Stricken language would be deleted from and underlined language would be added to present law. Act 730 of the Regular Session

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2	95th General Assembly A Bill	
3	Regular Session, 2025 SENA	TE BILL 604
4		
5	By: Senator B. Davis	
6	By: Representative Brooks	
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8	For An Act To Be Entitled	
9	AN ACT TO AMEND PROVISIONS OF THE ARKANSAS CODE	
10	REGARDING THE COURSE CHOICE PROGRAM; AND FOR OTHER	
11	PURPOSES.	
12		
13		
14	Subtitle	
15	TO AMEND PROVISIONS OF THE ARKANSAS CODE	
16	REGARDING THE COURSE CHOICE PROGRAM.	
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18	BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:	
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20	SECTION 1. Arkansas Code § 6-16-1702 is amended to read as f	ollows:
21	6-16-1702. Definitions.	
22	As used in this subchapter:	
23	(1) <u>(A)</u> "Course provider" means an entity that offers i	ndividual
24	courses in person or online, including without limitation:	
25	(A)(i) An online or virtual education prov	ider <u>that</u>
26	is not a public school district or an open-enrollment public charte	<u>r school</u> ;
27	(B)(ii) A postsecondary education institut	ion; and
28	(C)(iii) A business or entity that offers	vocational
29	or technical course work in its field and has been authorized to pr	ovide such
30	courses by the State Board of Education;	
31	(iv) Arkansas School for Mathematics, Scie	nces, and
32	the Arts; and	
33	(v) An educational entity that is not a pu	<u>blic</u>
34	school district or an open-enrollment public charter school.	
35	(B)(i) A course provider does not include a publ	<u>ic school</u>
36	district or an open-enrollment public charter school.	



1	(ii)(a) Except as provided under subdivision	
2	1)(B)(ii)(b) of this section, a public school district or an open-enrollment	
3	public charter school may make one (1) or more courses available to eligible	
4	students under this subchapter.	
5	(b) A public school or an open-enrollment	
6	public charter school with a rating of "D" or "F" under §§ 6-15-2105 and 6-	
7	15-2106 and state board rules shall not be eligible to offer courses to	
8	eligible students under this subchapter.	
9	(2) "Eligible student" means any student in grades six through	
10	twelve (6-12) who resides in Arkansas and meets at least one (1) of the	
11	following criteria:	
12	(A) Is attending a public school that does not offer the	
13	course in which the student desires to enroll, as determined by the state	
14	board Division of Elementary and Secondary Education; or	
15	(B) Is attending a public school that received a letter	
16	grade of "C", "D" , or "F", or any variation thereof, under §§ 6-15-2105 and	
17	6-15-2106 and state board rules, and would like to take a required course	
18	required for graduation at the eligible student's school through the Course	
19	Choice Program; and	
20	(3) "Non-completion" means that an enrolled student does not	
21	receive a passing grade or credit for the course.	
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23	SECTION 2. Arkansas Code § 6-16-1703 is amended to read as follows:	
24	6-16-1703. Course Choice Program.	
25	(a) There is established the Course Choice Program.	
26	(b) To support student participation, not later than the 2025-2026	
27	2026-2027 school year, the State Board of Education shall promulgate rules on	
28	the Course Choice Program, including a process that includes without	
29	limitation the following:	
30	(1) The determination regarding whether each:	
31	(A) Proposed course provider complies with the law and	
32	state board State Board of Education rules;	
33	(B) Proposal submitted by a proposed course provider is	
34	alid, complete, financially well-structured, and educationally sound;	
35	(C) Proposal submitted by a proposed course provider	
36	provides a plan for collecting data; and	

1 (D) Proposal submitted by a proposed course provider 2 offers the potential for fulfilling the purposes of this subchapter; 3 (2) The provision for an independent evaluation of each proposal 4 submitted by a proposed course provider by a third party with educational, 5 organizational, legal, and financial expertise; and 6 (3) The provision for an agreement between the State Board of 7 Education and course provider that shall include without limitation a plan 8 for implementing or providing the following: 9 (A) Administration of state assessments by the course 10 provider or an eligible student's resident public school district as determined by the Division of Elementary and Secondary Education and as 11 12 required by the school rating system under § 6-15-2101 et seq.; 13 (B) The public school districts in which the course 14 provider will operate; 15 (C) Proposed courses offered, alignment of the courses by 16 the course provider with the Arkansas academic standards, and the designated 17 length of each course offered; and 18 (D) Alignment of the courses offered by the course 19 provider with approved Arkansas diploma requirements; and 20 (E) Assurances that the course provider shall, to the best 21 of its ability, collaborate and coordinate with a local public school 22 district in which an eligible student is enrolled full time. 23 (c)(1) The initial authorization of a course provider shall be for a 24 period of three (3) years. 25 (2)(A) After the second year of the initial authorization period, the State Board of Education shall conduct a thorough review of the 26 27 course provider's activities and the academic performance of the eligible 28 students enrolled in courses offered by the course provider in accordance with the school rating system. 29 30 (B) If the performance of the eligible students enrolled 31 in courses offered by the course provider does not meet performance standards 32 set by the State Board of Education under the school rating system, the State Board of Education shall place the course provider on probation. 33 34 (d) After the initial three-year authorization period, the State Board 35 of Education may reauthorize a course provider for additional periods of not 36 less than three (3) years nor more than five (5) years after thorough review

2 in courses offered by the course provider. 3 (e) The State Board of Education shall monitor and evaluate the course 4 provider in accordance with performance expectations set forth by the State 5 Board of Education in which student achievement is the predominant criterion. 6 (f)(1) The Division of Elementary and Secondary Education division 7 shall create a process for: 8 Common course numbering of all courses listed in the (A) 9 course catalog; and 10 Determining whether courses are in compliance aligned (B) 11 with Arkansas state academic standards. 12 (2) For courses offered by postsecondary educational 13 institutions that are authorized course providers, the division shall consult 14 with the Arkansas Higher Education Coordinating Board. 15 (g) Prior to the 2025-2026 school year, the The division shall create 16 a course catalog for all courses offered by a course provider, a public 17 school district, or an open-enrollment public charter school. 18 (h) The State Board of Education may promulgate rules to administer 19 the program. 20 21 SECTION 3. Arkansas Code § 6-16-1704(a)(1), concerning policies and 22 procedures for eligible students established by each local school district 23 board of directors, is amended to read as follows: 24 (1) Credits earned through a course provider shall appear on 25 each eligible student's official transcript and count fully towards the graduation requirements of any approved Arkansas diploma; 26 27 28 SECTION 4. Arkansas Code § 6-16-1704(d)(1), concerning aggregate test 29 scores of eligible students who participate in the Course Choice Program, is 30 amended to read as follows: 31 (d)(1) The aggregate test scores of eligible students under this 32 subchapter shall be counted included in the annual school performance report 33 for the public schools in which the eligible students are enrolled full time, 34 pursuant to rules promulgated by the Division of Elementary and Secondary 35 Education. 36

of the course provider's activities and the achievement of students enrolled

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SECTION 5. Arkansas Code § 6-16-1705 is amended to read as follows: 6-16-1705. Funding - Definition. (a)(1) As used in this section, "per-course amount <u>for a course</u> <u>provider</u>" means an amount equal to the <u>standard</u> market rate as determined by a course provider and reported to the Department of Education that is up to one-sixth (%) of ninety percent (90%) eight percent (8%) of the per-pupil

7 amount each year as determined by the foundation funding amount, established 8 under § 6-20-2305, allotted per student to each public school district in 9 which an eligible student resides.

10 (2) The per-course amount for a public school district or an 11 open-enrollment public charter school shall be the amount of foundation 12 funding generated by including an eligible student in the public school 13 district's or open-enrollment public charter school's average daily

14 membership under § 6-20-2305 for one (1) or more courses.

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15 (2)(A) Any remaining funds for an eligible student, except those 16 specified under subsection (c) of this section, shall be returned to the 17 state or the public school district according to the pro rata share for the 18 per pupil amount each year as determined by the foundation funding amount for 19 the public school district in which the eligible student resides.

20 (B)(3) Transfers of course payments Payment for courses under 21 this subchapter shall be made by the department on behalf of the responsible 22 public school district in which an eligible student resides to the authorized 23 course provider.

24 (b) A course provider shall receive a per-course amount for each
25 eligible student.

(c)(l)(b)(l) For each eligible student, an amount equal to ten percent 26 27 (10%) of the per-pupil amount according to the pro rata share as determined each year by the foundation funding amount, established under § 6-20-2305, 28 29 allotted per student for the local school district in which an eligible student resides shall remain with Each eligible student shall be included in 30 31 the average daily membership of the public school district in which the 32 eligible student is enrolled full time for the purpose of generating foundation funding under § 6-20-2305. 33 34 (2) Funds under subdivision $\frac{(c)(1)}{(b)(1)}$ (b)(1) of this section shall

35 be used to finance any administrative or operational costs to support 36 eligible students enrolled in courses offered by course providers, as

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1 determined by the State Board of Education.

2 (d)(1)(c)(1) For each eligible student, a course provider shall
3 receive payment for only the courses in which an eligible student is enrolled
4 as determined under this subchapter.

5 (2) The remaining funds for each eligible student up to the 6 maximum amount for the public school district in which the eligible student 7 resides as determined each year by the foundation funding, established under 8 § 6-20-2305, allotted per student or the actual tuition and fees, as 9 applicable, shall remain with the participating public school district in 10 which the student is enrolled <u>full time</u>.

11 (e)(1)(d)(1) A course provider may charge an eligible student the cost 12 of tuition in an amount equal to the amount determined by the course provider 13 and reported to the department shall receive only the per-course amount for a 14 course provider and shall not charge an eligible student any amount above the 15 per-course amount for a course provider.

16 (2) A course provider shall accept the per-course amount as the 17 total tuition and fees for an eligible student.

18 (3)(A)(2)(A) Fifty percent (50%) of the per-course amount of 19 tuition to be for a course provider that is paid or transferred to a course 20 provider shall be paid or transferred upon after verification of eligible 21 student enrollment in a course on October 1 of each year and fifty percent 22 (50%) shall be paid or transferred upon course completion and the eligible 23 student receiving credit according to the published course length.

24 (B) If an eligible student does not complete a course, 25 according to the published course length, in which the course provider has received the first payment, the course provider shall receive only forty 26 27 percent (40%) rather than the remaining fifty percent (50%) of the course 28 amount, but only if the eligible student completes the course and receives 29 credit for the course prior to leaving school or graduating from high school. 30 (C) For non-completion prior to leaving school or 31 graduating from high school, the course provider shall receive only fifty 32 percent (50%) of the per-course amount of tuition for course providers that 33 is paid upon eligible student enrollment in the course. 34 $(4)(\Lambda)$ The remaining ten percent (10%) of the per-pupil amount

35 according to the pro-rata share as determined each year by foundation

36 funding, established under § 6-20-2305, allotted per student for a public

1	school district in which an eligible student resides shall remain with the
2	public school in which the eligible student is enrolled full time.
3	(B) The amount under subdivision (e)(4)(A) of this section
4	shall be in addition to the ten percent (10%) provided under subsection (c)
5	of this section.
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8	APPROVED: 4/17/25
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