SENATE SUBSTITUTE

FOR

SENATE COMMITTEE SUBSTITUTE

FOR

SENATE BILL NO. 313

AN ACT

To repeal sections 160.410, 160.415, 162.081, 163.021, 163.036, 167.121, 167.131, 171.031, and 210.861, RSMo, and to enact in lieu thereof thirty-nine new sections relating to elementary and secondary education, with a penalty provision and an emergency clause for certain sections.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF MISSOURI, AS FOLLOWS:

- 1 Section A. Sections 160.410, 160.415, 162.081, 163.021,
- 2 163.036, 167.121, 167.131, 171.031, and 210.861, RSMo, are
- 3 repealed and thirty-nine new sections enacted in lieu thereof, to
- 4 be known as sections 135.712, 135.713, 135.714, 135.716, 135.719,
- 5 160.410, 160.415, 161.087, 161.238, 161.1000, 162.081, 162.1303,
- 6 162.1305, 162.1310, 162.1313, 163.021, 163.036, 166.700, 166.705,
- 7 166.710, 166.715, 166.720, 167.121, 167.127, 167.131, 167.642,
- 8 167.685, 167.688, 167.825, 167.826, 167.827, 167.828, 167.829,
- 9 167.848, 167.890, 170.320, 171.031, 210.861, and 1, to read as
- 10 follows:
- 11 135.712. 1. Sections 135.712 to 135.719 and sections
- 12 166.700 to 166.720 establish the "Missouri Empowerment
- 13 Scholarship Accounts Program" to provide options toward ensuring
- 14 the education of students in this state.
- 15 2. As used in sections 135.712 to 135.719, the following

1	terms	mean:
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- 2 (1) "District" or "school district", the same meaning as
- 3 <u>used in section 160.011;</u>
- 4 (2) "Educational assistance organization", a charitable
- 5 organization registered in this state that is exempt from federal
- 6 <u>taxation under the Internal Revenue Code of 1986, as amended, is</u>
- 7 certified by the state treasurer, and that allocates all of its
- 8 annual revenue for educational assistance, except as provided in
- 9 paragraph (c) of subdivision (4) of subsection 1 of section
- 10 135.714 and as provided for in sections 135.712 to 135.719,
- derived from contributions for which a credit is claimed under
- 12 this section;
- 13 (3) "Parent", a parent, guardian, custodian, or other
- 14 person with authority to act on behalf of the qualified student;
- 15 <u>(4) "Program", the Missouri empowerment scholarship</u>
- accounts program established under sections 135.712 to 135.719
- 17 and sections 166.700 to 166.720;
- 18 <u>(5) "Qualified student", the same meaning as used in</u>
- 19 <u>section 166.700;</u>
- 20 (6) "Qualifying contribution", a donation of cash, stock,
- bonds, or other marketable securities for purposes of claiming a
- tax credit under sections 135.712 to 135.719;
- 23 (7) "Scholarship account", a savings account created by the
- 24 Missouri empowerment scholarship accounts program authorized by
- 25 sections 166.700 to 166.720;
- 26 (8) "Taxpayer", an individual subject to the state income
- tax imposed in chapter 143; an individual, a firm, a partner in a
- 28 firm, corporation, or a shareholder in an S corporation doing

- 1 business in this state and subject to the state income tax
- 2 imposed by chapter 143; or an express company that pays an annual
- 3 tax on its gross receipts in this state under chapter 153, which
- 4 files a Missouri income tax return and is not a dependent of any
- 5 <u>other taxpayer.</u>
- 6 <u>135.713. 1. For all fiscal years beginning on or after</u>
- July 1, 2018, any taxpayer who makes a qualifying contribution to
- 8 <u>an educational assistance organization may claim a credit against</u>
- 9 the tax otherwise due under chapter 143, other than taxes
- withheld under sections 143.191 to 143.265, and chapter 153, in
- an amount equal to one hundred percent of the amount the taxpayer
- 12 contributed during the tax year for which the credit is claimed.
- No taxpayer shall claim a credit under sections 135.712 to
- 14 135.719 for any contribution made by the taxpayer, or an agent of
- the taxpayer, on behalf of the taxpayer's dependent, or in the
- case of a business taxpayer, on behalf of the business's agent's
- dependent.
- 18 2. If the amount of the tax credit claimed exceeds the
- 19 taxpayer's state tax liability for the tax year for which the
- 20 credit is claimed, then the excess of the tax credit shall be
- 21 <u>considered an overpayment of the tax and refunded to the</u>
- 22 taxpayer. The state treasurer shall certify the tax credit
- amount to the taxpayer and to the department of revenue. All tax
- 24 credits authorized under the program shall not be transferred,
- 25 sold, or assigned.
- 26 3. The cumulative amount of tax credits that may be
- 27 allocated to all taxpayers contributing to educational assistance
- 28 organizations in any one calendar year shall not exceed twenty-

- five million dollars, which amount shall annually be adjusted by
- 2 the state treasurer for inflation based on the consumer price
- 3 index for all urban consumers for the Midwest region, as defined
- 4 and officially recorded by the United States Department of Labor
- or its successor. The state treasurer shall establish a
- 6 procedure by which, from the beginning of the calendar year until
- 7 August first, the cumulative amount of tax credits shall be
- 8 allocated on a first come, first served basis among all
- 9 educational assistance organizations. If an educational
- assistance organization fails to use all, or some percentage to
- be determined by the state treasurer, of its allocated tax
- 12 credits during this predetermined period of time, the state
- treasurer may reallocate these unused tax credits to those
- 14 <u>educational assistance organizations that have used all, or some</u>
- percentage to be determined by the state treasurer, of their
- 16 allocated tax credits during this predetermined period of time.
- 17 The state treasurer may establish more than one period of time
- and reallocate more than once during each calendar year. The
- state treasurer shall establish the procedure described in this
- 20 subsection in such a manner as to ensure that taxpayers can claim
- 21 <u>all the tax credits possible up to the cumulative amount of tax</u>
- 22 credits available for the calendar year.
- 23 135.714. 1. Each educational assistance organization
- 24 shall:
- 25 <u>(1) Notify the state treasurer of its intent to provide</u>
- 26 scholarship accounts to qualified students;
- 27 (2) Demonstrate to the state treasurer that it is exempt
- from federal income tax under Section 501(c)(3) of the Internal

1	Revenue Code of 1986, as amended;
2	(3) Provide a state treasurer-approved receipt to taxpayers
3	for contributions made to the organization;
4	(4) Ensure that:
5	(a) One hundred percent of its revenues from interest or
6	investments is spent on scholarship accounts;
7	(b) At least ninety percent of its revenues from qualifying
8	contributions is spent on scholarship accounts; and
9	(c) Marketing and administrative expenses shall not exceed
10	the following limits of its remaining revenue from contributions:
11	ten percent for the first two hundred fifty thousand dollars,
12	eight percent for the next five hundred thousand dollars, and
13	three percent thereafter;
14	(5) Distribute scholarship accounts payments either four
15	times per year or in a single lump sum at the beginning of the
16	year as requested by the parent or guardian of a qualified
17	student, not to exceed a total grant amount equal to the state
18	adequacy target as defined in section 163.011 and calculated by
19	the department of elementary and secondary education, in the form
20	of a deposit into the scholarship account of the qualified
21	student;
22	(6) Provide the state treasurer, upon request, with
23	criminal background checks on all its employees and board
24	members, and exclude from employment or governance any individual
25	that might reasonably pose a risk to the appropriate use of
26	<pre>contributed funds;</pre>
27	(7) Demonstrate its financial accountability by:
28	(a) Submitting to the state treasurer annual audit

1	financi	al	stat	emer	nts	by	a	certified	public	accoi	ıntant	within	six
2	months	of	the	end	of	the	:	educational	assist	cance	organi	ization'	's

3 fiscal year; and

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- 4 (b) Having an auditor certify that the report is free of material misstatements;
 - (8) Demonstrate its financial viability, if it is to receive donations of fifty thousand dollars or more during the school year, by filing with the state treasurer before the start of the school year a surety bond payable to the state in an amount equal to the aggregate amount of contributions expected to be received during the school year or other financial information that demonstrates the financial viability of the educational assistance organization.
 - 2. The audit shall include:
 - (1) The name and address of the educational assistance organization;
- 17 (2) The name and address of each qualified student who opened a scholarship account with the organization;
 - (3) The total number and total dollar amount of contributions received during the previous calendar year; and
- 21 (4) The total number and total dollar amount of scholarship 22 accounts opened during the previous calendar year.
- 23 <u>3. An educational assistance organization may contract with</u>
 24 <u>private financial management firms to manage scholarship accounts</u>
 25 with the supervision of the state.
- 26 <u>135.716. 1. The state treasurer shall provide a</u>
 27 <u>standardized format for a receipt to be issued by an educational</u>
 28 assistance organization to a taxpayer to indicate the value of a

- 1 contribution received. The state treasurer shall require a
- 2 taxpayer to provide a copy of this receipt if claiming the tax
- 3 credit authorized by the program.
- 4 2. The state treasurer shall provide a standardized format
- 5 <u>for educational assistance organizations to report the</u>
- 6 <u>information required in subsection 1 of this section.</u>
- 7 3. The state treasurer or state auditor may conduct an
- 8 <u>investigation if the state treasurer possesses evidence of fraud</u>
- 9 <u>committed by the organization.</u>
- 10 4. The state treasurer may bar an educational assistance
- organization from participating in the program if the state
- 12 <u>treasurer establishes that the educational assistance</u>
- organization has intentionally and substantially failed to comply
- with the requirements in section 135.714. If the state treasurer
- bars an educational assistance organization from the program
- 16 under this subsection, it shall notify affected qualified
- 17 students and their parents of the decision as soon as possible
- 18 after the determination is made.
- 19 5. The state treasurer shall issue a report on the state of
- 20 the Missouri empowerment scholarship accounts program five years
- 21 <u>after it goes into effect. The report shall include, but is not</u>
- 22 limited to:
- 23 (1) Information regarding the finances of the educational
- 24 assistance organizations; and
- 25 (2) Educational outcomes of qualified students.
- 26 6. (1) There is hereby created in the state treasury the
- 27 "Missouri Empowerment Scholarship Accounts Fund", which shall
- 28 consist of money collected under this section. The state

- 1 treasurer shall be custodian of the fund. In accordance with
- 2 sections 30.170 and 30.180, the state treasurer may approve
- disbursements. The fund shall be a dedicated fund and money in
- 4 the fund shall be used solely by the state treasurer for the
- 5 purpose of sections 135.712 to 135.719.
- 6 (2) Notwithstanding the provisions of section 33.080 to the
- 7 contrary, any moneys remaining in the fund at the end of the
- 8 biennium shall not revert to the credit of the general revenue
- 9 <u>fund</u>.
- 10 (3) The state treasurer shall invest moneys in the fund in
- 11 <u>the same manner as other funds are invested.</u> Any interest and
- moneys earned on such investments shall be credited to the fund.
- 13 <u>7. No more than two percent of the qualifying contributions</u>
- may be deposited in the Missouri empowerment scholarship accounts
- fund to be used for marketing and administrative expenses or the
- 16 costs incurred in administering the program, whichever is less.
- 17 The state treasurer shall establish procedures to ensure the
- 18 percentage of funds for administration of the program is directed
- 19 to the state treasurer in a timely manner with the necessary
- information to verify the correct amount has been transmitted.
- 21 The remaining funds shall be distributed to the educational
- 22 assistance organizations.
- 23 135.719. 1. The state treasurer and the department of
- 24 revenue may promulgate rules to implement the provisions of
- 25 <u>sections 135.712 to 135.719</u>. Any rule or portion of a rule, as
- 26 that term is defined in section 536.010 that is created under the
- 27 authority delegated in this section shall become effective only
- 28 if it complies with and is subject to all of the provisions of

- 1 chapter 536, and, if applicable, section 536.028. This section
- 2 and chapter 536 are nonseverable and if any of the powers vested
- 3 with the general assembly pursuant to chapter 536, to review, to
- 4 delay the effective date, or to disapprove and annul a rule are
- 5 subsequently held unconstitutional, then the grant of rulemaking
- 6 <u>authority and any rule proposed or adopted after August 28, 2017,</u>
- 7 shall be invalid and void.
- 8 2. The provisions of section 23.253 of the Missouri sunset
- 9 act shall not apply to sections 135.712 to 135.719 and sections
- 10 166.700 to 166.720.
- 11 160.410. 1. A charter school shall enroll:
- 12 (1) All pupils resident in the district in which it
- 13 operates;
- 14 (2) Nonresident pupils eligible to attend a district's
- school under an urban voluntary transfer program;
- 16 (3) Nonresident pupils who transfer from an unaccredited
- 17 [district] attendance center under [section 167.131] sections
- 18 167.825 to 167.827, provided that the charter school is an
- approved charter school, as defined in section [167.131] 167.848,
- and subject to all other provisions of [section 167.131] sections
- 21 167.825 to 167.827;
- 22 (4) In the case of a charter school whose mission includes
- 23 student drop-out prevention or recovery, any nonresident pupil
- from the same or an adjacent county who resides in a residential
- 25 care facility, a transitional living group home, or an
- independent living program whose last school of enrollment is in
- 27 the school district where the charter school is established, who
- submits a timely application; and

- 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 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 configuration of a business district shall be set forth in the charter and shall not be construed to create an undue advantage for a single employer or small number of employers.
 - 2. If capacity is insufficient to enroll all pupils who submit a timely application, the charter school shall have an admissions process that assures all applicants of an equal chance of gaining admission and does not discriminate based on parents' ability to pay fees or tuition except that:

- (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;
- (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
- (3) Charter alternative and special purpose schools may also give a preference for admission to high-risk students, as

- defined in subdivision (5) of subsection 2 of section 160.405, when the school targets these students through its proposed mission, curriculum, teaching methods, and services.
- A charter school shall not limit admission based on 5 race, ethnicity, national origin, disability, income level, 6 proficiency in the English language or athletic ability, but may 7 limit admission to pupils within a given age group or grade 8 level. Charter schools may limit admission based on gender only 9 when the school is a single-gender school. Students of a charter 10 school who have been enrolled for a full academic year shall be counted in the performance of the charter school on the statewide 11 12 assessments in that calendar year, unless otherwise exempted as 13 English language learners. For purposes of this subsection, 14 "full academic year" means the last Wednesday in September 15 through the administration of the Missouri assessment program 16 test without transferring out of the school and re-enrolling.
 - 4. 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;

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- (2) The school's most recent annual report card published according to section 160.522;
- 24 (3) The results of background checks on the charter 25 school's board members; and
- 26 (4) If a charter school is operated by a management 27 company, a copy of the written contract between the governing 28 board of the charter school and the educational management

- 1 organization or the charter management organization for services.
- 2 The charter school may charge reasonable fees, not to exceed the
- 3 rate specified in section 610.026 for furnishing copies of
- 4 documents under this subsection.
- 5. When a student attending a charter school who is a 6 resident of the school district in which the charter school is
- 7 located moves out of the boundaries of such school district, the
- 8 student may complete the current semester and shall be considered
- 9 a resident student. The student's parent or legal guardian shall
- 10 be responsible for the student's transportation to and from the
- 11 charter school.
- 12 6. If a change in school district boundary lines occurs
- under section 162.223, 162.431, 162.441, or 162.451, or by action
- of the state board of education under section 162.081, including
- 15 attachment of a school district's territory to another district
- or dissolution, such that a student attending a charter school
- 17 prior to such change no longer resides in a school district in
- 18 which the charter school is located, then the student may
- 19 complete the current academic year at the charter school. The
- 20 student shall be considered a resident student. The student's
- 21 parent or legal guardian shall be responsible for the student's
- transportation to and from the charter school.
- 23 7. The provisions of sections 167.018 and 167.019
- concerning foster children's educational rights are applicable to
- 25 charter schools.
- 26 160.415. 1. For the purposes of calculation and
- 27 distribution of state school aid under section 163.031, pupils
- 28 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 price 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 price lunch count, special education pupil count, and limited English proficiency pupil count to the state department of elementary and secondary education. Each charter school shall promptly notify the state department of elementary and secondary education and the pupil's school district when a 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.

- (1) A school district having one or more resident pupils attending a charter school shall pay to the charter school an annual amount equal to the 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 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.
 - (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.

- (3) If the department overpays or underpays the amount due to the 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 in the next fiscal year.
 - (4) The amounts provided pursuant to this subsection shall be prorated 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 attendance 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. If a charter school declares itself as a local educational 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.
- 8 If a school district fails to make timely payments of 9 any amount for which it is the disbursal agent, the state 10 department of elementary and secondary education shall authorize payment to the charter school of the amount due pursuant to 11 12 subsection 2 of this section and shall deduct the same amount 13 from the next state school aid apportionment to the owing school 14 district. If a charter school is paid more or less than the 15 amounts due pursuant to this section, the amount of overpayment 16 or underpayment shall be adjusted equally in the next twelve 17 payments by the school district or the department of elementary and secondary education, as appropriate. Any dispute between the 18 19 school district and a charter school as to the amount owing to 20 the charter school shall be resolved by the department of 21 elementary and secondary education, and the department's decision 22 shall be the final administrative action for the purposes of review pursuant to chapter 536. During the period of dispute, 23 24 the department of elementary and secondary education shall make 25 every administrative and statutory effort to allow the continued 26 education of children in their current public charter school 27 setting.
 - 6. The charter school and a local school board may agree by

- 1 contract for services to be provided by the school district to
- 2 the charter school. The charter school may contract with any
- 3 other entity for services. Such services may include but are not
- 4 limited to food service, custodial service, maintenance,
- 5 management assistance, curriculum assistance, media services and
- 6 libraries and shall be subject to negotiation between the charter
- 7 school and the local school board or other entity. Documented
- 8 actual costs of such services shall be paid for by the charter
- 9 school.
- 7. In the case of a proposed charter school that intends to
- 11 contract with an education service provider for substantial
- 12 educational services or management services, the request for
- proposals shall additionally require the charter school applicant
- 14 to:
- 15 (1) Provide evidence of the education service provider's
- 16 success in serving student populations similar to the targeted
- population, including demonstrated academic achievement as well
- 18 as successful management of nonacademic school functions, if
- 19 applicable;
- 20 (2) Provide a term sheet setting forth the proposed
- 21 duration of the service contract; roles and responsibilities of
- 22 the governing board, the school staff, and the service provider;
- 23 scope of services and resources to be provided by the service
- 24 provider; performance evaluation measures and time lines;
- 25 compensation structure, including clear identification of all
- 26 fees to be paid to the service provider; methods of contract
- 27 oversight and enforcement; investment disclosure; and conditions
- 28 for renewal and termination of the contract;

1 (3) Disclose any known conflicts of interest between the 2 school governing board and proposed service provider or any 3 affiliated business entities:

- (4) Disclose and explain any termination or nonrenewal of contracts for equivalent services for any other charter school in the United States within the past five years;
- (5) Ensure that the legal counsel for the charter school shall report directly to the charter school's governing board;
- 10 (6) Provide a process to ensure that the expenditures that
 11 the education service provider intends to bill to the charter
 12 school shall receive prior approval of the governing board or its
 13 designee.
 - 8. 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.
 - 9. 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.
 - 10. (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.

- 3 (2) A charter school shall provide the special services 4 provided pursuant to section 162.705 and may provide the special 5 services pursuant to a contract with a school district or any 6 provider of such services.
 - 11. A charter school may not charge tuition or impose fees that a school district is prohibited from charging or imposing, except that a charter school may receive tuition payments from districts [in the same or an adjoining county] for nonresident students who transfer to an approved charter school, as defined in section [167.131] 167.848, from an unaccredited [district] attendance center.
 - 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. Except as otherwise specifically provided in sections 160.400 to 160.425, upon the dissolution of a charter school, any liabilities of the corporation will be satisfied through the procedures of chapter 355. A charter school shall satisfy all its financial obligations within twelve months of notice from the sponsor of the charter school's closure under subsection 8 of section 160.405. After satisfaction of all its financial obligations, a charter school shall return any remaining state and federal funds to the department of elementary and secondary education for

- disposition as stated in subdivision (17) of subsection 1 of
- 2 section 160.405. The department of elementary and secondary
- 3 education may withhold funding at a level the department
- 4 determines to be adequate during a school's last year of
- 5 operation until the department determines that school records,
- 6 liabilities, and reporting requirements, including a full audit,
- 7 are satisfied.
- 8 13. Charter schools shall not have the power to acquire
- 9 property by eminent domain.
- 10 14. The governing body of a charter school is authorized to
- 11 accept grants, gifts or donations of any kind and to expend or
- 12 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
- 14 condition contrary to law applicable to the charter school or
- other public schools, or contrary to the terms of the charter.
- 16 161.087. 1. When assigning classification designations to
- school districts pursuant to its authority to classify the public
- 18 schools of the state under section 161.092, the state board of
- 19 education shall use only the following classification
- 20 designations:
- 21 <u>(1) Unaccredited;</u>
- 22 (2) Provisionally accredited;
- 23 (3) Accredited; and
- 24 (4) Accredited with distinction.
- 25 2. The state board of education shall develop and implement
- 26 a process to provide assistance teams to borderline districts, as
- defined in section 167.848, as determined by the department of
- 28 elementary and secondary education and to underperforming

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districts, as defined in section 167.848, upon assignment of a
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      classification designation of unaccredited or provisionally
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      accredited or upon a determination made by the state board of
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      education. The composition and size of the team may vary, based
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      on academic, demographic, and financial circumstances of the
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      district, but in no case will the team have fewer than ten
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      members, two of whom shall be active classroom teachers in the
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      district, two of whom shall be principals, and one of whom shall
      be a parent of a student in the district. The department staff
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      member assigned to the region in which the district is located
      may be included in the assistance team's activities but shall not
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      be formally assigned to the team. The team shall provide
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      recommendations for improvement based on the needs of the
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      community and the district and analysis of, at a minimum, the
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      assessment data, classroom practices, and communication processes
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      within attendance centers, within the district, and with the
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      larger community. Separate teams may be used to provide analysis
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      and recommendations at the discretion of the state board.
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      Beginning with school year 2017-18, the team shall provide its
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      recommendations no later than June 30, 2018, for underperforming
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      districts and borderline districts. The state board shall
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      prioritize the assignment of teams so that the districts with the
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      lower annual performance report scores are addressed first. The
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      assistance team's suggestions for improvement shall be mandatory
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      for underperforming districts but shall not be mandatory for
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      borderline districts. If an underperforming district disagrees
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      with any suggestion of the assistance team, the district shall
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      propose a different method of accomplishing the goal of the
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1 assistance team's suggestion and the state board of education
2 shall be the final arbiter of the matter.

- and subdivisions (9) and (14) of section 161.092 to the contrary, the state board of education shall adopt a policy to classify individual attendance centers. Attendance centers that do not offer classes above the second grade level are exempt from classification under this subsection. The policy shall require that an attendance center's classification be based solely on a three-year average of the attendance center's annual performance report scores using the three most recent years. The state board shall assign a classification consistent with such three-year average score. The state board shall implement such policy and:
- (1) Within forty-five days of the effective date of this section, for each district that is classified as unaccredited by the state board of education at that time, classify each of the unaccredited district's attendance centers separately from the district as a whole using the classification designations provided in section 161.087;
- (2) Within ninety days of the effective date of this section, for each district that is classified as provisionally accredited by the state board of education at that time, classify each of the provisionally accredited district's attendance centers separately from the district as a whole using the classification designations provided in section 161.087; and
- (3) By January 1, 2018, for each urban school district,

 each metropolitan school district, each school district that has

 most or all of its land area located in a county with a charter

form of government and with more than six hundred thousand but

fewer than seven hundred thousand inhabitants, and each district

that has most or all of its land area located in a county with a

charter form of government and with more than nine hundred fifty

thousand inhabitants, classify each of the district's attendance

centers separately from the district as a whole using the

classification designations provided in section 161.087.

- 2. The classifications assigned by the state board under subsection 1 of this section shall become effective immediately and shall remain in effect until the state board develops, adopts, and implements the system of classification described in subsection 3 of this section. At such time, the state board shall classify attendance centers based on the system of classification described in subsection 3 of this section.
- 3. By January 1, 2018, the state board of education shall, through administrative rule, develop a system of classification that accredits attendance centers within a district separately from the district as a whole using the classification designations provided in section 161.087. The state board of education's system shall not assign classification designations to attendance centers that do not offer classes above the second grade level. When the state board adopts its system, it shall assign a classification designation to each attendance center, except for those attendance centers that do not offer classes above the second grade level. The state board of education may assign classification numbers outside the range of numbers assigned to high schools, middle schools, junior high schools, or elementary schools as classification designations for attendance

- 1 <u>centers that are exempt from the accreditation classification</u>
- 2 system. Public separate special education schools within a
- 3 special school district and within a school district are exempted
- 4 from the accreditation requirements of this section and section
- 5 <u>161.087</u>. While not applicable for the purpose of accreditation,
- 6 a special school district shall continue to report all scores on
- 7 <u>its annual performance report to the department of elementary and</u>
- 8 <u>secondary education for all its schools.</u> Juvenile detention
- 9 <u>centers within a special school district are also exempted from</u>
- the accreditation standards of this section and section 161.087.
- 11 <u>4. Upon adoption of the classification system described in</u>
- 12 <u>subsection 3 of this section, the state board may change any</u>
- 13 <u>classification it has assigned to an attendance center under</u>
- subsection 1 of this section.
- 5. An attendance center that does not offer classes above
- the second grade level shall be exempt from any requirements
- 17 related to statewide assessments.
- 18 6. Notwithstanding the provisions of subdivision (9) of
- 19 section 161.092, the rules and regulations promulgated under this
- section shall be effective thirty days after publication in the
- 21 <u>code of state regulations as provided in section 536.021 and</u>
- 22 shall not be subject to the two-year delay contained in
- 23 subdivision (9) of section 161.092.
- 7. Any rule or portion of a rule, as that term is defined
- in section 536.010, that is created under the authority delegated
- 26 in this section shall become effective only if it complies with
- 27 <u>and is subject to all of the provisions of chapter 536</u>, and, if
- 28 <u>applicable</u>, section 536.028. This section and chapter 536 are

- 1 nonseverable, and if any of the powers vested with the general 2 assembly pursuant to chapter 536 to review, to delay the 3 effective date, or to disapprove and annul a rule are subsequently held unconstitutional, then the grant of rulemaking 4 5 authority and any rule proposed or adopted after the effective 6 date of this section shall be invalid and void. 7 161.1000. 1. There is hereby established within the 8 department of elementary and secondary education a task force, to 9 be known as the "School Transfer and Improvement Task Force", 10 which shall be composed of eleven members. 11 2. The task force is hereby created to study the following: 12 (1) Means to address failing schools including, but not 13 limited to, the creation of a school improvement district; 14 (2) Options for school transfer finance formulas; 15 (3) Best practices for how to design and finance public 16 virtual and blended schools; 17 Best practices and possible pilot projects to assist 18 transient students; 19 (5) Options for comprehensive school quality indicators leading to student success; 20 21 (6) Options for school quality review models based on 22 successful review models currently in use; 23 (7) Options for locally created assessment and 24 accountability systems; and 25 (8) Best practices in parent and community engagement.
 - (1) Three members of the senate, appointed by the president pro tempore of the senate, of whom not more than two shall be of

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3. The task force shall consist of the following members:

1	the	same	party;

- 2 (2) One member from an education policy research
- 3 organization in Missouri, appointed by the president pro tempore
- 4 of the senate;
- 5 (3) Three members of the house of representatives,
- 6 appointed by the speaker of the house of representatives, of whom
- 7 not more than two shall be of the same party;
- 8 (4) One member from a statewide business association,
- 9 appointed by the speaker of the house of representatives;
- 10 (5) The commissioner of education, or his or her designee;
- 11 (6) One member from an education organization consisting
- exclusively of elected officials, appointed by the commissioner
- of education; and
- 14 <u>(7) The lieutenant governor, or his or her designee.</u>
- 15 4. The first meeting of the task force shall be called by
- 16 the president pro tempore of the senate. The task force shall
- elect a presiding officer by a majority vote of the membership of
- 18 the task force. Subsequent meetings of the task force shall be
- 19 <u>at the call of the presiding officer.</u>
- 20 5. The task force shall make recommendations regarding the
- 21 provisions of subsection 2 of this section. In making those
- 22 recommendations, the task force shall receive reports and
- 23 testimony from individuals, state and local agencies, experts,
- and other public and private organizations.
- 25 <u>6. The task force's recommendations may include proposals</u>
- 26 for specific statutory changes.
- 7. The members shall receive no compensation for their
- services on the task force but shall be reimbursed for ordinary

- 1 and necessary expenses incurred in the performance of their
- 2 <u>duties.</u>

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- 8. By February 1, 2018, the task force shall report its
 findings and recommendations to the general assembly.
- 5 <u>9. The provisions of this section shall expire on April 30,</u> 6 2018.
- 162.081. 1. Whenever any school district in this state
 fails or refuses in any school year to provide for the minimum
 school term required by section 163.021 or is classified
 unaccredited, the state board of education shall, upon a
 district's initial classification or reclassification as
 unaccredited:
- 13 (1) Review the governance of the district to establish the 14 conditions under which the existing school board shall continue 15 to govern; or
 - (2) Determine the date the district shall lapse and determine an alternative governing structure for the district.
 - 2. If at the time any school district in this state shall be classified as unaccredited, the department of elementary and secondary education shall conduct at least two public hearings at a location in the unaccredited school district regarding the accreditation status of the school district. The hearings shall provide an opportunity to convene community resources that may be useful or necessary in supporting the school district as it attempts to return to accredited status, continues under revised governance, or plans for continuity of educational services and resources upon its attachment to a neighboring district. The department may request the attendance of stakeholders and

- district officials to review the district's plan to return to
- 2 accredited status, if any; offer technical assistance; and
- 3 facilitate and coordinate community resources. Such hearings
- 4 shall be conducted at least twice annually for every year in
- 5 which the district remains unaccredited or provisionally
- 6 accredited.

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- 7 3. Upon classification of a district as unaccredited, the state board of education may:
- 9 (1) Allow continued governance by the existing school
 10 district board of education under terms and conditions
 11 established by the state board of education; or
 - (2) Lapse the corporate organization of <u>all or part of</u> the unaccredited district and:
- 14 Appoint a special administrative board for the 15 operation of all or part of the district. If a special 16 administrative board is appointed for the operation of a part of 17 a school district, the state board of education shall determine an equitable apportionment of state and federal aid for the part 18 19 of the district, and the school district shall provide local 20 revenue in proportion to the weighted average daily attendance of 21 the part. The number of members of the special administrative 22 board shall not be less than five, the majority of whom shall be 23 residents of the district. The members of the special 24 administrative board shall reflect the population characteristics 25 of the district and shall collectively possess strong experience 26 in school governance, management and finance, and leadership. 27 The state board of education may appoint members of the

- board, but members of the elected school board shall not comprise 1 2 more than forty-nine percent of the special administrative board's membership. Within fourteen days after the appointment 3 by the state board of education, the special administrative board 5 shall organize by the election of a president, vice president, 6 secretary and a treasurer, with their duties and organization as 7 enumerated in section 162.301. The special administrative board 8 shall appoint a superintendent of schools to serve as the chief 9 executive officer of the school district, or a subset of schools, 10 and to have all powers and duties of any other general superintendent of schools in a seven-director school district. 11 12 Nothing in this section shall be construed to permit either the 13 state board of education or a special administrative board to 14 raise, in any way not specifically allowed by law, the tax levy 15 of the district or any part of the district without a vote of the 16 people. Any special administrative board appointed under this 17 section shall be responsible for the operation of the district or 18 part of the district until such time that the district is 19 classified by the state board of education as provisionally 20 accredited for at least two successive academic years, after 21 which time the state board of education may provide for a 22 transition pursuant to section 162.083; or 23
 - (b) Determine an alternative governing structure for the district including, at a minimum:

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a. A rationale for the decision to use an alternative form of governance and in the absence of the district's achievement of full accreditation, the state board of education shall review and recertify the alternative form of governance every three years;

- b. A method for the residents of the district to provide
 public comment after a stated period of time or upon achievement
 of specified academic objectives;
 - c. Expectations for progress on academic achievement, which shall include an anticipated time line for the district to reach full accreditation; and

- d. Annual reports to the general assembly and the governor on the progress towards accreditation of any district that has been declared unaccredited and is placed under an alternative form of governance, including a review of the effectiveness of the alternative governance; or
- (c) Attach the territory of the lapsed district to another district or districts for school purposes; or
- (d) Establish one or more school districts within the territory of the lapsed district, with a governance structure specified by the state board of education, with the option of permitting a district to remain intact for the purposes of assessing, collecting, and distributing property taxes, to be distributed equitably on a weighted average daily attendance basis, but to be divided for operational purposes, which shall take effect sixty days after the adjournment of the regular session of the general assembly next following the state board's decision unless a statute or concurrent resolution is enacted to nullify the state board's decision prior to such effective date.
- 4. If a district remains under continued governance by the school board under subdivision (1) of subsection 3 of this section and either has been unaccredited for three consecutive school years and failed to attain accredited status after the

third school year or has been unaccredited for two consecutive school years and the state board of education determines its academic progress is not consistent with attaining accredited status after the third school year, then the state board of education shall proceed under subdivision (2) of subsection 3 of this section in the following school year.

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5. A special administrative board or any other form of governance appointed under this section shall retain the authority granted to a board of education for the operation of the lapsed school district under the laws of the state in effect at the time of the lapse and may enter into contracts with accredited school districts or other education service providers in order to deliver high-quality educational programs to the residents of the district. If a student graduates while attending a school building in the district that is operated under a contract with an accredited school district as specified under this subsection, the student shall receive his or her diploma from the accredited school district. The authority of the special administrative board or any other form of governance appointed under this section shall expire at the end of the third full school year following its appointment, unless extended by the state board of education. If the lapsed district is reassigned, the [special administrative board] governing board prior to lapse shall provide an accounting of all funds, assets and liabilities of the lapsed district and transfer such funds, assets, and liabilities of the lapsed district as determined by the state board of education. Neither the special administrative board nor any other form of governance appointed under this

- section nor its members or employees shall be deemed to be the 1 2 state or a state agency for any purpose, including section 105.711, et seq. The state of Missouri, its agencies and 3 employees shall be absolutely immune from liability for any and 5 all acts or omissions relating to or in any way involving the 6 lapsed district, [the] a special administrative board, any other 7 form of governance appointed under this section, [its] or the 8 members or employees of the lapsed district, a special 9 administrative board, or any other form of governance appointed 10 under this section. Such immunities, and immunity doctrines as 11 exist or may hereafter exist benefitting boards of education, 12 their members and their employees, shall be available to the special administrative board, [its] any other form of governance 13 appointed under this section, and the members and employees of 14 the special administrative board or any other form of governance 15 16 appointed under this section.
 - 6. Neither the special administrative board <u>nor any other</u> form of governance appointed under this section nor any district or other entity assigned territory, assets or funds from a lapsed district shall be considered a successor entity for the purpose of employment contracts, unemployment compensation payment pursuant to section 288.110, or any other purpose.

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- 7. If additional teachers are needed by a district as a result of increased enrollment due to the annexation of territory of a lapsed or dissolved district, such district shall grant an employment interview to any permanent teacher of the lapsed or dissolved district upon the request of such permanent teacher.
 - 8. In the event that a school district with an enrollment

- 1 in excess of five thousand pupils lapses, no school district
- 2 shall have all or any part of such lapsed school district
- 3 attached without the approval of the board of the receiving
- 4 school district.
- 5 162.1303. 1. For purposes of this section and section
- 6 <u>162.1305</u>, "transient student" means any student who withdraws
- 7 from one attendance center and enrolls in any other attendance
- 8 <u>center</u>, including withdrawing and re-enrolling in the same
- 9 attendance center, two or more times within two school years.
- 10 2. The department of elementary and secondary education
- 11 shall annually calculate a transient student ratio for each
- 12 <u>attendance center, each charter school, and each local</u>
- 13 <u>educational agency</u>. The department shall annually calculate a
- 14 <u>transient student ratio for each school district based on the</u>
- transient student ratios of all the attendance centers in such
- 16 district. The department shall publish the transient student
- 17 ratio of each district, each attendance center, each charter
- 18 school, and each local educational agency on its website.
- 19 3. The department shall include, or cause to be included,
- in each district's school accountability report card the
- 21 <u>transient student ratio of the district and of each attendance</u>
- center operated by the district.
- 23 4. The department shall include the transient student
- 24 ratios of attendance centers, charter schools, and local
- 25 <u>educational agencies in their respective school accountability</u>
- 26 report cards.
- 27 5. The department shall publish the state's aggregate
- 28 transient student ratio on its website.

6. A transient student ratio shall be calculated as the
quotient of the number of transient students enrolled in the
district on the last Wednesday in September and the total number
of students who are enrolled in the district on the last

Wednesday in September.

- 7. Each school district, charter school, and local educational agency shall annually report to the department, by a date established by the department, any information and data required to comply with and perform the calculation required by the provisions of this section.
- district, attendance center, or charter school, a transient student's score on a statewide assessment shall not be included when calculating the status or progress scores on the district's, attendance center's, or charter school's annual performance report scores. A transient student's growth score shall be weighted at one hundred percent.
- 2. In the second year of attendance, a transient student's score on a statewide assessment shall be weighted at thirty percent when calculating the district's, attendance center's, or charter school's performance for purposes of the district's, attendance center's, or charter school's annual performance report status or progress score, with the transient student's growth score weighted at one hundred percent.
- 3. In the third year of attendance, a transient student's score on a statewide assessment shall be weighted at seventy percent when calculating the district's, attendance center's, or charter school's performance for purposes of the district's,

1 attendance center's, or charter school's annual performance
2 report status or progress score, with the transient student's
3 growth score weighted at one hundred percent.

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4. In the fourth year of attendance and any subsequent years of attendance, a transient student's score on a statewide assessment shall be weighted at one hundred percent when calculating the district's, attendance center's, or charter school's performance for purposes of the district's, attendance center's, or charter school's annual performance report status or progress score, with the transient student's growth score weighted at one hundred percent.

162.1310. If the state board of education classifies any district or attendance center as unaccredited, the district shall notify the parent or quardian of any student enrolled in the unaccredited district or unaccredited attendance center of the loss of accreditation within seven business days. The district shall also notify district taxpayers of the loss of accreditation within seven business days. The district's notice shall include an explanation of which students may be eligible to transfer, the transfer process under sections 167.825 to 167.827, and any services students may be entitled to receive as a result of the district or attendance center being classified as unaccredited. The district's notice shall be written in a clear, concise, and easy-to-understand manner. The district shall post the notice in a conspicuous and accessible place in each district attendance center. The district shall also send the notice to each municipality located within the boundaries of the district.

162.1313. The school board of any district that operates an

- 1 underperforming attendance center, as defined in section 167.848,
- 2 shall adopt a policy regarding the availability of home visits by
- 3 attendance center personnel. Pursuant to such policy, the
- 4 attendance center may offer the parent or guardian of a student
- 5 enrolled in any such attendance center the opportunity to have
- 6 one or more annual home visits. If the attendance center decides
- 7 to offer one or more annual home visits, the attendance center
- 8 shall offer an opportunity for each visit to occur at the
- 9 attendance center or at a mutually agreeable site.
- 10 163.021. 1. A school district shall receive state aid for its education program only if it:
- 12 (1) Provides for a minimum of one hundred seventy-four days
- and one thousand forty-four hours of actual pupil attendance in a
- term scheduled by the board pursuant to section 160.041 for each
- pupil or group of pupils, except that the board shall provide a
- 16 minimum of one hundred seventy-four days and five hundred
- 17 twenty-two hours of actual pupil attendance in a term for
- 18 kindergarten pupils. If any school is dismissed because of
- inclement weather after school has been in session for three
- 20 hours, that day shall count as a school day including afternoon
- 21 session kindergarten students. When the aggregate hours lost in
- 22 a term due to inclement weather decreases the total hours of the
- 23 school term below the required minimum number of hours by more
- 24 than twelve hours for all-day students or six hours for
- one-half-day kindergarten students, all such hours below the
- 26 minimum must be made up in one-half day or full day additions to
- 27 the term, except as provided in section 171.033;

(2) Maintains adequate and accurate records of attendance,

- 1 personnel and finances, as required by the state board of
- 2 education, which shall include the preparation of a financial
- 3 statement which shall be submitted to the state board of
- 4 education the same as required by the provisions of section
- 5 165.111 for districts;
- 6 (3) Levies an operating levy for school purposes of not
 7 less than one dollar and twenty-five cents after all adjustments
 8 and reductions on each one hundred dollars assessed valuation of
- 9 the district;
- 10 (4) Computes average daily attendance as defined in
- 11 subdivision (2) of section 163.011 as modified by section
- 12 171.031. Whenever there has existed within the district an
- infectious disease, contagion, epidemic, plague or similar
- 14 condition whereby the school attendance is substantially reduced
- for an extended period in any school year, the apportionment of
- school funds and all other distribution of school moneys shall be
- made on the basis of the school year next preceding the year in
- 18 which such condition existed;
- 19 <u>(5) If required to remit tuition under section 167.829,</u>
- 20 uses funds derived from the operating levy for school purposes
- 21 <u>for tuition remission for students who attend a nonsectarian</u>
- 22 private school under said section.
- 23 2. For the 2006-07 school year and thereafter, no school
- 24 district shall receive more state aid, as calculated under
- subsections 1 and 2 of section 163.031, for its education
- 26 program, exclusive of categorical add-ons, than it received per
- 27 weighted average daily attendance for the school year 2005-06
- from the foundation formula, line 14, gifted, remedial reading,

exceptional pupil aid, fair share, and free textbook payment 1 2 amounts, unless it has an operating levy for school purposes, as determined pursuant to section 163.011, of not less than two 3 dollars and seventy-five cents after all adjustments and 5 reductions. Any district which is required, pursuant to Article 6 X, Section 22 of the Missouri Constitution, to reduce its 7 operating levy below the minimum tax rate otherwise required 8 under this subsection shall not be construed to be in violation 9 of this subsection for making such tax rate reduction. Pursuant 10 to Section 10(c) of Article X of the state constitution, a school district may levy the operating levy for school purposes required 11 12 by this subsection less all adjustments required pursuant to 13 Article X, Section 22 of the Missouri Constitution if such rate 14 does not exceed the highest tax rate in effect subsequent to the 15 1980 tax year. Nothing in this section shall be construed to 16 mean that a school district is quaranteed to receive an amount 17 not less than the amount the school district received per eliqible pupil for the school year 1990-91. The provisions of 18 19 this subsection shall not apply to any school district located in 20 a county of the second classification which has a nuclear power 21 plant located in such district or to any school district located 22 in a county of the third classification which has an electric 23 power generation unit with a rated generating capacity of more 24 than one hundred fifty megawatts which is owned or operated or 25 both by a rural electric cooperative except that such school 26 districts may levy for current school purposes and capital 27 projects an operating levy not to exceed two dollars and 28 seventy-five cents less all adjustments required pursuant to

- 1 Article X, Section 22 of the Missouri Constitution.
- 2 3. No school district shall receive more state aid, as
- 3 calculated in section 163.031, for its education program,
- 4 exclusive of categorical add-ons, than it received per eligible
- 5 pupil for the school year 1993-94, if the state board of
- 6 education determines that the district was not in compliance in
- 7 the preceding school year with the requirements of section
- 8 163.172, until such time as the board determines that the
- 9 district is again in compliance with the requirements of section
- 10 163.172.
- 11 4. No school district shall receive state aid, pursuant to
- section 163.031, if such district was not in compliance, during
- 13 the preceding school year, with the requirement, established
- 14 pursuant to section 160.530 to allocate revenue to the
- 15 professional development committee of the district.
- 16 5. No school district shall receive more state aid, as
- 17 calculated in subsections 1 and 2 of section 163.031, for its
- 18 education program, exclusive of categorical add-ons, than it
- 19 received per weighted average daily attendance for the school
- year 2005-06 from the foundation formula, line 14, gifted,
- 21 remedial reading, exceptional pupil aid, fair share, and free
- 22 textbook payment amounts, if the district did not comply in the
- 23 preceding school year with the requirements of subsection 5 of
- 24 section 163.031.
- 25 6. Any school district that levies an operating levy for
- 26 school purposes that is less than the performance levy, as such
- 27 term is defined in section 163.011, shall provide written notice
- to the department of elementary and secondary education asserting

that the district is providing an adequate education to the 1 2 students of such district. If a school district asserts that it is not providing an adequate education to its students, such 3 inadequacy shall be deemed to be a result of insufficient local 5 The provisions of this subsection shall not apply to any 6 special district established under sections 162.815 to 162.940. 7 163.036. 1. In computing the amount of state aid a school 8 district is entitled to receive for the minimum school term only 9 under section 163.031, a school district may use an estimate of 10 the weighted average daily attendance for the current year, or the weighted average daily attendance for the immediately 11 12 preceding year or the weighted average daily attendance for the 13 second preceding school year, whichever is greater. Beginning 14 with the 2006-07 school year, the summer school attendance 15 included in the average daily attendance as defined in 16 subdivision (2) of section 163.011 shall include only the 17 attendance hours of pupils that attend summer school in the 18 current year. Beginning with the 2004-05 school year, when a 19 district's official calendar for the current year contributes to 20 a more than ten percent reduction in the average daily attendance 21 for kindergarten compared to the immediately preceding year, the 22 payment attributable to kindergarten shall include only the 23 current year kindergarten average daily attendance. Any error 24 made in the apportionment of state aid because of a difference 25 between the actual weighted average daily attendance and the 26 estimated weighted average daily attendance shall be corrected as 27 provided in section 163.091, except that if the amount paid to a 28 district estimating weighted average daily attendance exceeds the

five percent, interest at the rate of six percent shall be

charged on the excess and shall be added to the amount to be

amount to which the district was actually entitled by more than

- 4 deducted from the district's apportionment the next succeeding
- 5 year.

- Notwithstanding the provisions of subsection 1 of this section or any other provision of law, the state board of education shall make an adjustment for the immediately preceding year for any increase in the actual weighted average daily attendance above the number on which the state aid in section 163.031 was calculated. Said adjustment shall be made in the manner providing for correction of errors under subsection 1 of this section.
 - 3. Any error made in the apportionment of state aid because of a difference between the actual equalized assessed valuation for the current year and the estimated equalized assessed valuation for the current year shall be corrected as provided in section 163.091, except that if the amount paid to a district estimating current equalized assessed valuation exceeds the amount to which the district was actually entitled, interest at the rate of six percent shall be charged on the excess and shall be added to the amount to be deducted from the district's apportionment the next succeeding year.
 - 4. For the purposes of distribution of state school aid pursuant to section 163.031, a school district with ten percent or more of its assessed valuation that is owned by one person or corporation as commercial or personal property who is delinquent in a property tax payment may elect, after receiving notice from

the county clerk on or before March fifteenth that more than ten 1 2 percent of its current taxes due the preceding December thirty-first by a single property owner are delinquent, to use in 3 the local effort calculation of the state aid formula the 5 district's equalized assessed valuation for the preceding year or 6 the actual assessed valuation of the year for which the taxes are 7 delinquent less the assessed valuation of property for which the 8 current year's property tax is delinquent. To qualify for use of 9 the actual assessed valuation of the year for which the taxes are 10 delinquent less the assessed valuation of property for which the current year's property tax is delinquent, a district must notify 11 12 the department of elementary and secondary education on or before 13 April first, except in the year enacted, of the current year 14 amount of delinquent taxes, the assessed valuation of such 15 property for which delinquent taxes are owed and the total 16 assessed valuation of the district for the year in which the 17 taxes were due but not paid. Any district giving such notice to the department of elementary and secondary education shall 18 19 present verification of the accuracy of such notice obtained from 20 the clerk of the county levying delinquent taxes. When any of 21 the delinquent taxes identified by such notice are paid during a 22 four-year period following the due date, the county clerk shall 23 give notice to the district and the department of elementary and 24 secondary education, and state aid paid to the district shall be 25 reduced by an amount equal to the delinquent taxes received plus 26 interest. The reduction in state aid shall occur over a period 27 not to exceed five years and the interest rate on excess state 28 aid not refunded shall be six percent annually.

- assessed valuation as determined by subsection 4 of this section and if prior to such notice the district was paid state aid pursuant to section 163.031, the amount of state aid paid during the year of such notice and the first year following shall equal the sum of state aid paid pursuant to section 163.031 plus the difference between the state aid amount being paid after such notice minus the amount of state aid the district would have received pursuant to section 163.031 before such notice. To be eligible to receive state aid based on this provision the district must levy during the first year following such notice at least the maximum levy permitted school districts by Article X, Section 11(b) of the Missouri Constitution and have a voluntary rollback of its tax rate which is no greater than one cent per one hundred dollars assessed valuation.
- 6. Notwithstanding the provisions of subsection 1 of this section, any district in which the local school board sponsors a charter school as provided in section 160.400 shall use only an estimate of the district's weighted average daily attendance for the current year and shall not use a weighted average daily attendance count from any preceding year for purposes of determining the amount of state aid to which the district is entitled.
 - 166.700. As used in sections 166.700 to 166.720, the following terms mean:
 - (1) "Child with a disability":

(a) A child who is at least five years of age but less than twenty-two years of age who has been evaluated and found to have

1	at least one of the following disabilities and who, because of
2	the disability, needs special education and related services:
3	a. An autism spectrum disorder;
4	b. Developmental delay;
5	c. Emotional disability;
6	d. Hearing impairment;
7	e. Other health impairments;
8	f. Specific learning disability;
9	g. Mild, moderate, or severe intellectual disability;
10	h. Multiple disabilities;
11	i. Multiple disabilities with severe sensory impairment;
12	j. Orthopedic impairment;
13	k. Preschool severe delay;
14	<pre>1. Speech or language impairment;</pre>
15	m. Traumatic brain injury; or
16	n. Visual impairment; and
17	(b) Shall not include a child if the determining factor for
18	the classification is one or more of the following:
19	a. A lack of appropriate instruction in reading, including
20	essential components of reading instruction;
21	b. A lack of appropriate instruction in mathematics; or
22	c. Difficulty in writing, speaking, or understanding the
23	English language due to an environmental background in which a
24	language other than English is primarily or exclusively used;
25	(2) "Curriculum", a complete course of study for a
26	particular content area or grade level, including any
27	<pre>supplemental materials;</pre>

(3) "Educational assistance organization", the same meaning

1	as used in section 135.712;
2	(4) "Parent", the same meaning as used in section 135.712;
3	(5) "Private school", a school that is not a part of the
4	public school system of the state of Missouri and that charges
5	tuition for the rendering of elementary or secondary educational
6	services;
7	(6) "Program", the Missouri empowerment scholarship
8	accounts program;
9	(7) "Qualified school", a home school as defined in section
10	167.031, a private school as defined in this subsection, a public
11	school as defined in section 160.011, or a public or private
12	virtual school that is located in Missouri and that does not
13	discriminate on the basis of race, color, or national origin;
14	(8) "Qualified student", a resident of this state who:
15	(a) Is any of the following:
16	a. Identified by a district as a child with a disability;
17	b. A child with a disability who is eligible to receive
18	services from a school district under the Individuals with
19	Disabilities Education Act;
20	c. A child who is a ward of the juvenile court and who is
21	residing with a prospective permanent placement and for whom the
22	case plan is adoption or permanent guardianship; or
23	d. A child who was a ward of the juvenile court and who
24	achieved permanency through adoption permanent guardianship; and
25	(b) Did any of the following:
26	a. Attended a public school as a full-time student for at
27	least one semester from the previous twelve months and who

transferred from a public school under a contract to participate

Τ	in the Missouri empowerment scholarship accounts program;
2	b. Previously participated in the Missouri empowerment
3	scholarship account program; or
4	c. Is a child who is eligible to begin kindergarten under
5	sections 160.051 to 160.055.
6	166.705. 1. A parent of a qualified student may establish
7	a Missouri empowerment scholarship account for the student by
8	entering into a written agreement with an educational assistance
9	organization. The agreement shall provide that:
10	(1) The qualified student shall enroll in a qualified
11	school and receive an education in at least the subjects of
12	reading, grammar, mathematics, social studies, and science;
13	(2) The qualified student shall not be enrolled in a school
14	operated by the qualified student's district of residence or a
15	charter school and shall release the district of residence from
16	all obligations to educate the qualified student while the
17	qualified student is enrolled in the program; except that, this
18	subdivision shall not relieve the student's district of residence
19	from the obligation to conduct an evaluation for disabilities;
20	(3) The qualified student shall receive a grant, in the
21	form of money deposited pursuant to section 135.714, in the
22	qualified student's Missouri empowerment scholarship account;
23	(4) The money deposited in the qualified student's Missouri
24	empowerment scholarship account shall be used only for the
25	following expenses of the qualified student:
26	(a) Tuition or fees at a qualified school;
27	(b) Textbooks required by a qualified school;
28	(c) Educational therapies or services for the qualified

1	student from a licensed or accredited practitioner or provider,
2	including licensed or accredited paraprofessionals or educational
3	aides;
4	(d) Tutoring services provided by a tutor accredited by a
5	state, regional, or national accrediting organization;
6	(e) Curriculum;
7	(f) Tuition or fees for a nonpublic online learning
8	program;
9	(g) Fees for a nationally standardized norm-referenced
10	achievement test, advanced placement examinations, international
11	baccalaureate examinations, or any exams related to college or
12	university admission;
13	(h) Fees for management of the empowerment scholarship
14	account by firms selected by the educational assistance
15	organization;
16	(i) Services provided by a public school, including
17	individual classes and extracurricular programs;
18	(j) Insurance or surety bond payments as required by the
19	state treasurer;
20	(k) Computer hardware or other technological devices that
21	are used to help meet a qualified student's educational needs and
22	that are approved by an educational assistance organization; and
23	(1) Fees for summer education programs and specialized
24	after-school education programs;
25	(5) Moneys deposited in the qualified student's account
26	shall not be used for the following:
27	(a) Consumable educational supplies including, but not
28	limited to, paper, pens, pencils, or markers; and

- 1 (b) Tuition at a private school located outside of the state of Missouri.
- 2. Missouri empowerment scholarship accounts are renewable on an annual basis upon request of the parent of a qualified student. Notwithstanding any changes to the qualified student's multidisciplinary evaluation team plan, a student who has previously qualified for a Missouri empowerment scholarship account shall remain eligible to apply for renewal until the student completes high school and submits scores from a nationally standardized norm-referenced achievement test, advanced placement examination, international baccalaureate examination, or any exam related to college or university admission purchased with Missouri empowerment scholarship account funds to the state treasurer.
 - 3. A signed agreement under this section shall satisfy the compulsory school attendance requirements of section 167.031.

- 4. A qualified school or a provider of services purchased under this section shall not share, refund, or rebate any

 Missouri empowerment scholarship account moneys with the parent or qualified student in any manner.
- 5. If a qualified student withdraws from the program by enrolling in a school other than a qualified school, or is disqualified from the program under the provisions of section 166.710, the qualified student's Missouri empowerment scholarship account shall be closed and any remaining funds shall be returned to the educational assistance organization for redistribution to other qualified students. Under such circumstances, the obligation to provide an education for such student shall

- 1 transfer back to the student's district of residence.
- 2 <u>6. Any funds remaining in a qualified student's scholarship</u>
- 3 account at the end of a school year shall remain in the account
- 4 and shall not be returned to the educational assistance
- 5 organization. Any funds remaining in a qualified student's
- 6 scholarship account upon graduation from a qualified school shall
- 7 be returned to the educational assistance organization for
- 8 redistribution to other qualified students.
- 9 7. Moneys received under sections 166.700 to 166.720 shall
- 10 not constitute Missouri taxable income to the parent of the
- 11 qualified student.
- 8. Any qualified student under subparagraph d of paragraph
- 13 (a) of subdivision (10) of section 166.700 who receives a
- scholarship under the provisions of this section shall continue
- to be eligible to receive his or her scholarship upon a legal
- 16 adoption.
- 17 166.710. 1. Beginning in the 2019-2020 school year, the
- 18 state treasurer shall conduct or contract for annual audits of
- 19 empowerment scholarship accounts to ensure compliance with the
- 20 requirements of subsection 1 of section 166.705. The state
- 21 <u>treasurer shall also conduct or contract for random, quarterly,</u>
- 22 and annual audits of empowerment scholarship accounts as needed
- 23 <u>to ensure compliance with the requirements of subsection 1 of</u>
- 24 section 166.705.
- 25 2. A parent or qualified student or vendor may be
- 26 disqualified from program participation if the state treasurer,
- or his or her designee, finds the party has committed an
- 28 intentional program violation consisting of any misrepresentation

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- 2 the program. The state treasurer may remove any parent or
- 3 qualified student from eligibility for a Missouri empowerment
- 4 scholarship program account. A parent may appeal the state
- 5 treasurer's decision to the administrative hearing commission. A
- 6 parent may appeal the administrative hearing commission's
- 7 decision to the circuit court of the county in which the student
- 8 resides.
- 9 <u>3. The state treasurer may refer cases of substantial</u>
- misuse of moneys to the attorney general for investigation if the
- 11 state treasurer obtains evidence of fraudulent use of an account.
- 12 <u>4. The state treasurer shall promulgate the following rules</u>
- to implement and administer the Missouri empowerment scholarship
- 14 accounts program:
- 15 (1) Rules for conducting examinations of use of account
- 16 funds;
- 17 (2) Rules for conducting random, quarterly, and annual
- 18 reviews of accounts;
- 19 (3) Creating an online anonymous fraud reporting service;
- 20 (4) Creating an anonymous telephone hotline for fraud
- 21 reporting; and
- 22 (5) A surety bond requirement for account holders.
- 23 5. Any rule or portion of a rule, as that term is defined
- in section 536.010 that is created under the authority delegated
- in this section shall become effective only if it complies with
- and is subject to all of the provisions of chapter 536, and, if
- applicable, section 536.028. This section and chapter 536 are
- 28 nonseverable and if any of the powers vested with the general

- 1 assembly pursuant to chapter 536, to review, to delay the
- 2 <u>effective date</u>, or to disapprove and annul a rule are
- 3 subsequently held unconstitutional, then the grant of rulemaking
- 4 authority and any rule proposed or adopted after August 28, 2017,
- 5 shall be invalid and void.
- 6 <u>166.715. 1. A person commits a class A misdemeanor if they</u>
- 7 are found to have knowingly used moneys granted under section
- 8 135.714 for purposes other than those provided for in sections
- 9 166.700 to 166.720.
- 10 2. No financial institution shall be liable in any civil
- 11 <u>action for providing a savings account's financial information to</u>
- the state treasurer unless the information provided is false and
- the financial institution providing the false information does so
- 14 knowingly and with malice.
- 15 <u>166.720.</u> 1. Sections 166.700 to 166.720 do not permit any
- 16 governmental agency to exercise control or supervision over any
- 17 qualified school in which a qualified student enrolls other than
- 18 a qualified school that is a public school.
- 2. A qualified school that accepts a payment from a parent
- 20 under sections 166.700 to 166.720 shall not be an agent of the
- 21 <u>state or federal government.</u>
- 22 3. A qualified school shall not be required to alter its
- creed, practices, admissions policy, or curriculum in order to
- 24 accept students whose parents pay tuition or fees from an
- 25 <u>empowerment scholarship account to participate as a qualified</u>
- 26 school.
- 27 4. In any legal proceeding challenging the application of
- 28 sections 166.700 to 166.720 to a qualified school, the state

- 1 shall bear the burden of establishing that the law is necessary
 2 and does not impose any undue burden on qualified schools.
- 167.121. 1. If the residence of a pupil is so located that 3 attendance in the district of residence constitutes an unusual or 4 5 unreasonable transportation hardship because of natural barriers, 6 travel time, or distance, the commissioner of education or his or 7 her designee may assign the pupil to another district. Subject 8 to the provisions of this section, all existing assignments shall 9 be reviewed prior to July 1, 1984, and from time to time 10 thereafter, and may be continued or rescinded. The board of education of the district in which the pupil lives shall pay the 11 12 tuition of the pupil assigned. The tuition shall not exceed the 13 pro rata cost of instruction.
- 14 For the school year beginning July 1, 2008, and 15 each succeeding school year, a parent or guardian residing in a 16 lapsed public school district or a parent or quardian residing in a district that has [scored] received an annual performance 17 report score consistent with a state board of education 18 19 classification of either unaccredited or provisionally 20 accredited[, or a combination thereof, on two consecutive annual 21 performance reports] may enroll the parent's or guardian's child in the Missouri virtual school created in section 161.670 22 23 provided the pupil first enrolls in the school district of residence. The school district of residence shall include the 24 25 pupil's enrollment in the virtual school created in section 26 161.670 in determining the district's average daily attendance. 27 Full-time enrollment in the virtual school shall constitute one 28 average daily attendance equivalent in the school district of

residence. Average daily attendance for part-time enrollment in the virtual school shall be calculated as a percentage of the total number of virtual courses enrolled in divided by the number of courses required for full-time attendance in the school district of residence.

- (2) A pupil's residence, for purposes of this section, means residency established under section 167.020. Except for students residing in a K-8 district attending high school in a district under section 167.131, the board of the home district shall pay to the virtual school the amount required under section 161.670.
- (3) Nothing in this section shall require any school district or the state to provide computers, equipment, internet or other access, supplies, materials or funding, except as provided in this section, as may be deemed necessary for a pupil to participate in the virtual school created in section 161.670.
- (4) Any rule or portion of a rule, as that term is defined in section 536.010, that is created under the authority delegated in this section shall become effective only if it complies with and is subject to all of the provisions of chapter 536 and, if applicable, section 536.028. This section and chapter 536 are nonseverable and if any of the powers vested with the general assembly pursuant to chapter 536 to review, to delay the effective date, or to disapprove and annul a rule are subsequently held unconstitutional, then the grant of rulemaking authority and any rule proposed or adopted after August 28, 2007, shall be invalid and void.
 - 167.127. If a school district contains a facility that

- 1 <u>serves neglected or delinquent children residing in a court-</u>
- 2 ordered group home, an institution for neglected children, or an
- 3 institution for delinquent children, the department of elementary
- 4 and secondary education shall be prohibited from creating any
- 5 report or publication related to the Missouri school improvement
- 6 program, or any successor program, in which data from the
- 7 district's regularly enrolled pupils is aggregated with data from
- 8 the children residing in such facilities.
- 9 167.131. 1. The board of education of each district in
- this state that does not maintain [an accredited] <u>a high</u> school
- 11 [pursuant to the authority of the state board of education to
- 12 classify schools as established in section 161.092] offering work
- through the twelfth grade shall pay [the] tuition [of] as
- calculated by the receiving district under subsection 2 of this
- section and provide transportation consistent with the provisions
- of section 167.241 for each pupil resident therein who has
- 17 completed the work of the highest grade offered in the attendance
- 18 centers of the district and who attends an accredited public high
- school in another district of the same or an adjoining county.
- 20 2. The rate of tuition to be charged by the district
- 21 attended and paid by the sending district is the per pupil cost
- of maintaining the district's grade level grouping which includes
- 23 the school attended. The cost of maintaining a grade level
- 24 grouping shall be determined by the board of education of the
- 25 district but in no case shall it exceed all amounts spent for
- teachers' wages, incidental purposes, debt service, maintenance
- 27 and replacements. The term "debt service", as used in this
- 28 section, means expenditures for the retirement of bonded

- 1 indebtedness and expenditures for interest on bonded
- 2 indebtedness. Per pupil cost of the grade level grouping shall
- 3 be determined by dividing the cost of maintaining the grade level
- 4 grouping by the average daily pupil attendance. If there is
- 5 disagreement as to the amount of tuition to be paid, the facts
- 6 shall be submitted to the state board of education, and its
- 7 decision in the matter shall be final. Subject to the
- 8 limitations of this section, each pupil shall be free to attend
- 9 the public school of his or her choice.
- 10 167.642. 1. No underperforming district, as defined in
- 11 <u>section 167.848, located in a county with a charter form of</u>
- 12 government and with more than nine hundred fifty thousand
- inhabitants shall promote a student from the fifth grade to the
- sixth grade or from the eighth grade to the ninth grade who is
- two years or more below grade level as measured by quantifiable
- 16 student performance data designated by the local district to
- satisfy the requirements of this section. The term "quantifiable"
- 18 student performance data" shall be as defined in subsection 2 of
- 19 section 161.096.
- 20 2. Notwithstanding subsection 1 of this section, the
- 21 provisions of this section shall not apply to any student with an
- 22 individualized education program or any student receiving
- 23 services through a plan prepared under Section 504 of the
- 24 Rehabilitation Act of 1973.
- 25 167.685. 1. Each unaccredited attendance center shall
- 26 offer free tutoring and supplemental education services to
- 27 students who are performing below grade level or identified by
- 28 the attendance center as struggling, using funds from the school

- 1 <u>improvement fund to the extent that such funds are available.</u>
- 2 2. There is hereby created in the state treasury the
- 3 "School Improvement Fund". The fund shall consist of any moneys
- 4 appropriated annually by the general assembly, gifts, bequests,
- 5 or public or private donations to such fund. Any person or
- 6 entity that makes a gift, bequest, or donation to the fund may
- 7 specify the district that shall be the recipient of such gift,
- 8 bequest, or donation.
- 9 <u>3. The state treasurer shall be custodian of the fund. In</u>
- accordance with sections 30.170 and 30.180, the state treasurer
- 11 <u>may approve disbursements of public moneys in accordance with</u>
- distribution requirements and procedures developed by the
- department of elementary and secondary education and shall make
- 14 disbursement of private funds according to the directions of the
- donor. If the donor did not specify how the private funds were
- 16 to be disbursed, the state treasurer shall contact the donor to
- determine the manner of disbursement. The fund shall be a
- dedicated fund and, upon appropriation, moneys in the fund shall
- be used solely for the administration of this section.
- 20 4. Notwithstanding the provisions of section 33.080 to the
- 21 contrary, any moneys remaining in the fund at the end of the
- 22 biennium shall not revert to the credit of the general revenue
- 23 fund.
- 24 5. The state treasurer shall invest moneys in the fund in
- 25 the same manner as other funds are invested. Any interest and
- 26 moneys earned on such investments shall be credited to the fund.
- 27 167.688. 1. Any underperforming district, as defined in
- 28 section 167.848, may perform any or all of the following actions

1 including, but not limited to:

- 2 (1) Implement a new curriculum, including appropriate
- 3 professional development, based on scientifically based research
- 4 that offers substantial promise of improving educational
- 5 achievement of low-achieving students;
- 6 (2) Retain an outside expert to advise the district or 7 school on its progress toward regaining accreditation;
- 8 (3) Enter into a contract with an education management
 9 company or education services provider that has a demonstrated
 10 record of effectiveness operating a school or schools;
 - (4) For any unaccredited attendance center, enter into a collaborative relationship and agreement with an accredited district in which teachers from the unaccredited attendance center may exchange positions with teachers from an accredited attendance center in an accredited district for a period of two school weeks; or
 - (5) Implement any other change that is suggested by the state board of education, an expert or contractor approved under this section, or an assistance team under section 161.087, in accordance with state law, that the school board has reason to believe will result in improved performance for accreditation purposes.
 - 2. Any underperforming district that offers an attendance recovery program designed exclusively to allow students to recapture attendance hours lost due to absences shall be allowed to include such attendance recovery hours in the district's attendance rate for purposes of the Missouri school improvement program accreditation scoring. Districts may offer attendance

- 1 recovery programs on Saturdays or at any time before or after the
- 2 school's regularly scheduled school hours. Extended hour and day
- 3 programs designed for remediation or enrichment purposes shall
- 4 not fulfill the criteria of attendance recovery programs as
- 5 provided in this subsection.
- 6 167.825. 1. For school year 2017-18, students who
- 7 transferred from an unaccredited district to an accredited
- 8 district in the same or an adjoining county under section 167.131
- 9 as it existed on July 1, 2016, shall be allowed to participate
- 10 under the same terms that governed such transfers in school year
- 2016-17, except that section 167.829 shall apply to determine the
- 12 reimbursement of their tuition.
- 2. Notwithstanding the provisions of subsection 1 of this
- section, for school year 2017-18, any student who transferred
- from an unaccredited district to an accredited district in the
- same or an adjoining county in school year 2015-16 or school year
- 17 2016-17 but did not attend a public school in the unaccredited
- 18 district for the school year prior to the transfer, unless the
- 19 student was entering kindergarten or first grade when he or she
- transferred, shall no longer be eligible to transfer under this
- 21 <u>section in school year 2017-18.</u>
- 22 3. If an unaccredited district becomes classified as
- 23 provisionally accredited or accredited without provisions by the
- 24 state board of education, any resident student of the
- 25 unaccredited district who transferred under section 167.131 as it
- 26 existed on July 1, 2016, shall be permitted to continue the
- 27 student's educational program through the completion of middle
- 28 school, junior high school, or high school, whichever occurs

first, except that a student who attends any attendance center serving students through high school graduation but starting at grades lower than ninth grade shall be permitted to complete high school in the attendance center to which he or she has transferred. No student shall be required to return to an unaccredited attendance center within said district under any circumstance except as provided under this subsection. In order to qualify under this subsection, a student shall have previously attended an attendance center in the sending district for at least one school year immediately before initially transferring, unless the student was entering kindergarten or was a first grade student, and shall continue to reside within the boundaries of the unaccredited district as those boundaries existed when the student entered the transfer program to maintain eligibility. 4. Notwithstanding any other provision of law, any student who was participating in the school transfer program before

who was participating in the school transfer program before

January 1, 2016, and who attended, for at least one school year

immediately prior to transferring, a school in an unaccredited

district, shall have the option of transferring to a virtual

school created pursuant to section 162.1250, an approved charter

school, or another attendance center in the student's district of

residence that offers the student's grade level of enrollment, as

further provided in section 167.826.

167.826. 1. Any student may transfer to another attendance center in the student's district of residence that offers the student's grade level of enrollment and that is accredited without provisions by the state board of education if such student is enrolled in and has attended an unaccredited

attendance center within the student's resident district for the full school year immediately prior to requesting the transfer.

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- 2. No such transfer under subsection 1 of this section shall result in a class size and assigned enrollment in a receiving attendance center that exceeds the standards for class size and assigned enrollment as promulgated in the Missouri school improvement program's resource standards, unless the school district consents to such. If the student chooses to attend a magnet school, an academically selective school, or a school with a competitive entrance process within his or her district of residence that has admissions requirements, the student shall meet such admissions requirements in order to attend. The school board of each district shall determine the capacity at each of the district's attendance centers that the state board of education has assigned a classification designation of accredited or accredited with distinction. The district's school board shall be responsible for coordinating student transfers from unaccredited attendance centers to accredited attendance centers within the district. No student enrolled in and attending an attendance center that does not offer classes above the second grade level shall be eligible to transfer under this section.
- 3. Any student who is enrolled in and has attended an unaccredited attendance center for the full school year immediately prior to requesting the transfer and who has first attempted but is unable to transfer to an accredited attendance center within his or her district of residence under subsection 1 of this section due to a lack of capacity in accredited

- attendance centers in the district of residence may apply to the
 department of elementary and secondary education to transfer to:
- 3 (1) An accredited attendance center in an adjoining district; or

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- (2) An approved charter school, as defined in section 167.848, in an adjoining district.
 - 4. The application to the department of elementary and secondary education to transfer shall be made by March first before the school year in which the student intends to transfer.
 - 5. A student who is eligible to begin kindergarten or first grade at an unaccredited attendance center may apply to the department of elementary and secondary education for a transfer if he or she resides in the attendance area of an unaccredited attendance center on March first preceding the school year of first attendance. A student who does not apply by March first shall be required to enroll and attend for one school year to become eligible to transfer. If the student chooses to apply to attend a magnet school, an academically selective school, or a school with a competitive entrance process that has admissions requirements, the student shall furnish proof that he or she meets such admissions requirements. Any student who does not maintain residency in the attendance area of his or her attendance center in the district of residence shall lose eligibility to transfer. Any student who transfers but later withdraws shall lose eligibility to transfer. The transfer provisions of this subsection shall not apply to a district created under sections 162.815 to 162.840 or to any early childhood programs or early childhood special education programs.

6. No unaccredited attendance center or provisionally
accredited attendance center shall be eligible to receive
transfer students, except that a transfer student who chooses to
attend a provisionally accredited attendance center in the
district of residence shall be allowed to transfer to such
attendance center if there is an available slot.

- 7. If a charter school may receive nonresident transfer students under this section because it has been operating for less than three years but then loses its status as an approved charter school immediately after those three years because its three-year average score on its annual performance report is below seventy percent, any students who previously transferred to the charter school may remain enrolled in the charter school but no additional nonresident students may transfer to the charter school.
- 8. No attendance center with a three-year average score of seventy percent or lower on its annual performance report shall be eliqible to receive any transfer students, irrespective of its state board of education classification designation, except that any student who was granted a transfer to such an attendance center prior to the effective date of this section may remain enrolled in that attendance center.
- 9. For a receiving attendance center or receiving approved charter school, no acceptance of a transfer student shall require any of the following actions, unless the school board of the receiving attendance center's district or the receiving approved charter school's governing board has approved the action:
 - (1) A class size and assigned enrollment in a receiving

1 attendance center that exceeds the number of students provided by
2 its approved policy on class size under subsection 10 of this
3 section;

- (2) The hiring of additional classroom teachers; or
- 5 (3) The construction of additional classrooms.

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10. Each district and each receiving approved charter school shall have the right to establish and adopt, by objective means, a policy for desirable class size and student-teacher ratios for each attendance center. A district's policy may allow for estimated growth in the resident student population. An approved charter school may use the class size, student-teacher ratios, and growth projections for student enrollment contained in the charter school's charter application and charter when adopting a policy. Any district or approved charter school that adopts such a policy shall do so by January first annually. A district or receiving approved charter school shall publish its policy and shall not be required to accept any transfer students under this section that would violate its class size or studentteacher ratio. If a student seeking to transfer is denied admission to an attendance center or approved charter school based on a lack of space under the policy, the student or the student's parent or guardian may appeal the ruling to the state board of education if he or she believes the district's policy or approved charter school's policy is unduly restrictive to student transfers. If more than one student or parent appeals a denial of admission from the same attendance center or approved charter school to the state board of education, the state board shall make an effort to hear such actions at the same time. If the

state board of education finds that the policy is unduly
restrictive to student transfers, the state board may limit the
policy. The state board's decision shall be final.

- 11. For each student who transfers to another district or approved charter school, the student's district of residence shall pay the tuition amount for each transfer student to the receiving district or receiving approved charter school in two increments annually, once at the start of the school year and once at the start of the second semester of the school year.

 Each receiving district and receiving approved charter school shall adopt a policy establishing a tuition rate by February first annually.
- as provisionally accredited or accredited without provisions by the state board of education, any student who was assigned to such attendance center and who has transferred under this section shall be permitted to continue his or her educational program in that education option through the completion of middle school, junior high school, or high school, whichever occurs first, except that a student who attends any attendance center serving students through high school graduation but starting at grades lower than ninth grade shall be permitted to complete high school in the attendance center to which he or she has transferred.
- 13. The department of elementary and secondary education shall designate at least one accredited attendance center in an adjoining district to which the district operating the unaccredited attendance center shall provide transportation for transfer students. If the designated attendance center reaches

full student capacity and is unable to receive additional 1 2 students, the department of elementary and secondary education 3 shall designate at least one additional accredited attendance 4 center to which the district operating an unaccredited attendance 5 center shall provide transportation for transfer students. When 6 determining transportation arrangements under this subsection, 7 the department of elementary and secondary education shall not contract with or collaborate with any established regional 8 9 association or cooperative of school districts located in any 10 city not within a county or any county with a charter form of government and with more than nine hundred fifty thousand 11 12 inhabitants.

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14. Notwithstanding the provisions of subsection 11 of this section to the contrary, if costs associated with the provision of special education and related services to a student with a disability exceed the tuition amount established under this section, the transfer student's district of residence shall remain responsible to pay the excess cost to the receiving district or receiving approved charter school. If the receiving district is a component district of a special school district, the transfer student's district of residence, including any metropolitan school district, shall contract with the special school district for the entirety of the costs to provide special education and related services, excluding transportation pursuant to this section. The special school district may contract with the transfer student's district of residence, including any metropolitan district, for the provision of transportation of a student with a disability, or the transfer student's district of

- 1 residence may provide transportation on its own.
- 2 15. A special school district shall continue to provide
- 3 special education and related services, with the exception of
- 4 transportation under this section, to a student with a disability
- 5 transferring from an unaccredited attendance center within a
- 6 component district to an accredited attendance center within the
- 7 same or a different component district within the special school
- 8 district.
- 9 16. If any metropolitan school district operates an
- 10 unaccredited attendance center, it shall remain responsible for
- the provision of special education and related services,
- including transportation, to students with disabilities. A
- special school district in an adjoining county to a metropolitan
- school district may contract with the metropolitan school
- district for the reimbursement of special education services
- pursuant to sections 162.705 and 162.710 provided by the special
- school district for transfer students who are residents of the
- 18 district operating an unaccredited attendance center.
- 19 17. Regardless of whether transportation is identified as a
- 20 related service within a student's individualized education
- 21 program, a receiving district that is not part of a special
- 22 school district shall not be responsible for providing
- 23 transportation to a student transferring under this section. A
- 24 district operating an unaccredited attendance center may contract
- with a receiving district that is not part of a special school
- 26 district pursuant to sections 162.705 and 162.710 for
- transportation of students with disabilities.
- 28 18. If a seven-director district or urban school district

- 1 operates an unaccredited attendance center, it may contract with
- 2 a receiving district that is not part of a special school
- 3 district in the same or an adjoining county for the reimbursement
- 4 of special education and related services pursuant to sections
- 5 162.705 and 162.710 provided by the receiving district for
- 6 <u>transfer students who are residents of the district operating an</u>
- 7 unaccredited attendance center.
- 8 167.827. 1. By September 1, 2017, and by January first
- 9 annually, each district shall report to the department of
- 10 elementary and secondary education its number of available
- 11 <u>enrollment slots in accredited attendance centers by grade level.</u>
- 12 <u>Each approved charter school that is eligible to receive transfer</u>
- 13 <u>students under section 167.826 shall report the number of</u>
- available enrollment slots by September 1, 2017, and by January
- 15 first annually.
- 16 2. The department of elementary and secondary education
- 17 shall make information and assistance available to parents or
- 18 quardians who intend to transfer their child from an unaccredited
- 19 attendance center to an accredited attendance center within the
- 20 district or an adjoining district or an approved charter school
- 21 within the district or in an adjoining district.
- 22 3. The parent or quardian of a student who intends to
- transfer his or her child from an unaccredited attendance center
- 24 to an accredited attendance center within the district, in an
- 25 <u>adjoining district</u>, or an approved charter school within the
- 26 district or in an adjoining district shall send initial
- 27 notification to the department of elementary and secondary
- 28 education for the county in which he or she resides by March

first for enrollment in the subsequent school year.

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4. The department of elementary and secondary education shall assign those students who are unable to transfer to an accredited attendance center in their district of residence and seek to transfer to an accredited attendance center in an adjoining district or an approved charter school in an adjoining district. When assigning transfer students to approved charter schools, the department shall coordinate with each approved charter school and its admissions process if capacity is insufficient to enroll all students who submit a timely application. An approved charter school shall not be required to receive any transfer students that would require it to institute a lottery procedure for determining the admission of resident students. The department of elementary and secondary education shall give first priority to students who live in the same household with any family member within the first or second degree of consanguinity or affinity who have already transferred and who apply to attend the same attendance center. If insufficient grade-appropriate enrollment slots are available for a student to be able to transfer, that student shall receive first priority the following school year. The department of elementary and secondary education shall only disrupt student and parent choice for transfer if the available slots are requested by more students than there are slots available. The department of elementary and secondary education shall consider the following factors in assigning attendance centers, with the student's or parent's choice as the most important factor: (1) The student's or parent's choice of the receiving

attendance center;

2 (2) The best interests of the student; and

students who submit a timely application.

3 (3) Distance and travel time to a receiving attendance

4 center.

- The department of elementary and secondary education shall not consider student academic performance, free and reduced price lunch status, or athletic ability in assigning a student to an attendance center. When assigning transfer students to approved charter schools, the department of elementary and secondary education shall coordinate with each approved charter school and its admissions process if capacity is insufficient to enroll all
- 5. The department of elementary and secondary education may deny a transfer to a student who in the most recent school year has been suspended from an attendance center two or more times or who has been suspended for an act of school violence under subsection 2 of section 160.261. A student whose transfer is initially precluded under this subsection may be permitted to transfer on a provisional basis as a probationary transfer student, subject to no further disruptive behavior, upon a statement from the student's current attendance center that the student is not disruptive. A student who is denied a transfer under this subsection has the right to an in-person meeting with a representative of the department. The department of elementary and secondary education shall develop administrative guidelines to provide common standards for determining disruptive behavior that shall include, but not be limited to, criteria under the

1 safe schools act.

- 6. Notwithstanding any other provision of law, the test
 scores of transfer students attending attendance centers in
 districts other than their district of residence under section
- 5 <u>167.826 shall be counted as follows:</u>
 - (1) In the first year of attendance in a district or approved charter school, a transfer student's score on a statewide assessment shall not be included when calculating the status or progress scores on the district's or charter school's annual performance report scores. The growth score shall be weighted at one hundred percent.
 - (2) In the second year of attendance, a transfer student's score on a statewide assessment shall be weighted at thirty percent when calculating the district's or charter school's performance for purposes of the district's or charter school's annual performance report status or progress score, with the growth score weighted at one hundred percent.
 - (3) In the third year of attendance, a transfer student's score on a statewide assessment shall be weighted at seventy percent when calculating the district's or charter school's performance for purposes of the district's or charter school's annual performance report status or progress score, with the growth score weighted at one hundred percent.
 - (4) In the fourth year of attendance and any subsequent years of attendance, a transfer student's score on a statewide assessment shall be weighted at one hundred percent when calculating the district's or charter school's performance for purposes of the district's or charter school's annual performance

report status or progress score, with the growth score weighted

at one hundred percent.

- 7. When performing the requirements of this section the department of elementary and secondary education shall not contract with or collaborate with any established regional association or cooperative of school districts located in any city not within a county or any county with a charter form of government and with more than nine hundred fifty thousand inhabitants. No such regional association or cooperative of school districts shall receive any applications for transfers nor perform any functions assigned to the department.
- attended an unaccredited attendance center for the full school year immediately prior to requesting a transfer and who has first attempted but is unable to transfer to an accredited attendance center within his or her district of residence under section

 167.826 due to a lack of capacity in accredited attendance centers may apply to the department of elementary and secondary education to transfer to a nonsectarian private school, as defined in section 167.848, located in his or her district of residence.
- 2. The amount of tuition to be paid shall be paid from the district's operating levy for school purposes and shall not exceed the tuition rate of the sending district or nonsectarian private school's tuition rate, whichever is lower.
- 3. A nonsectarian private school shall qualify to receive tuition payments under this section only if it satisfies the following conditions:

1	(1) Is accredited by the North Central Association
2	Commission On Accreditation and School Improvement or
3	demonstrates similar academic quality credentials to the
4	department of elementary and secondary education;
5	(2) Administers or allows for the administration of the
6	statewide assessments in English language arts and mathematics
7	for transfer students;
8	(3) Complies with all health and safety laws or codes that
9	apply to nonpublic schools;
10	(4) Holds a valid occupancy permit if required by its
11	<pre>municipality;</pre>
12	(5) Certifies that it will not discriminate in admissions
13	on the basis of race, color, religion, national origin, or
14	<pre>disability;</pre>
15	(6) For all students enrolled in the school under the
16	nonsectarian option set forth in this section, complies with the
17	following statutes and any regulations promulgated thereunder by
18	the department of elementary and secondary education: 43.408,
19	43.540, 160.041, 160.045, 160.257, 160.261, 160.262, 160.263,
20	160.518 for state assessments, the cost of which shall be paid
21	consistent with the manner in which they are paid for students in
22	public schools, 160.522, 160.539, 160.570, 160.660, 160.775,
23	160.1990, 161.102, 161.650,161.850, 162.014, 162.068, 162.069,
24	162.208, 162.215, 162.401, 162.670, 162.720, subdivisions (1) to
25	(3) of 162.821, 162.1250, 162.1125, subdivisions (1) and (2) of
26	subsection 1 of 163.021 for eligibility to receive local funds
27	but compliance with these sections shall not make nonsectarian
28	private schools eligible to receive state funding under 163.031,

- 1 167.018, 167.019, 167.020, 167.022, 167.023, 167.031, 167.115,
- 2 167.117, 167.122, 167.123, 167.161, 167.166, 167.171, 167.181,
- 3 167.191, 167.208, 167.211, 167.227, 167.268, 167.275, 167.280,
- 4 167.621 to 167.635, 167.645, 167.700, 167.720, 167.765, 170.005,
- 5 170.011, 170.051, 170.315, 170.340, 171.021, 171.031 to 171.033,
- 6 171.053, 171.151, 171.171, 178.530, 182.815, 182.817, 191.765 to
- 7 191.777, 210.003, 210.110, 210.115, 210.145, 210.150, 210.165,
- 8 210.167, 210.760, 210.865, 211.032, 211.034, 211.181, 211.185,
- 9 211.188, 320.010, 452.375, 452.376, and 544.193. Nothing in this
- subdivision shall be construed to exempt the nonsectarian private
- 11 <u>school from other statutes and regulations which applied to the</u>
- 12 <u>nonsectarian schools as of January 1, 2017;</u>
- (7) Furnishes to the department of elementary and secondary
- 14 <u>education all necessary data for the calculation of an annual</u>
- performance report score, which the department shall calculate
- for each participating nonsectarian private school. At the
- option of the nonsectarian private school, such score shall be
- 18 <u>based upon only the records pertaining to students enrolled in</u>
- 19 the school through the transfer program or for all students if
- 20 the school chooses to administer state testing to all students;
- 21 (8) Where applicable, contracts with a special school
- 22 district to provide special education services to eligible
- 23 students on the same terms as public schools, and the costs
- 24 associated with the services shall be paid in the same manner;
- 25 (9) Certifies to the department of elementary and secondary
- 26 education and to the sending district that it shall accept the
- tuition amount specified in subsection 2 of this section as
- 28 payment in full for the transfer student and shall not require

- 1 the parent or quardian to pay any additional amount for tuition;
- 2 <u>and</u>
- 3 (10) Files with the department of elementary and secondary
- 4 education and the sending district a statement of intent to
- 5 accept transfer students that includes the information listed in
- 6 <u>this subsection.</u>
- 7 4. When the percentage of transfer students at a
- 8 nonsectarian private school receiving transfer students under
- 9 this section reaches twenty-five percent of the school's
- 10 enrollment, the school shall conform to the Missouri school
- improvement program performance standards to continue its
- eligibility for the program under this section.
- 5. Tuition for a student who attends a nonsectarian private
- school shall be paid only using funds received by the district
- from the operating levy for school purposes.
- 16 6. The student's district of residence may provide
- 17 transportation for him or her to attend a nonsectarian private
- 18 school located within the district but shall not be required to
- 19 do so.
- 20 7. Notwithstanding the provisions of subsection 2 of this
- 21 <u>section to the contrary, where costs associated with the</u>
- 22 provision of special education and related services to a student
- with a disability exceed the tuition amount established under
- 24 this section, the sending district shall remain responsible to
- 25 pay the excess cost to the nonsectarian private school.
- 26 167.829. 1. A district operating an unaccredited
- 27 attendance center that transfers a student to an accredited
- 28 attendance center in an adjoining district under section 167.826

- or to a nonsectarian private school under section 167.828 shall 1 2 pay tuition to the receiving district or to the nonsectarian 3 private school in an amount equal to the tuition rate of the 4 receiving district or subsection 2 of section 167.828, whichever 5 is applicable. If the tuition charged by the receiving district 6 attendance center under this section exceeds the tuition rate of 7 the sending district, the difference in rates shall be paid from 8 the supplemental tuition fund created in subsection 2 of this 9 section. The supplemental tuition fund shall not be used to pay 10 any difference in tuition rates between a sending district and a 11 nonsectarian private school.
- 12 2. There is hereby created in the state treasury the 13 "Supplemental Tuition Fund". The fund shall consist of any 14 moneys appropriated annually by the general assembly from general 15 revenue to such fund, any moneys paid into the state treasury and 16 required by law to be credited to such fund and any gifts, 17 bequests, or public or private donations to such fund. The state treasurer shall be custodian of the fund. The department of 18 19 elementary and secondary education shall administer the fund. In 20 accordance with sections 30.170 and 30.180, the state treasurer 21 may approve disbursements. The fund shall be a dedicated fund 22 and, upon appropriation, moneys in the fund shall be used solely 23 for the administration of this section. Notwithstanding the 24 provisions of section 33.080 to the contrary, any moneys 25 remaining in the fund at the end of the biennium shall not revert 26 to the credit of the general revenue fund. The state treasurer 27 shall invest moneys in the fund in the same manner as other funds 28 are invested. Any interest and moneys earned on such investments

- 1 shall be credited to the fund.
- 2 167.848. For purposes of sections 161.087, 161.238,
- 3 <u>162.1250, 162.1305, 162.1310, 162.1313, 167.642</u>, 167.685,
- 4 167.688, and 167.825 to 167.848, the following terms mean:
- 5 (1) "Accredited attendance center", an attendance center
- 6 that is classified as accredited or accredited with distinction
- 7 by the state board of education pursuant to the authority of the
- 8 <u>state board of education to classify attendance centers as</u>
- 9 established in sections 161.087, 161.092, and 161.238;
- 10 (2) "Accredited district", a school district that is
- 11 <u>classified as accredited or accredited with distinction by the</u>
- 12 state board of education pursuant to the authority of the state
- board of education to classify school districts as established in
- 14 <u>sections 161.087 and 161.092;</u>
- 15 (3) "Approved charter school", a charter school that has
- 16 existed for less than three years or a charter school with a
- three-year average score of seventy percent or higher on its
- 18 annual performance report;
- 19 <u>(4)</u> "Attendance center", a public school building or
- 20 buildings or part of a school building that constitutes one unit
- 21 <u>for accountability purposes under the Missouri school improvement</u>
- 22 program;
- 23 (5) "Borderline district", a school district that has a
- 24 current annual performance report score between seventy-five and
- 25 seventy with the last two consecutive years showing a decline in
- 26 the score, with a district third-grade or eighth-grade statewide
- 27 reading assessment that shows that fifty percent or more of the
- 28 students are at a level less than proficient, and a transient

- student ratio in the top quartile of districts, or a school 1 2 district that has at least one attendance center that is 3 borderline and underperforming; (6) "Nonsectarian school", "nonsectarian private school" or 4 5 "private nonsectarian school", a school that is not part of the 6 public school system of the state of Missouri, that charges 7 tuition for the rendering of elementary and secondary educational 8 services, and that is not disqualified from accepting public 9 funds by any provision of the Missouri or United States 10 Constitutions; (7) "Provisionally accredited attendance center", an 11 12 attendance center that is classified as provisionally accredited 13 by the state board of education pursuant to the authority of the 14 state board of education to classify attendance centers as 15 established in sections 161.087, 161.092, and 161.238; 16 (8) "Provisionally accredited district", a school district 17 that is classified as provisionally accredited by the state board 18 of education pursuant to the authority of the state board of 19 education to classify school districts as established in sections 20 161.087 and 161.092; 21 (9) "Unaccredited attendance center", an attendance center 22 that is classified as unaccredited by the state board of 23 education pursuant to the authority of the state board of 24 education to classify attendance centers as established in 25 sections 161.087, 161.092, and 161.238;
 - (10) "Unaccredited district", a school district classified as unaccredited by the state board of education pursuant to the authority of the state board of education to classify school

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- districts as established in sections 161.087 and 161.092;
- 2 (11) "Underperforming", a school district or an attendance
- 3 center that has been classified as unaccredited or provisionally
- 4 accredited pursuant to the authority of the state board of
- 5 education to classify schools or has a three-year average annual
- 6 performance report score consistent with a classification of
- 7 provisionally accredited or unaccredited.
- 8 167.890. 1. The department of elementary and secondary
- 9 <u>education shall compile and maintain student performance data</u>
- scores of all transfer students enrolled in districts other than
- their resident districts as provided in sections 167.825 and
- 12 <u>167.826</u> and make such data available on the Missouri
- comprehensive data system. No personally identifiable data shall
- 14 be accessible on the database.
- 15 2. The department of elementary and secondary education may
- 16 promulgate all necessary rules and regulations for the
- administration of this section. Any rule or portion of a rule,
- as that term is defined in section 536.010, that is created under
- 19 the authority delegated in this section shall become effective
- 20 only if it complies with and is subject to all of the provisions
- of chapter 536 and, if applicable, section 536.028. This section
- and chapter 536 are nonseverable, and if any of the powers vested
- 23 with the general assembly pursuant to chapter 536 to review, to
- 24 delay the effective date, or to disapprove and annul a rule are
- 25 <u>subsequently held unconstitutional</u>, then the grant of rulemaking
- authority and any rule proposed or adopted after the effective
- 27 date of this section shall be invalid and void.
- 28 <u>170.320.</u> 1. There is hereby created in the state treasury

the "Parent Portal Fund". The fund shall consist of any moneys appropriated annually by the general assembly, gifts, bequests, or public or private donations to such fund. Any moneys in the fund shall be used to assist districts in establishing and maintaining a parent portal. School districts may establish a parent portal that shall be accessible by mobile technology for parents to have access to educational information and access to student data. Any person or entity that makes a gift, bequest, or donation to the fund may specify the district that shall be the recipient of such gift, bequest, or donation.

- 2. The state treasurer shall be custodian of the fund. In accordance with sections 30.170 and 30.180, the state treasurer may approve disbursements of public moneys in accordance with distribution requirements and procedures developed by the department of elementary and secondary education and shall make disbursements of private funds according to the directions of the donor. If the donor did not specify how the private funds were to be disbursed, the state treasurer shall contact the donor to determine the manner of disbursement. The fund shall be a dedicated fund and, upon appropriation, moneys in the fund shall be used solely for the administration of this section.
- 3. Notwithstanding the provisions of section 33.080 to the contrary, any moneys remaining in the fund at the end of the biennium shall not revert to the credit of the general revenue fund.
- 4. The state treasurer shall invest moneys in the fund in the same manner as other funds are invested. Any interest and moneys earned on such investments shall be credited to the fund.

171.031. 1. Each school board shall prepare annually a calendar for the school term, specifying the opening date and providing a minimum term of at least one hundred seventy-four days for schools with a five-day school week or one hundred forty-two days for schools with a four-day school week, and one thousand forty-four hours of actual pupil attendance. In addition, such calendar shall include six make-up days for possible loss of attendance due to inclement weather as defined in subsection 1 of section 171.033.

- 2. Each local school district may set its opening date each year, which date shall be no earlier than ten calendar days prior to the first Monday in September. No public school district shall select an earlier start date unless the district follows the procedure set forth in subsection 3 of this section.
- 3. A district may set an opening date that is more than ten calendar days prior to the first Monday in September only if the local school board first gives public notice of a public meeting to discuss the proposal of opening school on a date more than ten days prior to the first Monday in September, and the local school board holds said meeting and, at the same public meeting, a majority of the board votes to allow an earlier opening date. If all of the previous conditions are met, the district may set its opening date more than ten calendar days prior to the first Monday in September. The condition provided in this subsection must be satisfied by the local school board each year that the board proposes an opening date more than ten days before the first Monday in September.
 - 4. If any local district violates the provisions of this

- 1 section, the department of elementary and secondary education
- 2 shall withhold an amount equal to one quarter of the state
- 3 funding the district generated under section 163.031 for each
- 4 date the district was in violation of this section.

for one academic year only.

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- 5 5. The provisions of subsections 2 to 4 of this section 6 shall not apply to school districts in which school is in session 7 for twelve months of each calendar year.
- 6. The state board of education may grant an exemption from this section to a school district that demonstrates highly unusual and extenuating circumstances justifying exemption from the provisions of subsections 2 to 4 of this section. Any exemption granted by the state board of education shall be valid
- 7. No school day for schools with a five-day school week shall be longer than seven hours except for:
 - (1) Vocational schools which may adopt an eight-hour day in a metropolitan school district and a school district in a first class county adjacent to a city not within a county, and any school that adopts a four-day school week in accordance with section 171.029; and
 - (2) A school district that increases the length of the school day or the number of required hours by following the procedure established in subsection 8 of this section.
 - 8. The school board of any district in this state that has been classified as unaccredited or provisionally accredited by the state board of education or that is accredited but has a three-year average annual performance report score consistent with a classification of unaccredited or provisionally accredited

1 may increase the length of the school day upon adoption of a resolution by a majority vote to authorize such action. Such a school district may also increase the annual hours of instruction above the required number of hours in subsection 1 of this section by the adoption of a resolution by a majority vote to authorize such action. The school board of any district in this state that operates an attendance center that has been classified as unaccredited or provisionally accredited by the state board of education may increase the length of the school day for said attendance center upon adoption of a resolution by a majority vote to authorize such action. Such a school district may also increase the annual hours of instruction of any unaccredited or provisionally accredited attendance center above the required number of hours in subsection 1 of this section by the adoption of a resolution by a majority vote to authorize such action. 9. (1) There is hereby created in the state treasury the

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- "Extended Learning Time Fund". The fund shall consist of any moneys that may be appropriated by the general assembly from general revenue to such fund, any moneys paid into the state treasury and required by law to be credited to such fund, and any gifts, bequests, or public or private donations to such fund.
- The state treasurer shall be custodian of the fund. In accordance with sections 30.170 and 30.180, the state treasurer may approve disbursements in accordance with distribution requirements and procedures developed by the department of elementary and secondary education. The fund shall be a dedicated fund and, upon appropriation, moneys in the fund shall be used solely for the administration of subsection 8 of this

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- 2 (3) Notwithstanding the provisions of section 33.080 to the
 3 contrary, any moneys remaining in the fund at the end of the
 4 biennium shall not revert to the credit of the general revenue
 5 fund.
 - (4) The state treasurer shall invest moneys in the fund in the same manner as other funds are invested. Any interest and moneys earned on such investments shall be credited to the fund.

210.861. 1. When the tax prescribed by section 210.860 or section 67.1775 is established, the governing body of the city or county or city not within a county shall appoint a board of directors consisting of nine members, who shall be residents of the city or county or city not within a county. All board members shall be appointed to serve for a term of three years, except that of the first board appointed, three members shall be appointed for one-year terms, three members for two-year terms and three members for three-year terms. Board members may be reappointed. In a city not within a county, or any county of the first classification with a charter form of government with a population not less than nine hundred thousand inhabitants, or any county of the first classification with a charter form of government with a population not less than two hundred thousand inhabitants and not more than six hundred thousand inhabitants, or any noncharter county of the first classification with a population not less than one hundred seventy thousand and not more than two hundred thousand inhabitants, or any noncharter county of the first classification with a population not less than eighty thousand and not more than eighty-three thousand

inhabitants, or any third classification county with a population not less than twenty-eight thousand and not more than thirty thousand inhabitants, or any county of the third classification with a population not less than nineteen thousand five hundred and not more than twenty thousand inhabitants the members of the community mental health board of trustees appointed pursuant to the provisions of sections 205.975 to 205.990 shall be the board members for the community children's services fund. The directors shall not receive compensation for their services, but may be reimbursed for their actual and necessary expenses.

- 2. The board shall elect a chairman, vice chairman, treasurer, and such other officers as it deems necessary for its membership. Before taking office, the treasurer shall furnish a surety bond, in an amount to be determined and in a form to be approved by the board, for the faithful performance of his or her duties and faithful accounting of all moneys that may come into his or her hands. The treasurer shall enter into the surety bond with a surety company authorized to do business in Missouri, and the cost of such bond shall be paid by the board of directors. The board shall administer and expend all funds generated pursuant to section 210.860 or section 67.1775 in a manner consistent with this section.
 - 3. The board may contract with public or not-for-profit agencies licensed or certified where appropriate to provide qualified services and may place conditions on the use of such funds. The board shall reserve the right to audit the expenditure of any and all funds. The board and any agency with which the board contracts may establish eligibility standards for

the use of such funds and the receipt of services. No member of the board shall serve on the governing body, have any financial interest in, or be employed by any agency which is a recipient of funds generated pursuant to section 210.860 or section 67.1775.

- 4. Revenues collected and deposited in the community children's services fund may be expended for the purchase of the following services:
- (1) Up to thirty days of temporary shelter for abused, neglected, runaway, homeless or emotionally disturbed youth; respite care services; and services to unwed mothers;
- (2) Outpatient chemical dependency and psychiatric treatment programs; counseling and related services as a part of transitional living programs; home-based and community-based family intervention programs; unmarried parent services; crisis intervention services, inclusive of telephone hotlines; and prevention programs which promote healthy lifestyles among children and youth and strengthen families;
- (3) Individual, group, or family professional counseling and therapy services; psychological evaluations; and mental health screenings.
- 5. Revenues collected and deposited in the community children's services fund may not be expended for inpatient medical, psychiatric, and chemical dependency services, or for transportation services.
- 6. (1) In fiscal years 2018 and any fiscal year thereafter, in any county with a charter form of government and with more than nine hundred fifty thousand inhabitants that contains all or any portion of a school district that has been

1 designated as unaccredited or provisionally accredited by the state board of education, up to five percent of the community 2 3 children's services fund's yearly revenues, based on the total 4 dollar amount needed to provide services as determined by a needs 5 assessment, shall be devoted to a grant program that delivers 6 services directly to schools in such districts according to the 7 procedure in this subsection. The president of the school board 8 shall notify the board of directors within five business days 9 after such designation. The board shall, in its budget process 10 for the following fiscal year, ensure that the total amount of funds needed to provide services based on the needs assessment is 11 12 allocated according to this subsection, not to exceed five 13 percent of the fund's yearly revenues. If the total amount of 14 funds needed to provide such services exceeds five percent of the 15 fund's yearly revenues, the funds shall be distributed in an 16 order based on the greatest need for each district. Any moneys 17 distributed from the fund to a district shall be subject to an 18 annual audit.

(2) The board shall undertake a needs assessment for any such school district within ninety days after receipt of the notice under this subsection. The needs assessment shall be used as a basis for comprehensive mental health wraparound services delivery for which the board shall contract as provided under subsection 3 of this section.

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(3) The board shall appoint one of its members to a direct school service coordinating committee, which is hereby created.

The board may appoint an additional one of its members to serve as an ex officio member. The board shall appoint a social worker

- 1 to the committee. The school board of each affected district
- 2 shall appoint two parents with a child enrolled in a public
- 3 school in the district based on school district identification
- 4 numbers from the department of elementary and secondary
- 5 education, rotating year to year from highest number to lowest
- 6 number. The school board of each affected district shall appoint
- 7 a school services staff member. The superintendent of each
- 8 affected district shall serve on the committee. An additional
- 9 member from each affected district may be appointed to serve as
- 10 an ex officio member.
- 11 (4) The direct school service coordinating committee shall
- 12 provide recommendations and oversight to the program of
- contracted services under this subsection.
- 14 (5) If an additional district becomes unaccredited or
- provisionally accredited in the service area of the children's
- 16 services fund, the general assembly shall review the percentage
- of revenue dedicated to the grant program for a possible
- 18 increase.
- 19 Section 1. If any provision of this act, or the application
- thereof to anyone or to any circumstances is held invalid, the
- 21 remainder of the provisions of this act and the application of
- 22 such provisions to others or other circumstances shall not be
- affected thereby.
- 24 Section B. Because of the importance of improving and
- 25 sustaining Missouri's elementary and secondary education system
- and establishing standards for student transfers to school
- 27 districts, the repeal and reenactment of sections 160.410,
- 28 160.415, 162.081, 163.021, 163.036, 167.121, 167.131, 171.031,

- 1 and 210.861 and the enactment of sections 161.087, 161.238,
- 2 161.1000, 162.1303, 162.1305, 162.1310, 162.1313, 167.127,
- 3 167.642, 167.685, 167.688, 167.825, 167.826, 167.827, 167.828,
- 4 167.829, 167.848, 167.890, 170.320, and 1 of this act is deemed
- 5 necessary for the immediate preservation of the public health,
- 6 welfare, peace, and safety, and is hereby declared to be an
- 7 emergency act within the meaning of the constitution, and the
- 8 repeal and reenactment of sections 160.410, 160.415, 162.081,
- 9 163.021, 163.036, 167.121, 167.131, 171.031, and 210.861 and the
- 10 enactment of sections 161.087, 161.238, 161.1000, 162.1303,
- 11 162.1305, 162.1310, 162.1313, 167.127, 167.642, 167.685, 167.688,
- 12 167.825, 167.826, 167.827, 167.828, 167.829, 167.848, 167.890,
- 13 170.320, and 1 of this act shall be in full force and effect upon
- its passage and approval.