1.1	A bill for an act
1.2	relating to pupil transportation; authorizing a school district to report actual
1.3	costs instead of allocated costs for contracted services; clarifying certain field
1.4	trip costs; broadening resident district involvement when a student is placed in
1.5	another district for care and treatment; increasing the maximum weight of a type
1.6 1.7	A-I school bus; modifying seat back and tailpipe equipment standards; amending Minnesota Statutes 2008, sections 123B.92, subdivisions 1, 5; 125A.15;
1.7	125A.51; 169.011, subdivision 71; 169.443, subdivision 9; 169.4501, subdivision
1.9	1; 169.4503, subdivision 20, by adding a subdivision; 169.454, subdivision 13;
1.10	169A.03, subdivision 23; 171.01, subdivision 22; 171.02, subdivisions 2, 2a;
1.11	171.321, subdivisions 1, 4, 5.
1.12	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:
1.13	Section 1. Minnesota Statutes 2008, section 123B.92, subdivision 1, is amended to read:
1.14	Subdivision 1. Definitions. For purposes of this section and section 125A.76, the
1.15	terms defined in this subdivision have the meanings given to them.
1.16	(a) "Actual expenditure per pupil transported in the regular and excess transportation
1.17	categories" means the quotient obtained by dividing:
1.18	(1) the sum of:
1.19	(i) all expenditures for transportation in the regular category, as defined in paragraph
1.20	(b), clause (1), and the excess category, as defined in paragraph (b), clause (2), plus
1.21	(ii) an amount equal to one year's depreciation on the district's school bus fleet
1.22	and mobile units computed on a straight line basis at the rate of 15 percent per year for
1.23	districts operating a program under section 124D.128 for grades 1 to 12 for all students in
1.24	the district and 12-1/2 percent per year for other districts of the cost of the fleet, plus
1.25	(iii) an amount equal to one year's depreciation on the district's type three school
1.26	buses, as defined in section 169.011, subdivision 71, clause (5), which must be used a

2.1 majority of the time for pupil transportation purposes, computed on a straight line basis at
2.2 the rate of 20 percent per year of the cost of the type three school buses by:

- 2.3 (2) the number of pupils eligible for transportation in the regular category, as defined
 2.4 in paragraph (b), clause (1), and the excess category, as defined in paragraph (b), clause (2).
- 2.5 (b) "Transportation category" means a category of transportation service provided to2.6 pupils as follows:
- 2.7 (1) Regular transportation is:

(i) transportation to and from school during the regular school year for resident
elementary pupils residing one mile or more from the public or nonpublic school they
attend, and resident secondary pupils residing two miles or more from the public
or nonpublic school they attend, excluding desegregation transportation and noon
kindergarten transportation; but with respect to transportation of pupils to and from
nonpublic schools, only to the extent permitted by sections 123B.84 to 123B.87;

2.14

(ii) transportation of resident pupils to and from language immersion programs;

(iii) transportation of a pupil who is a custodial parent and that pupil's child between
the pupil's home and the child care provider and between the provider and the school, if
the home and provider are within the attendance area of the school;

2.18 (iv) transportation to and from or board and lodging in another district, of resident
2.19 pupils of a district without a secondary school; and

(v) transportation to and from school during the regular school year required under
subdivision 3 for nonresident elementary pupils when the distance from the attendance
area border to the public school is one mile or more, and for nonresident secondary pupils
when the distance from the attendance area border to the public school is two miles or
more, excluding desegregation transportation and noon kindergarten transportation.

For the purposes of this paragraph, a district may designate a licensed day care facility, school day care facility, respite care facility, the residence of a relative, or the residence of a person chosen by the pupil's parent or guardian as the home of a pupil for part or all of the day, if requested by the pupil's parent or guardian, and if that facility or residence is within the attendance area of the school the pupil attends.

2.30

(2) Excess transportation is:

(i) transportation to and from school during the regular school year for resident
secondary pupils residing at least one mile but less than two miles from the public or
nonpublic school they attend, and transportation to and from school for resident pupils
residing less than one mile from school who are transported because of extraordinary
traffic, drug, or crime hazards; and

(ii) transportation to and from school during the regular school year required under
subdivision 3 for nonresident secondary pupils when the distance from the attendance area
border to the school is at least one mile but less than two miles from the public school
they attend, and for nonresident pupils when the distance from the attendance area border
to the school is less than one mile from the school and who are transported because of
extraordinary traffic, drug, or crime hazards.

3.7 (3) Desegregation transportation is transportation within and outside of the district
3.8 during the regular school year of pupils to and from schools located outside their normal
3.9 attendance areas under a plan for desegregation mandated by the commissioner or under
3.10 court order.

3.11

(4) "Transportation services for pupils with disabilities" is:

3.12 (i) transportation of pupils with disabilities who cannot be transported on a regular
3.13 school bus between home or a respite care facility and school;

(ii) necessary transportation of pupils with disabilities from home or from school to
other buildings, including centers such as developmental achievement centers, hospitals,
and treatment centers where special instruction or services required by sections 125A.03
to 125A.24, 125A.26 to 125A.48, and 125A.65 are provided, within or outside the district

3.18 where services are provided;

3.19 (iii) necessary transportation for resident pupils with disabilities required by sections
3.20 125A.12, and 125A.26 to 125A.48;

3.21 (iv) board and lodging for pupils with disabilities in a district maintaining special
3.22 classes;

(v) transportation from one educational facility to another within the district for
resident pupils enrolled on a shared-time basis in educational programs, and necessary
transportation required by sections 125A.18, and 125A.26 to 125A.48, for resident pupils
with disabilities who are provided special instruction and services on a shared-time basis
or if resident pupils are not transported, the costs of necessary travel between public
and private schools or neutral instructional sites by essential personnel employed by the
district's program for children with a disability;

3.30 (vi) transportation for resident pupils with disabilities to and from board and lodging
3.31 facilities when the pupil is boarded and lodged for educational purposes; and

3.32 (vii) <u>transportation of pupils for a curricular field trip activity on a school bus</u>

3.33 <u>equipped with a power lift when the power lift is required by a student's disability or</u>

3.34 section 504 plan; and

3.35 (viii) services described in clauses (i) to (vi) (vii), when provided for pupils with
 3.36 disabilities in conjunction with a summer instructional program that relates to the pupil's

4.1 individual education plan or in conjunction with a learning year program established4.2 under section 124D.128.

For purposes of computing special education initial aid under section 125A.76, 4.3 subdivision 2, the cost of providing transportation for children with disabilities includes 4.4 (A) the additional cost of transporting a homeless student from a temporary nonshelter 4.5 home in another district to the school of origin, or a formerly homeless student from a 4.6 permanent home in another district to the school of origin but only through the end of the 4.7 academic year; and (B) depreciation on district-owned school buses purchased after July 1, 4.8 2005, and used primarily for transportation of pupils with disabilities, calculated according 4.9 to paragraph (a), clauses (ii) and (iii). Depreciation costs included in the disabled 4.10 transportation category must be excluded in calculating the actual expenditure per pupil 4.11 transported in the regular and excess transportation categories according to paragraph (a). 4.12

4.13 (5) "Nonpublic nonregular transportation" is:

4.14 (i) transportation from one educational facility to another within the district for
4.15 resident pupils enrolled on a shared-time basis in educational programs, excluding
4.16 transportation for nonpublic pupils with disabilities under clause (4);

4.17 (ii) transportation within district boundaries between a nonpublic school and a
4.18 public school or a neutral site for nonpublic school pupils who are provided pupil support
4.19 services pursuant to section 123B.44; and

4.20 (iii) late transportation home from school or between schools within a district for4.21 nonpublic school pupils involved in after-school activities.

4.22 (c) "Mobile unit" means a vehicle or trailer designed to provide facilities for
4.23 educational programs and services, including diagnostic testing, guidance and counseling
4.24 services, and health services. A mobile unit located off nonpublic school premises is a
4.25 neutral site as defined in section 123B.41, subdivision 13.

4.26

EFFECTIVE DATE. This section is effective for revenue for fiscal year 2010.

4.27 Sec. 2. Minnesota Statutes 2008, section 123B.92, subdivision 1, is amended to read:
4.28 Subdivision 1. Definitions. For purposes of this section and section 125A.76, the
4.29 terms defined in this subdivision have the meanings given to them.

4.30 (a) "Actual expenditure per pupil transported in the regular and excess transportation
4.31 categories" means the quotient obtained by dividing:

4.32 (1) the sum of:

4.33 (i) all expenditures for transportation in the regular category, as defined in paragraph
4.34 (b), clause (1), and the excess category, as defined in paragraph (b), clause (2), plus

(ii) an amount equal to one year's depreciation on the district's school bus fleet 5.1 and mobile units computed on a straight line basis at the rate of 15 percent per year for 5.2 districts operating a program under section 124D.128 for grades 1 to 12 for all students in 5.3 the district and 12-1/2 percent per year for other districts of the cost of the fleet, plus 5.4 (iii) an amount equal to one year's depreciation on the district's type three school 5.5 buses III vehicles, as defined in section 169.011, subdivision 71, clause (5), which must be 5.6 used a majority of the time for pupil transportation purposes, computed on a straight line 5.7 basis at the rate of 20 percent per year of the cost of the type three school buses by: 5.8 (2) the number of pupils eligible for transportation in the regular category, as defined 5.9 in paragraph (b), clause (1), and the excess category, as defined in paragraph (b), clause (2). 5.10 (b) "Transportation category" means a category of transportation service provided to 5.11 pupils as follows: 5.12

5.13 (1) Regular transportation is:

(i) transportation to and from school during the regular school year for resident
elementary pupils residing one mile or more from the public or nonpublic school they
attend, and resident secondary pupils residing two miles or more from the public
or nonpublic school they attend, excluding desegregation transportation and noon
kindergarten transportation; but with respect to transportation of pupils to and from
nonpublic schools, only to the extent permitted by sections 123B.84 to 123B.87;

- 5.20 (ii) transportation of resident pupils to and from language immersion programs;
- (iii) transportation of a pupil who is a custodial parent and that pupil's child between
 the pupil's home and the child care provider and between the provider and the school, if
 the home and provider are within the attendance area of the school;
- 5.24 (iv) transportation to and from or board and lodging in another district, of resident
 5.25 pupils of a district without a secondary school; and
- (v) transportation to and from school during the regular school year required under
 subdivision 3 for nonresident elementary pupils when the distance from the attendance
 area border to the public school is one mile or more, and for nonresident secondary pupils
 when the distance from the attendance area border to the public school is two miles or
 more, excluding desegregation transportation and noon kindergarten transportation.
- 5.31 For the purposes of this paragraph, a district may designate a licensed day care 5.32 facility, school day care facility, respite care facility, the residence of a relative, or the 5.33 residence of a person chosen by the pupil's parent or guardian as the home of a pupil for 5.34 part or all of the day, if requested by the pupil's parent or guardian, and if that facility or 5.35 residence is within the attendance area of the school the pupil attends.
- 5.36

(2) Excess transportation is:

(i) transportation to and from school during the regular school year for resident 6.1 secondary pupils residing at least one mile but less than two miles from the public or 6.2 nonpublic school they attend, and transportation to and from school for resident pupils 6.3 residing less than one mile from school who are transported because of extraordinary 6.4 traffic, drug, or crime hazards; and 6.5

(ii) transportation to and from school during the regular school year required under 6.6 subdivision 3 for nonresident secondary pupils when the distance from the attendance area 6.7 border to the school is at least one mile but less than two miles from the public school 6.8 they attend, and for nonresident pupils when the distance from the attendance area border 6.9 to the school is less than one mile from the school and who are transported because of 6.10 extraordinary traffic, drug, or crime hazards. 6.11

(3) Desegregation transportation is transportation within and outside of the district 6.12 during the regular school year of pupils to and from schools located outside their normal 6.13 attendance areas under a plan for desegregation mandated by the commissioner or under 6.14 court order. 6.15

6.16

(4) "Transportation services for pupils with disabilities" is:

(i) transportation of pupils with disabilities who cannot be transported on a regular 6.17 school bus between home or a respite care facility and school; 6.18

(ii) necessary transportation of pupils with disabilities from home or from school to 6.19 other buildings, including centers such as developmental achievement centers, hospitals, 6.20 and treatment centers where special instruction or services required by sections 125A.03 6.21 to 125A.24, 125A.26 to 125A.48, and 125A.65 are provided, within or outside the district 6.22 where services are provided; 6.23

6.24

(iii) necessary transportation for resident pupils with disabilities required by sections 125A.12, and 125A.26 to 125A.48; 6.25

(iv) board and lodging for pupils with disabilities in a district maintaining special 6.26 classes; 6.27

(v) transportation from one educational facility to another within the district for 6.28 resident pupils enrolled on a shared-time basis in educational programs, and necessary 6.29 transportation required by sections 125A.18, and 125A.26 to 125A.48, for resident pupils 6.30 with disabilities who are provided special instruction and services on a shared-time basis 6.31 or if resident pupils are not transported, the costs of necessary travel between public 6.32 and private schools or neutral instructional sites by essential personnel employed by the 6.33 district's program for children with a disability; 6.34

(vi) transportation for resident pupils with disabilities to and from board and lodging 6.35 facilities when the pupil is boarded and lodged for educational purposes; and 6.36

(vii) services described in clauses (i) to (vi), when provided for pupils with 7.1 disabilities in conjunction with a summer instructional program that relates to the pupil's 7.2 individual education plan or in conjunction with a learning year program established 7.3 under section 124D.128. 7.4

For purposes of computing special education initial aid under section 125A.76, 7.5 subdivision 2, the cost of providing transportation for children with disabilities includes 7.6 (A) the additional cost of transporting a homeless student from a temporary nonshelter 7.7 home in another district to the school of origin, or a formerly homeless student from a 7.8 permanent home in another district to the school of origin but only through the end of the 7.9 academic year; and (B) depreciation on district-owned school buses purchased after July 1, 7.10 2005, and used primarily for transportation of pupils with disabilities, calculated according 7.11 to paragraph (a), clauses (ii) and (iii). Depreciation costs included in the disabled 7.12 transportation category must be excluded in calculating the actual expenditure per pupil 7.13 transported in the regular and excess transportation categories according to paragraph (a). 7.14 (5) "Nonpublic nonregular transportation" is: 7.15

(i) transportation from one educational facility to another within the district for 7.16 resident pupils enrolled on a shared-time basis in educational programs, excluding 7.17 transportation for nonpublic pupils with disabilities under clause (4); 7.18

(ii) transportation within district boundaries between a nonpublic school and a 7.19 public school or a neutral site for nonpublic school pupils who are provided pupil support 7.20 services pursuant to section 123B.44; and 7.21

(iii) late transportation home from school or between schools within a district for 7.22 7.23 nonpublic school pupils involved in after-school activities.

(c) "Mobile unit" means a vehicle or trailer designed to provide facilities for 7.24 educational programs and services, including diagnostic testing, guidance and counseling 7.25 7.26 services, and health services. A mobile unit located off nonpublic school premises is a neutral site as defined in section 123B.41, subdivision 13. 7.27

7.28

Sec. 3. Minnesota Statutes 2008, section 123B.92, subdivision 5, is amended to read: Subd. 5. District reports. (a) Each district must report data to the department as 7.29 required by the department to account for transportation expenditures. 7.30

(b) Salaries and fringe benefits of district employees whose primary duties are 7.31 other than transportation, including central office administrators and staff, building 7.32 administrators and staff, teachers, social workers, school nurses, and instructional aides, 7.33 must not be included in a district's transportation expenditures, except that a district may 7.34 include salaries and benefits according to paragraph (c) for (1) an employee designated 7.35

as the district transportation director, (2) an employee providing direct support to the
transportation director, or (3) an employee providing direct transportation services such as
a bus driver or bus aide.

(c) Salaries and fringe benefits of the district employees listed in paragraph (b),
clauses (1), (2), and (3), who work part time in transportation and part time in other areas
must not be included in a district's transportation expenditures unless the district maintains
documentation of the employee's time spent on pupil transportation matters in the form
and manner prescribed by the department.

(d) Pupil transportation expenditures, excluding expenditures for capital outlay, 8.9 leased buses, student board and lodging, crossing guards, and aides on buses, must 8.10 be allocated among transportation categories based on cost-per-mile, cost-per-student, 8.11 cost-per-hour, or cost-per-route, regardless of whether the transportation services are 8.12 provided on district-owned or contractor-owned school buses. Expenditures for school 8.13 bus driver salaries and fringe benefits may either be directly charged to the appropriate 8.14 transportation category or may be allocated among transportation categories based 8.15 on cost-per-mile, cost-per-student, cost-per-hour, or cost-per-route. Expenditures 8.16 by private contractors or individuals who provide transportation exclusively in one 8.17 transportation category must be charged directly to the appropriate transportation category. 8.18 Transportation services provided by contractor-owned school bus companies incorporated 8.19 under different names but owned by the same individual or group of individuals must be 8.20 treated as the same company for cost allocation purposes. 8.21

(e) Notwithstanding paragraph (d), districts contracting for transportation services 8.22 8.23 are exempt from the standard cost allocation method for authorized and nonauthorized transportation categories if the district: (1) bids its contracts separately for authorized 8.24 and nonauthorized transportation categories; (2) receives bids or quotes from more 8.25 than one vendor for these transportation categories; and (3) the district's cost-per-mile, 8.26 cost-per-hour, or cost-per-route does not vary more than ten percent among categories, 8.27 excluding salaries and fringe benefits of bus aides. If the costs reported by the district 8.28 for contractor-owned operations vary by more than ten percent among categories, the 8.29 department shall require the district to reallocate its transportation costs, excluding salaries 8.30

- 8.31 and fringe benefits of bus aides, among all categories.
- 8.32

EFFECTIVE DATE. This section is effective for revenue for fiscal year 2010.

8.33 Sec. 4. Minnesota Statutes 2008, section 125A.15, is amended to read:

8.34 **125A.15 PLACEMENT IN ANOTHER DISTRICT; RESPONSIBILITY.**

9.1 The responsibility for special instruction and services for a child with a disability
9.2 temporarily placed in another district for care and treatment shall be determined in the
9.3 following manner:

9.4 (a) The district of residence of a child shall be the district in which the child's parent
9.5 resides, if living, or the child's guardian, or the district designated by the commissioner if
9.6 neither parent nor guardian is living within the state.

(b) If a district other than the resident district places a pupil for care and treatment, 9.7 the district placing the pupil must notify and give the resident district an opportunity to 9.8 participate in the placement decision. When an immediate emergency placement of a 9.9 pupil is necessary and time constraints foreclose a resident district from participating in 9.10 the emergency placement decision, the district in which the pupil is temporarily placed 9.11 must notify the resident district of the emergency placement within 15 days. The resident 9.12 district has up to five business days after receiving notice of the emergency placement 9.13 to request an opportunity to participate in the placement decision, which the placing 9.14 district must then provide. 9.15

(c) When a child is temporarily placed for care and treatment in a day program 9.16 located in another district and the child continues to live within the district of residence 9.17 during the care and treatment, the district of residence is responsible for providing 9.18 transportation to and from the care and treatment facility program and an appropriate 9.19 educational program for the child. The resident district may establish reasonable 9.20 restrictions on transportation, except if a Minnesota court or agency orders the child 9.21 placed at a day care and treatment program and the resident district receives a copy of 9.22 9.23 the order, then the resident district must provide transportation to and from the program unless the court or agency orders otherwise. Transportation shall only be provided by the 9.24 resident district during regular operating hours of the resident district. The resident district 9.25 9.26 may provide the educational program at a school within the district of residence, at the child's residence, or in the district in which the day treatment center is located by paying 9.27 tuition to that district. 9.28

(c) (d) When a child is temporarily placed in a residential program for care and 9.29 treatment, the nonresident district in which the child is placed is responsible for providing 9.30 an appropriate educational program for the child and necessary transportation while the 9.31 child is attending the educational program; and must bill the district of the child's residence 9.32 for the actual cost of providing the program, as outlined in section 125A.11, except as 9.33 provided in paragraph (d) (e). However, the board, lodging, and treatment costs incurred 9.34 in behalf of a child with a disability placed outside of the school district of residence by 9.35 the commissioner of human services or the commissioner of corrections or their agents, 9.36

for reasons other than providing for the child's special educational needs must not become 10.1 10.2 the responsibility of either the district providing the instruction or the district of the child's residence. For the purposes of this section, the state correctional facilities operated on a 10.3 fee-for-service basis are considered to be residential programs for care and treatment. 10.4

(d) (e) A privately owned and operated residential facility may enter into a contract 10.5 to obtain appropriate educational programs for special education children and services 10.6 with a joint powers entity. The entity with which the private facility contracts for special 10.7 education services shall be the district responsible for providing students placed in that 10.8 facility an appropriate educational program in place of the district in which the facility is 10.9 located. If a privately owned and operated residential facility does not enter into a contract 10.10 under this paragraph, then paragraph (c) (d) applies. 10.11

10.12 (c) (f) The district of residence shall pay tuition and other program costs, not including transportation costs, to the district providing the instruction and services. 10.13 The district of residence may claim general education aid for the child as provided by 10.14 10.15 law. Transportation costs must be paid by the district responsible for providing the transportation and the state must pay transportation aid to that district. 10.16

10.17

EFFECTIVE DATE. This section is effective the day following final enactment.

Sec. 5. Minnesota Statutes 2008, section 125A.51, is amended to read: 10.18

10.19

125A.51 PLACEMENT OF CHILDREN WITHOUT DISABILITIES; 10.20 **EDUCATION AND TRANSPORTATION.**

The responsibility for providing instruction and transportation for a pupil without a 10.21 disability who has a short-term or temporary physical or emotional illness or disability, as 10.22 determined by the standards of the commissioner, and who is temporarily placed for care 10.23 and treatment for that illness or disability, must be determined as provided in this section. 10.24 (a) The school district of residence of the pupil is the district in which the pupil's 10.25

parent or guardian resides. 10.26

(b) When parental rights have been terminated by court order, the legal residence 10.27 10.28 of a child placed in a residential or foster facility for care and treatment is the district in which the child resides. 10.29

(c) Before the placement of a pupil for care and treatment, the district of residence 10.30 10.31 must be notified and provided an opportunity to participate in the placement decision. When an immediate emergency placement is necessary and time does not permit 10.32 resident district participation in the placement decision, the district in which the pupil is 10.33 temporarily placed, if different from the district of residence, must notify the district 10.34

11.1 of residence of the emergency placement within 15 days of the placement. When a

11.2 <u>nonresident district makes an emergency placement without first consulting with the</u>

11.3 resident district, the resident district has up to five business days after receiving notice

11.4 of the emergency placement to request an opportunity to participate in the placement

11.5 <u>decision, which the placing district must then provide.</u>

(d) When a pupil without a disability is temporarily placed for care and treatment 11.6 in a day program and the pupil continues to live within the district of residence during 11.7 the care and treatment, the district of residence must provide instruction and necessary 11.8 transportation to and from the care and treatment facility program for the pupil. The 11.9 resident district may establish reasonable restrictions on transportation, except if a 11.10 Minnesota court or agency orders the child placed at a day care and treatment program 11.11 and the resident district receives a copy of the order, then the resident district must provide 11.12 transportation to and from the program unless the court or agency orders otherwise. 11.13 Transportation shall only be provided by the resident district during regular operating 11.14 11.15 hours of the resident district. The resident district may provide the instruction at a school within the district of residence, at the pupil's residence, or in the case of a placement 11.16 outside of the resident district, in the district in which the day treatment program is located 11.17 by paying tuition to that district. The district of placement may contract with a facility to 11.18

11.19 provide instruction by teachers licensed by the state Board of Teaching.

(e) When a pupil without a disability is temporarily placed in a residential program for care and treatment, the district in which the pupil is placed must provide instruction for the pupil and necessary transportation while the pupil is receiving instruction, and in the case of a placement outside of the district of residence, the nonresident district must bill the district of residence for the actual cost of providing the instruction for the regular school year and for summer school, excluding transportation costs.

11.26 (f) Notwithstanding paragraph (e), if the pupil is homeless and placed in a public or private homeless shelter, then the district that enrolls the pupil under section 127A.47, 11.27 subdivision 2, shall provide the transportation, unless the district that enrolls the pupil 11.28 and the district in which the pupil is temporarily placed agree that the district in which 11.29 the pupil is temporarily placed shall provide transportation. When a pupil without a 11.30 disability is temporarily placed in a residential program outside the district of residence, 11.31 the administrator of the court placing the pupil must send timely written notice of the 11.32 placement to the district of residence. The district of placement may contract with a 11.33 residential facility to provide instruction by teachers licensed by the state Board of 11.34 Teaching. For purposes of this section, the state correctional facilities operated on a 11.35 fee-for-service basis are considered to be residential programs for care and treatment. 11.36

(g) The district of residence must include the pupil in its residence count of pupil
units and pay tuition as provided in section 123A.488 to the district providing the
instruction. Transportation costs must be paid by the district providing the transportation
and the state must pay transportation aid to that district. For purposes of computing state
transportation aid, pupils governed by this subdivision must be included in the disabled
transportation category if the pupils cannot be transported on a regular school bus route
without special accommodations.

12.8

EFFECTIVE DATE. This section is effective the day following final enactment.

Sec. 6. Minnesota Statutes 2008, section 169.011, subdivision 71, is amended to read: 12.9 Subd. 71. School bus. (a) "School bus" means a motor vehicle used to transport 12.10 12.11 pupils to or from a school defined in section 120A.22, or to or from school-related activities, by the school or a school district, or by someone under an agreement with the 12.12 school or a school district. A school bus does not include a motor vehicle transporting 12.13 children to or from school for which parents or guardians receive direct compensation 12.14 from a school district, a motor coach operating under charter carrier authority, a transit 12.15 bus providing services as defined in section 174.22, subdivision 7, a multifunction school 12.16 activity bus as defined by federal motor vehicle safety standards, or a vehicle otherwise 12.17 qualifying as a type III vehicle under paragraph (5) clause (6), when the vehicle is properly 12.18 registered and insured and being driven by an employee or agent of a school district for 12.19 nonscheduled or nonregular transportation. 12.20

(b) A school bus may be type A, type B, type C, or type D, <u>multifunction school</u> activity bus, or type III as follows: provided in paragraphs (c) to (h).

(1) (c) A "type A school bus" is a van conversion or bus constructed utilizing a
cutaway front section vehicle with a left-side driver's door. The entrance door is behind the
front wheels. This definition includes two classifications: type A-I, with a gross vehicle
weight rating (GVWR) less than or equal to 10,000 14,500 pounds; and type A-II, with a
GVWR greater than 10,000 14,500 pounds and less than or equal to 21,500 pounds.

(2) (d) A "type B school bus" is constructed utilizing a stripped chassis. The
entrance door is behind the front wheels. This definition includes two classifications: type
B-I, with a GVWR less than or equal to 10,000 pounds; and type B-II, with a GVWR
greater than 10,000 pounds.

12.32 (3) (e) A "type C school bus" is constructed utilizing a chassis with a hood and front
12.33 fender assembly. The entrance door is behind the front wheels. A "type C school bus" also
12.34 includes a cutaway truck chassis or truck chassis with cab, with or without a left side door,
12.35 and with a GVWR greater than 21,500 pounds.

(4) (f) A "type D school bus" is constructed utilizing a stripped chassis. The entrance 13.1 door is ahead of the front wheels. 13.2 (5) (g) A "multifunction school activity bus" is a school bus that meets the definition 13.3 of a multifunction school activity bus in Code of Federal Regulations, title 49, section 13.4 571.3. A vehicle that meets the definition of a type III vehicle is not a multifunction 13.5 school activity bus. 13.6 (h) A "Type III vehicles are vehicle" is restricted to passenger cars, station wagons, 13.7 vans, and buses having a maximum manufacturer's rated seating capacity of ten or fewer 13.8 people, including the driver, and a gross vehicle weight rating of 10,000 pounds or 13.9 less. In this subdivision, "gross vehicle weight rating" means the value specified by the 13.10 manufacturer as the loaded weight of a single vehicle. A "type III vehicle" must not be 13.11 outwardly equipped and identified as a type A, B, C, or D school bus or type A, B, C, or D 13.12 Head Start bus. A van or bus converted to a seating capacity of ten or fewer and placed in 13.13 service on or after August 1, 1999, must have been originally manufactured to comply 13.14 13.15 with the passenger safety standards. (i) In this subdivision, "gross vehicle weight rating" means the value specified by 13.16

13.17 the manufacturer as the loaded weight of a single vehicle.

13.18 **EFFECTIVE DATE.** This section is effective July 1, 2009.

Sec. 7. Minnesota Statutes 2008, section 169.443, subdivision 9, is amended to read:
Subd. 9. Personal cellular phone call prohibition. (a) As used in this subdivision,
"school bus" has the meaning given in section 169.011, subdivision 71. In addition, the
term includes type III vehicles as <u>described defined</u> in section 169.011, subdivision 71,
clause (5), when driven by employees or agents of school districts.
(b) A school bus driver may not operate a school bus while communicating over, or

otherwise operating, a cellular phone for personal reasons, whether handheld or hands
free, when the vehicle is in motion.

Sec. 8. Minnesota Statutes 2008, section 169.4501, subdivision 1, is amended to read: 13.27 Subdivision 1. National standards adopted. Except as provided in sections 13.28 169.4502 and 169.4503, the construction, design, equipment, and color of types A, B, C, 13.29 D and multifunctional school buses and multifunction school activity bus school buses 13.30 used for the transportation of school children shall meet the requirements of the "bus 13.31 chassis standards" and "bus body standards" in the 2005 edition of the "National School 13.32 Transportation Specifications and Procedures" adopted by the National Congress on 13.33 13.34 School Transportation. Except as provided in section 169.4504, the construction, design,

and equipment of types A, B, C, D and multifunctional school buses and multifunction
school activity bus school buses used for the transportation of students with disabilities
also shall meet the requirements of the "specially equipped school bus standards" in the
2005 National School Transportation Specifications and Procedures. The "bus chassis
standards," "bus body standards," and "specially equipped school bus standards" sections
of the 2005 edition of the "National School Transportation Specifications and Procedures"
are incorporated by reference in this chapter.

- Sec. 9. Minnesota Statutes 2008, section 169.4503, subdivision 20, is amended to read:
 Subd. 20. Seat and crash barriers. (a) All restraining barriers and passenger seats
 shall be covered with a material that has fire retardant or fire block characteristics.
 (b) All seats must have a minimum cushion depth of 15 inches and a seat back
 height of at least 20 inches above the seating reference point, and beginning October 21,
 2009, must also conform to the Federal Motor Vehicle Safety Standard in Code of Federal
 Regulations, title 49, section 571.222.
- 14.15 Sec. 10. Minnesota Statutes 2008, section 169.4503, is amended by adding a14.16 subdivision to read:
- 14.17 Subd. 27. Tailpipe. (a) The tailpipe must not extend more than two inches beyond
 14.18 the perimeter of the body for a side-exit pipe or beyond the bumper for a rear-exit pipe.
 14.19 (b) The tailpipe must exit either in the rear of the vehicle or to the left side of the bus
 14.20 in front of or behind the rear drive axle. The tailpipe exit location on all type A-I or B-I
 14.21 buses must be in accordance with the manufacturer's standards. The tailpipe must not exit
 14.22 beneath any fuel filler location or beneath any emergency door.
- 14.23 EFFECTIVE DATE. This section is effective the day following final enactment
 14.24 retroactive to December 31, 2007.

Sec. 11. Minnesota Statutes 2008, section 169.454, subdivision 13, is amended to read: 14.25 Subd. 13. Exemption. When a vehicle otherwise qualifying as a type III vehicle 14.26 under section 169.011, subdivision 71, clause (5), whether owned and operated by a 14.27 school district or privately owned and operated, is used to transport school children in a 14.28 nonscheduled situation, it shall be exempt from the vehicle requirements of this section 14.29 and the licensing requirements of section 171.321, if the vehicle is properly registered 14.30 and insured and operated by an employee or agent of a school district with a valid driver's 14.31 license. 14.32

Sec. 12. Minnesota Statutes 2008, section 169A.03, subdivision 23, is amended to read:
Subd. 23. School bus. "School bus" has the meaning given in section 169.011,
subdivision 71. In addition, the term includes type III vehicles as described defined in
section 169.011, subdivision 71, clause (5), when driven by employees or agents of school
districts.

Sec. 13. Minnesota Statutes 2008, section 171.01, subdivision 22, is amended to read:
 Subd. 22. Commercial motor vehicle. "Commercial motor vehicle" means a motor
 vehicle or combination of motor vehicles used to transport passengers or property if
 the motor vehicle:

15.10 (1) has a gross vehicle weight of more than 26,000 pounds;

(2) has a towed unit with a gross vehicle weight of more than 10,000 pounds and the
combination of vehicles has a combined gross vehicle weight of more than 26,000 pounds;
(3) is a bus;

(4) is of any size and is used in the transportation of hazardous materials that are
required to be placarded under Code of Federal Regulations, title 49, parts 100-185; or
(5) is outwardly equipped and identified as a school bus, except for type III vehicles
defined in section 169.011, subdivision 71, clause (5).

15.18 Sec. 14. Minnesota Statutes 2008, section 171.02, subdivision 2, is amended to read:

15.19 Subd. 2. **Driver's license classifications, endorsements, exemptions.** (a) Drivers' 15.20 licenses are classified according to the types of vehicles that may be driven by the holder 15.21 of each type or class of license. The commissioner may, as appropriate, subdivide the 15.22 classes listed in this subdivision and issue licenses classified accordingly.

(b) Except as provided in paragraph (c), clauses (1) and (2), and subdivision 2a, no
class of license is valid to operate a motorcycle, school bus, tank vehicle, double-trailer
or triple-trailer combination, vehicle transporting hazardous materials, or bus, unless
so endorsed. There are four general classes of licenses as described in paragraphs (c)
through (f).

15.28 (c) Class D drivers' licenses are valid for:

15.29 (1) operating all farm trucks if the farm truck is:

(i) controlled and operated by a farmer, including operation by an immediate familymember or an employee of the farmer;

(ii) used to transport agricultural products, farm machinery, or farm supplies,including hazardous materials, to or from a farm;

16.1	(iii) not used in the operations of a common or contract motor carrier as governed by
16.2	Code of Federal Regulations, title 49, part 365; and
16.3	(iv) used within 150 miles of the farm;
16.4	(2) notwithstanding paragraph (b), operating an authorized emergency vehicle, as
16.5	defined in section 169.011, subdivision 3, whether or not in excess of 26,000 pounds
16.6	gross vehicle weight;
16.7	(3) operating a recreational vehicle as defined in section 168.002, subdivision 27,
16.8	that is operated for personal use;
16.9	(4) operating all single-unit vehicles except vehicles with a gross vehicle weight of
16.10	more than 26,000 pounds, vehicles designed to carry more than 15 passengers including
16.11	the driver, and vehicles that carry hazardous materials;
16.12	(5) notwithstanding paragraph (d), operating a type A school bus or a multifunctional
16.13	multifunction school activity bus without a school bus endorsement if:
16.14	(i) the bus has a gross vehicle weight of 10,000 pounds or less;
16.15	(ii) the bus is designed to transport 15 or fewer passengers, including the driver; and
16.16	(iii) the requirements of subdivision 2a are satisfied, as determined by the
16.17	commissioner;
16.18	(6) operating any vehicle or combination of vehicles when operated by a licensed
16.19	peace officer while on duty; and
16.20	(7) towing vehicles if:
16.21	(i) the towed vehicles have a gross vehicle weight of 10,000 pounds or less; or
16.22	(ii) the towed vehicles have a gross vehicle weight of more than 10,000 pounds and
16.23	the combination of vehicles has a gross vehicle weight of 26,000 pounds or less.
16.24	(d) Class C drivers' licenses are valid for:
16.25	(1) operating class D motor vehicles;
16.26	(2) with a hazardous materials endorsement, operating class D vehicles to transport
16.27	hazardous materials;
16.28	(3) with a passenger endorsement, operating buses; and
16.29	(4) with a passenger endorsement and school bus endorsement, operating school
16.30	buses.
16.31	(e) Class B drivers' licenses are valid for:
16.32	(1) operating all class C motor vehicles, class D motor vehicles, and all other
16.33	single-unit motor vehicles including, with a passenger endorsement, buses; and
16.34	(2) towing only vehicles with a gross vehicle weight of 10,000 pounds or less.
16.35	(f) Class A drivers' licenses are valid for operating any vehicle or combination of
16.36	vehicles.

Sec. 15. Minnesota Statutes 2008, section 171.02, subdivision 2a, is amended to read: 17.1 Subd. 2a. Exception for certain school bus drivers. Notwithstanding subdivision 17.2 2, paragraph (c) (b), the holder of a class D driver's license, without a school bus 17.3 endorsement, may operate a type A school bus described in subdivision 2, paragraph (b), 17.4 or a multifunction school activity bus under the following conditions: 17.5 (a) The operator is an employee of the entity that owns, leases, or contracts for the 17.6 school bus and is not solely hired to provide transportation services under this subdivision. 17.7 (b) The operator drives the school bus only from points of origin to points of 17.8 destination, not including home-to-school trips to pick up or drop off students. 17.9 (c) The operator is prohibited from using the eight-light system. Violation of this 17.10 paragraph is a misdemeanor. 17.11 (d) The operator's employer has adopted and implemented a policy that provides for 17.12 annual training and certification of the operator in: 17.13 (1) safe operation of the type of school bus the operator will be driving; 17.14 17.15 (2) understanding student behavior, including issues relating to students with disabilities; 17.16 (3) encouraging orderly conduct of students on the bus and handling incidents of 17.17 misconduct appropriately; 17.18 (4) knowing and understanding relevant laws, rules of the road, and local school 17.19 bus safety policies; 17.20 (5) handling emergency situations; and 17.21 (6) safe loading and unloading of students. 17.22 (e) A background check or background investigation of the operator has been 17.23 conducted that meets the requirements under section 122A.18, subdivision 8, or 123B.03 17.24 for teachers; section 144.057 or chapter 245C for day care employees; or section 171.321, 17.25 17.26 subdivision 3, for all other persons operating a type A school bus under this subdivision. (f) Operators shall submit to a physical examination as required by section 171.321, 17.27 subdivision 2. 17.28 (g) The operator's driver's license is verified annually by the entity that owns, leases, 17.29 or contracts for the school bus. 17.30 (h) A person who sustains a conviction, as defined under section 609.02, of violating 17.31 section 169A.25, 169A.26, 169A.27, 169A.31, 169A.51, or 169A.52, or a similar statute 17.32 or ordinance of another state is precluded from operating a school bus for five years 17.33 from the date of conviction. 17.34

(i) A person who has ever been convicted of a disqualifying offense as defined in
section 171.3215, subdivision 1, paragraph (c), may not operate a school bus under this
subdivision.

(j) A person who sustains a conviction, as defined under section 609.02, of a fourth
moving offense in violation of chapter 169 is precluded from operating a school bus for
one year from the date of the last conviction.

18.7 (k) Students riding the school bus must have training required under section
18.8 123B.90, subdivision 2.

(1) An operator must be trained in the proper use of child safety restraints as set
forth in the National Highway Traffic Safety Administration's "Guideline for the Safe
Transportation of Pre-school Age Children in School Buses," if child safety restraints are
used by the passengers.

(m) Annual certification of the requirements listed in this subdivision must be
maintained under separate file at the business location for each operator licensed under
this subdivision and subdivision 2, paragraph (b), clause (5). The business manager,
school board, governing body of a nonpublic school, or any other entity that owns,
leases, or contracts for the school bus operating under this subdivision is responsible
for maintaining these files for inspection.

18.19 (n) The school bus must bear a current certificate of inspection issued under section18.20 169.451.

(o) <u>If the word "School" appears on the front and rear of the bus, the word "School"</u>
must be covered by a sign that reads "Activities" when the bus is being operated under
authority of this subdivision.

(p) The type A-I school bus or multifunction school activity bus is designed to
 transport 15 or fewer passengers, including the driver.

18.26 (q) The school bus has a gross vehicle weight rating of 14,500 pounds or less.

18.27 **EFFECTIVE DATE.** This section is effective July 1, 2010.

Sec. 16. Minnesota Statutes 2008, section 171.321, subdivision 1, is amended to read:
Subdivision 1. Endorsement. No person shall drive a school bus when transporting
school children to or from school or upon a school-related trip or activity without having a
valid class A, class B, or class C driver's license with a school bus endorsement except
that a person possessing a valid driver's license but not a school bus endorsement may
drive a type III vehicle or a school bus, subject to the requirements of section 171.02,
subdivisions 2, 2a, and 2b.

Sec. 17. Minnesota Statutes 2008, section 171.321, subdivision 4, is amended to read: 19.1 Subd. 4. Training. (a) No person shall drive a class A, B, C, or D school bus when 19.2 transporting school children to or from school or upon a school-related trip or activity 19.3 without having demonstrated sufficient skills and knowledge to transport students in 19.4 a safe and legal manner. 19.5 (b) A bus driver must have training or experience that allows the driver to meet at 19.6 least the following competencies: 19.7 (1) safely operate the type of school bus the driver will be driving; 19.8 (2) understand student behavior, including issues relating to students with 19.9 disabilities; 19.10 (3) encourage orderly conduct of students on the bus and handle incidents of 19.11 misconduct appropriately; 19.12 (4) know and understand relevant laws, rules of the road, and local school bus 19.13 safety policies; 19.14 19.15 (5) handle emergency situations; and (6) safely load and unload students. 19.16 (c) The commissioner of public safety shall develop a comprehensive model 19.17 school bus driver training program and model assessments for school bus driver training 19.18 competencies, which are not subject to chapter 14. A school district, nonpublic school, or 19.19 private contractor may use alternative assessments for bus driver training competencies 19.20 with the approval of the commissioner of public safety. A driver may receive at least eight 19.21 hours of school bus in-service training any year, as an alternative to being assessed for bus 19.22 19.23 driver competencies after the initial year of being assessed for bus driver competencies. The employer shall keep the assessment or a record of the in-service training for the 19.24 current period available for inspection by representatives of the commissioner. 19.25 19.26 (d) A school district, nonpublic school, or private contractor shall provide in-service training annually to each school bus driver. 19.27 Sec. 18. Minnesota Statutes 2008, section 171.321, subdivision 5, is amended to read: 19.28 Subd. 5. Annual evaluation and license verification. (a) A school district, 19.29 nonpublic school, or private contractor shall provide in-service training annually to each 19.30 school bus driver. For purposes of this section, "annually" means at least once every 19.31

19.32 <u>380 days from the initial or previous evaluation and at least once every 380 days from</u>

19.33 <u>the initial or previous license verification.</u>

19.34 (b) A school district, nonpublic school, or private contractor shall annually verify
 19.35 with the National Driver Register or with the Department of Public Safety the validity of

- 20.1 the driver's license of each employee who regularly transports students for the district in:
- 20.2 (1) a type A school bus, a type B school bus, a type C school bus, or type D school bus; (2)
- 20.3 <u>a multifunction school activity bus;</u> or regularly transports students for the district in (3) a
- 20.4 type III vehicle with the National Driver Register or with the Department of Public Safety.
- 20.5 **EFFECTIVE DATE.** This section is effective July 1, 2010.