FIRST REGULAR SESSION

SENATE BILL NO. 483

97TH GENERAL ASSEMBLY

INTRODUCED BY SENATOR NASHEED.

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1928S.01I

TERRY L. SPIELER, Secretary.

AN ACT

To repeal sections 160.405, 160.420 and 160.539, RSMo, and to enact in lieu thereof four new sections relating to alternative educational procedures for public schools.

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

Section A. Sections 160.405, 160.420 and 160.539, RSMo, are repealed and

- 2 four new sections enacted in lieu thereof, to be known as sections 160.405,
- 3 160.420, 160.539, and 160.543, to read as follows:

160.405. 1. A person, group or organization seeking to establish a charter

- 2 school shall submit the proposed charter, as provided in this section, to a sponsor.
- 3 If the sponsor is not a school board, the applicant shall give a copy of its
- 4 application to the school board of the district in which the charter school is to be
- 5 located and to the state board of education, within five business days of the date
- 6 the application is filed with the proposed sponsor. The school board may file
- 7 objections with the proposed sponsor, and, if a charter is granted, the school
- 8 board may file objections with the state board of education. The charter shall be
- 9 a legally binding performance contract that describes the obligations and
- 10 responsibilities of the school and the sponsor as outlined in sections 160.400 to
- 11 160.425 and section 167.349 and shall also include:
- 12 (1) A mission and vision statement for the charter school;
- 13 (2) A description of the charter school's organizational structure and
- 14 bylaws of the governing body, which will be responsible for the policy, financial
- 15 management, and operational decisions of the charter school, including the nature
- 16 and extent of parental, professional educator, and community involvement in the
- 17 governance and operation of the charter school;

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18 (3) A financial plan for the first three years of operation of the charter 19 school including provisions for annual audits;

- 20 (4) A description of the charter school's policy for securing personnel 21 services, its personnel policies, personnel qualifications, and professional 22 development plan;
 - (5) A description of the grades or ages of students being served;
- 24 (6) The school's calendar of operation, which shall include at least the 25 equivalent of a full school term as defined in section 160.011;
- 26 (7) A description of the charter school's pupil performance standards and academic program performance standards, which shall meet the requirements of subdivision (6) of subsection 4 of this section. The charter school program shall be designed to enable each pupil to achieve such standards and shall contain a complete set of indicators, measures, metrics, and targets for academic program performance, including specific goals on graduation rates and standardized test performance and academic growth;
- 33 (8) A description of the charter school's educational program and 34 curriculum;
- 35 (9) The term of the charter, which shall be five years and shall be 36 renewable;
 - (10) Procedures, consistent with the Missouri financial accounting manual, for monitoring the financial accountability of the charter, which shall meet the requirements of subdivision (4) of subsection 4 of this section;
 - (11) Preopening requirements for applications that require that charter schools meet all health, safety, and other legal requirements prior to opening;
 - (12) 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 of students who do not reside in the district but who may be eligible to attend under the terms of judicial settlements and procedures that ensure admission of students with disabilities in a nondiscriminatory manner;
- 47 (13) A description of the charter school's grievance procedure for parents 48 or guardians;
 - (14) A description of the agreement between the charter school and the sponsor as to when a sponsor shall intervene in a charter school, when a sponsor shall revoke a charter for failure to comply with subsection 8 of this section, and when a sponsor will not renew a charter under subsection 9 of this section;
 - (15) Procedures to be implemented if the charter school should close, as

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provided in subdivision (6) of subsection 16 of section 160.400 including:

- 55 (a) Orderly transition of student records to new schools and archival of 56 student records;
- 57 (b) Archival of business operation and transfer or repository of personnel 58 records;
 - (c) Submission of final financial reports;
 - (d) Resolution of any remaining financial obligations; [and]
- 61 (e) Disposition of the charter school's assets upon closure; and
- 62 (f) A notification plan to inform parents or guardians of students, the local 63 school district, the retirement system in which the charter school's employees participate, and the state board of education within thirty days of the decision to close;
 - (16) A description of the special education and related services that shall be available to meet the needs of students with disabilities; and
 - (17) For all new or revised charters, procedures to be used upon closure of the charter school requiring that unobligated assets of the charter school be returned to the department of elementary and secondary education for their disposition, which upon receipt of such assets shall return them to the local school district in which the school was located, the state, or any other entity to which they would belong. Charter schools operating on August 27, 2012, shall have until August 28, 2015, to meet the requirements of this subsection.
 - 2. Proposed charters shall be subject to the following requirements:
 - (1) A charter shall be submitted to the sponsor, and follow the sponsor's policies and procedures for review and granting of a charter approval, and be approved by the state board of education by December first of the year prior to the proposed opening date of the charter school;
 - (2) A charter may be approved when the sponsor determines that the requirements of this section are met, determines that the applicant is sufficiently qualified to operate a charter school, and that the proposed charter is consistent with the sponsor's charter sponsorship goals and capacity. The sponsor's decision of approval or denial shall be made within ninety days of the filing of the proposed charter;
 - (3) If the charter is denied, the proposed sponsor shall notify the applicant in writing as to the reasons for its denial and forward a copy to the state board of education within five business days following the denial;
 - (4) If a proposed charter is denied by a sponsor, the proposed charter may

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90 be submitted to the state board of education, along with the sponsor's written reasons for its denial. If the state board determines that the applicant meets the requirements of this section, that the applicant is sufficiently qualified to operate 92 the charter school, and that granting a charter to the applicant would be likely 93 to provide educational benefit to the children of the district, the state board may 94 grant a charter and act as sponsor of the charter school. The state board shall 95 review the proposed charter and make a determination of whether to deny or 96 97 grant the proposed charter within sixty days of receipt of the proposed charter, 98 provided that any charter to be considered by the state board of education under this subdivision shall be submitted no later than March first prior to the school year in which the charter school intends to begin operations. The state board of education shall notify the applicant in writing as the reasons for its denial, if applicable; and

- (5) The sponsor of a charter school shall give priority to charter school applicants that propose a school oriented to high-risk students and to the reentry of dropouts into the school system. If a sponsor grants three or more charters, at least one-third of the charters granted by the sponsor shall be to schools that actively recruit dropouts or high-risk students as their student body and address the needs of dropouts or high-risk students through their proposed mission, curriculum, teaching methods, and services. For purposes of this subsection, a "high-risk" student is one who is at least one year behind in satisfactory completion of course work or obtaining high school credits for graduation, has dropped out of school, is at risk of dropping out of school, needs drug and alcohol treatment, has severe behavioral problems, has been suspended from school three or more times, has a history of severe truancy, is a pregnant or parenting teen, has been referred for enrollment by the judicial system, is exiting incarceration, is a refugee, is homeless or has been homeless sometime within the preceding six months, has been referred by an area school district for enrollment in an alternative program, or qualifies as high risk under department of elementary and secondary education guidelines. "Dropout" shall be defined through the guidelines of the school core data report. The provisions of this subsection do not apply to charters sponsored by the state board of education.
- 3. If a charter is approved by a sponsor, the charter application shall be submitted to the state board of education, along with a statement of finding that the application meets the requirements of sections 160.400 to 160.425 and section 167.349 and a monitoring plan under which the charter sponsor shall evaluate

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the academic performance of students enrolled in the charter school. The state board of education may, within sixty days, disapprove the granting of the charter. The state board of education may disapprove a charter on grounds that the application fails to meet the requirements of sections 160.400 to 160.425 and section 167.349 or that a charter sponsor previously failed to meet the statutory responsibilities of a charter sponsor.

- 4. A charter school shall, as provided in its charter:
- (1) Be nonsectarian in its programs, admission policies, employment practices, and all other operations;
- (2) Comply with laws and regulations of the state, county, or city relating to health, safety, and state minimum educational standards, as specified by the state board of education, including the requirements relating to student discipline under sections 160.261, 167.161, 167.164, and 167.171, notification of criminal conduct to law enforcement authorities under sections 167.115 to 167.117, academic assessment under section 160.518, transmittal of school records under section 167.020, the minimum number of school days and hours required under section 160.041, and the employee criminal history background check and the family care safety registry check under section 168.133;
- 144 (3) Except as provided in sections 160.400 to 160.425, be exempt from all laws and rules relating to schools, governing boards and school districts;
 - (4) Be financially accountable, use practices consistent with the Missouri financial accounting manual, provide for an annual audit by a certified public accountant, publish audit reports and annual financial reports as provided in chapter 165, provided that the annual financial report may be published on the department of elementary and secondary education's internet website in addition to other publishing requirements, and provide liability insurance to indemnify the school, its board, staff and teachers against tort claims. A charter school that receives local educational agency status under subsection 6 of this section shall meet the requirements imposed by the Elementary and Secondary Education Act for audits of such agencies and comply with all federal audit requirements for charters with local education agency status. For purposes of an audit by petition under section 29.230, a charter school shall be treated as a political subdivision on the same terms and conditions as the school district in which it is located. For the purposes of securing such insurance, a charter school shall be eligible for the Missouri public entity risk management fund pursuant to section 537.700. A charter school that incurs debt shall include a repayment plan in its financial

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(5) Provide a comprehensive program of instruction for at least one grade or age group from kindergarten through grade twelve, which may include early childhood education if funding for such programs is established by statute, as specified in its charter;

- (6) (a) Design a method to measure pupil progress toward the pupil academic standards adopted by the state board of education pursuant to section 160.514, establish baseline student performance in accordance with the performance contract during the first year of operation, collect student performance data as defined by the annual performance report throughout the duration of the charter to annually monitor student academic performance, and to the extent applicable based upon grade levels offered by the charter school, participate in the statewide system of assessments, comprised of the essential skills tests and the nationally standardized norm-referenced achievement tests, as designated by the state board pursuant to section 160.518, complete and distribute an annual report card as prescribed in section 160.522, which shall also include a statement that background checks have been completed on the charter school's board members, report to its sponsor, the local school district, and the state board of education as to its teaching methods and any educational innovations and the results thereof, and provide data required for the study of charter schools pursuant to subsection 4 of section 160.410. No charter school shall be considered in the Missouri school improvement program review of the district in which it is located for the resource or process standards of the program.
- (b) For proposed high risk or alternative charter schools, sponsors shall approve performance measures based on mission, curriculum, teaching methods, and services. Sponsors shall also approve comprehensive academic and behavioral measures to determine whether students are meeting performance standards on a different time frame as specified in that school's charter. Student performance shall be assessed comprehensively to determine whether a high risk or alternative charter school has documented adequate student progress. Student performance shall be based on sponsor-approved comprehensive measures as well as standardized public school measures. Annual presentation of charter school report card data to the department of elementary and secondary education, the state board, and the public shall include comprehensive measures of student progress.

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198 (c) Nothing in this subdivision shall be construed as permitting a charter 199 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 200 201 performance standards on a different time frame as specified in its charter. The 202 performance standards for alternative and special purpose charter schools that 203 target high-risk students as defined in subdivision (5) of subsection 2 of this 204 section shall be based on measures defined in the school's performance contract 205 with its sponsors;

- (7) Comply with all applicable federal and state laws and regulations regarding students with disabilities, including sections 162.670 to 162.710, the Individuals with Disabilities Education Act (20 U.S.C. Section 1400) and Section 504 of the Rehabilitation Act of 1973 (29 U.S.C. Section 794) or successor legislation;
- (8) Provide along with any request for review by the state board of education the following:
- (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
- 217 (b) A statement outlining the reasons for approval or disapproval by the 218 sponsor, specifically addressing the requirements of sections 160.400 to 160.425 219 and 167.349.
- 220 5. (1) Proposed or existing high-risk or alternative charter schools may 221 include alternative arrangements for students to obtain credit for satisfying 222 graduation requirements in the school's charter application and 223 charter. Alternative arrangements may include, but not be limited to, credit for 224 off-campus instruction, performance-based credit, embedded credit, work 225 experience through an internship arranged through the school, and independent 226 studies. When the state board of education approves the charter, any such 227 alternative arrangements shall be approved at such time.
 - (2) The department of elementary and secondary education shall conduct a study of any charter school granted alternative arrangements for students to obtain credit under this subsection after three years of operation to assess student performance, graduation rates, educational outcomes, and entry into the workforce or higher education.
 - 6. The charter of a charter school may be amended at the request of the

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234 governing body of the charter school and on the approval of the sponsor. The 235 sponsor and the governing board and staff of the charter school shall jointly 236 review the school's performance, management and operations during the first year 237of operation and then every other year after the most recent review or at any 238 point where the operation or management of the charter school is changed or transferred to another entity, either public or private. The governing board of a 239charter school may amend the charter, if the sponsor approves such amendment, 240 241 or the sponsor and the governing board may reach an agreement in writing to 242reflect the charter school's decision to become a local educational agency. In such 243 case the sponsor shall give the department of elementary and secondary education written notice no later than March first of any year, with the 244 245agreement to become effective July first. The department may waive the March 246 first notice date in its discretion. The department shall identify and furnish a list of its regulations that pertain to local educational agencies to such schools within 247 248 thirty days of receiving such notice.

- 7. Sponsors shall annually review the charter school's compliance with statutory standards including:
- 251 (1) Participation in the statewide system of assessments, as designated 252 by the state board of education under section 160.518;
- 253 (2) Assurances for the completion and distribution of an annual report 254 card as prescribed in section 160.522;
 - (3) The collection of baseline data during the first three years of operation to determine the longitudinal success of the charter school;
 - (4) A method to measure pupil progress toward the pupil academic standards adopted by the state board of education under section 160.514; and
 - (5) Publication of each charter school's annual performance report.
- 8. (1) (a) A sponsor's intervention policies shall give schools clear, adequate, evidence-based, and timely notice of contract violations or performance deficiencies and mandate intervention based upon findings of the state board of education of the following:
- a. The charter school provides a high school program which fails to maintain a graduation rate of at least seventy percent in three of the last four school years unless the school has dropout recovery as its mission;
 - b. The charter school's annual performance report results are below the district's annual performance report results based on the performance standards that are applicable to the grade level configuration of both the charter school and

the district in which the charter school is located in three of the last four school years; and

- c. The charter school is identified as a persistently lowest achieving school by the department of elementary and secondary education.
- 274 (b) A sponsor shall have a policy to revoke a charter during the charter 275 term if there is:
- a. Clear evidence of underperformance as demonstrated in the charter school's annual performance report in three of the last four school years; or
- b. A violation of the law or the public trust that imperils students or public funds.
 - (c) A sponsor shall revoke a charter or take other appropriate remedial action, which may include placing the charter school on probationary status for no more than twelve months, provided that no more than one designation of probationary status shall be allowed for the duration of the charter contract, at any time if the charter school commits a serious breach of one or more provisions of its charter or on any of the following grounds: failure to meet the performance contract as set forth in its charter, failure to meet generally accepted standards of fiscal management, failure to provide information necessary to confirm compliance with all provisions of the charter and sections 160.400 to 160.425 and 167.349 within forty-five days following receipt of written notice requesting such information, or violation of law.
 - (2) The sponsor may place the charter school on probationary status to allow the implementation of a remedial plan, which may require a change of methodology, a change in leadership, or both, after which, if such plan is unsuccessful, the charter may be revoked.
 - (3) At least sixty days before acting to revoke a charter, the sponsor shall notify the governing board of the charter school of the proposed action in writing. The notice shall state the grounds for the proposed action. The school's governing board may request in writing a hearing before the sponsor within two weeks of receiving the notice.
 - (4) The sponsor of a charter school shall establish procedures to conduct administrative hearings upon determination by the sponsor that grounds exist to revoke a charter. Final decisions of a sponsor from hearings conducted pursuant to this subsection are subject to an appeal to the state board of education, which shall determine whether the charter shall be revoked.
 - (5) A termination shall be effective only at the conclusion of the school

306 year, unless the sponsor determines that continued operation of the school 307 presents a clear and immediate threat to the health and safety of the children.

- 308 (6) A charter sponsor shall make available the school accountability report 309 card information as provided under section 160.522 and the results of the 310 academic monitoring required under subsection 3 of this section.
- 9. (1) A sponsor shall take all reasonable steps necessary to confirm that each charter school sponsored by such sponsor is in material compliance and remains in material compliance with all material provisions of the charter and sections 160.400 to 160.425 and 167.349. Every charter school shall provide all information necessary to confirm ongoing compliance with all provisions of its charter and sections 160.400 to 160.425 and 167.349 in a timely manner to its sponsor.
- 318 (2) The sponsor's renewal process of the charter school shall be based on 319 the thorough analysis of a comprehensive body of objective evidence and consider 320 if:
- 321 (a) The charter school has maintained results on its annual performance 322 report that meet or exceed the district in which the charter school is located 323 based on the performance standards that are applicable to the grade-level 324 configuration of both the charter school and the district in which the charter 325 school is located in three of the last four school years;
 - (b) The charter school is organizationally and fiscally viable determining at a minimum that the school does not have:
 - a. A negative balance in its operating funds;

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- b. A combined balance of less than three percent of the amount expended for such funds during the previous fiscal year; or
- 331 c. Expenditures that exceed receipts for the most recently completed fiscal 332 year;
- 333 (c) The charter is in compliance with its legally binding performance 334 contract and sections 160.400 to 160.425 and section 167.349.
- 335 (3) (a) Beginning August first during the year in which a charter is 336 considered for renewal, a charter school sponsor shall demonstrate to the state 337 board of education that the charter school is in compliance with federal and state 338 law as provided in sections 160.400 to 160.425 and section 167.349 and the 339 school's performance contract including but not limited to those requirements 340 specific to academic performance.
- 341 (b) Along with data reflecting the academic performance standards

indicated in paragraph (a) of this subdivision, the sponsor shall submit a revised charter application to the state board of education for review.

- (c) Using the data requested and the revised charter application under paragraphs (a) and (b) of this subdivision, the state board of education shall determine if compliance with all standards enumerated in this subdivision has been achieved. The state board of education at its next regularly scheduled meeting shall vote on the revised charter application.
- (d) If a charter school sponsor demonstrates the objectives identified in this subdivision, the state board of education shall renew the school's charter.
- 10. A school district may enter into a lease with a charter school for physical facilities.
- 11. A governing board or a school district employee who has control over personnel actions shall not take unlawful reprisal against another employee at the school district because the employee is directly or indirectly involved in an application to establish a charter school. A governing board or a school district employee shall not take unlawful reprisal against an educational program of the school or the school district because an application to establish a charter school proposes the conversion of all or a portion of the educational program to a charter school. As used in this subsection, "unlawful reprisal" means an action that is taken by a governing board or a school district employee as a direct result of a lawful application to establish a charter school and that is adverse to another employee or an educational program.
- 12. Charter school board members shall be subject to the same liability for acts while in office as if they were regularly and duly elected members of school boards in any other public school district in this state. The governing board of a charter school may participate, to the same extent as a school board, in the Missouri public entity risk management fund in the manner provided under sections 537.700 to 537.756.
- 370 13. Any entity, either public or private, operating, administering, or 371 otherwise managing a charter school shall be considered a quasi-public 372 governmental body and subject to the provisions of sections 610.010 to 610.035.
 - 14. The chief financial officer of a charter school shall maintain:
 - (1) A surety bond in an amount determined by the sponsor to be adequate based on the cash flow of the school; or
- 376 (2) An insurance policy issued by an insurance company licensed to do 377 business in Missouri on all employees in the amount of five hundred thousand

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378 dollars or more that provides coverage in the event of employee theft.

160.420. 1. Any school district in which charter schools may be established under sections 160.400 to 160.425 shall establish a uniform policy which provides that if a charter school offers to retain the services of an employee of a school district, and the employee accepts a position at the charter school, an employee at the employee's option may remain an employee of the district and the charter school shall pay to the district the district's full costs of salary and benefits provided to the employee. The district's policy shall provide that any teacher who accepts a position at a charter school and opts to remain an employee of the district retains such teacher's permanent teacher status and retains such teacher's seniority rights in the district for three years. The school district shall not be liable for any such employee's acts while an employee of the charter school.

2. A charter school may employ noncertificated instructional personnel; provided that no more than twenty percent of the full-time equivalent instructional staff positions at the school are filled by noncertificated personnel. All noncertificated instructional personnel shall be supervised by certificated instructional personnel. A charter school that has a foreign language immersion experience as its chief educational mission, as stated in its charter, shall not be subject to the twenty-percent requirement of this subsection but shall ensure that any teachers whose duties include instruction given in a foreign language have current valid credentials in the country in which such teacher received his or her training and shall remain subject to the remaining requirements of this subsection. Any high risk charter school, alternative charter school, special purpose charter school, any charter school whose mission includes drop-out prevention or recovery, or any charter school with a student population at least half of which is not performing at the appropriate grade level may employ teachers who are certified to teach the grade level at which the student population is performing academically, instead of the grade level in which the student population is enrolled. Any such teachers employed shall be considered to be certificated instructional personnel for purposes of this subsection. The charter school shall ensure that all instructional employees of the charter school have experience, training and skills appropriate to the instructional duties of the employee, and the charter school shall ensure that a criminal background check and family care safety registry check are conducted for each employee of the charter school prior to the hiring of the employee under

36 the requirements of section 168.133. The charter school may not employ

- 37 instructional personnel whose certificate of license to teach has been revoked or
- 38 is currently suspended by the state board of education. Appropriate experience,
- 39 training and skills of noncertificated instructional personnel shall be determined
- 40 considering:
- 41 (1) Teaching certificates issued by another state or states;
- 42 (2) Certification by the National Board for Professional Teaching 43 Standards;
- 44 (3) College degrees in the appropriate field;
- 45 (4) Evidence of technical training and competence when such is 46 appropriate; and
- 47 (5) The level of supervision and coordination with certificated 48 instructional staff.
- 49 3. Personnel employed by the charter school shall participate in the 50 retirement system of the school district in which the charter school is located, subject to the same terms, conditions, requirements and other provisions 51 52 applicable to personnel employed by the school district. For purposes of participating in the retirement system, the charter school shall be considered to 53 be a public school within the school district, and personnel employed by the 54 charter school shall be public school employees. In the event of a lapse of the 55 56 school district's corporate organization as described in subsections 1 and 4 of section 162.081, personnel employed by the charter school shall continue to 57 participate in the retirement system and shall do so on the same terms, 58 59 conditions, requirements and other provisions as they participated prior to the 60 lapse.
- 160.539. 1. The "School Flex Program" is established to allow eligible students to pursue a timely graduation from high school. The term "eligible students" includes students [in grades eleven or twelve] who have attained the age of sixteen but not attained the age of twenty-two and who have been identified by the student's principal and the student's parent or guardian to benefit by participating in the school flex program.
 - 2. An eligible student who participates in a school flex program shall:
- 8 (1) Attend school a minimum of two instructional hours per school day or 9 ten hours per week within the district of residence or at the student's 10 charter school;
 - (2) Pursue a timely graduation;

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12 (3) Provide evidence of college or technical career education enrollment 13 and attendance, or proof of employment and labor that is aligned with the student's career academic plan which has been developed by the school district 14 or charter school, or engaged in employment or labor that meets the 1516 student's basic needs, provided the student has developed a business plan or strategic plan for such employment or labor in addition to a 17transition plan to employment or labor that is aligned with the 18 student's career academic plan as developed by the school district or 20 charter school. If an eligible student is unable to obtain employment, he or she shall provide evidence, as determined by the department of 2122elementary and secondary education, that he or she has been seeking 23 employment;

- 24 (4) Refrain from being expelled or suspended while participating in a 25 school flex program;
 - (5) Pursue course and credit requirements for a diploma; and
 - (6) Maintain a ninety-five percent attendance rate, or for a high-risk student, as defined in subdivision (5) of subsection 2 of section 160.405, maintain an eighty percent rate.
 - 3. Eligible students participating in the school flex program shall be considered full-time students of the school district **or charter school** and shall be counted in the school's average daily attendance for state basic aid purposes.
 - 4. School districts **or charter schools** participating in the school flex program shall submit, on forms provided by the department of elementary and secondary education, an annual report to the department which shall include information required by the department, including but not limited to student participation, drop-out, and graduation rates for students participating in the program. The department shall annually report to the joint committee on education under section 160.254 on the effectiveness of the program.
 - 160.543. 1. There is hereby established the "Missouri credit flex program" to allow flexibility to public school students who have attained the age of sixteen but not yet attained the age of twenty-two to earn units of high school credit based on the demonstration of subject area competency. Any student enrolled in a public school shall be eligible to participate in the program who has been identified by the student's principal to benefit by participating in the program.
 - 2. Any public school student who participates in the Missouri

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9 credit flex program shall be exempt from any seat-time requirements 10 as related to the accrual of course credit and shall be exempt from any 11 school calendar requirements, any minimum school day requirements 12 under section 160.041, and school term requirements under section 13 160.011.

- 3. Students who choose to participate in the program may earn credit by:
 - (1) Completing traditional coursework;
- 17 (2) Demonstrating mastery of course content, as determined by 18 the student's school of enrollment or school district;
- 19 (3) Pursuing one or more educational options, as approved by 20 the student's district or charter school, including but not limited to 21 internships, distance learning, independent studies, virtual education, 22 credit for off-campus instruction, dual credit, embedded credit, 23 performance-based credit, competency-based credit, credit recovery, 24 and service learning; or
- 25 (4) A combination of subdivisions (1), (2), and (3) of this 26 subsection, if approved by the student's district or charter school.
- 4. Issuance of credit to students participating in the program shall be determined at the school level, by teachers or through the use of:
 - (1) A multi-disciplinary team;
 - (2) A professional panel from the community; or
 - (3) A state performance-based assessment.
- 5. Courses and educational options may be counted for full or partial credit or credit in more than one area if partial mastery is demonstrated.
- 6. The department of elementary and secondary education shall identify assessments and competency examinations that may be used by districts and charter schools to determine mastery of course content for students participating in the program. The department shall develop and make available to districts and charter schools model courses of study for students participating in the program. Districts, charter schools, and students may refer to the model courses of study for guidance but shall not be required to follow them.
- 7. For purposes of calculation and distribution of state school funding for students participating in the program, attendance of a

student enrolled in such a district or charter school shall equal, upon course completion, ninety-four percent of the hours of attendance possible for such course delivered in the traditional program in the student's resident district or charter school. Course calculation shall be calculated in two increments, fifty percent completion and one hundred percent completion, based on the student's completion of defined assignments and assessments, with distribution of state funding to a district or charter school at each increment equal to forty-seven percent of hours of attendance possible for such course delivered in the traditional program in the student's resident district or charter school.

- 8. School districts or charter schools with students participating in the Missouri credit flex program shall submit, on forms developed and provided by the department of elementary and secondary education, an annual report to the department by July 1. The report shall include, but not be limited to, student participation rates, dropout rates, educational options by students used to earn credit, and graduation rates for students participating in the program. The department shall annually submit a report to the joint committee on education on the effectiveness of the program by December thirty-first.
- 9. The state board of education shall promulgate rules and regulations to implement the program.
- 10. Any rule or portion of a rule, as that term is defined in section 536.010 that is created under the authority delegated in this section shall become effective only if it complies with and is subject to all of the provisions of chapter 536, and, if applicable, section 536.028. This section and chapter 536 are nonseverable and if any of the powers vested with the general assembly pursuant to chapter 536, to review, to delay the effective date, or to disapprove and annul a rule are subsequently held unconstitutional, then the grant of rulemaking authority and any rule proposed or adopted after August 28, 2013, shall be invalid and void.

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