#### FIRST REGULAR SESSION

#### SENATE COMMITTEE SUBSTITUTE FOR

# SENATE BILLS NOS. 291, 184 & 294

## 96TH GENERAL ASSEMBLY

Reported from the Committee on Education, March 31, 2011, with recommendation that the Senate Committee Substitute do pass.

TERRY L. SPIELER, Secretary.
1374S.04C

## AN ACT

To repeal sections 160.400, 160.405, 160.410, 160.415, 160.420, and 160.539, RSMo, and to enact in lieu thereof six new sections relating to charter schools.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Sections 160.400, 160.405, 160.410, 160.415, 160.420, and

- 2 160.539, RSMo, are repealed and six new sections enacted in lieu thereof, to be
- 3 known as sections 160.400, 160.405, 160.410, 160.415, 160.420, and 160.539, to
- 4 read as follows:
  - 160.400. 1. A charter school is an independent public school.
- 2. Charter schools may be operated [only in a metropolitan school district
- 3 or in an urban school district containing most or all of a city with a population
- 4 greater than three hundred fifty thousand inhabitants and in any school
- 5 district in Missouri. Charter schools operated in a metropolitan school
- 6 district or in an urban school district containing most or all of a city
- 7 with a population greater than three hundred fifty thousand
- 8 **inhabitants** may be sponsored by any of the following:
- 9 (1) The school board of the district;
- 10 (2) A public four-year college or university with its primary campus in the
- 11 school district or in a county adjacent to the county in which the district is
- 12 located, with an approved teacher education program that meets regional or
- 13 national standards of accreditation;
- 14 (3) A community college located in the district; or
- 15 (4) Any private four-year college or university located in a city not within

EXPLANATION—Matter enclosed in bold-faced brackets [thus] in this bill is not enacted and is intended to be omitted in the law.

- 16 a county with an enrollment of at least one thousand students, and with an
- 17 approved teacher preparation program.
- 18 Charter schools not operated in a metropolitan school district or in an
- 19 urban school district containing most or all of a city with a population
- 20 greater than three hundred fifty thousand inhabitants may only be
- 21 sponsored by the school board of the school district in which they are
- 22 operated.
- 3. The mayor of a city not within a county may request a sponsor under
- 24 subdivision (2), (3), or (4) of subsection 2 of this section to consider sponsoring a
- 25 "workplace charter school", which is defined for purposes of sections 160.400 to
- 26 160.420 as a charter school with the ability to target prospective students whose
- 27 parent or parents are employed in a business district, as defined in the charter,
- 28 which is located in the city.
- 4. No sponsor shall receive from an applicant for a charter school any fee
- 30 of any type for the consideration of a charter, nor may a sponsor condition its
- 31 consideration of a charter on the promise of future payment of any kind.
- 32 5. The charter school shall be a Missouri nonprofit corporation
- 33 incorporated pursuant to chapter 355. The charter provided for herein shall
- 34 constitute a contract between the sponsor and the charter school.
- 35 6. As a nonprofit corporation incorporated pursuant to chapter 355, the
- 36 charter school shall select the method for election of officers pursuant to section
- 37 355.326 based on the class of corporation selected. Meetings of the governing
- 38 board of the charter school shall be subject to the provisions of sections 610.010
- 39 to 610.030, the open meetings law.
- 40 7. A sponsor of a charter school, its agents and employees are not liable
- 41 for any acts or omissions of a charter school that it sponsors, including acts or
- 42 omissions relating to the charter submitted by the charter school, the operation
- 43 of the charter school and the performance of the charter school.
- 44 8. A charter school may affiliate with a four-year college or university,
- 45 including a private college or university, or a community college as otherwise
- 46 specified in subsection 2 of this section when its charter is granted by a sponsor
- 47 other than such college, university or community college. Affiliation status
- 48 recognizes a relationship between the charter school and the college or university
- 49 for purposes of teacher training and staff development, curriculum and
- 50 assessment development, use of physical facilities owned by or rented on behalf
- 51 of the college or university, and other similar purposes. The primary campus of

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- the college or university must be located within the county in which the school district lies wherein the charter school is located or in a county adjacent to the county in which the district is located. A university, college or community college may not charge or accept a fee for affiliation status.
- 9. The expenses associated with sponsorship of charter schools shall be 56 57 defrayed by the department of elementary and secondary education retaining one and five-tenths percent of the amount of state and local funding allocated to the 58 charter school under section 160.415, not to exceed one hundred twenty-five 59 60 thousand dollars, adjusted for inflation. Such amount shall not be withheld when the sponsor is a school district or the state board of education. The department 61 of elementary and secondary education shall remit the retained funds for each 62 charter school to the school's sponsor, provided the sponsor remains in good 63 standing by fulfilling its sponsorship obligations under sections 160.400 to 64 65 160.420 and 167.349 with regard to each charter school it sponsors, including appropriate demonstration of the following: 66
- 67 (1) Expends no less than ninety percent of its charter school sponsorship 68 funds in support of its charter school sponsorship program, or as a direct 69 investment in the sponsored schools;
  - (2) Maintains a comprehensive application process that follows fair procedures and rigorous criteria and grants charters only to those developers who demonstrate strong capacity for establishing and operating a quality charter school;
  - (3) Negotiates contracts with charter schools that clearly articulate the rights and responsibilities of each party regarding school autonomy, expected outcomes, measures for evaluating success or failure, performance consequences, and other material terms;
- 78 (4) Conducts contract oversight that evaluates performance, monitors 79 compliance, informs intervention and renewal decisions, and ensures autonomy 80 provided under applicable law; and
- 81 (5) Designs and implements a transparent and rigorous process that uses 82 comprehensive data to make merit-based renewal decisions.
- 10. No university, college or community college shall grant a charter to a nonprofit corporation if an employee of the university, college or community college is a member of the corporation's board of directors.
- 86 11. No sponsor shall grant a charter under sections 160.400 to 160.420 87 and 167.349 without ensuring that a criminal background check and child abuse

registry check are conducted for all members of the governing board of the charter schools or the incorporators of the charter school if initial directors are not named in the articles of incorporation, nor shall a sponsor renew a charter without ensuring a criminal background check and child abuse registry check are conducted for each member of the governing board of the charter school.

- 12. No member of the governing board of a charter school shall hold any office or employment from the board or the charter school while serving as a member, nor shall the member have any substantial interest, as defined in section 105.450, in any entity employed by or contracting with the board. No board member shall **be selected by or** be an employee of a company that provides substantial services to the charter school. All members of the governing board of the charter school shall be considered decision-making public servants as defined in section 105.450 for the purposes of the financial disclosure requirements contained in sections 105.483, 105.485, 105.487, and 105.489.
- 13. A sponsor shall provide timely submission to the state board of education of all data necessary to demonstrate that the sponsor is in material compliance with all requirements of sections 160.400 to 160.420 and 167.349.
- 14. A sponsor shall develop policies and procedures for the review of a charter school proposal and the awarding of a charter, including procedures to be used when a charter school closes, for the transfer or repository of student records, and for the disposition of the charter school's assets.
- 15. The state board of education shall ensure each sponsor is in compliance with all requirements under sections 160.400 to 160.420 and 167.349 for each charter school sponsored by any sponsor. The state board shall notify each sponsor of the standards for sponsorship of charter schools, delineating both what is mandated by statute and what best practices dictate. The state board, after a public hearing, may require remedial action for a sponsor that it finds has not fulfilled its obligations of sponsorship, such remedial actions including withholding the sponsor's funding and suspending for a period of up to one year the sponsor's authority to sponsor a school that it currently sponsors or to sponsor any additional school. If the state board removes the authority to sponsor a currently operating charter school, the state board shall become the interim sponsor of the school for a period of up to three years until the school finds a new sponsor or until the charter contract period lapses. During this period, if the charter school fails to meet academic performance or other goals as

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124 prescribed in the school's charter, the state board may revoke the 125 charter.

16. During any time in which powers granted to the board of education of a metropolitan school district are vested in a special administrative board, the special administrative board may sponsor a charter school and declare itself as the local education agency of the charter school for school funding purposes. If the special administrative board is dissolved at any time, the charter school may continue to operate provided it seeks and obtains a new sponsorship under the new governing board of a metropolitan school district.

160.405. 1. A person, group or organization seeking to establish a charter school shall submit the proposed charter, as provided in this section, to a sponsor. If the sponsor is not a school board, the applicant shall give a copy of its application to the school board of the district in which the charter school is to be located and to the state board of education, within five business days of the date 6 the application is filed with the proposed sponsor. The school board may file objections with the proposed sponsor, and, if a charter is granted, the school 7 board may file objections with the state board of education. The charter shall include a mission statement for the charter school, a description of the charter 9 school's organizational structure and bylaws of the governing body, which will be 10 responsible for the policy and operational decisions of the charter school, a 11 financial plan for the first three years of operation of the charter school including 12 provisions for annual audits, a description of the charter school's policy for 13 securing personnel services, its personnel policies, personnel qualifications, and 14 professional development plan, a description of the grades or ages of students 15 16 being served, the school's calendar of operation, which shall include at least the 17 equivalent of a full school term as defined in section 160.011, and an outline of criteria specified in this section designed to measure the effectiveness of the 18 school. The charter shall also [state] include: 19

- (1) [The educational goals and objectives to be achieved by the charter school] An accountability plan, which shall contain a complete set of indicators, measures, metrics, and targets in the following areas: academic program performance, operational program performance, including governance, and, if applicable, elements related specifically to the charter's mission and vision;
  - (2) A description of the charter school's educational program and

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- 28 (3) The term of the charter, which shall be not less than five years, nor greater than ten years and shall be renewable; 29
- 30 (4) A description of the charter school's pupil performance standards, which must meet the requirements of subdivision (6) of subsection 5 of this 31 32 section. The charter school program must be designed to enable each pupil to 33 achieve such standards;
- 34 (5) A description of the governance and operation of the charter school, including the nature and extent of parental, professional educator, and 35 community involvement in the governance and operation of the charter school; 36 37 [and]
- (6) A description of the charter school's policies on student discipline and 38 student admission, which shall include a statement, where applicable, of the 39 validity of attendance of students who do not reside in the district but who may 40 be eligible to attend under the terms of judicial settlements; and 41
- 42 (7) If the charter school is operated by a management company, 43 a copy of the written contract between the board of directors of the charter school and the educational management organization or the 44 charter management organization for services. 45
  - 2. Proposed charters shall be subject to the following requirements:
  - (1) A proposal shall be submitted to the sponsor by August fifteenth of the year prior to the proposed opening date of the charter school;
- (2) A charter may be approved when the sponsor determines that the requirements of this section are met and determines that the applicant is sufficiently qualified to operate a charter school. The sponsor's decision of 53 approval or denial shall be made within ninety days of the filing of the proposed charter;
- [(2)] (3) If the charter is denied, the proposed sponsor shall notify the 55 applicant in writing as to the reasons for its denial and forward a copy to the 56 state board of education within five business days following the denial; 57
- 58 [(3)] (4) If a proposed charter is denied by a sponsor, the proposed charter may be submitted to the state board of education, along with the 59 60 sponsor's written reasons for its denial. If the state board determines that the 61 applicant meets the requirements of this section, that the applicant is sufficiently qualified to operate the charter school, and that granting a charter to the

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applicant would be likely to provide educational benefit to the children of the 63 64 district, the state board may grant a charter and act as sponsor of the charter school. The state board shall review the proposed charter and make a 65 66 determination of whether to deny or grant the proposed charter within sixty days of receipt of the proposed charter, provided that any charter to be considered by 67 68 the state board of education under this subdivision shall be submitted no later 69 than March first prior to the school year in which the charter school intends to 70 begin operations. The state board of education shall notify the applicant in 71writing as the reasons for its denial, if applicable; and

- [(4)] (5) The sponsor of a charter school shall give priority to charter school applicants that propose a school oriented to high-risk students and to the reentry of dropouts into the school system. If a sponsor grants three or more charters, at least one-third of the charters granted by the sponsor shall be to schools that actively recruit dropouts or high-risk students as their student body and address the needs of dropouts or high-risk students through their proposed mission, curriculum, teaching methods, and services. For purposes of this subsection, a "high-risk" student is one who is at least one year behind in satisfactory completion of course work or obtaining credits for graduation, pregnant or a parent, homeless or has been homeless sometime within the preceding six months, has limited English proficiency, has been suspended from school three or more times, is eligible for free or reduced-price school lunch, or has been referred by the school district for enrollment in an alternative program. "Dropout" shall be defined through the guidelines of the school core data report. The provisions of this subsection do not apply to charters sponsored by the state board of education.
- 3. If a charter is approved by a sponsor, the charter application shall be 88 submitted to the state board of education, along with a statement of finding that 89 the application meets the requirements of sections 160.400 to 160.420 and section 90 167.439 and a monitoring plan under which the charter sponsor will evaluate the 91 academic performance of students enrolled in the charter school. The state board 9293 of education may, within sixty days, disapprove the granting of the charter. The state board of education may disapprove a charter on grounds that the 95 application fails to meet the requirements of sections 160.400 to 160.420 and 96 section 167.349 or that a charter sponsor previously failed to meet the statutory responsibilities of a charter sponsor. 97
  - 4. Any disapproval of a charter pursuant to subsection 3 of this section

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99 shall be subject to judicial review pursuant to chapter 536.

- 5. A charter school shall, as provided in its charter:
- (1) Be nonsectarian in its programs, admission policies, employment 101 102 practices, and all other operations;
- 103 (2) Comply with laws and regulations of the state, county, or city relating 104 to health, safety, and state minimum educational standards, as specified by the 105 state board of education, including the requirements relating to student discipline under sections 160.261, 167.161, 167.164, and 167.171, notification of criminal 106 conduct to law enforcement authorities under sections 167.115 to 167.117, 107 academic assessment under section 160.518, transmittal of school records under 108 109 section 167.020, [and] the minimum number of school days and hours required under section 160.041, and the employee criminal history background 110 check and the family care safety registry check under section 168.133; 111
  - (3) Except as provided in sections 160.400 to 160.420, be exempt from all laws and rules relating to schools, governing boards and school districts;
- (4) Be financially accountable, use practices consistent with the Missouri financial accounting manual, subject to sections 161.520, 161.525, and 161.529, provide for an annual audit by a certified public accountant, publish audit reports and annual financial reports as provided in chapter 165, provided that the annual financial report may be published on the department of elementary and secondary education's Internet website in addition to other publishing requirements, submit an annual financial report as required in section 162.821, and provide liability insurance to indemnify the school, its board, staff and teachers against tort claims. A charter school that receives local educational agency status under subsection 6 of this section shall meet the 123requirements imposed by the Elementary and Secondary Education Act for audits 124of such agencies. For purposes of an audit by petition under section 29.230, a charter school shall be treated as a political subdivision on the same terms and 126 conditions as the school district in which it is located. For the purposes of securing such insurance, a charter school shall be eligible for the Missouri public entity risk management fund pursuant to section 537.700. A charter school that incurs debt must include a repayment plan in its financial plan;
  - (5) Provide a comprehensive program of instruction for at least one grade or age group from kindergarten through grade twelve, which may include early childhood education if funding for such programs is established by statute, as specified in its charter;

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- (6) (a) Design a method to measure pupil progress toward the pupil academic standards adopted by the state board of education pursuant to section 160.514, establish baseline student performance during the first year of operation, collect [baseline data during at least the first three years for determining how the charter school is performing] student performance data as defined by the Annual Performance Report (APR) throughout the duration of the charter to annually monitor student academic performance, and to the extent applicable, participate in the statewide system of assessments, comprised of the essential skills tests and the nationally standardized norm-referenced achievement tests, as designated by the state board pursuant to section 160.518, complete and distribute an annual report card as prescribed in section 160.522, which shall also include a statement that background checks have been completed on the charter school's board members, report to its sponsor, the local school district, and the state board of education as to its teaching methods and any educational innovations and the results thereof, and provide data required for the study of charter schools pursuant to subsection 4 of section 160.410. No charter school will be considered in the Missouri school improvement program review of the district in which it is located for the resource or process standards of the program.
- (b) For proposed high risk or alternative charter schools, sponsors shall approve performance measures based on mission, curriculum, teaching methods, and services. Sponsors shall also approve comprehensive academic and behavioral measures to determine whether students are meeting performance standards on a different time frame as specified in that school's charter. Student performance shall be assessed comprehensively to determine whether a high risk or alternative charter school has documented adequate student progress. Student performance shall be based on sponsor-approved comprehensive measures as well as standardized public school measures. Annual presentation of charter school report card data to the department of elementary and secondary education, the state board, and the public shall include comprehensive measures of student progress.
- (c) Nothing in this [paragraph] subdivision shall be construed as permitting a charter school to be held to lower performance standards than other public schools within a district; however, the charter of a charter school may permit students to meet performance standards on a different time frame as specified in its charter;

- 171 (7) Assure that the needs of special education children are met in 172 compliance with all applicable federal and state laws and regulations;
- 173 (8) Provide along with any request for review by the state board of 174 education the following:
- 175 (a) Documentation that the applicant has provided a copy of the 176 application to the school board of the district in which the charter school is to be 177 located, except in those circumstances where the school district is the sponsor of 178 the charter school; and
- 179 (b) A statement outlining the reasons for approval or disapproval by the sponsor, specifically addressing the requirements of sections 160.400 to 160.420 and 167.349.
  - 6. (1) Proposed or existing high risk or alternative charter schools may include alternative arrangements for students to obtain credit for satisfying graduation requirements in the school's charter application and charter. Alternative arrangements may include, but not be limited to, credit for off-campus instruction, embedded credit, work experience through a paid or unpaid internship arranged through the school, and independent studies. When the state board of education approves the charter, any such alternative arrangements shall be approved at such time.
  - (2) The department of elementary and secondary education shall conduct a study of any charter school granted alternative arrangements for students to obtain credit under this subsection after three years of operation to assess student performance, graduation rates, educational outcomes, and entry into the workforce or higher education.
  - 7. The charter of a charter school may be amended at the request of the governing body of the charter school and on the approval of the sponsor. The sponsor and the governing board and staff of the charter school shall jointly review the school's performance, management and operations [at least once every two years] during the first and third years of operation and then every other year or at any point where the operation or management of the charter school is changed or transferred to another entity, either public or private. The governing board of a charter school may amend the charter, if the sponsor approves such amendment, or the sponsor and the governing board may reach an agreement in writing to reflect the charter school's decision to become a local educational agency for the sole purpose of seeking direct access to federal grants.

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In such case the sponsor shall give the department of elementary and secondary education written notice no later than March first of any year, with the agreement to become effective July first. The department may waive the March first notice date in its discretion. The department shall identify and furnish a list of its regulations that pertain to local educational agencies to such schools within thirty days of receiving such notice.

- [7.] 8. (1) A sponsor shall revoke a charter or take other appropriate remedial action, which may include placing the charter school on probationary status, at any time if the charter school commits a serious breach of one or more provisions of its charter or on any of the following grounds: failure to meet academic performance standards as set forth in its charter, failure to meet generally accepted standards of fiscal management, failure to provide information necessary to confirm compliance with all provisions of the charter and sections 160.400 to 160.420 and 167.349 within forty-five days following receipt of written notice requesting such information, or violation of law.
- (2) The sponsor may place the charter school on probationary status to allow the implementation of a remedial plan, which may require a change of methodology, a change in leadership, or both, after which, if such plan is unsuccessful, the charter may be revoked.
- (3) At least sixty days before acting to revoke a charter, the sponsor shall notify the governing board of the charter school of the proposed action in writing. The notice shall state the grounds for the proposed action. The school's governing board may request in writing a hearing before the sponsor within two weeks of receiving the notice.
- (4) The sponsor of a charter school shall establish procedures to conduct administrative hearings upon determination by the sponsor that grounds exist to revoke a charter. Final decisions of a sponsor from hearings conducted pursuant to this subsection are subject to judicial review pursuant to chapter 536.
- (5) A termination shall be effective only at the conclusion of the school year, unless the sponsor determines that continued operation of the school presents a clear and immediate threat to the health and safety of the children.
- 238 (6) A charter sponsor shall make available the school accountability report 239 card information as provided under section 160.522 and the results of the 240 academic monitoring required under subsection 3 of this section.
- [8.] 9. A sponsor shall take all reasonable steps necessary to confirm that each charter school sponsored by such sponsor is in material compliance and

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- remains in material compliance with all material provisions of the charter and 243244 sections 160.400 to 160.420 and 167.349. Every charter school shall provide all information necessary to confirm ongoing compliance with all provisions of its 245 246 charter and sections 160.400 to 160.420 and 167.349 in a timely manner to its 247sponsor.
- 248 [9.] 10. A school district may enter into a lease with a charter school for physical facilities. 249
- [10.] 11. A governing board or a school district employee who has control over personnel actions shall not take unlawful reprisal against another employee at the school district because the employee is directly or indirectly involved in an application to establish a charter school. A governing board or a school district employee shall not take unlawful reprisal against an educational program of the 254school or the school district because an application to establish a charter school proposes the conversion of all or a portion of the educational program to a charter 256school. As used in this subsection, "unlawful reprisal" means an action that is taken by a governing board or a school district employee as a direct result of a lawful application to establish a charter school and that is adverse to another employee or an educational program.
  - [11.] 12. Charter school board members shall be subject to the same liability for acts while in office as if they were regularly and duly elected members of school boards in any other public school district in this state. The governing board of a charter school may participate, to the same extent as a school board, in the Missouri public entity risk management fund in the manner provided under sections 537.700 to 537.756.
  - [12.] 13. Any entity, either public or private, operating, administering, or otherwise managing a charter school shall be considered a quasi-public governmental body and subject to the provisions of sections 610.010 to 610.035.
- [13.] 14. The chief financial officer of a charter school shall maintain: 270
- 271 (1) A surety bond in an amount determined by the sponsor to be adequate 272 based on the cash flow of the school; or
- 273 (2) An insurance policy issued by an insurance company licensed to do 274 business in Missouri on all employees in the amount of five hundred thousand 275 dollars or more that provides coverage in the event of employee theft.

#### 160.410. 1. A charter school shall enroll:

- 2 (1) All pupils resident in the district in which it operates;
- 3 (2) Nonresident pupils eligible to attend a district's school under an urban

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voluntary transfer program; [and]

- (3) In the case of a charter school whose mission includes student drop-out prevention or recovery, any nonresident pupil who is considered high risk or a dropout who resides in a residential care facility, a transitional living group home, or an independent living program and whose last school of enrollment is in the school district where the charter school is established, who submits a timely application; and
- 12 (4) In the case of a workplace charter school, any student eligible to attend under subdivision (1) or (2) of this subsection whose parent is employed 13 in the business district, who submits a timely application, unless the number of applications exceeds the capacity of a program, class, grade level or building. The 16 configuration of a business district shall be set forth in the charter and shall not 17 be construed to create an undue advantage for a single employer or small number 18 of employers.
- 19 2. If capacity is insufficient to enroll all pupils who submit a timely 20 application, the charter school shall have an admissions process that assures all applicants of an equal chance of gaining admission except that: 21
  - (1) A charter school may establish a geographical area around the school whose residents will receive a preference for enrolling in the school, provided that such preferences do not result in the establishment of racially or socioeconomically isolated schools and provided such preferences conform to policies and guidelines established by the state board of education; [and]
  - (2) A charter school may also give a preference for admission of children whose siblings attend the school or whose parents are employed at the school or in the case of a workplace charter school, a child whose parent is employed in the business district or at the business site of such school; and
- 31 (3) A charter school whose mission includes student dropout prevention or recovery as described in subdivision (3) of subsection 1 3233 of this section shall give preference for admission to resident pupils 34 over nonresident pupils.
- 3. A charter school shall not limit admission based on race, ethnicity, 35 national origin, disability, gender, income level, proficiency in the English 36 language or athletic ability, but may limit admission to pupils within a given age 37group or grade level. A charter school may give a preference for 38 39 admission to high-risk students and dropouts, as defined in subdivision

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#### (5) of subsection 2 of section 160.405. 40

- 41 4. The department of elementary and secondary education shall 42 commission a study of the performance of students at each charter school in 43 comparison with an equivalent group of district students representing an equivalent demographic and geographic population and a study of the impact of 44 charter schools upon the constituents they serve in the districts in which they are located, to be conducted by the joint committee on education. The charter school study shall include analysis of the administrative and instructional practices of 47 each charter school and shall include findings on innovative programs that 48 illustrate best practices and lend themselves to replication or incorporation in 49 50 other schools. The joint committee on education shall coordinate with individuals representing charter [public] schools and the districts in which charter schools 51 are located in conducting the study. The study of a charter school's student 52performance in relation to a comparable group shall be designed to provide 53 information that would allow parents and educators to make valid comparisons 54of academic performance between the charter school's students and an equivalent 55group of district students representing an equivalent demographic and geographic 5657 population. The student performance assessment and comparison shall include, but may not be limited to: 58
  - (1) Missouri assessment program test performance and aggregate growth over several years;
    - (2) Student reenrollment rates;
    - (3) Educator, parent, and student satisfaction data;
- 63 (4) Graduation rates in secondary programs; and
- (5) Performance of students enrolled in the same public school for three or more consecutive years. The impact study shall be undertaken every two years to determine the impact of charter schools on the constituents they serve in the districts where charter schools are operated. The impact study shall include, but is not limited to, determining if changes have been made in district policy or 68 69 procedures attributable to the charter school and to perceived changes in attitudes and expectations on the part of district personnel, school board 70members, parents, students, the business community and other education 72stakeholders. The department of elementary and secondary education shall make 73the results of the studies public and shall deliver copies to the governing boards of the charter schools, the sponsors of the charter schools, the school board and 74superintendent of the districts in which the charter schools are operated.

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- 5. A charter school shall make available for public inspection, and provide upon request, to the parent, guardian, or other custodian of any school-age pupil resident in the district in which the school is located the following information:
  - (1) The school's charter;
- 80 (2) The school's most recent annual report card published according to 81 section 160.522; and
- 82 (3) The results of background checks on the charter school's board 83 members. The charter school may charge reasonable fees, not to exceed the rate 84 specified in section 610.026 for furnishing copies of documents under this 85 subsection.
- 160.415. 1. For the purposes of calculation and distribution of state school aid under section 163.031, pupils enrolled in a charter school shall be included in the pupil enrollment of the school district within which each pupil resides. Each charter school shall report the names, addresses, and eligibility for free and reduced lunch, special education, or limited English proficiency status, as well as eligibility for categorical aid, of pupils resident in a school district who are enrolled in the charter school to the school district in which those pupils reside. The charter school shall report the average daily attendance data, free and reduced lunch count, special education pupil count, and limited English 10 proficiency pupil count to the state department of elementary and secondary 11 education. Each charter school shall promptly notify the state department of elementary and secondary education and the pupil's school district when a 12 13 student discontinues enrollment at a charter school.
- 2. Except as provided in subsections 3 and 4 of this section, the aid payments for charter schools shall be as described in this subsection.
- 16 (1) A school district having one or more resident pupils attending a 17 charter school shall pay to the charter school an annual amount equal to the 18 product of the charter school's weighted average daily attendance and the state adequacy target, multiplied by the dollar value modifier for the district, plus local 19 tax revenues per weighted average daily attendance from the incidental and 20teachers' funds in excess of the performance levy as defined in section 163.011 21 22plus all other state aid attributable to such pupils, including funds 23 distributed under section 163.087.
  - (2) The district of residence of a pupil attending a charter school shall also pay to the charter school any other federal or state aid that the district receives on account of such child.

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- 27(3) If the department overpays or underpays the amount due to the 28 charter school, such overpayment or underpayment shall be repaid by the public charter school or credited to the public charter school in twelve equal payments 29 30 in the next fiscal year.
- 31 (4) The amounts provided pursuant to this subsection shall be prorated 32 for partial year enrollment for a pupil.
  - (5) A school district shall pay the amounts due pursuant to this subsection as the disbursal agent and no later than twenty days following the receipt of any such funds. The department of elementary and secondary education shall pay the amounts due when it acts as the disbursal agent within five days of the required due date.
  - 3. A workplace charter school shall receive payment for each eligible pupil as provided under subsection 2 of this section, except that if the student is not a resident of the district and is participating in a voluntary interdistrict transfer program, the payment for such pupils shall be the same as provided under section 162.1060.
- 4. A charter school that has declared itself as a local educational agency shall receive from the department of elementary and secondary education an annual amount equal to the product of the charter school's weighted average daily 46attendance and the state adequacy target, multiplied by the dollar value modifier for the district, plus local tax revenues per weighted average daily attendance from the incidental and teachers funds in excess of the performance levy as defined in section 163.011 plus all other state aid attributable to such pupils, including funds distributed under section 163.087. If a charter school 50declares itself as a local education agency, the department of elementary and secondary education shall, upon notice of the declaration, reduce the payment made to the school district by the amount specified in this subsection and pay directly to the charter school the annual amount reduced from the school district's payment. The department of elementary and secondary education shall include charter school weighted average daily attendance in the distribution of funds under section 163.087.
  - 5. If a school district fails to make timely payments of any amount for which it is the disbursal agent, the state department of elementary and secondary education shall authorize payment to the charter school of the amount due pursuant to subsection 2 of this section and shall deduct the same amount from the next state school aid apportionment to the owing school district. If a charter

school is paid more or less than the amounts due pursuant to this section, the amount of overpayment or underpayment shall be adjusted equally in the next twelve payments by the school district or the department of elementary and secondary education, as appropriate. Any dispute between the school district and a charter school as to the amount owing to the charter school shall be resolved by the department of elementary and secondary education, and the department's decision shall be the final administrative action for the purposes of review pursuant to chapter 536. During the period of dispute, the department of elementary and secondary education shall make every administrative and statutory effort to allow the continued education of children in their current public charter school setting.

- 6. The charter school and a local school board may agree by contract for services to be provided by the school district to the charter school. The charter school may contract with any other entity for services. Such services may include but are not limited to food service, custodial service, maintenance, management assistance, curriculum assistance, media services and libraries and shall be subject to negotiation between the charter school and the local school board or other entity. Documented actual costs of such services shall be paid for by the charter school.
- 7. A charter school may enter into contracts with community partnerships and state agencies acting in collaboration with such partnerships that provide services to children and their families linked to the school.
- 8. A charter school shall be eligible for transportation state aid pursuant to section 163.161 and shall be free to contract with the local district, or any other entity, for the provision of transportation to the students of the charter school.
- 9. (1) The proportionate share of state and federal resources generated by students with disabilities or staff serving them shall be paid in full to charter schools enrolling those students by their school district where such enrollment is through a contract for services described in this section. The proportionate share of money generated under other federal or state categorical aid programs shall be directed to charter schools serving such students eligible for that aid.
- (2) A charter school district shall provide the special services provided pursuant to section 162.705 and may provide the special services pursuant to a contract with a school district or any provider of such services.
  - 10. A charter school may not charge tuition, nor may it impose fees that

99 a school district is prohibited from imposing.

- 11. A charter school is authorized to incur debt in anticipation of receipt of funds. A charter school may also borrow to finance facilities and other capital items. A school district may incur bonded indebtedness or take other measures to provide for physical facilities and other capital items for charter schools that it sponsors or contracts with. Upon the dissolution of a charter school, any liabilities of the corporation will be satisfied through the procedures of chapter 355.
- 107 12. Charter schools shall not have the power to acquire property by 108 eminent domain.
- 13. The governing body of a charter school is authorized to accept grants, gifts or donations of any kind and to expend or use such grants, gifts or donations. A grant, gift or donation may not be accepted by the governing body if it is subject to any condition contrary to law applicable to the charter school or other public schools, or contrary to the terms of the charter.
- established under sections 160.400 to 160.420 shall establish a uniform policy which provides that if a charter school offers to retain the services of an employee of a school district, and the employee accepts a position at the charter school, an employee at the employee's option may remain an employee of the district and the charter school shall pay to the district the district's full costs of salary and benefits provided to the employee. The district's policy shall provide that any teacher who accepts a position at a charter school and opts to remain an employee of the district retains such teacher's permanent teacher status and retains such teacher's seniority rights in the district for three years. The school district shall not be liable for any such employee's acts while an employee of the charter school.
- 12 2. A charter school may employ noncertificated instructional personnel; provided that no more than twenty percent of the full-time equivalent 13 instructional staff positions at the school are filled by noncertificated personnel. 14 All noncertificated instructional personnel shall be supervised by certificated 15instructional personnel. A charter school that has a foreign language immersion 16 17experience as its chief educational mission, as stated in its charter, shall not be subject to the twenty-percent requirement of this subsection but shall ensure that 18 19 any teachers whose duties include instruction given in a foreign language have 20 current valid credentials in the country in which such teacher received his or her training and shall remain subject to the remaining requirements of this

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22 subsection. The charter school shall ensure that all instructional employees of 23 the charter school have experience, training and skills appropriate to the instructional duties of the employee, and the charter school shall ensure that a 2425criminal background check and [child abuse] family care safety registry check are conducted for each employee of the charter school prior to the hiring of the  $^{26}$ 27employee under the requirements of section 168.133. The charter school may not employ instructional personnel whose certificate of license to teach has 28been revoked or is currently suspended by the state board of 29 30 education. Appropriate experience, training and skills of noncertificated instructional personnel shall be determined considering: 31

- (1) Teaching certificates issued by another state or states;
- 33 (2) Certification by the National Standards Board;
  - (3) College degrees in the appropriate field;
- 35 (4) Evidence of technical training and competence when such is 36 appropriate; and
- 37 (5) The level of supervision and coordination with certificated 38 instructional staff.
- 39 3. Personnel employed by the charter school shall participate in the retirement system of the school district in which the charter school is located, 40 41 subject to the same terms, conditions, requirements and other provisions 42applicable to personnel employed by the school district. For purposes of 43 participating in the retirement system, the charter school shall be considered to 44 be a public school within the school district, and personnel employed by the charter school shall be public school employees. In the event of a lapse of the 45 school district's corporate organization as described in subsections 1 and 4 of 46 section 162.081, personnel employed by the charter school shall continue to 47participate in the retirement system and shall do so on the same terms, 48 49 conditions, requirements and other provisions as they participated prior to the 50 lapse.
- 4. The charter school and a local school board may agree by contract for services to be provided by the school district to the charter school. The charter school may contract with any other entity for services. Such services may include but are not limited to food service, custodial service, maintenance, management assistance, curriculum assistance, media services and libraries and shall be subject to negotiation between the charter school and the local school board or other entity. Documented actual costs of such services shall be paid for by the

charter school. 58

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- 7. (1) The proportionate share of state and federal resources generated by students with disabilities or staff serving them shall be paid in full to charter schools enrolling those students by their school district where such enrollment is 68 through a contract for services described in this section. The proportionate share of money generated under other federal or state categorical aid programs shall 70 be directed to charter schools serving such students eligible for that aid.
- 72 (2) A charter school district shall provide the special services provided pursuant to section 162.705 and may provide the special services pursuant to a 73 contract with a school district or any provider of such services. 74
- 75 8. A charter school may not charge tuition, nor may it impose fees that a school district is prohibited from imposing. 76
- 779. A charter school is authorized to incur debt in anticipation of receipt 78of funds. A charter school may also borrow to finance facilities and other capital items. A school district may incur bonded indebtedness or take other measures 7980 to provide for physical facilities and other capital items for charter schools that it sponsors or contracts with. Upon the dissolution of a charter school, any liabilities of the corporation will be satisfied through the procedures of chapter 82 83 355.
- 84 10. Charter schools shall not have the power to acquire property by 85 eminent domain.
- 86 11. The governing body of a charter school is authorized to accept grants, 87 gifts or donations of any kind and to expend or use such grants, gifts or 88 donations. A grant, gift or donation may not be accepted by the governing body 89 if it is subject to any condition contrary to law applicable to the charter school or other public schools, or contrary to the terms of the charter.
- 160.539. 1. The "School Flex Program" is established to allow eligible students to pursue a timely graduation from high school. The term "eligible students" includes students in grades eleven or twelve, or those ages

- 4 seventeen to twenty-one who have still not obtained a high school
- 5 degree, who have been identified by the student's principal and the student's
- 6 parent or guardian to benefit by participating in the school flex program.
- 7 2. An eligible student who participates in a school flex program shall:
- 8 (1) Attend school a minimum of two instructional hours per school day
- 9 within the district of residence;
- 10 (2) Pursue a timely graduation;
- 11 (3) Provide evidence of college or technical career education enrollment
- 12 and attendance, or proof of employment and labor that is aligned with the
- 13 student's career academic plan which has been developed by the school district
- 14 or charter school;
- 15 (4) Refrain from being expelled or suspended while participating in a 16 school flex program;
- 17 (5) Pursue course and credit requirements for a diploma; and
- 18 (6) Maintain a ninety-five percent attendance rate.
- 19 3. Eligible students participating in the school flex program shall be
- 20 considered full-time students of the school district or charter school and shall
- 21 be counted in the school's average daily attendance for state basic aid purposes.
- 4. School districts or charter schools participating in the school flex
- 23 program shall submit, on forms provided by the department of elementary and
- 24 secondary education, an annual report to the department which shall include
- 25 information required by the department, including but not limited to student
- 26 participation, drop-out, and graduation rates for students participating in the
- 27 program. The department shall annually report to the joint committee on
- 28 education under section 160.254 on the effectiveness of the program.