#### FIRST REGULAR SESSION

# **SENATE BILL NO. 392**

#### 97TH GENERAL ASSEMBLY

INTRODUCED BY SENATOR DIXON.

Read 1st time February 26, 2013, and ordered printed.

TERRY L. SPIELER, Secretary.

### 1554S.01I

## AN ACT

To repeal section 173.616, RSMo, and to enact in lieu thereof one new section relating to institutions of higher education.

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

Section A. Section 173.616, RSMo, is repealed and one new section 2 enacted in lieu thereof, to be known as section 173.616, to read as follows:

173.616. 1. The following schools, training programs, and courses of 2 instruction shall be exempt from the provisions of sections 173.600 to 173.618:

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(1) A public institution;

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4 (2) Any college or university represented directly or indirectly on the 5 advisory committee of the coordinating board for higher education as provided in 6 subsection 3 of section 173.005;

7 (3) An institution that is certified by the board as an "approved private
8 institution" under subdivision (2) of section 173.1102;

9 (4) A not-for-profit religious school that is accredited by the American 10 Association of Bible Colleges, the Association of Theological Schools in the United 11 States and Canada, or a regional accrediting association, such as the North 12 Central Association, which is recognized by the Council on Postsecondary 13 Accreditation and the United States Department of Education; and

(5) Beginning July 1, 2008, all out-of-state public institutions of higher
education, as such term is defined in subdivision (12) of subsection 2 of section
173.005.

17 2. The coordinating board shall exempt the following schools, training
18 programs and courses of instruction from the provisions of sections 173.600 to
19 173.618:

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(1) A not-for-profit school owned, controlled and operated by a bona fide

21 religious or denominational organization which offers no programs or degrees and
22 grants no degrees or certificates other than those specifically designated as
23 theological, bible, divinity or other religious designation;

(2) A not-for-profit school owned, controlled and operated by a bona fide eleemosynary organization which provides instruction with no financial charge to its students and at which no part of the instructional cost is defrayed by or through programs of governmental student financial aid, including grants and loans, provided directly to or for individual students;

(3) A school which offers instruction only in subject areas which are
primarily for avocational or recreational purposes as distinct from courses to
teach employable, marketable knowledge or skills, which does not advertise
occupational objectives and which does not grant degrees;

33 (4) A course of instruction, study or training program sponsored by an
34 employer for the training and preparation of its own employees;

35 (5) A course of study or instruction conducted by a trade, business or 36 professional organization with a closed membership where participation in the 37 course is limited to bona fide members of the trade, business or professional 38 organization, or a course of instruction for persons in preparation for an 39 examination given by a state board or commission where the state board or 40 commission approves that course and school;

41 (6) A school or person whose clientele are primarily students aged sixteen42 or under.

3. A school which is otherwise licensed and approved under and pursuant
to any other licensing law of this state shall be exempt from sections 173.600 to
173.618, but a state certificate of incorporation shall not constitute licensing for
the purpose of sections 173.600 to 173.618.

4. Any school, training program or course of instruction exempted herein 47may elect by majority action of its governing body or by action of its director to 48apply for approval of the school, training program or course of instruction under 4950the provisions of sections 173.600 to 173.618. Notwithstanding the provisions of subsections 1 and 2 of section 173.606 to the contrary, any 5152approval granted under this section to an otherwise exempt school, training program, or course of instruction shall expire at the end of 5354five years. Upon application to and approval by the coordinating board, such 55school training program or course of instruction may become exempt from the provisions of sections 173.600 to 173.618 at any subsequent time, except the 56

57  $\,$  board shall not approve an application for exemption if the approved school is

58 then in any status of noncompliance with certification standards and a reversion

59 to exempt status shall not relieve the school of any liability for indemnification

60~ or any penalty for noncompliance with certification standards during the period

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61 of the school's approved status.

# Bill

