## FIRST REGULAR SESSION HOUSE COMMITTEE SUBSTITUTE FOR HOUSE BILL NOS. 842 & 831

## 93RD GENERAL ASSEMBLY

Reported from the Committee on Elementary and Secondary Education April 26, 2005 with recommendation that the House Committee Substitute for House Bill Nos. 842 & 831 Do Pass. Referred to the Committee on Rules pursuant to Rule 25(26)(f).

STEPHEN S. DAVIS, Chief Clerk

2135L.03C

## AN ACT

To repeal sections 160.400, 160.405, 160.410, 160.415, 160.420, and 167.349, RSMo, and to enact in lieu thereof six new sections relating to charter schools.

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

Section A. Sections 160.400, 160.405, 160.410, 160.415, 160.420, and 167.349, RSMo, 2 are repealed and six new sections enacted in lieu thereof, to be known as sections 160.400, 3 160.405, 160.410, 160.415, 160.420, and 167.349, to read as follows:

160.400. 1. A charter school is an independent[, publicly supported] **public** school.

2. Except as otherwise provided in this section, charter schools may be operated only

3 in a metropolitan school district or in an urban school district containing most or all of a city with
4 a population greater than three hundred fifty thousand inhabitants and may be sponsored by any
5 of the following:

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(1) The school board of the district;

7 (2) A public four-year college or university with its primary campus in the school district 8 or in a county adjacent to the county in which the district is located, with an approved teacher 9 education program that meets regional or national standards of accreditation; [or]

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(3) A community college located in the district; or

11 (4) Any private four-year college or university with its primary campus located in 12 the standard metropolitan statistical area of a district in which charter schools are

13 permitted, an enrollment of at least one thousand students, and with an approved teacher

14 preparation program.

EXPLANATION — Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.

15 3. [A maximum of five percent of the school buildings currently in use for instructional 16 purposes in a district may be converted to charter schools. This limitation does not apply to vacant buildings or buildings not used for instructional purposes.] The mayor of a city not 17 18 within a county may request a sponsor under subdivision (2), (3), or (4) of subsection 2 of 19 this section to consider sponsoring a workplace charter school, which is defined for 20 purposes of sections 160.400 to 160.420 as a public charter school with the ability to target 21 a specific student population in a particular business district or with a particular business 22 partner. Eligible students for such a school shall be students who are residents of the 23 district and students eligible to attend schools in the district through a voluntary 24 interdistrict transfer program under section 162.1060, RSMo.

4. No sponsor shall receive from an applicant for a charter school any fee of any type for
the consideration of a charter, nor may a sponsor condition its consideration of a charter on the
promise of future payment of any kind.

5. The charter school shall be a Missouri nonprofit corporation incorporated pursuant to chapter 355, RSMo. The charter provided for herein shall constitute a contract between the sponsor and the charter school.

6. As a nonprofit corporation incorporated pursuant to chapter 355, RSMo, the charter school shall select the method for election of officers pursuant to section 355.326, RSMo, based on the class of corporation selected. Meetings of the governing board of the charter school shall be subject to the provisions of sections 610.010 to 610.030, RSMo, the open meetings law.

7. A sponsor of a charter school, its agents and employees are not liable for any acts or
omissions of a charter school that it sponsors, including acts or omissions relating to the charter
submitted by the charter school, the operation of the charter school and the performance of the
charter school.

39 8. A charter school may affiliate with a four-year college or university, including a 40 private college or university, or a community college as otherwise specified in subsection 2 of 41 this section when its charter is granted by a sponsor other than such college, university or 42 community college. Affiliation status recognizes a relationship between the charter school and 43 the college or university for purposes of teacher training and staff development, curriculum and 44 assessment development, use of physical facilities owned by or rented on behalf of the college 45 or university, and other similar purposes. The primary campus of the college or university must be located within the county in which the school district lies wherein the charter school is located 46 47 or in a county adjacent to the county in which the district is located. A university, college or 48 community college may not charge or accept a fee for affiliation status.

9. The expenses associated with sponsorship of charter schools shall be defrayed
by the department retaining one and five-tenths percent of the amount of state and local

51 funding allocated to the charter school under section 160.415, not to exceed one hundred

52 twenty-five thousand dollars, adjusted for inflation. The department of elementary and

53 secondary education shall remit the retained funds for each charter school to the school's

54 sponsor, provided the sponsor remains in good standing by fulfilling its sponsorship 55 obligations under sections 160.400 to 160.420 with regard to each charter school it 56 sponsors.

57 **10.** No university, college or community college shall grant a charter to a nonprofit 58 corporation if an employee of the university, college or community college is a member of the 59 corporation's board of directors.

11. No sponsor shall grant a charter under sections 160.400 to 160.420 without ensuring that a criminal background check and child abuse registry check are conducted for all members of the governing board of the charter schools or the incorporators of the charter school if initial directors are not named in the articles of incorporation, nor shall a sponsor renew a charter without ensuring a criminal background check and child abuse registry check are conducted for each member of the governing board of the charter school.

67 12. No member of the governing board of a charter school shall hold any office or 68 employment from the board or the charter school while serving as a member, nor shall the 69 member have any substantial interest, as defined in section 105.450, RSMo, in any entity 70 employed by or contracting with the board. No board member shall be an employee of a company that provides substantial services to the charter school. All members of the 71 72 governing board of the charter school shall be considered decision-making public servants 73 as defined in section 105.450, RSMo, for the purposes of the financial disclosure 74 requirements contained in sections 105.483, 105.485, 105.487, and 105.489, RSMo.

75 13. A sponsor shall provide timely submission to the state board of education all 76 data necessary to demonstrate that the sponsor is in material compliance with all 77 requirements of sections 160.400 to 160.420.

78 14. The state board of education shall ensure each sponsor is in compliance with 79 all requirements under sections 160.400 to 160.420 for each charter school sponsored by 80 any sponsor. The state board shall notify each sponsor of the standards for sponsorship 81 of charter schools, delineating both what is mandated by statute and what best practices 82 dictate. The state board, after a public hearing, may require remedial action for a sponsor 83 that it finds has not fulfilled its obligations of sponsorship, such remedial actions including 84 withholding the sponsor's funding and suspending for a period of up to one year the 85 sponsor's authority to sponsor a school that it currently sponsors or to sponsor any additional school. If the state board removes the authority to sponsor a currently 86

operating charter school, the state board shall become the interim sponsor of the school for 87

#### 88 a period of up to three years until the school finds a new sponsor or until the charter

#### 89 contract period lapses.

160.405. 1. A person, group or organization seeking to establish a charter school shall submit the proposed charter, as provided in this section, to a sponsor. If the sponsor is not a 2 school board, the applicant shall give a copy of its application to the school board of the district 3 in which the charter school is to be located, when and to the state board of education, within 4 5 five business days of the date the application is filed with the proposed sponsor. The school board may file objections with the proposed sponsor, and, if a charter is granted, the school board 6 may file objections with the state board of education. The charter shall include a mission 7 statement for the charter school, a description of the charter school's organizational structure and 8 9 bylaws of the governing body, which will be responsible for the policy and operational decisions of the charter school, a financial plan for the first three years of operation of the charter school 10 including provisions for annual audits, a description of the charter school's policy for securing 11 personnel services, its personnel policies, personnel qualifications, and professional development 12 plan, a description of the grades or ages of students being served, the school's calendar of 13 operation, which shall include at least the equivalent of a full school term as defined in section 14 15 160.011, and an outline of criteria specified in this section designed to measure the effectiveness 16 of the school. The charter shall also state:

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(1) The educational goals and objectives to be achieved by the charter school;

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(2) A description of the charter school's educational program and curriculum;

19 (3) The term of the charter, which shall be not less than five years, nor greater than ten 20 years and shall be renewable;

21 (4) A description of the charter school's pupil performance standards, which must meet 22 the requirements of subdivision (6) of subsection 5 of this section. The charter school program 23 must be designed to enable each pupil to achieve such standards; [and]

24 (5) A description of the governance and operation of the charter school, including the 25 nature and extent of parental, professional educator, and community involvement in the governance and operation of the charter school; and 26

27 (6) A description of the charter school's policies on student discipline and student admission, which shall include a statement, where applicable, of the validity of attendance 28 29 of students who do not reside in the district but who may be eligible to attend under the 30 terms of judicial settlements.

2. Proposed charters shall be subject to the following requirements:

32 (1) A charter may be approved when the sponsor determines that the requirements of this 33 section are met and determines that the applicant is sufficiently qualified to operate a charter

school. The sponsor's decision of approval or denial shall be made within [sixty] ninety days
of the filing of the proposed charter;

36 (2) If the charter is denied, the proposed sponsor shall notify the applicant in writing as
37 to the reasons for its denial and forward a copy to the state board of education within five
38 business days following the denial;

39 (3) If a proposed charter is denied by a sponsor, the proposed charter may be submitted 40 to the state board of education, along with the sponsor's written reasons for its denial. If the state 41 board determines that the applicant meets the requirements of this section, that the applicant 42 is sufficiently qualified to operate the charter school, and that granting a charter to the 43 applicant would be likely to provide educational benefit to the children of the district, the state board may grant a charter and act as sponsor of the charter school. The state board shall 44 45 review the proposed charter and make a determination of whether to deny or grant the 46 proposed charter within sixty days of receipt of the proposed charter, provided that any 47 charter to be considered by the state board of education under this subdivision shall be 48 submitted no later than March first prior to the school year in which the charter school 49 intends to begin operations. The state board of education shall notify the applicant in 50 writing as the reasons for its denial, if applicable; and

51 (4) The sponsor of a charter school shall give priority to charter school applicants that 52 propose a school oriented to high-risk students and to the reentry of dropouts into the school 53 system. If a sponsor grants three or more charters, at least one-third of the charters granted by 54 the sponsor shall be to schools that actively recruit dropouts or high-risk students as their student body and address the needs of dropouts or high-risk students through their proposed mission, 55 curriculum, teaching methods, and services. For purposes of this subsection, a "high-risk" 56 57 student is one who is at least one year behind in satisfactory completion of course work or 58 obtaining credits for graduation, pregnant or a parent, homeless or has been homeless sometime within the preceding six months, has limited English proficiency, has been suspended from 59 60 school three or more times, is eligible for free or reduced price school lunch, or has been 61 referred by the school district for enrollment in an alternative program. "Dropout" shall be 62 defined through the guidelines of the school core data report. The provisions of this subsection 63 do not apply to charters sponsored by the state board of education.

64 3. If a charter is approved by a sponsor, [it] the charter application shall be submitted 65 to the state board of education [which], along with a statement of finding that the application 66 meets the requirements of sections 160.400 to 160.420 and section 167.439, RSMo, and a 67 monitoring plan under which the charter sponsor will evaluate the academic performance 68 of students enrolled in the charter school. The state board of education may, within 69 [forty-five] sixty days, disapprove the granting of the charter. The state board of education may

disapprove a charter [only] on grounds that the application fails to meet the requirements of 70

71 sections 160.400 to 160.420 and section 167.349, RSMo, or that a charter sponsor previously

- 72 failed to meet the statutory responsibilities of a charter sponsor.
- 73 4. Any disapproval of a charter pursuant to subsection 3 of this section shall be subject 74 to judicial review pursuant to chapter 536, RSMo.
  - 5. A charter school shall, as provided in its charter:
- 76 (1) Be nonsectarian in its programs, admission policies, employment practices, and all 77 other operations;
- 78 (2) Comply with laws and regulations of the state, county, or city relating to health, 79 safety, and state minimum educational standards, as specified by the state board of education, 80 including the requirements relating to student discipline under sections 160.261, 167.161, 81 167.164, and 167.171, RSMo, notification of criminal conduct to law enforcement 82 authorities under sections 167.115 to 167.117, RSMo, academic assessment under section 83 160.518, transmittal of school records under section 167.020, RSMo, and the minimum 84 number of school days and hours required under section 160.041;

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- 85 (3) Except as provided in sections 160.400 to 160.420, be exempt from all laws and rules 86 relating to schools, governing boards and school districts;
- 87 (4) Be financially accountable, use practices consistent with the Missouri financial 88 accounting manual, provide for an annual audit by a certified public accountant, publish audit 89 reports and annual financial reports as provided in chapter 165, RSMo, provided that the annual financial report may be published on the secretary of state's Internet web site in 90 91 addition to other publishing requirements, and provide liability insurance to indemnify the 92 school, its board, staff and teachers against tort claims. A charter school that receives local 93 educational agency status under subsection 6 of this section shall meet the requirements 94 imposed by the Elementary and Secondary Education Act for audits of such agencies. For 95 purposes of an audit by petition under section 29.230, RSMo, a charter school shall be 96 treated as a political subdivision on the same terms and conditions as the school district in 97 which it is located. For the purposes of securing such insurance, a charter school shall be 98 eligible for the Missouri public entity risk management fund pursuant to section 537.700, RSMo. 99 A charter school that incurs debt must include a repayment plan in its financial plan;
- 100 (5) Provide a comprehensive program of instruction for at least one grade or age group from kindergarten through grade twelve, which may include early childhood education if funding 101 102 for such programs is established by statute, as specified in its charter;
- 103 (6) (a) Design a method to measure pupil progress toward the pupil academic standards 104 adopted by the state board of education pursuant to section 160.514, collect baseline data during 105 at least the first three years for determining how the charter school is performing and to the

extent applicable, participate in the statewide system of assessments, comprised of the essential 106 107 skills tests and the nationally standardized norm-referenced achievement tests, as designated by 108 the state board pursuant to section 160.518, complete and distribute an annual report card as 109 prescribed in section 160.522, which shall also include a statement that background checks 110 have been completed on the charter school's board members, report to its sponsor, the local 111 school district, and the state board of education as to its teaching methods and any educational 112 innovations and the results thereof, and provide data required for the study of charter schools 113 pursuant to subsection 3 of section 160.410. No charter school will be considered in the Missouri school improvement program review of the district in which it is located for the 114 115 resource or process standards of the program.

(b) For proposed high risk or alternative charter schools, sponsors shall approve 116 117 performance measures based on mission, curriculum, teaching methods, and services. 118 Sponsors shall also approve comprehensive academic and behavioral measures to 119 determine whether students are meeting performance standards on a different time frame 120 as specified in that school's charter. Student performance shall be assessed comprehensively to determine whether a high risk or alternative charter school has 121 122 documented adequate student progress. Student performance shall be based on sponsor-123 approved comprehensive measures as well as standardized public school measures. 124 Annual presentation of charter school report card data to the department of elementary 125 and secondary education, the state board, and the public shall include comprehensive 126 measures of student progress.

(c) Nothing in this paragraph shall be construed as permitting a charter school to be held
to lower performance standards than other public schools within a district; however, the charter
of a charter school may permit students to meet performance standards on a different time frame
as specified in its charter;

131 (7) Assure that the needs of special education children are met in compliance with all132 applicable federal and state laws and regulations;

(8) Provide along with any request for review by the state board of education thefollowing:

(a) Documentation that the applicant has provided a copy of the application to the
school board of the district in which the charter school is to be located, except in those
circumstances where the school district is the sponsor of the charter school; and

(b) A statement outlining the reasons for approval or disapproval by the sponsor,
 specifically addressing the requirements of sections 160.400 to 160.420.

6. The charter of a charter school may be amended at the request of the governing bodyof the charter school and on the approval of the sponsor. The sponsor and the governing board

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142 and staff of the charter school shall jointly review the school's performance, management and 143 operations at least once every two years or at any point where the operation or management 144 of the charter school is changed or transferred to another entity, either public or private. 145 The governing board of a charter school may amend the charter, if the sponsor approves 146 such amendment, or the sponsor and the governing board may reach an agreement in 147 writing to reflect the charter school's decision to become a local educational agency for the 148 sole purpose of seeking direct access to federal grants. In such case the sponsor shall give 149 the department of elementary and secondary education ninety days' written notice prior 150 to the effective date of such agreement. The department shall identify and furnish a list 151 of its regulations that pertain to local educational agencies to such schools within thirty 152 days of receiving such notice.

153 7. (1) A sponsor may revoke a charter at any time if the charter school commits a serious 154 breach of one or more provisions of its charter or on any of the following grounds: failure to 155 meet academic performance standards as set forth in its charter, failure to meet generally 156 accepted standards of fiscal management, failure to provide information necessary to confirm 157 compliance with all provisions of the charter and sections 160.400 to 160.420 within forty-158 five days following receipt of written notice requesting such information, or violation of law. 159 (2) The sponsor may place the charter school on probationary status to allow the 160 implementation of a remedial plan, which may require a change of methodology, a change 161 in leadership, or both, after which, if such plan is unsuccessful, the charter may be revoked. 162 (3) At least sixty days before acting to revoke a charter, the sponsor shall notify the

163 [board of directors] **governing board** of the charter school of the proposed action in writing. 164 The notice shall state the grounds for the proposed action. The school's [board of directors] 165 **governing board** may request in writing a hearing before the sponsor within two weeks of 166 receiving the notice.

(4) The sponsor of a charter school shall establish procedures to conduct administrative
hearings upon determination by the sponsor that grounds exist to revoke a charter. Final
decisions of a sponsor from hearings conducted pursuant to this subsection are subject to judicial
review pursuant to chapter 536, RSMo.

(5) A termination shall be effective only at the conclusion of the school year, unless the
sponsor determines that continued operation of the school presents a clear and immediate threat
to the health and safety of the children.

(6) A charter sponsor shall make available the school accountability report card
 information as provided under section 160.522 and the results of the academic monitoring
 required under subsection 3 of this section.

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177 8. A sponsor shall take all reasonable steps necessary to confirm that each charter 178 school sponsored by such sponsor is in material compliance and remains in material 179 compliance with all material provisions of the charter and sections 160.400 to 160.420. 180 Every charter school shall provide all information necessary to confirm ongoing 181 compliance with all provisions of its charter and sections 160.400 to 160.420 in a timely 182 manner to its sponsor.

183 9. A school district may enter into a lease with a charter school for physical facilities.
184 [A charter school may not be located on the property of a school district unless the district
185 governing board agrees.]

186 [9.] **10.** A governing board or a school district employee who has control over personnel 187 actions shall not take unlawful reprisal against another employee at the school district because 188 the employee is directly or indirectly involved in an application to establish a charter school. A 189 governing board or a school district employee shall not take unlawful reprisal against an 190 educational program of the school or the school district because an application to establish a 191 charter school proposes the conversion of all or a portion of the educational program to a charter 192 school. As used in this subsection, "unlawful reprisal" means an action that is taken by a 193 governing board or a school district employee as a direct result of a lawful application to 194 establish a charter school and that is adverse to another employee or an educational program.

195 **11.** Charter school board members shall be subject to the same liability for acts 196 while in office as if they were regularly and duly elected members of school boards in any 197 other public school district in this state. The governing board of a charter school may 198 participate, to the same extent as a school board, in the Missouri public entity risk 199 management fund in the manner provided under sections 537.700 to 537.756, RSMo.

12. Any entity, either public or private, operating, administering, or otherwise
 managing a charter school shall be considered a quasi-public governmental body and
 subject to the provisions of sections 610.010 to 610.035, RSMo.

203 13. The chief financial officer of a charter school shall maintain a surety bond in 204 an amount determined by the sponsor to be adequate based on the cash flow of the school.

160.410. 1. A charter school shall enroll all pupils resident in the district in which it
operates [or], eligible to attend a district's school under an urban voluntary transfer program, or
in the case of a workplace charter school, whose parent is employed in the business district
or at the business site who submit a timely application, unless the number of applications
exceeds the capacity of a program, class, grade level or building. If capacity is insufficient to
enroll all pupils who submit a timely application, the charter school shall have an admissions

7 process that assures all applicants of an equal chance of gaining admission except that:

8 (1) A charter school may establish a geographical area around the school whose residents 9 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 10 preferences conform to policies and guidelines established by the state board of education; and 11

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(2) A charter school may also give a preference for admission of children whose siblings 13 attend the school or whose parents are employed at the school or in the case of a workplace 14 charter school, a child whose parent is employed in the business district or at the business 15 site of such school.

16 2. A charter school shall not limit admission based on race, ethnicity, national origin, 17 disability, gender, income level, proficiency in the English language or athletic ability, but may 18 limit admission to pupils within a given age group or grade level.

19 3. The department of elementary and secondary education shall commission a study of 20 the performance of students at each charter school in comparison with a comparable group and 21 a study of the impact of charter schools upon the districts in which they are located, to be 22 conducted by a contractor selected through a request for proposal. The department of elementary 23 and secondary education shall reimburse the contractor from funds appropriated by the general 24 assembly for the purpose. The study of a charter school's student performance in relation to a 25 comparable group shall be designed to provide information that would allow parents and 26 educators to make valid comparisons of academic performance between the charter school's 27 students and a group of students comparable to the students enrolled in the charter school. The 28 impact study shall be undertaken every two years to determine the effect of charter schools on 29 education stakeholders in the districts where charter schools are operated. The impact study may 30 include, but is not limited to, determining if changes have been made in district policy or procedures attributable to the charter school and to perceived changes in attitudes and 31 32 expectations on the part of district personnel, school board members, parents, students, the 33 business community and other education stakeholders. The department of elementary and 34 secondary education shall make the results of the studies public and shall deliver copies to the 35 governing boards of the charter schools, the sponsors of the charter schools, the school board and 36 superintendent of the districts in which the charter schools are operated.

37 4. A charter school shall make available for public inspection, and provide upon 38 request, to the parent, guardian, or other custodian of any school-age pupil resident in the 39 district in which the school is located, the following information:

40 (1) The school's charter:

41 (2) The school's most recent annual report card published according to section 160.522; and 42

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- (3) The results of background checks on the charter school's board members.

# The charter school may charge reasonable fees for furnishing copies of documents under this subsection.

160.415. 1. For the purposes of calculation and distribution of state school aid under section 163.031, RSMo, pupils enrolled in a charter school shall be included in the pupil 2 3 enrollment of the school district within which each pupil resides. Each charter school shall report the names, addresses, and eligibility for free or reduced-price lunch or other categorical 4 aid, of pupils resident in a school district who are enrolled in the charter school to the school 5 6 district in which those pupils reside and to the state department of elementary and secondary 7 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 8 9 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 equalized, adjusted operating levy for school purposes for the pupils' district of residence for the current year times the guaranteed tax base per eligible pupil, as defined in section 163.011, RSMo, times the number of the district's resident pupils attending the charter school plus all other state aid attributable to such pupils, including summer school, if applicable, and all aid provided pursuant to section 163.031, RSMo.

(2) The district of residence of a pupil attending a charter school shall also pay to thecharter 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 yearenrollment for a pupil.

[(4) A school district] (5) The department of elementary and secondary education shall pay the amounts due pursuant to this subsection as the disbursal agent [and no later than twenty days following receipt of any such funds] within five days of the required due date.

[(5) The per-pupil amount paid by a school district to a charter school shall be reduced by the amount per pupil determined by the state board of education to be needed by the district in the current year for repayment of leasehold revenue bonds obligated pursuant to a federal court desegregation action.]

33 3. A workplace charter school shall receive payment for each eligible pupil as 34 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, RSMo.

37 4. A charter school that has declared itself as a local educational agency shall 38 receive from the department of elementary and secondary education an annual amount 39 equal to the product of the equalized, adjusted operating levy for school purposes for the 40 pupils' district of residence for the current year times the guaranteed tax base per eligible 41 pupil, as defined in section 163.011, RSMo, times the number of the district's resident 42 pupils attending the charter school plus all other state and federal aid attributable to such 43 pupils, including summer school, if applicable, and all aid provided under section 163.031, RSMo. If a charter school declares itself as a local education agency, the department of 44 45 elementary and secondary education shall, upon notice of the declaration, reduce the 46 payment made to the school district by the amount specified in this subsection and pay 47 directly to the charter school the annual amount reduced from the school district's 48 payment.

49 5. If a school district fails to make timely payments of any amount for which it is the disbursal agent, the state department of elementary and secondary education shall authorize 50 payment to the charter school of the amount due pursuant to subsection 2 of this section and shall 51 52 deduct the same amount from the next state school aid apportionment to the owing school 53 district. If a charter school is paid more or less than the amounts due pursuant to subsection 2 54 of this section, the amount of overpayment or underpayment shall be adjusted [in its next 55 payment] equally in the next twelve payments by the school district or the department of elementary and secondary education, as appropriate. Any dispute between the school district and 56 57 a charter school as to the amount owing to the charter school shall be resolved by the department 58 of elementary and secondary education, and the department's decision shall be the final 59 administrative action for the purposes of review pursuant to chapter 536, RSMo. During the 60 period of dispute, the department of elementary and secondary education shall make every administrative and statutory effort to allow the continued education of children in their 61 62 current public charter school setting.

[4.] **6.** The charter school and a local school board may agree by contract for services to be provided by the school district to the charter school. The charter school may contract with any other entity for services. Such services may include but are not limited to food service, custodial service, maintenance, management assistance, curriculum assistance, media services and libraries and shall be subject to negotiation between the charter school and the local school board or other entity. Documented actual costs of such services shall be paid for by the charter school. [5.] 7. A charter school may enter into contracts with community partnerships and state
agencies acting in collaboration with such partnerships that provide services to children and their
families linked to the school.

[6.] 8. A charter school shall be eligible for transportation state aid pursuant to section
163.161, RSMo, 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.

[7.] 9. (1) The proportionate share of state and federal resources generated by students with disabilities or staff serving them shall be paid in full to charter schools enrolling those students by their school district where such enrollment is through a contract for services described in this section. The proportionate share of money generated under other federal or state categorical aid programs shall be directed to charter schools serving such students eligible for that aid.

82 (2) A charter school district shall provide the special services provided pursuant to 83 section 162.705, RSMo, and may provide the special services pursuant to a contract with a 84 school district or any provider of such services.

85 [8.] **10.** A charter school may not charge tuition, nor may it impose fees that a school 86 district is prohibited from imposing.

[9.] **11.** A charter school is authorized to incur debt in anticipation of receipt of funds. A charter school may also borrow to finance facilities and other capital items. A school district may incur bonded indebtedness or take other measures to provide for physical facilities and other capital items for charter schools that it sponsors or contracts with. Upon the dissolution of a charter school, any liabilities of the corporation will be satisfied through the procedures of chapter 355, RSMo.

[10.] 12. Charter schools shall not have the power to acquire property by eminentdomain.

[11.] **13.** The governing body of a charter school is authorized to accept grants, gifts or donations of any kind and to expend or use such grants, gifts or donations. A grant, gift or donation may not be accepted by the governing body if it is subject to any condition contrary to law applicable to the charter school or other public schools, or contrary to the terms of the charter.

160.420. 1. Any school district in which charter schools may be established under sections 160.400 to 160.420 shall establish a uniform policy which provides that if a charter school offers to retain the services of an employee of a school district, and the employee accepts a position at the charter school, [the contract between the charter school and the school district may provide that] an employee at the employee's option may remain an employee of the district and the charter school shall pay to the district the district's full costs of salary and benefits

7 provided to the employee. [A] The district's policy shall provide that any teacher who accepts 8 a position at a charter school and opts to remain an employee of the district retains such teacher's 9 permanent teacher status and retains such teacher's seniority rights in the district for three 10 years. The school district shall not be liable for any such employee's acts while an employee of 11 the charter school.

12 2. A charter school may employ noncertificated instructional personnel; provided that 13 no more than twenty percent of the full-time equivalent instructional staff positions at the school 14 are filled by noncertificated personnel. All [noncertified] noncertificated instructional 15 personnel shall be supervised by [certified] certificated instructional personnel. A charter school that has a foreign language immersion experience as its chief educational mission, 16 as stated in its charter, shall not be subject to the twenty percent requirement of this 17 subsection but shall ensure that any teachers whose duties include instruction given in a 18 19 foreign language have current valid credentials in the country in which such teacher 20 received his or her training and shall remain subject to the remaining requirements of this 21 subsection. The charter school shall ensure that all instructional employees of the charter school 22 have experience, training and skills appropriate to the instructional duties of the employee, and 23 the charter school shall ensure that a criminal background check and child abuse registry check 24 are conducted for each employee of the charter school prior to the hiring of the employee. The 25 charter school may not employ instructional personnel whose certificate of license to teach 26 has been revoked or is currently suspended by the state board of education. Appropriate experience, training and skills of noncertificated instructional personnel shall be determined 27 28 considering: 29 (1) Teaching certificates issued by another state or states;

- 30 (2) Certification by the National Standards Board;
- 31 (3) College degrees in the appropriate field;
- 32

(4) Evidence of technical training and competence when such is appropriate; and

33 (5) The level of supervision and coordination with certificated instructional staff.

34 3. Personnel employed by the charter school shall participate in the retirement system 35 of the school district in which the charter school is located, subject to the same terms, conditions, 36 requirements and other provisions applicable to personnel employed by the school district. For 37 purposes of participating in the retirement system, the charter school shall be considered to be 38 a public school within the school district, and personnel employed by the charter school shall be 39 public school employees. In the event of a lapse of the school district's corporate organization 40 as described in subsections 1 and 4 of section 162.081, RSMo, personnel employed by the 41 charter school shall continue to participate in the retirement system and shall do so on the same 42 terms, conditions, requirements and other provisions as they participated prior to the lapse.

43 4. The charter school and a local school board may agree by contract for services to be 44 provided by the school district to the charter school. The charter school may contract with any 45 other entity for services. Such services may include but are not limited to food service, custodial 46 service, maintenance, management assistance, curriculum assistance, media services and libraries 47 and shall be subject to negotiation between the charter school and the local school board or other 48 entity. Documented actual costs of such services shall be paid for by the charter school.

49 5. A charter school may enter into contracts with community partnerships and state
50 agencies acting in collaboration with such partnerships that provide services to children and their
51 families linked to the school.

6. A charter school shall be eligible for transportation state aid pursuant to section
163.161, RSMo, 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.

55 7. (1) The proportionate share of state and federal resources generated by students with 56 disabilities or staff serving them shall be paid in full to charter schools enrolling those students 57 by their school district where such enrollment is through a contract for services described in this 58 section. The proportionate share of money generated under other federal or state categorical aid 59 programs shall be directed to charter schools serving such students eligible for that aid.

60 (2) A charter school district shall provide the special services provided pursuant to 61 section 162.705, RSMo, and may provide the special services pursuant to a contract with a 62 school district or any provider of such services.

8. A charter school may not charge tuition, nor may it impose fees that a school districtis prohibited from imposing.

9. A charter school is authorized to incur debt in anticipation of receipt of funds. A charter school may also borrow to finance facilities and other capital items. A school district may incur bonded indebtedness or take other measures to provide for physical facilities and other capital items for charter schools that it sponsors or contracts with. Upon the dissolution of a charter school, any liabilities of the corporation will be satisfied through the procedures of chapter 355, RSMo.

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10. Charter schools shall not have the power to acquire property by eminent domain.

11. The governing body of a charter school is authorized to accept grants, gifts or donations of any kind and to expend or use such grants, gifts or donations. A grant, gift or donation may not be accepted by the governing body if it is subject to any condition contrary to law applicable to the charter school or other public schools, or contrary to the terms of the charter.

167.349. In any school district to which any provisions of sections 167.340 to 167.346 2 apply and in which district charter schools may be established pursuant to section 160.400,

- 3 RSMo, any state college or university which provides educational programs to any part of such
- 4 district and any campus of the state university located in a county of the third classification
- 5 may sponsor one or more charter schools pursuant to section 160.400, RSMo, and, in addition
- 6 to the purposes for which charter schools may be established pursuant to sections 160.400 to
- 7 160.420, RSMo, such charter schools may be established to emphasize remediation of reading
- 8 deficiencies.