutive school years, receives a "D" or "F" designation by 311 312 the State Board of Education under the accountability rating 313 system or has been persistently failing as defined by the State 314 Board of Education; or if more than fifty percent (50%) of the 315 schools within a school district are designated as Schools-At-Risk 316 in any one (1) year, then the board may place such school or 317 district into a District of Transformation. The State Board of 318 Education shall take over only the number of schools and districts 319 for which it has the capacity to serve. The State Board of 320 Education shall adopt rules and regulations governing any 321 additional requirements for placement into a District of Transformation and the operation thereof. School districts or 322 323 schools that are eligible to be placed into a District of 324 Transformation due to poor academic performance but are not 325 absorbed due to the capacity of the State Board of Education,

326 shall develop and implement a district improvement plan with 327 prescriptive guidance and support from the Mississippi Department of Education, with the goal of helping the district improve 328 329 student achievement. Failure of the school board, superintendent 330 and school district staff to implement the plan with fidelity and 331 participate in the activities provided as support by the 332 department shall result in the school district retaining its 333 eligibility for placement into a District of Transformation. 334 (iii) If the State Board of Education determined 335 that a school district is impaired with a serious lack of 336 financial resources, the State Board of Education may place the 337 school district into a District of Transformation. If a school 338 district is placed into a District of Transformation for financial 339 reasons, the school district shall be required to reimburse the 340 state for any costs incurred by the state on behalf of the school 341 district. 342 Whenever the Governor declares a state of emergency (C) in a school district in response to a request made under paragraph 343 344 (a) or (b) of this subsection, or when the State Board of 345 Education places a school district into a District of 346 Transformation due to poor academic performance or financial 347 reasons, the State Board of Education may take one or more of the 348 following actions: 349 Declare a state of emergency, under which some (i) 350 or all of state funds can be escrowed except as otherwise provided

in Section 206, Constitution of 1890, until the board determines corrective actions are being taken or the deficiencies have been removed, or that the needs of students warrant the release of funds. The funds may be released from escrow for any program which the board determines to have been restored to standard even though the state of emergency may not as yet be terminated for the district as a whole;

(ii) Override any decision of the local school board or superintendent of education, or both, concerning the management and operation of the school district, or initiate and make decisions concerning the management and operation of the school district;

363 (iii) Assign an interim superintendent, or in its 364 discretion, contract with a private entity with experience in the 365 academic, finance and other operational functions of schools and 366 school districts, who will have those powers and duties prescribed 367 in subsection (15) of this section;

368 (iv) Grant transfers to students who attend this 369 school district so that they may attend other accredited schools 370 or districts in a manner that is not in violation of state or 371 federal law;

(v) For states of emergency declared under paragraph (a) only, if the accreditation deficiencies are related to the fact that the school district is too small, with too few resources, to meet the required standards and if another school

376 district is willing to accept those students, abolish that 377 district and assign that territory to another school district or 378 districts. If the school district has proposed a voluntary 379 consolidation with another school district or districts, then if 380 the State Board of Education finds that it is in the best interest 381 of the pupils of the district for the consolidation to proceed, 382 the voluntary consolidation shall have priority over any such 383 assignment of territory by the State Board of Education;

384 (vi) For * * * actions taken pursuant to paragraph (b) only, reduce local supplements paid to school district 385 386 employees, including, but not limited to, instructional personnel, 387 assistant teachers and extracurricular activities personnel, if 388 the district's impairment is related to a lack of financial 389 resources, but only to an extent that will result in the salaries 390 being comparable to districts similarly situated, as determined by 391 the State Board of Education;

392

(vii) For * * * actions taken pursuant to

393 paragraph (b) only, the State Board of Education may take any 394 action as prescribed in Section 37-17-13.

(d) At the time that satisfactory corrective action has been taken in a school district in which a state of emergency has been declared, the State Board of Education may request the Governor to declare that the state of emergency no longer exists in the district. 400 (e) The parent or legal guardian of a school-age child 401 who is enrolled in a school district whose accreditation has been 402 withdrawn by the Commission on School Accreditation and without 403 approval of that school district may file a petition in writing to 404 a school district accredited by the Commission on School 405 Accreditation for a legal transfer. The school district 406 accredited by the Commission on School Accreditation may grant the 407 transfer according to the procedures of Section 37-15-31(1)(b). 408 In the event the accreditation of the student's home district is 409 restored after a transfer has been approved, the student may 410 continue to attend the transferee school district. The per-pupil 411 amount of the adequate education program allotment, including the 412 collective "add-on program" costs for the student's home school 413 district shall be transferred monthly to the school district accredited by the Commission on School Accreditation that has 414 415 granted the transfer of the school-age child.

(f) Upon the declaration of a state of emergency for any school district in which the Governor has previously declared a state of emergency, the State Board of Education may either:

(i) Place the school district into district transformation, in which the school district shall remain until it has fulfilled all conditions related to district transformation. If the district was assigned an accreditation rating of "D" or "F" when placed into district transformation, the district shall be eligible to return to local control when the school district has

425 attained a "C" rating or higher for * * * three (3) consecutive 426 years * *;

427 (ii) Abolish the school district and 428 administratively consolidate the school district with one or more 429 existing school districts;

(iii) Reduce the size of the district and administratively consolidate parts of the district, as determined by the State Board of Education. However, no school district which is not in district transformation shall be required to accept additional territory over the objection of the district; or

435 (iv) Require the school district to develop and 436 implement a district improvement plan with prescriptive quidance 437 and support from the State Department of Education, with the goal 438 of helping the district improve student achievement. Failure of 439 the school board, superintendent and school district staff to 440 implement the plan with fidelity and participate in the activities 441 provided as support by the department shall result in the school district retaining its eligibility for district transformation. 442 443 * * *

(13) Upon the declaration of a state of emergency in a school district under subsection (12) of this section, <u>or upon the</u> State Board of Education's placement of a school district into a <u>District of Transformation for academic or financial reasons</u>, the Commission on School Accreditation shall be responsible for public notice at least once a week for at least three (3) consecutive

450 weeks in a newspaper published within the jurisdiction of the 451 school district failing to meet accreditation standards, or if no 452 newspaper is published therein, then in a newspaper having a 453 general circulation therein. The size of the notice shall be no 454 smaller than one-fourth (1/4) of a standard newspaper page and 455 shall be printed in bold print. If an interim superintendent has 456 been appointed for the school district, the notice shall begin as 457 "By authority of Section 37-17-6, Mississippi Code of follows: 458 1972, as amended, adopted by the Mississippi Legislature during the 1991 Regular Session, this school district (name of school 459 district) is hereby placed under the jurisdiction of the State 460 461 Department of Education acting through its appointed interim 462 superintendent (name of interim superintendent)."

463 The notice also shall include, in the discretion of the State Board of Education, any or all details relating to the school 464 465 district's emergency status, including the declaration of a state 466 of emergency in the school district and a description of the 467 district's impairment deficiencies, conditions of any district 468 transformation status and corrective actions recommended and being 469 Public notices issued under this section shall be subject taken. 470 to Section 13-3-31 and not contrary to other laws regarding 471 newspaper publication.

472 Upon termination of *** * *** a school district <u>in a District of</u> 473 <u>Transformation</u>, the Commission on School Accreditation shall cause 474 notice to be published in the school district in the same manner

475 provided in this section, to include any or all details relating 476 to the corrective action taken in the school district that 477 resulted in the termination of the state of emergency.

(14) The State Board of Education or the Commission on School Accreditation shall have the authority to require school districts to produce the necessary reports, correspondence, financial statements, and any other documents and information necessary to fulfill the requirements of this section.

Nothing in this section shall be construed to grant any individual, corporation, board or interim superintendent the authority to levy taxes except in accordance with presently existing statutory provisions.

487 (15) (a) Whenever the Governor declares a state of 488 emergency in a school district in response to a request made under 489 subsection (12) of this section, or when the State Board of 490 Education places a school district into a District of 491 Transformation for academic or financial reasons, the State Board 492 of Education, in its discretion, may assign an interim 493 superintendent to the school district, or in its discretion, may 494 contract with an appropriate private entity with experience in the 495 academic, finance and other operational functions of schools and 496 school districts, who will be responsible for the administration, 497 management and operation of the school district, including, but 498 not limited to, the following activities:

499 (i) Approving or disapproving all financial 500 obligations of the district, including, but not limited to, the employment, termination, nonrenewal and reassignment of all 501 502 licensed and nonlicensed personnel, contractual agreements and 503 purchase orders, and approving or disapproving all claim dockets 504 and the issuance of checks; in approving or disapproving 505 employment contracts of superintendents, assistant superintendents 506 or principals, the interim superintendent shall not be required to 507 comply with the time limitations prescribed in Sections 37-9-15 508 and 37-9-105;

(ii) Supervising the day-to-day activities of the district's staff, including reassigning the duties and responsibilities of personnel in a manner which, in the determination of the interim superintendent, will best suit the needs of the district;

(iii) Reviewing the district's total financial obligations and operations and making recommendations to the district for cost savings, including, but not limited to, reassigning the duties and responsibilities of staff;

518 (iv) Attending all meetings of the district's 519 school board and administrative staff;

520 (v) Approving or disapproving all athletic, band 521 and other extracurricular activities and any matters related to 522 those activities;

523 (vi) Maintaining a detailed account of 524 recommendations made to the district and actions taken in response 525 to those recommendations;

526 (vii) Reporting periodically to the State Board of 527 Education on the progress or lack of progress being made in the 528 district to improve the district's impairments during the state of 529 emergency; and

(viii) Appointing a parent advisory committee,
comprised of parents of students in the school district that may
make recommendations to the interim superintendent concerning the
administration, management and operation of the school district.

534 The cost of the salary of the interim superintendent and any 535 other actual and necessary costs related to district 536 transformation status paid by the State Department of Education 537 shall be reimbursed by the local school district from funds other 538 than adequate education program funds. The department shall 539 submit an itemized statement to the superintendent of the local school district for reimbursement purposes, and any unpaid balance 540 541 may be withheld from the district's adequate education program 542 In the alternative, the local school district may pay the funds. 543 cost of the salary of the interim superintendent.

At the time that the Governor, in accordance with the request of the State Board of Education, declares that the state of emergency no longer exists in a school district, the *** *** interim superintendent assigned to the district shall *** * *** <u>remain in</u>

548 place for a period of two (2) years and shall work alongside the 549 newly reconstituted school board. A new superintendent may be 550 hired by the newly reconstituted board after the one (1) year 551 state of emergency no longer exists, but he or she shall serve as 552 deputy to the interim superintendent while the interim 553 superintendent is assigned to the district.

554 In order to provide loans to school districts under (b) 555 a state of emergency or in district transformation status that 556 have impairments related to a lack of financial resources, the 557 School District Emergency Assistance Fund is created as a special 558 fund in the State Treasury into which monies may be transferred or 559 appropriated by the Legislature from any available public 560 education funds. Funds in the School District Emergency 561 Assistance Fund up to a maximum balance of Three Million Dollars 562 (\$3,000,000.00) annually shall not lapse but shall be available 563 for expenditure in subsequent years subject to approval of the 564 State Board of Education. Any amount in the fund in excess of 565 Three Million Dollars (\$3,000,000.00) at the end of the fiscal 566 year shall lapse into the State General Fund or the Education 567 Enhancement Fund, depending on the source of the fund.

The State Board of Education may loan monies from the School District Emergency Assistance Fund to a school district that is under a state of emergency or in district transformation status, in those amounts, as determined by the board, that are necessary to correct the district's impairments related to a lack of

573 financial resources. The loans shall be evidenced by an agreement 574 between the school district and the State Board of Education and 575 shall be repayable in principal, without necessity of interest, to 576 the School District Emergency Assistance Fund by the school 577 district from any allowable funds that are available. The total 578 amount loaned to the district shall be due and payable within five 579 (5) years after the impairments related to a lack of financial resources are corrected. If a school district fails to make 580 581 payments on the loan in accordance with the terms of the agreement between the district and the State Board of Education, the State 582 583 Department of Education, in accordance with rules and regulations 584 established by the State Board of Education, may withhold that 585 district's adequate education program funds in an amount and 586 manner that will effectuate repayment consistent with the terms of 587 the agreement; the funds withheld by the department shall be 588 deposited into the School District Emergency Assistance Fund.

589 The State Board of Education shall develop a protocol that will outline the performance standards and requisite timeline 590 591 deemed necessary for extreme emergency measures. If the State 592 Board of Education determines that an extreme emergency exists, 593 simultaneous with the powers exercised in this subsection, it 594 shall take immediate action against all parties responsible for 595 the affected school districts having been determined to be in an 596 extreme emergency. The action shall include, but not be limited to, initiating civil actions to recover funds and criminal actions 597

598 to account for criminal activity. Any funds recovered by the 599 State Auditor or the State Board of Education from the surety 600 bonds of school officials or from any civil action brought under 601 this subsection shall be applied toward the repayment of any loan 602 made to a school district hereunder.

603

(16) * * * [Deleted]

[Deleted]

604

(17) *** * *** [Deleted]

(18) * * * The State Board of Education, acting through the Commission on School Accreditation, shall require each school district to comply with standards established by the State Department of Audit for the verification of fixed assets and the auditing of fixed assets records as a minimum requirement for accreditation.

611 (19) * * *

612 (20) * * * [Deleted]

613 (21) If a local school district is determined as failing and 614 placed into district transformation status for reasons authorized by the provisions of this section, the interim superintendent 615 616 appointed to the district shall, within forty-five (45) days after 617 being appointed, present a detailed and structured corrective 618 action plan to move the local school district out of district 619 transformation status to the deputy superintendent. A copy of the interim superintendent's corrective action plan shall also be 620 621 filed with the State Board of Education.

622 SECTION 2. The following shall be codified as Section 623 37-17-6.1, Mississippi Code of 1972:

624 37-17-6.1. (1) In the Mississippi Achievement School 625 District, in which as of January 1, 2024, two (2) local school 626 districts have been placed into by the State Board of Education, 627 specifically, the Yazoo City Municipal School District and the 628 Humphreys County School District, there shall be an administrative 629 transition of those school districts into two (2) separate 630 Districts of Transformation with such transition completed by July 631 1, 2025. Until June 30, 2025, preceding the effective date of the 632 required transition of school districts in the Mississippi 633 Achievement School District into Districts of Transformation, the 634 districts shall remain under the authority and control of the 635 Mississippi Achievement School District and the State Board of 636 Education.

637 (2) From and after July 1, 2024, no local school district
638 shall be placed into the Mississippi Achievement School District
639 and effective July 1, 2025, the Mississippi Achievement School
640 District shall be dissolved.

(3) On or before September 1, 2024, the State Board of
Education shall provide the Mississippi Achievement School
District with notice and instructions regarding the timetable for
actions to be taken to comply with the transition of those local
schools into Districts of Transformation.

646 (4) A declaration of a state of emergency shall not be 647 required by the Governor for the two (2) districts to transition from the Mississippi Achievement School District placement into a 648 649 District of Transformation; however, the two (2) districts shall 650 be required to comply with any and all obligations and laws as 651 required by other Districts of Transformation and the State Board 652 of Education shall have all the authorities granted to it in Sections 37-17-6 and 37-17-13, including the assignment of an 653 654 interim superintendent to the Districts of Transformation, or in 655 its discretion, contracting with an appropriate private entity with experience in the academic, finance and other operational 656 657 functions of schools and school districts, who will be responsible 658 for the administration, management and operation of the school 659 district in accordance with Section 37-17-6(15), and the determination of when a District of Transformation is ready to be 660 661 reconstituted, reorganized, and returned to local control.

662 SECTION 3. Section 37-17-13, Mississippi Code of 1972, is 663 amended as follows:

37-17-13. (1) Whenever the Governor declares a state of
emergency in a school district in response to a certification by
the State Board of Education and the Commission on School
Accreditation made under Section 37-17-6(12)(b), or when the State
Board of Education places a school district into a District of
Transformation for academic or financial reasons under Section
37-17-6 (12)(b), the State Board of Education, in addition to any

actions taken under Section 37-17-6, *** * *** shall abolish the 671 672 school district and assume control and administration of the 673 schools formerly constituting the district, and appoint an interim 674 superintendent to carry out this purpose under the direction of 675 the State Board of Education. In such case, the State Board of 676 Education shall have all powers which were held by the previously 677 existing school board, and the previously existing superintendent 678 of schools or county superintendent of education, including, but 679 not limited to, those enumerated in Section 37-7-301, and the authority to request tax levies from the appropriate governing 680 681 authorities for the support of the schools and to receive and 682 expend the tax funds as provided by Section 37-57-1 et seq. and 683 Section 37-57-105 et seq.

684 When a school district is abolished under this section, (2)685 loans from the School District Emergency Assistance Fund may be 686 made by the State Board of Education for the use and benefit of 687 the schools formerly constituting the district in accordance with 688 the procedures set forth in Section 37-17-6(15) for such loans to 689 the district. The abolition of a school district under this 690 section shall not impair or release the property of that school 691 district from liability for the payment of the loan indebtedness, 692 and it shall be the duty of the appropriate governing authorities 693 to levy taxes on the property of the district so abolished from 694 year to year according to the terms of the indebtedness until same 695 shall be fully paid.

696 **

697 (* * *3) After a local school board is abolished by the State Board of Education * * *, at such time the State Board of 698 699 Education determines that the impairments are being substantially corrected and the responsibility of the district transformation in 700 701 such district upon the conclusion of the final scholastic year in 702 which a district has maintained a "C" accountability rating 703 for * * * three (3) consecutive years * * *, the State Board of 704 Education may appoint a new five-member board for the 705 administration of the school district and shall notify the local 706 county board of supervisors and/or municipal governing authority 707 of such appointment, spreading the names of the new school board 708 members on its minutes. The new local school board members shall 709 be residents of the school district. The new local school board 710 members appointed by the State Board of Education may serve in an 711 advisory capacity to the interim superintendent for its first year 712 of service and thereafter shall have full responsibility to 713 administer the school district. Thirty (30) days prior to the end 714 of the first year of office as an advisory board, each member 715 shall draw lots to determine when the members shall rotate off the 716 board as follows: one (1) member shall serve a one-year term of 717 office; one (1) member shall serve a two-year term of office; one 718 (1) member shall serve a three-year term of office; one (1) member 719 shall serve a four-year term of office; and one (1) member shall 720 serve a five-year term of office. At that time, the State Board

721 of Education shall notify the appropriate board of supervisors or 722 municipal governing authority of this action and request them to 723 provide for the election or appointment of school board members at 724 the end of the terms of office in the manner provided by law, in 725 order for the local residents of the school district to select a 726 new school board on a phased-in basis. In such situations, the 727 Governor will set the date of any necessary special election which 728 shall be conducted by the county election commission. During the 729 new school board's first two years administering the school 730 district, the interim superintendent shall continue to serve 731 alongside the school board. The State Board of Education 732 shall * * * request the new school board to provide for the 733 appointment of a superintendent to govern the reconstituted or 734 reorganized school district * * * one (1) year after the new 735 school board's first year of administering the school district. 736 The new superintendent shall serve as deputy to the interim 737 superintendent while the interim superintendent is assigned to the district. A board member or superintendent in office at the time 738 739 the Governor declares a state of emergency in a school district, 740 or when the State Board of Education places a school district into 741 a District of Transformation due to academic or financial reasons, 742 shall not be eligible to serve in the office of school board 743 member or superintendent for the school district reconstituted or 744 reorganized following the district transformation period.

745 ***

746 SECTION 4. Section 37-17-17, which provides for the 747 Mississippi Achievement School District, shall stand repealed on 748 July 1, 2025.

749 **SECTION 5.** This act shall take effect and be in force from 750 and after July 1, 2024, and shall stand repealed on June 30, 2024.

S. B. No. 2693 ~ OFFICIAL ~ 24/SS36/R786CS.1 ST: Failing schools and districts of PAGE 31 revise certain provisions related thereto.