

House _____ Amendment NO. _____

Offered By

1 AMEND House Committee Substitute for House Bill No. 1424, Page 2, Section 115.351, Line 15,
2 by inserting after all of said section and line the following:

3
4 "160.400. 1. A charter school is an independent public school.

5 2. Except as further provided in subsection 4 of this section, charter schools may be
6 operated only:

7 (1) In a metropolitan school district;

8 (2) In an urban school district containing most or all of a city with a population greater than
9 three hundred fifty thousand inhabitants;

10 (3) In a school district that has been classified as unaccredited by the state board of
11 education;

12 (4) In a school district that has been classified as provisionally accredited by the state board
13 of education and has received scores on its annual performance report consistent with a
14 classification of provisionally accredited or unaccredited for three consecutive school years
15 beginning with the 2012-13 accreditation year under the following conditions:

16 (a) The eligibility for charter schools of any school district whose provisional accreditation
17 is based in whole or in part on financial stress as defined in sections 161.520 to 161.529, or on
18 financial hardship as defined by rule of the state board of education, shall be decided by a vote of
19 the state board of education during the third consecutive school year after the designation of
20 provisional accreditation; and

21 (b) The sponsor is limited to the local school board or a sponsor who has met the standards
22 of accountability and performance as determined by the department based on sections 160.400 to
23 160.425 and section 167.349 and properly promulgated rules of the department; or

24 (5) In a school district that has been accredited without provisions, sponsored only by the
25 local school board; provided that no board with a current year enrollment of one thousand five
26 hundred fifty students or greater shall permit more than thirty-five percent of its student enrollment
27 to enroll in charter schools sponsored by the local board under the authority of this subdivision,
28 except that this restriction shall not apply to any school district that subsequently becomes eligible
29 under subdivision (3) or (4) of this subsection or to any district accredited without provisions that
30 sponsors charter schools prior to having a current year student enrollment of one thousand five
31 hundred fifty students or greater.

32 3. Except as further provided in subsection 4 of this section, the following entities are
33 eligible to sponsor charter schools:

34 (1) The school board of the district in any district which is sponsoring a charter school as of
35 August 27, 2012, as permitted under subdivision (1) or (2) of subsection 2 of this section, the
36 special administrative board of a metropolitan school district during any time in which powers

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1 granted to the district's board of education are vested in a special administrative board, or if the state
 2 board of education appoints a special administrative board to retain the authority granted to the
 3 board of education of an urban school district containing most or all of a city with a population
 4 greater than three hundred fifty thousand inhabitants, the special administrative board of such school
 5 district;

6 (2) A public four-year college or university with an approved teacher education program
 7 that meets regional or national standards of accreditation;

8 (3) A community college, the service area of which encompasses some portion of the
 9 district;

10 (4) Any private four-year college or university with an enrollment of at least one thousand
 11 students, with its primary campus in Missouri, and with an approved teacher preparation program;

12 (5) Any two-year private vocational or technical school designated as a 501(c)(3) nonprofit
 13 organization under the Internal Revenue Code of 1986, as amended, and accredited by the Higher
 14 Learning Commission, with its primary campus in Missouri;

15 (6) The Missouri charter public school commission created in section 160.425.

16 4. Changes in a school district's accreditation status that affect charter schools shall be
 17 addressed as follows, except for the districts described in subdivisions (1) and (2) of subsection 2 of
 18 this section:

19 (1) As a district transitions from unaccredited to provisionally accredited, the district shall
 20 continue to fall under the requirements for an unaccredited district until it achieves three
 21 consecutive full school years of provisional accreditation;

22 (2) As a district transitions from provisionally accredited to full accreditation, the district
 23 shall continue to fall under the requirements for a provisionally accredited district until it achieves
 24 three consecutive full school years of full accreditation;

25 (3) In any school district classified as unaccredited or provisionally accredited where a
 26 charter school is operating and is sponsored by an entity other than the local school board, when the
 27 school district becomes classified as accredited without provisions, a charter school may continue to
 28 be sponsored by the entity sponsoring it prior to the classification of accredited without provisions
 29 and shall not be limited to the local school board as a sponsor.

30
 31 A charter school operating in a school district identified in subdivision (1) or (2) of subsection 2 of
 32 this section may be sponsored by any of the entities identified in subsection 3 of this section,
 33 irrespective of the accreditation classification of the district in which it is located. A charter school
 34 in a district described in this subsection whose charter provides for the addition of grade levels in
 35 subsequent years may continue to add levels until the planned expansion is complete to the extent of
 36 grade levels in comparable schools of the district in which the charter school is operated.

37 5. The mayor of a city not within a county may request a sponsor under subdivision (2), (3),
 38 (4), (5), or (6) of subsection 3 of this section to consider sponsoring a "workplace charter school",
 39 which is defined for purposes of sections 160.400 to 160.425 as a charter school with the ability to
 40 target prospective students whose parent or parents are employed in a business district, as defined in
 41 the charter, which is located in the city.

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

45 7. The charter school shall be organized as a Missouri nonprofit corporation incorporated
 46 pursuant to chapter 355. The charter provided for herein shall constitute a contract between the
 47 sponsor and the charter school.

48 8. As a nonprofit corporation incorporated pursuant to chapter 355, the charter school shall

1 select the method for election of officers pursuant to section 355.326 based on the class of
2 corporation selected. Meetings of the governing board of the charter school shall be subject to the
3 provisions of sections 610.010 to 610.030.

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

8 10. A charter school may affiliate with a four-year college or university, including a private
9 college or university, or a community college as otherwise specified in subsection 3 of this section
10 when its charter is granted by a sponsor other than such college, university or community college.
11 Affiliation status recognizes a relationship between the charter school and the college or university
12 for purposes of teacher training and staff development, curriculum and assessment development, use
13 of physical facilities owned by or rented on behalf of the college or university, and other similar
14 purposes. A university, college or community college may not charge or accept a fee for affiliation
15 status.

16 11. The expenses associated with sponsorship of charter schools shall be defrayed by the
17 department of elementary and secondary education retaining one and five-tenths percent of the
18 amount of state and local funding allocated to the charter school under section 160.415, not to
19 exceed one hundred twenty-five thousand dollars, adjusted for inflation. The department of
20 elementary and secondary education shall remit the retained funds for each charter school to the
21 school's sponsor, provided the sponsor remains in good standing by fulfilling its sponsorship
22 obligations under sections 160.400 to 160.425 and 167.349 with regard to each charter school it
23 sponsors, including appropriate demonstration of the following:

24 (1) Expends no less than ninety percent of its charter school sponsorship funds in support of
25 its charter school sponsorship program, or as a direct investment in the sponsored schools;

26 (2) Maintains a comprehensive application process that follows fair procedures and rigorous
27 criteria and grants charters only to those developers who demonstrate strong capacity for
28 establishing and operating a quality charter school;

29 (3) Negotiates contracts with charter schools that clearly articulate the rights and
30 responsibilities of each party regarding school autonomy, expected outcomes, measures for
31 evaluating success or failure, performance consequences based on the annual performance report,
32 and other material terms;

33 (4) Conducts contract oversight that evaluates performance, monitors compliance, informs
34 intervention and renewal decisions, and ensures autonomy provided under applicable law; and

35 (5) Designs and implements a transparent and rigorous process that uses comprehensive
36 data to make merit-based renewal decisions.

37 12. Sponsors receiving funds under subsection 11 of this section shall be required to submit
38 annual reports to the joint committee on education demonstrating they are in compliance with
39 subsection 17 of this section.

40 13. No university, college or community college shall grant a charter to a nonprofit
41 corporation if an employee of the university, college or community college is a member of the
42 corporation's board of directors.

43 14. No sponsor shall grant a charter under sections 160.400 to 160.425 and 167.349 without
44 ensuring that a criminal background check and family care safety registry check are conducted for
45 all members of the governing board of the charter schools or the incorporators of the charter school
46 if initial directors are not named in the articles of incorporation, nor shall a sponsor renew a charter
47 without ensuring a criminal background check and family care safety registry check are conducted
48 for each member of the governing board of the charter school.

1 15. No member of the governing board of a charter school shall hold any office or
 2 employment from the board or the charter school while serving as a member, nor shall the member
 3 have any substantial interest, as defined in section 105.450, in any entity employed by or
 4 contracting with the board. No board member shall be an employee of a company that provides
 5 substantial services to the charter school. All members of the governing board of the charter school
 6 shall be considered decision-making public servants as defined in section 105.450 for the purposes
 7 of the financial disclosure requirements contained in sections 105.483, 105.485, 105.487, and
 8 105.489. All members of the governing board of the charter school shall be citizens of the United
 9 States and resident taxpayers of the school district in which the charter school operates.

10 16. A sponsor shall develop the policies and procedures for:

11 (1) The review of a charter school proposal including an application that provides sufficient
 12 information for rigorous evaluation of the proposed charter and provides clear documentation that
 13 the education program and academic program are aligned with the state standards and grade-level
 14 expectations, and provides clear documentation of effective governance and management structures,
 15 and a sustainable operational plan;

16 (2) The granting of a charter;

17 (3) The performance contract that the sponsor will use to evaluate the performance of
 18 charter schools. Charter schools shall meet current state academic performance standards as well as
 19 other standards agreed upon by the sponsor and the charter school in the performance contract;

20 (4) The sponsor's intervention, renewal, and revocation policies, including the conditions
 21 under which the charter sponsor may intervene in the operation of the charter school, along with
 22 actions and consequences that may ensue, and the conditions for renewal of the charter at the end of
 23 the term, consistent with subsections 8 and 9 of section 160.405;

24 (5) Additional criteria that the sponsor will use for ongoing oversight of the charter; and

25 (6) Procedures to be implemented if a charter school should close, consistent with the
 26 provisions of subdivision (15) of subsection 1 of section 160.405.

27
 28 The department shall provide guidance to sponsors in developing such policies and procedures.

29 17. (1) A sponsor shall provide timely submission to the state board of education of all data
 30 necessary to demonstrate that the sponsor is in material compliance with all requirements of sections
 31 160.400 to 160.425 and section 167.349. The state board of education shall ensure each sponsor is
 32 in compliance with all requirements under sections 160.400 to 160.425 and 167.349 for each charter
 33 school sponsored by any sponsor. The state board shall notify each sponsor of the standards for
 34 sponsorship of charter schools, delineating both what is mandated by statute and what best practices
 35 dictate. The state board shall evaluate sponsors to determine compliance with these standards every
 36 three years. The evaluation shall include a sponsor's policies and procedures in the areas of charter
 37 application approval; required charter agreement terms and content; sponsor performance evaluation
 38 and compliance monitoring; and charter renewal, intervention, and revocation decisions. Nothing
 39 shall preclude the department from undertaking an evaluation at any time for cause.

40 (2) If the department determines that a sponsor is in material noncompliance with its
 41 sponsorship duties, the sponsor shall be notified and given reasonable time for remediation. If
 42 remediation does not address the compliance issues identified by the department, the commissioner
 43 of education shall conduct a public hearing and thereafter provide notice to the charter sponsor of
 44 corrective action that will be recommended to the state board of education. Corrective action by the
 45 department may include withholding the sponsor's funding and suspending the sponsor's authority to
 46 sponsor a school that it currently sponsors or to sponsor any additional school until the sponsor is
 47 reauthorized by the state board of education under section 160.403.

48 (3) The charter sponsor may, within thirty days of receipt of the notice of the

1 commissioner's recommendation, provide a written statement and other documentation to show
2 cause as to why that action should not be taken. Final determination of corrective action shall be
3 determined by the state board of education based upon a review of the documentation submitted to
4 the department and the charter sponsor.

5 (4) If the state board removes the authority to sponsor a currently operating charter school
6 under any provision of law, the Missouri charter public school commission shall become the sponsor
7 of the school.

8 18. If a sponsor notifies a charter school of closure under subsection 8 of section 160.405,
9 the department of elementary and secondary education shall exercise its financial withholding
10 authority under subsection 12 of section 160.415 to assure all obligations of the charter school shall
11 be met. The state, charter sponsor, or resident district shall not be liable for any outstanding liability
12 or obligations of the charter school."; and

13
14 Further amend said bill by amending the title, enacting clause, and intersectional references
15 accordingly.