#### FIRST REGULAR SESSION

# **SENATE BILL NO. 25**

## **100TH GENERAL ASSEMBLY**

INTRODUCED BY SENATOR SIFTON.

Pre-filed December 1, 2018, and ordered printed.

ADRIANE D. CROUSE, Secretary.

To repeal sections 160.410, 160.415, 162.081, 163.018, 167.131, 167.151, and 167.241, RSMo, and to enact in lieu thereof twelve new sections relating to elementary and secondary education, with an emergency clause for certain sections.

AN ACT

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

Section A. Sections 160.410, 160.415, 162.081, 163.018, 167.131, 167.151,

2 and 167.241, RSMo, are repealed and twelve new sections enacted in lieu thereof,

3 to be known as sections 160.410, 160.415, 162.081, 162.1323, 163.018, 167.131,

4 167.132, 167.151, 167.241, 167.890, 167.895, and 167.898, to read as follows:

160.410. 1. A charter school shall enroll:

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(1) All pupils resident in the district in which it operates;

3 (2) Nonresident pupils eligible to attend a district's school under an urban
4 voluntary transfer program;

5 (3) Nonresident pupils who transfer from an unaccredited district under 6 section [167.131] **167.895**, provided that the charter school is an approved 7 charter school, as defined in section [167.131] **167.895**, and subject to all other 8 provisions of section [167.131] **167.895**;

9 (4) In the case of a charter school whose mission includes student drop-out 10 prevention or recovery, any nonresident pupil from the same or an adjacent 11 county who resides in a residential care facility, a transitional living group home, 12 or an independent living program whose last school of enrollment is in the school 13 district where the charter school is established, who submits a timely application; 14 and

15 (5) In the case of a workplace charter school, any student eligible to 16 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.

22 2. If capacity is insufficient to enroll all pupils who submit a timely 23 application, the charter school shall have an admissions process that assures all 24 applicants of an equal chance of gaining admission and does not discriminate 25 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 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.

39 3. A charter school shall not limit admission based on race, ethnicity, national origin, disability, income level, proficiency in the English language or 4041 athletic ability, but may limit admission to pupils within a given age group or grade level. Charter schools may limit admission based on gender only when the 42school is a single-gender school. Students of a charter school who have been 43 enrolled for a full academic year shall be counted in the performance of the 44 charter school on the statewide assessments in that calendar year, unless 45otherwise exempted as English language learners. For purposes of this 46subsection, "full academic year" means the last Wednesday in September through 47the administration of the Missouri assessment program test without transferring 4849out of the school and re-enrolling.

50 4. A charter school shall make available for public inspection, and provide 51 upon request, to the parent, guardian, or other custodian of any school-age pupil 52 resident in the district in which the school is located the following information: 53 (1) The school's charter;

54 (2) The school's most recent annual report card published according to 55 section 160.522;

56 (3) The results of background checks on the charter school's board 57 members; and

(4) If a charter school is operated by a management company, a copy of the written contract between the governing board of the charter school and the educational management organization or the charter management organization for services. The charter school may charge reasonable fees, not to exceed the rate specified in section 610.026 for furnishing copies of documents under this subsection.

5. When a student attending a charter school who is a resident of the school district in which the charter school is located moves out of the boundaries of such school district, the student may complete the current semester and shall be considered a resident student. The student's parent or legal guardian shall be responsible for the student's transportation to and from the charter school.

69 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 70under section 162.081, including attachment of a school district's territory to 7172another district or dissolution, such that a student attending a charter school 73prior to such change no longer resides in a school district in which the charter 74school is located, then the student may complete the current academic year at the charter school. The student shall be considered a resident student. The student's 75parent or legal guardian shall be responsible for the student's transportation to 7677 and from the charter school.

78 7. The provisions of sections 167.018 and 167.019 concerning foster 79 children's educational rights are applicable to charter schools.

160.415. 1. For the purposes of calculation and distribution of state school aid under section 163.031, pupils enrolled in a charter school shall be 2 3 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 4 free and reduced price lunch, special education, or limited English proficiency  $\mathbf{5}$ 6 status, as well as eligibility for categorical aid, of pupils resident in a school 7 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, 8 9 free and reduced price lunch count, special education pupil count, and limited

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10 English proficiency pupil count to the state department of elementary and 11 secondary education. Each charter school shall promptly notify the state 12 department of elementary and secondary education and the pupil's school district 13 when a student discontinues enrollment at a charter school.

14 2. Except as provided in subsections 3 and 4 of this section, the aid 15 payments for charter schools shall be as described in this subsection.

16 (1) A school district having one or more resident pupils attending a 17 charter school shall pay to the charter school an annual amount equal to the 18 product of the charter school's weighted average daily attendance and the state 19 adequacy target, multiplied by the dollar value modifier for the district, plus local 20 tax revenues per weighted average daily attendance from the incidental and 21 teachers' funds in excess of the performance levy as defined in section 163.011 22 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.

30 (4) The amounts provided pursuant to this subsection shall be prorated31 for partial year enrollment for a pupil.

32 (5) A school district shall pay the amounts due pursuant to this subsection 33 as the disbursal agent and no later than twenty days following the receipt of any 34 such funds. The department of elementary and secondary education shall pay the 35 amounts due when it acts as the disbursal agent within five days of the required 36 due date.

37 3. A workplace charter school shall receive payment for each eligible pupil 38 as provided under subsection 2 of this section, except that if the student is not a 39 resident of the district and is participating in a voluntary interdistrict transfer 40 program, the payment for such pupils shall be the same as provided under section 41 162.1060.

42 4. A charter school that has declared itself as a local educational agency 43 shall receive from the department of elementary and secondary education an 44 annual amount equal to the product of the charter school's weighted average daily 45 attendance and the state adequacy target, multiplied by the dollar value modifier

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for the district, plus local tax revenues per weighted average daily attendance 46 47from 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 48 a charter school declares itself as a local educational agency, the department of 49 elementary and secondary education shall, upon notice of the declaration, reduce 50the payment made to the school district by the amount specified in this 5152subsection and pay directly to the charter school the annual amount reduced from the school district's payment. 53

545. If a school district fails to make timely payments of any amount for 55which it is the disbursal agent, the state department of elementary and secondary 56education shall authorize payment to the charter school of the amount due 57pursuant to subsection 2 of this section and shall deduct the same amount from 58the next state school aid apportionment to the owing school district. If a charter 59school is paid more or less than the amounts due pursuant to this section, the amount of overpayment or underpayment shall be adjusted equally in the next 60 twelve payments by the school district or the department of elementary and 61 62 secondary education, as appropriate. Any dispute between the school district and a charter school as to the amount owing to the charter school shall be resolved by 63 64 the department of elementary and secondary education, and the department's decision shall be the final administrative action for the purposes of review 65 66 pursuant to chapter 536. During the period of dispute, the department of elementary and secondary education shall make every administrative and 67 68 statutory effort to allow the continued education of children in their current 69 public charter school setting.

706. 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 71school may contract with any other entity for services. Such services may include 72but are not limited to food service, custodial service, maintenance, management 73assistance, curriculum assistance, media services and libraries and shall be 74subject to negotiation between the charter school and the local school board or 75other entity. Documented actual costs of such services shall be paid for by the 76 77charter school.

78 7. In the case of a proposed charter school that intends to contract with 79 an education service provider for substantial educational services or management 80 services, the request for proposals shall additionally require the charter school 81 applicant to: (1) Provide evidence of the education service provider's success in serving
student populations similar to the targeted population, including demonstrated
academic achievement as well as successful management of nonacademic school
functions, if applicable;

(2) Provide a term sheet setting forth the proposed duration of the service
contract; roles and responsibilities of the governing board, the school staff, and
the service provider; scope of services and resources to be provided by the service
provider; performance evaluation measures and time lines; compensation
structure, including clear identification of all fees to be paid to the service
provider; methods of contract oversight and enforcement; investment disclosure;
and conditions for renewal and termination of the contract;

93 (3) Disclose any known conflicts of interest between the school governing94 board and proposed service provider or any affiliated business entities;

95 (4) Disclose and explain any termination or nonrenewal of contracts for
96 equivalent services for any other charter school in the United States within the
97 past five years;

98 (5) Ensure that the legal counsel for the charter school shall report99 directly to the charter school's governing board; and

(6) Provide a process to ensure that the expenditures that the education
service provider intends to bill to the charter school shall receive prior approval
of the governing board or its 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 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.

(2) A charter school shall provide the special services provided pursuantto section 162.705 and may provide the special services pursuant to a contract

118 with a school district or any provider of such services.

119 11. A charter school may not charge tuition or impose fees that a school 120 district is prohibited from charging or imposing, except that a charter school may 121 receive tuition payments from districts in the same or an adjoining county for 122 nonresident students who transfer to an approved charter school, as defined in 123 section [167.131] **167.895**, from an unaccredited district.

12412. A charter school is authorized to incur debt in anticipation of receipt 125of funds. A charter school may also borrow to finance facilities and other capital 126 items. A school district may incur bonded indebtedness or take other measures 127to provide for physical facilities and other capital items for charter schools that 128it sponsors or contracts with. Except as otherwise specifically provided in 129sections 160.400 to 160.425, upon the dissolution of a charter school, any 130 liabilities of the corporation will be satisfied through the procedures of chapter 355. A charter school shall satisfy all its financial obligations within twelve 131132months 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 133134school shall return any remaining state and federal funds to the department of elementary and secondary education for disposition as stated in subdivision (17) 135of subsection 1 of section 160.405. The department of elementary and secondary 136 education may withhold funding at a level the department determines to be 137138adequate during a school's last year of operation until the department determines 139that school records, liabilities, and reporting requirements, including a full audit, 140 are satisfied.

141 13. Charter schools shall not have the power to acquire property by 142 eminent domain.

143 14. The governing body of a charter school is authorized to accept grants, 144 gifts or donations of any kind and to expend or use such grants, gifts or 145 donations. A grant, gift or donation may not be accepted by the governing body 146 if it is subject to any condition contrary to law applicable to the charter school or 147 other public schools, or contrary to the terms of the charter.

162.081. 1. Whenever any school district in this state fails or refuses in 2 any school year to provide for the minimum school term required by section 3 163.021 or is classified unaccredited, the state board of education shall, upon a 4 district's initial classification or reclassification as unaccredited:

5 (1) Review the governance of the district to establish the conditions under6 which the existing school board shall continue to govern; or

7 (2) Determine the date the district shall lapse and determine an 8 alternative governing structure for the district.

9 2. If at the time any school district in this state shall be classified as unaccredited, the department of elementary and secondary education shall 10 conduct at least two public hearings at a location in the unaccredited school 11 district regarding the accreditation status of the school district. The hearings 12shall provide an opportunity to convene community resources that may be useful 13or necessary in supporting the school district as it attempts to return to 14 accredited status, continues under revised governance, or plans for continuity of 1516 educational services and resources upon its attachment to a neighboring 17district. The department may request the attendance of stakeholders and district 18 officials to review the district's plan to return to accredited status, if any; offer 19 technical assistance; and facilitate and coordinate community resources. Such 20hearings shall be conducted at least twice annually for every year in which the 21district remains unaccredited or provisionally accredited.

3. Upon classification of a district as unaccredited, the state board of education may:

(1) Allow continued governance by the existing school district board of
education under terms and conditions established by the state board of education;
or

27 (2) Lapse the corporate organization of all or part of the unaccredited28 district and:

29(a) Appoint a special administrative board for the operation of all or part 30 of the district. If a special administrative board is appointed for the operation of a part of a school district, the state board of education 3132shall determine an equitable apportionment of state and federal aid for the part of the district and the school district shall provide local 33 revenue in proportion to the weighted average daily attendance of the 3435 **part.** The number of members of the special administrative board shall not be 36 less than five, the majority of whom shall be residents of the district. The members of the special administrative board shall reflect the population 3738 characteristics of the district and shall collectively possess strong experience in school governance, management and finance, and leadership. The state board 39 40 of education may appoint members of the district's elected school board to the special administrative board, but members of the elected school 41 42board shall not comprise more than forty-nine percent of the special

administrative board's membership. Within fourteen days after the 4344 appointment by the state board of education, the special administrative board shall organize by the election of a president, vice president, secretary and a 45treasurer, with their duties and organization as enumerated in section 46 162.301. The special administrative board shall appoint a superintendent of 47schools to serve as the chief executive officer of the school district, or a subset 48 of schools, and to have all powers and duties of any other general 49 superintendent of schools in a seven-director school district. Any special 50administrative board appointed under this section shall be responsible for the 5152operation of the district or part of the district until such time that the district 53is classified by the state board of education as provisionally accredited for at least two successive academic years, after which time the state board of education may 5455provide for a transition pursuant to section 162.083; or

56 (b) Determine an alternative governing structure for the district 57 including, at a minimum:

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 commentafter a stated period of time or upon achievement of specified academic objectives;

64 c. Expectations for progress on academic achievement, which shall include 65 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 decisionprior to such effective date.

4. If a district remains under continued governance by the school board 81 82 under subdivision (1) of subsection 3 of this section and either has been unaccredited for three consecutive school years and failed to attain accredited 83 status after the third school year or has been unaccredited for two consecutive 84 school years and the state board of education determines its academic progress 85 is not consistent with attaining accredited status after the third school year, then 86 the state board of education shall proceed under subdivision (2) of subsection 3 87 88 of this section in the following school year.

89 5. A special administrative board or any other form of governance 90 appointed under this section shall retain the authority granted to a board of 91 education for the operation of the lapsed school district under the laws of the 92 state in effect at the time of the lapse and may enter into contracts with 93 accredited school districts or other education service providers in order to deliver 94 high-quality educational programs to the residents of the district. If a student 95graduates while attending a school building in the district that is operated under a contract with an accredited school district as specified under this subsection, 96 97 the student shall receive his or her diploma from the accredited school district. The authority of the special administrative board or any other form 98 99 of governance appointed under this section shall expire at the end of the 100 third full school year following its appointment, unless extended by the state board of education. If the lapsed district is reassigned, the [special 101 102administrative board governing board prior to lapse shall provide an 103 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 104 board of education. Neither the special administrative board nor any other 105106 form of governance appointed under this section nor its members or 107 employees shall be deemed to be the state or a state agency for any purpose, including section 105.711, et seq. The state of Missouri, its agencies and 108 employees shall be absolutely immune from liability for any and all acts or 109 omissions relating to or in any way involving the lapsed district, [the] a special 110 111 administrative board, [its] any other form of governance appointed under 112this section, or the members or employees of the lapsed district, a special 113administrative board, or any other form of governance appointed under this section. Such immunities, and immunity doctrines as exist or may 114

115 hereafter exist benefitting boards of education, their members and their 116 employees shall be available to the special administrative board[, its] or any 117 other form of governance appointed under this section and the members 118 and employees of the special administrative board or any other form of 119 governance appointed under this section members and employees.

6. Neither the special administrative board **nor any other 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.

125 7. If additional teachers are needed by a district as a result of increased 126 enrollment due to the annexation of territory of a lapsed or dissolved district, 127 such district shall grant an employment interview to any permanent teacher of 128 the lapsed or dissolved district upon the request of such permanent teacher.

8. In the event that a school district with an enrollment in excess of five thousand pupils lapses, no school district shall have all or any part of such lapsed school district attached without the approval of the board of the receiving school district.

9. If the state board of education reasonably believes that a school district is unlikely to provide for the minimum school term required by section 163.021 because of financial difficulty, the state board of education may, prior to the start of the school term:

(1) Allow continued governance by the existing district school
board under terms and conditions established by the state board of
education; or

140 (2) Lapse the corporate organization of the district and
141 implement one of the options available under subdivision (2) of
142 subsection 3 of this section.

10. The provisions of subsection 9 of this section shall not apply
to any district solely on the basis of financial difficulty resulting from
paying tuition and providing transportation for transfer students under
sections 167.895 and 167.898.

162.1323. 1. For purposes of this section, "attendance center" 2 means a public school building, public school buildings, or part of a 3 public school building that offers education in a grade or grades not 4 higher than the twelfth grade and that constitutes one unit for 5 accountability and reporting purposes for the department of 6 elementary and secondary education.

2. (1) If an attendance center receives two or more consecutive annual performance report scores consistent with a classification of unaccredited, the district in which the attendance center is located shall notify the parent or guardian of any student enrolled in the attendance center of the annual performance report scores within fourteen business days.

(2) If the state board of education classifies any district as
unaccredited, the district shall notify the parent or guardian of any
student enrolled in the unaccredited district of the loss of accreditation
within fourteen business days.

3. The district's notice shall include an explanation of which students may be eligible to transfer, the transfer process under sections 167.895 and 167.898, and any services students may be entitled to 20 receive. The district's notice shall be written in a clear, concise, and 21 easy-to-understand manner.

4. (1) If the notice concerns an attendance center's annual performance report scores, the district shall post the notice in a conspicuous and accessible place in the attendance center.

(2) If the notice concerns a district's loss of accreditation, the
district shall post the notice in a conspicuous and accessible place in
each district attendance center.

5. The district shall send any notice described under this section to each municipality located within the boundaries of the district.

163.018. 1. (1) Notwithstanding the definition of "average daily 2 attendance" in subdivision (2) of section 163.011 to the contrary, pupils between 3 the ages of three and five who are eligible for free and reduced price lunch and 4 attend an early childhood education program:

5 (a) That is operated by and in a district or by a charter school that has 6 declared itself as a local educational agency providing full-day kindergarten and 7 that meets standards established by the state board of education; or

8 (b) That is under contract with a district or charter school that 9 has declared itself as a local educational agency and that meets 10 standards established by the state board of education;

11 shall be included in the district's or charter school's calculation of average daily

12 attendance. The total number of such pupils included in the district's or charter

school's calculation of average daily attendance shall not exceed four percent of
the total number of pupils who are eligible for free and reduced price lunch
between the ages of five and eighteen who are included in the district's or charter
school's calculation of average daily attendance.

17 (2) If a pupil described under subdivision (1) of this subsection leaves an 18 early childhood education program during the school year, a district or charter 19 school shall be allowed to fill the vacant enrollment spot with another pupil 20 between the ages of three and five who is eligible for free and reduced price lunch 21 without affecting the district's or charter school's calculation of average daily 22 attendance.

23 2. This section shall not require school attendance beyond that mandated
24 under section 167.031 and shall not change or amend the provisions of sections
25 160.051, 160.053, 160.054, and 160.055 relating to kindergarten attendance.

167.131. 1. The board of education of each district in this state that does  $\mathbf{2}$ not maintain [an accredited] a high school [pursuant to the authority of the state board of education to classify schools as established in section 161.092] 3 offering work through the twelfth grade shall pay [the] tuition [of] as 4 calculated by the receiving district under subsection 2 of this section  $\mathbf{5}$ 6 and provide transportation consistent with the provisions of section 167.241 for  $\mathbf{7}$ each pupil resident therein who has completed the work of the highest 8 grade offered in the schools of the district and who attends an accredited **public high** school in another district of the same or an adjoining county [or who 9 10 attends an approved charter school in the same or an adjoining county].

11 2. The rate of tuition to be charged by the district attended and paid by 12the sending district is the per pupil cost of maintaining the district's grade level grouping which includes the school attended. [The rate of tuition to be charged 13 by the approved charter school attended and paid by the sending district is the 14 per pupil cost of maintaining the approved charter school's grade level 15grouping. For a district, The cost of maintaining a grade level grouping shall be 16 determined by the board of education of the district but in no case shall it exceed 17all amounts spent for teachers' wages, incidental purposes, debt service, 18 19maintenance and replacements. [For an approved charter school, the cost of 20maintaining a grade level grouping shall be determined by the approved charter 21school but in no case shall it exceed all amounts spent by the district in which the 22approved charter school is located for teachers' wages, incidental purposes, debt service, maintenance, and replacements.] The term "debt service", as used in this 23

section, means expenditures for the retirement of bonded indebtedness and expenditures for interest on bonded indebtedness. Per pupil cost of the grade level grouping shall be determined by dividing the cost of maintaining the grade level grouping by the average daily pupil attendance. If there is disagreement as to the amount of tuition to be paid, the facts shall be submitted to the state board of education, and its decision in the matter shall be final. Subject to the limitations of this section, each pupil shall be free to attend the public school of his or her choice.

32 [3. For purposes of this section, "approved charter school" means a charter 33 school that has existed for less than three years or a charter school with a 34 three-year average score of seventy percent or higher on its annual performance 35 report.]

167.132. 1. For purposes of this section, the following terms 2 mean:

3 (1) "Receiving approved charter school", an approved charter
4 school, as defined under section 167.895, receiving transfer students
5 under section 167.895;

6 (2) "Receiving district", a school district receiving transfer 7 students under section 167.895;

8 (3) "Sending district", a school district from which students are 9 transferring to a receiving district or approved charter school, as 10 allowed under section 167.895;

11 (4) "State adequacy target", the same meaning given to the term 12 under section 163.011.

13 2. Notwithstanding any other provision of law, the tuition rate
14 paid by a sending district to the receiving district or the receiving
15 approved charter school for transfer students shall be the lesser of:

16 (1) The tuition rate set by the receiving district or the receiving
17 approved charter school under the policy adopted in accordance with
18 section 167.895; or

(2) The state adequacy target plus the average sum produced per
child by the local tax effort above the state adequacy target of the
sending district.

167.151. 1. The school board of any district, in its discretion, may admit 2 to the school pupils not entitled to free instruction and prescribe the tuition fee 3 to be paid by them, except as provided in sections 167.121 [and], 167.131,

### 4 167.132, and 167.895.

5 2. Orphan children, children with only one parent living, and children 6 whose parents do not contribute to their support—if the children are between the 7 ages of six and twenty years and are unable to pay tuition—may attend the 8 schools of any district in the state in which they have a permanent or temporary 9 home without paying a tuition fee.

10 3. Any person who pays a school tax in any other district than that in which he resides may send his children to any public school in the district in 11 12which the tax is paid and receive as a credit on the amount charged for tuition 13 the amount of the school tax paid to the district; except that any person who owns 14real estate of which eighty acres or more are used for agricultural purposes and 15upon which his residence is situated may send his children to public school in any 16school district in which a part of such real estate, contiguous to that upon which 17his residence is situated, lies and shall not be charged tuition therefor; so long 18 as thirty-five percent of the real estate is located in the school district of choice. The school district of choice shall count the children in its average daily 19 20attendance for the purpose of distribution of state aid through the foundation 21formula.

224. Any owner of agricultural land who, pursuant to subsection 3 of this 23section, has the option of sending his children to the public schools of more than 24one district shall exercise such option as provided in this subsection. Such person shall send written notice to all school districts involved specifying to which school 2526district his children will attend by June thirtieth in which such a school year 27begins. If notification is not received, such children shall attend the school in 28which the majority of his property lies. Such person shall not send any of his children to the public schools of any district other than the one to which he has 29sent notice pursuant to this subsection in that school year or in which the 30 majority of his property lies without paying tuition to such school district. 31

32 5. If a pupil is attending school in a district other than the district of 33 residence and the pupil's parent is teaching in the school district or is a regular 34 employee of the school district which the pupil is attending, then the district in 35 which the pupil attends school shall allow the pupil to attend school upon 36 payment of tuition in the same manner in which the district allows other pupils 37 not entitled to free instruction to attend school in the district. The provisions of this subsection shall apply only to pupils attending school in a district which has 3839 an enrollment in excess of thirteen thousand pupils and not in excess of fifteen

40 thousand pupils and which district is located in a county of the first classification

with a charter form of government which has a population in excess of sixhundred thousand persons and not in excess of nine hundred thousand persons.

167.241. **1. Except as otherwise provided under this section,** 2 transportation for pupils whose tuition the district of residence is required to pay 3 by section 167.131 or who are assigned as provided in section 167.121 shall be 4 provided by the district of residence[; however,].

5 2. In the case of pupils covered by section 167.131, the district of 6 residence shall be required to provide transportation only to [approved charter 7 schools as defined in section 167.131,] school districts accredited by the state 8 board of education pursuant to the authority of the state board of education to 9 classify schools as established in section 161.092, and those school districts 10 designated by the board of education of the district of residence.

3. (1) For purposes of this subsection, "approved charter school"
 has the same meaning given to the term under section 167.895.

(2) For pupils covered by section 167.895, the district of 13 14 residence shall be required to provide transportation only to school districts or approved charter schools designated by the department of 15elementary and secondary education or its designee. For pupils 16 covered by section 167.895, the department of elementary and 17secondary education or its designee shall designate at least one 18 accredited district or approved charter school to which the district of 19residence shall provide transportation. If the designated district or 2021charter school reaches full student capacity and is unable to receive 22additional students, the department of elementary and secondary education or its designee shall designate at least one additional 23accredited district or approved charter school to which the district of 24residence shall provide transportation. 25

167.890. 1. The department of elementary and secondary education shall compile and maintain student performance data scores of all students enrolled in districts other than their resident districts as provided under section 167.895 and make such data available on the Missouri comprehensive data system. No personally identifiable data shall be accessible on the database.

7 2. The department of elementary and secondary education may
8 promulgate all necessary rules and regulations for the administration

9 of this section. 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 10 11 section shall become effective only if it complies with and is subject to 12 all of the provisions of chapter 536, and, if applicable, section 13 536.028. This section and chapter 536 are nonseverable, and if any of 14 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 1516 are subsequently held unconstitutional, then the grant of rulemaking 17authority and any rule proposed or adopted after the effective date of this section shall be invalid and void. 18

167.895. 1. For purposes of this section and section 167.898, the  $\mathbf{2}$ following terms mean:

3 (1) "Approved charter school", a charter school that has existed for less than three years or a charter school with a three-year average 4 score consistent with a classification of accredited without provisions 5on its annual performance report; 6

7 (2) "Attendance center", a public school building, public school buildings, or part of a public school building that offers education in 8 a grade or grades not higher than the twelfth grade and that 9 10 constitutes one unit for accountability and reporting purposes for the department of elementary and secondary education; 11

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(3) "Available receiving district", a school district able to receive transfer students under this section;

14 (4) "Receiving district", a school district receiving transfer 15students under this section;

16 (5) "Sending district", a school district from which students are 17transferring to a receiving district or approved charter school, as allowed under this section. 18

192. (1) Any student may transfer to another public school in the student's district of residence if such student is enrolled in and has 2021attended, for the full semester immediately prior to requesting the 22transfer, an attendance center:

23

(a) That is located within an unaccredited district; and

24(b) That has an annual performance report score consistent with a classification of unaccredited. 25

However, no such transfer shall result in a class size and assigned 26enrollment in a receiving school that exceeds the standards for class 27

size and assigned enrollment as promulgated in the Missouri school improvement program's resource standards. 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 the admissions requirements in order to attend.

34 (2) The school board of each unaccredited district shall 35 determine the capacity at each of the district's attendance centers that 36 has an annual performance report score consistent with a classification 37 of accredited. The district's school board shall be responsible for 38 coordinating transfers within the district as allowed under this 39 subsection.

40 (3) The school board of each unaccredited district shall annually 41 report to the department of elementary and secondary education or its 42 designee the number of available slots in attendance centers within the 43 district that have annual performance report scores consistent with a 44 classification of accredited, the number of students who request to 45 transfer within the district, and the number of such transfer requests 46 that are granted.

3. (1) Any student who is eligible to transfer within his or her
district under subsection 2 of this section but who is unable to do so
due to a lack of capacity in the attendance centers in his or her district
of residence may apply to the department of elementary and secondary
education or its designee to transfer to:

52 (a) An attendance center:

a. That is located within an accredited district that is located in
the same or an adjoining county; and

b. That has an annual performance report score consistent with
a classification of accredited; or

57 (b) An approved charter school located in another district in the 58 same or an adjoining county.

59 (2) A student who is eligible to begin kindergarten or first grade
60 at an attendance center:

61 (a) That is located within an unaccredited district;

62 (b) That has an annual performance report score consistent with
63 a classification of unaccredited; and

64 (c) That offers classes above the second grade level

65 may apply to the department of elementary and secondary education 66 or its designee for a transfer to a school described under paragraph (a) 67 or (b) of subdivision (1) of this subsection if he or she resides in the 68 attendance area of the attendance center described under this 69 subdivision on March first preceding the school year of first 70 attendance. A student who does not apply by March first for 71 enrollment in any school year after the 2019-20 school year shall be 72 required to enroll and attend the attendance center described under 73 this subdivision for one semester to become eligible.

(3) If a student who is eligible to transfer under this subsection 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 the admissions requirements.

(4) 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.

(5) Except as provided under subsection 7 of this section, any
student who transfers but later withdraws shall lose eligibility to
transfer.

(6) 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.

4. (1) 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.

91 (2) No student who is eligible to begin kindergarten or first
92 grade at an attendance center that does not offer classes above the
93 second grade level shall be eligible to transfer under this section.

945. (1) (a) No provisionally accredited district shall be eligible to95receive transfer students.

96 (b) Except as provided under paragraph (c) of this subdivision,
97 no attendance center that has an annual performance report score
98 consistent with a classification of provisionally accredited shall be
99 eligible to receive transfer students.

(c) A transfer student who chooses to attend an attendance
 center that has an annual performance report score consistent with a

102 classification of provisionally accredited and that is located within his
103 or her unaccredited district of residence shall be allowed to transfer to
104 such attendance center if there is an available slot.

105 (2) (a) No unaccredited district shall be eligible to receive
106 transfer students.

107 (b) No attendance center that has an annual performance report
 108 score consistent with a classification of unaccredited shall be eligible
 109 to receive transfer students.

(3) No district or attendance center that has received two 110 consecutive annual performance reports consistent with a classification 111 of provisionally accredited for the years immediately preceding the 112year in which it seeks to enroll transfer students shall be eligible to 113 receive any transfer students, irrespective of its state board of 114 education classification designation; except that, any student who was 115116 granted a transfer to such a district or attendance center prior to the 117 effective date of this section may remain enrolled in that district or attendance center. 118

6. Notwithstanding the provisions of subsection 5 of this section,
a student may transfer to an attendance center:

121 (1) That is located within an unaccredited or provisionally122 accredited district; and

123 (2) That has an annual performance report score consistent with124 a classification of accredited

if the attendance center applies for and is granted a waiver by the
department of elementary and secondary education or its designee to
allow the attendance center to accept transfer students.

128 7. If a receiving district becomes unaccredited or provisionally 129 accredited, or if an approved charter school loses its status as an 130 approved charter school, any students who previously transferred to 131 the district or charter school shall receive the opportunity to remain 132 enrolled in the district or charter school or to transfer to another 133 district or approved charter school without losing their eligibility to 134 transfer.

8. For a receiving district, no acceptance of a transfer student
shall require any of the following actions, unless the board of education
of the receiving district has approved the action:

138 (1) The hiring of additional classroom teachers;

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(2) The construction of additional classrooms; or

(3) A class size and assigned enrollment in a receiving school
that exceeds the standards for class size and assigned enrollment as
promulgated in the Missouri school improvement program's resource
standards.

9. (1) By July 15, 2019, the board of education of each available
receiving district and the governing board of each approved charter
school eligible to receive transfer students under this section shall set
the number of transfer students the district or charter school is able to
receive for the 2019-20 school year.

(2) By February first annually, the board of education of each
available receiving district and the governing board of each approved
charter school eligible to receive transfer students under this section
shall set the number of transfer students the district or charter school
is able to receive for the following school year.

(3) An available receiving district or approved charter school
eligible to receive transfer students under this section shall publish the
number set under this subsection and shall not be required to accept
any transfer students under this section that would cause it to exceed
the published number.

159 10. (1) Each available receiving district shall adopt a policy
160 establishing a tuition rate for transfer students by February first
161 annually.

162 (2) Each approved charter school eligible to receive transfer
163 students under this section shall adopt a policy establishing a tuition
164 rate for transfer students by February first annually.

(3) A sending district shall pay the receiving district or the
approved charter school the amount specified under section 167.132 for
each transfer student.

168 11. If an unaccredited district becomes classified as provisionally accredited or accredited without provisions by the state board of 169170education, or if an attendance center within an unaccredited district improves its annual performance report score from a score that is 171consistent with a classification of unaccredited to a score that is 172consistent with a classification of provisionally accredited or 173accredited, any resident student of the unaccredited district who has 174transferred to an approved charter school or to an accredited district 175

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in the same or an adjoining county, as allowed under subsection 3 of this section, shall be permitted to continue his or her educational program in the receiving district or charter school through the completion of middle school, junior high school, or high school, whichever occurs first; except that, a student who attends any school serving students through high school graduation but starting at grades lower than ninth grade shall be permitted to complete high school in

the school to which he or she has transferred.

184 12. Notwithstanding the provisions of subsection 10 of this section, if costs associated with the provision of special education and 185186 related services to a student with a disability exceed the tuition amount established under this section, the unaccredited district shall 187 188 remain responsible for paying the excess cost to the receiving district. 189 If the receiving district is a component district of a special school 190 district, the unaccredited district, including any metropolitan school district, shall contract with the special school district for the entirety 191 192 of the costs to provide special education and related services, excluding transportation in accordance with this section. The special school 193district may contract with an unaccredited district, including any 194 195metropolitan district, for the provision of transportation of a student 196with a disability or the unaccredited district may provide transportation on its own. 197

198 13. A special school district shall continue to provide special 199 education and related services, with the exception of transportation 200under this section, to a student with a disability transferring from an 201attendance center with an annual performance report score consistent with a classification of unaccredited that is within a component district 202 203to an attendance center with an annual performance report score consistent with a classification of accredited that is within the same or 204a different component district within the special school district. 205

14. If any metropolitan school district is classified as unaccredited, 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 under sections 162.705 and 162.710 provided by the special school district for 213 transfer students who are residents of the unaccredited district.

21415. Regardless of whether transportation is identified as a 215related service within a student's individualized education program, a receiving district that is not part of a special school district shall not 216217be responsible for providing transportation to a student transferring under this section. An unaccredited district may contract with a 218receiving district that is not part of a special school district under 219sections 162.705 and 162.710 for transportation of students with 220 221disabilities.

16. If a seven-director school district or urban school district is classified as unaccredited, it may contract with a receiving district that is not part of a special school district in the same or an adjoining county for the reimbursement of special education and related services under sections 162.705 and 162.710 provided by the receiving district for transfer students who are residents of the unaccredited district.

167.898. 1. (1) By July 15, 2019, and by January first annually, 2 each accredited district, any portion of which is located in the same 3 county as or in an adjoining county to an unaccredited district, shall 4 report to the department of elementary and secondary education or its 5 designee the number of available enrollment slots by grade level.

6 (2) By July 15, 2019, and by January first annually, each 7 unaccredited district shall report to the department of elementary and 8 secondary education or its designee the number of available enrollment 9 slots in the schools of its district that have received annual 10 performance report scores consistent with a classification of 11 accredited.

12 (3) By July 15, 2019, and by January first annually, each 13 approved charter school that is eligible to receive transfer students 14 under section 167.895 shall report to the department of elementary and 15 secondary education or its designee the number of available enrollment 16 slots.

The department of elementary and secondary education or its
 designee shall make information and assistance available to parents or
 guardians who intend to transfer their child to an accredited district
 or to an approved charter school as described under section 167.895.

21 **3.** The parent or guardian of a student who intends to transfer 22 his or her child to an accredited district or to an approved charter school as described under section 167.895 for enrollment in that district
or charter school in any school year after the 2019-20 school year shall
send initial notification to the department of elementary and secondary
education or its designee by March first for enrollment in the
subsequent school year.

284. The department of elementary and secondary education or its 29 designee shall assign those students who seek to transfer to an 30 accredited district or to an approved charter school as described under 31section 167.895. When assigning transfer students to approved charter schools, the department of elementary and secondary education or its 3233 designee shall coordinate with each approved charter school and its admissions process if capacity is insufficient to enroll all students who 34submit a timely application. An approved charter school shall not be 35required to institute a lottery procedure for determining the admission 36 of resident students. The department of elementary and secondary 37 38 education or its designee shall give first priority to students who live in the same household with any family member within the first or 39 second degree of consanguinity or affinity who already attends a school 40 with an annual performance report score consistent with a 41 42classification of accredited and who apply to attend the same school. If insufficient grade-appropriate enrollment slots are available for a 43 44 student to be able to transfer, the student shall receive first priority 45the following school year. The department of elementary and 46 secondary education or its designee shall consider the following factors 47in assigning schools, with the student's or parent's choice as the most 48important factor:

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(1) The student's or parent's choice of the receiving school;

50 (2) The best interests of the student;

(3) The availability of transportation funding, as provided under
 section 167.241; and

53 (4) Distance and travel time to a receiving school.

The department of elementary and secondary education or its designee
shall not consider student academic performance, free and reduced
price lunch status, or athletic ability in assigning a student to a school.
5. (1) The department of elementary and secondary education or
its designee may deny a transfer to a student who in the most recent
school year has been suspended from school two or more times or who

60 has been suspended for an act of school violence under subsection 2 of section 160.261. A student whose transfer is initially precluded under 61 62 this subsection may be permitted to transfer on a provisional basis as a probationary transfer student, subject to no further disruptive 63 behavior, upon a statement from the student's current school that the 64 student is not disruptive. A student who is denied a transfer under this 65 subsection has the right to an in-person meeting with an employee of 66 the department of elementary and secondary education or its designee. 67

(2) The department of elementary and secondary education shall 68 promulgate rules to provide common standards for determining 69 disruptive behavior that shall include, but not be limited to, criteria 70 under section 160.261. Any rule or portion of a rule, as that term is 7172defined in section 536.010, that is created under the authority delegated in this section shall become effective only if it complies with and is 73subject to all of the provisions of chapter 536 and, if applicable, section 7475536.028. This section and chapter 536 are nonseverable, and if any of the powers vested with the general assembly pursuant to chapter 536 76to review, to delay the effective date, or to disapprove and annul a rule 77are subsequently held unconstitutional, then the grant of rulemaking 78authority and any rule proposed or adopted after the effective date of 79 this section shall be invalid and void. 80

Section B. Because of the importance of improving and sustaining 2 Missouri's elementary and secondary education system and establishing 3 standards for student transfers to school districts, the enactment of sections 4 167.895 and 167.898 of this act is deemed necessary for the immediate 5 preservation of the public health, welfare, peace and safety, and is hereby 6 declared to be an emergency act within the meaning of the constitution, and the 7 enactment of sections 167.895 and 167.898 of this act shall be in full force and 8 effect upon its passage and approval.

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