1	TO THE HONORABLE SENATE:
2	The Committee on Education to which was referred House Bill No. 521
3	entitled "An act relating to amending the special education laws" respectfully
4	reports that it has considered the same and recommends that the Senate
5	propose to the House that the bill be amended by striking out all after the
6	enacting clause and inserting in lieu thereof the following:
7	Sec. 1. PURPOSE
8	(a) 2018 Acts and Resolves No. 173 made substantial changes to the
9	funding of special education services and directed the Agency of Education to
10	assist supervisory unions in adopting best practices for the delivery of special
11	education services. This act makes certain minor amendments to the special
12	education laws that are proposed by the Agency of Education to clarify some
13	of the changes made in Act 173.
14	(b) This act also amends certain dates in Act 173 to provide an additional
15	year to prepare for the changes in the funding and delivery of special education
16	services required by Act 173.
17	Sec. 2. 2018 Acts and Resolves No. 173, Sec. 2 is amended to read:
18	Sec. 2. GOALS
19	* * *
20	(b)(1) To support the enhanced delivery of these services, the State funding

model for special education shall change for all supervisory unions in fiscal

1	year 2021 <u>2022</u> , for school year 2020-2021 <u>2021-2022</u> , from a reimbursement
2	model to a census-based model, which will provide more flexibility in how the
3	funding can be used, is aligned with the State's policy priorities of serving
4	students who require additional support across the general and special
5	education service-delivery systems, and will simplify administration.
6	* * *
7	Sec. 3. 16 V.S.A. § 2961 is amended to read:
8	§ 2961. CENSUS GRANT
9	(a) As used in this section:
10	* * *
11	(3) "Long-term membership" of a supervisory union in any school year
12	means the average of the supervisory union's average daily membership over
13	the most recent three school years for which data are available.
14	(4) "Uniform base amount" means an amount determined by:
15	(A) dividing an amount:
16	(i) equal to the average State appropriation for fiscal years 2018,
17	2019, and 2020 2019, 2020, and 2021 for special education under
18	sections 2961 (standard mainstream block grants), 2963 (special education
19	expenditures reimbursement), and 2963a (exceptional circumstances) of this
20	title; and

1	(ii) increased by the annual change in the National Income and
2	Product Accounts (NIPA) Implicit Price Deflator for State and Local
3	Government Consumption Expenditures and Gross Investment as reported by
4	the U.S. Department of Commerce, Bureau of Economic Analysis; by
5	(B) the statewide average daily membership for prekindergarten
6	through grade 12 for the 2019–2020 school year long-term membership.
7	* * *
8	(d)(1)(A) For fiscal year $2021 2022$, the amount of the census grant for a
9	supervisory union shall be:
10	(i) the average amount it received for fiscal years 2017, 2018, and
11	2019 2018, 2019, and 2020 from the State for special education under sections
12	2961 (standard mainstream block grants), 2963 (special education expenditures
13	reimbursement), and 2963a (exceptional circumstances) of this title;
14	increased by
15	(ii) the annual change in the National Income and Product
16	Accounts (NIPA) Implicit Price Deflator for State and Local Government
17	Consumption Expenditures and Gross Investment as reported by the
18	U.S. Department of Commerce, Bureau of Economic Analysis.
19	(B) The amount determined under subdivision (A) of this subdivision
20	(1) shall be divided by the supervisory union's long-term membership, to

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- determine the base amount of the census grant, which is the amount of the census grant calculated on a per student basis.
 - (2) For fiscal year 2025 2026 and subsequent fiscal years, the amount of the census grant for a supervisory union shall be the uniform base amount multiplied by the supervisory union's long-term membership.
 - (3) For fiscal years 2022, 2023, and 2024 2023, 2024, and 2025, the amount of the census grant for a supervisory union shall be determined by multiplying the supervisory union's long-term membership by a base amount established under this subdivision. The base amounts for each supervisory union for fiscal years 2022, 2023, 2024 2023, 2024, and 2025 shall move gradually the supervisory union's fiscal year 2021 2022 base amount to the fiscal year 2025 2026 uniform base amount by prorating the change between the supervisory union's fiscal year 2021 2022 base amount and the fiscal year 2025 2026 uniform base amount over this three-fiscal-year period.
- 15 Sec. 4. 16 V.S.A. § 2967 is amended to read:
- 16 § 2967. AID PROJECTION
 - (a) On or before December 15, the Secretary shall publish an estimate, by each supervisory union, of its anticipated <u>State</u> special education <u>expenditures</u> <u>funding</u> under this chapter for the ensuing school year.

1	(b) As used in this section, <u>State</u> special education expenditures <u>funding</u>
2	shall include:
3	(1) eosts funds eligible for grants and reimbursements under sections
4	2961 and 2962 of this title;
5	(2) eosts funds for services for persons who are visually impaired;
6	(3) eosts funds for persons who are deaf or hard of hearing;
7	(4) eosts funds for the interdisciplinary team program;
8	(5) funds expended for training and programs to meet the needs of
9	students with emotional or behavioral challenges under subsection 2969(c) of
10	this title; and
11	(6) funds expended for training under subsection 2969(d) of this title.
12	Sec. 5. 16 V.S.A. § 2975 is amended to read:
13	§ 2975. UNUSUAL SPECIAL EDUCATION COSTS; FINANCIAL
14	ASSISTANCE
15	The Secretary may use up to two percent of the funds appropriated for
16	allowable special education expenditures, as that term is defined in State Board
17	of Education rules, to directly assist supervisory unions with special education
18	expenditures of an unusual or unexpected nature funds for allowable special
19	education expenditures, as defined in State Board of Education rules, to
20	directly assist supervisory unions with special education expenditures of an
21	unusual or unexpected nature. These funds shall be appropriated in the amount

1	of two percent times the Census Grant as defined in section 2961 of this title.
2	The Secretary's decision regarding a supervisory union's eligibility for and
3	amount of assistance shall be final.
4	Sec. 6. 2018 Acts and Resolves No. 173, Sec. 12 is amended to read:
5	Sec. 12. TRAINING AND TECHNICAL ASSISTANCE ON THE
6	DELIVERY OF SPECIAL EDUCATION SERVICES
7	(a) The Agency of Education shall, for the 2018–2019, 2019–2020, and
8	2020–2021, and 2021–2022 school years, assist supervisory unions to expand
9	and improve their delivery of services to students who require additional
10	supports in accordance with the report entitled "Expanding and Strengthening
11	Best-Practice Supports for Students who Struggle" delivered to the Agency of
12	Education in November 2017 from the District Management Group. This
13	assistance shall include the training of teachers and staff and technical
14	assistance with the goal of embedding the following best practices for the
15	delivery of special education services:
16	(1) ensuring core instruction meets most needs of most students;
17	(2) providing additional instructional time outside core subjects to
18	students who require additional support, rather than providing interventions
19	instead of core instruction;
20	(3) ensuring students who require additional support receive all
21	instruction from highly skilled teachers;

(4) creating or strengthening a systems-wide approach to supporting
positive student behaviors based on expert support; and

- (5) providing specialized instruction from skilled and trained experts to students with more intensive needs.
- (b) The sum of \$200,000.00 is appropriated from federal funds that are available under the Individuals with Disabilities Education Act for fiscal year 2019 to the Agency of Education, which the Agency shall administer in accordance with this section. The Agency shall include in its budget request to the General Assembly for each of fiscal years 2020 and, 2021, and 2022 the amount of \$200,000.00 from federal funds that are available under the Individuals with Disabilities Education Act for administration in accordance with this section.
- (c) The Agency of Education shall present to the General Assembly on or before December 15 in 2019, 2020, and 2021, and 2022 a report describing what changes supervisory unions have made to expand and improve their delivery of services to students who require additional supports and describing the associated delivery challenges. The Agency shall share each report with all supervisory unions.

1	Sec. 7. 2018 Acts and Resolves No. 173, Sec. 16 is amended to read:
2	Sec. 16. RULEMAKING
3	The Agency of Education shall recommend to the State Board proposed
4	rules that are necessary to implement this act and, on or before November 1,
5	2019 2020, the State Board of Education shall adopt rules that are necessary to
6	implement this act. The State Board and the Agency of Education shall
7	consult with the Census-based Funding Advisory Group established under
8	Sec. 9 of this act in developing the State Board rules. The State Board rules
9	shall include rules that establish processes for reporting, monitoring, and
10	evaluation designed to ensure:
11	(1) the achievement of the goal under this act of enhancing the
12	effectiveness, availability, and equity of services provided to all students who
13	require additional support in Vermont's school districts; and
14	(2) that supervisory unions are complying with the Individuals with
15	Disabilities Education Act, 20 U.S.C. chapter 33.
16	Sec. 8. 2018 Acts and Resolves No. 173, Sec. 17 is amended to read:
17	Sec. 17. TRANSITION
18	(a) Notwithstanding the requirement under 16 V.S.A. § 2964 for a
19	supervisory union to submit a service plan to the Secretary of Education,
20	a supervisory union shall not be required to submit a service plan for fiscal
21	year 2021 <u>2022</u> .

1	(b) On or before November 1, 2019 <u>2020</u> , a supervisory union shall submit
2	to the Secretary such information as required:
3	(1) by the Secretary to estimate the supervisory union's projected fiscal
4	year 2021 2022 extraordinary special education reimbursement under Sec. 5 of
5	this act; and
6	(2) for IDEA reporting in a format specified by the Secretary.
7	(c) The Agency of Education shall assist supervisory unions as they
8	transition to the census-based funding model in satisfying their maintenance of
9	effort requirements under federal law.
10	Sec. 9. 2018 Acts and Resolves No. 173, Sec. 18 is amended to read:
11	Sec. 18. TRANSITION FOR ALLOWABLE SPECIAL EDUCATION
12	COSTS
13	* * *
14	(b) This section is repealed on July 1, 2020 2021.
15	Sec. 10. 2018 Acts and Resolves No. 173, Sec. 23 is amended to read:
16	Sec. 23. EFFECTIVE DATES
17	* * *
18	(b) Sec. 5 (16 V.S.A. chapter 101) shall take effect on July 1, 2020 2021.
19	* * *

1	* * * State Advisory Panel on Special Education * * *
2	Sec. 10. 16 V.S.A. § 2945 is amended to read:
3	§ 2945. <u>STATE</u> ADVISORY <u>COUNCIL</u> <u>PANEL</u> ON SPECIAL
4	EDUCATION
5	(a) There is created the Advisory Council on Special Education that shall
6	consist of 19 members. All members of the Council shall serve for a term of
7	three years or until their successors are appointed. Terms shall begin on April
8	of the year of appointment. A majority of the members shall be either
9	individuals with disabilities or parents of children with disabilities.
10	(1) Seventeen of the members shall be appointed by the Governor with
11	the advice of the Secretary. Among the gubernatorial appointees shall be:
12	(A) teachers;
13	(B) representatives of State agencies involved in the financing or
14	delivery of related services to children with disabilities;
15	(C) a representative of independent schools;
16	(D) at least one representative of a vocational, community, or
17	business organization concerned with the provision of transition services to
18	children with disabilities;
19	(E) a representative from the State juvenile and adult corrections
20	agency;
21	(F) individuals with disabilities;

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1	(G) parents of children with disabilities, provided the child shall be
2	younger than 26 years old at the time his or her parent is appointed to the
3	Council;
4	(H) State and local education officials, including officials who carry
5	out activities under the McKinney Vento Homeless Assistance Act;
6	(I) a representative of higher education who prepares special
7	education and related services personnel;
8	(J) a representative from the State child welfare department
9	responsible for foster care;
10	(K) special education administrators; and
11	(L) two at large members.
12	(2) In addition, two members of the General Assembly shall be
13	appointed, one from the House of Representatives and one from the Senate.
14	The Speaker shall appoint the House member and the Committee on
15	Committees shall appoint the Senate member.
16	(b) The Council shall elect its own chair from among its membership. The
17	Council shall meet annually at the call of the Chair, and other meetings may be
18	called by the Chair at such times and places as he or she may determine to be
19	necessary.
20	(c) The members of the Council who are employees of the State shall
21	receive no additional compensation for their services, but actual and necessary

expenses shall be allowed State employees, and shall be charged to their
departments or institutions. The members of the Council who are not
employees of the State shall receive a per diem compensation as provided
under 32 V.S.A. § 1010 for each day of official business and reimbursement
for actual and necessary expenses at the rate allowed State employees.
(d) The Council shall:
(1) assume all responsibilities required of the State advisory panel by
federal law;
(2) review periodically the rules, regulations, standards, and guidelines
pertaining to special education and recommend to the State Board any changes
it finds necessary;
(3) comment on any new or revised rules, regulations, standards, and
guidelines proposed for issuance; and
(4) advise the State Board in the development of any State plan for
provision of special education.
(a) The State Advisory Panel on Special Education (Panel) is created to
provide guidance with respect to special education and related services for
children with disabilities in the State. Members of the Panel shall be appointed
by the Governor, with the advice of the Secretary of Education. The Panel
shall perform the duties, and members of the Panel shall be appointed, in
accordance with federal law. In addition to members appointed to the Panel to

1	satisfy the requirements under federal law, the members of the Panel shall
2	include a representative of each body designated by the State under federal law
3	as the Parent Training and Information Center and the Protection and
4	Advocacy System.
5	(b) The Panel shall elect an executive committee from among its members.
6	The executive committee shall be composed of seven members of the Panel,
7	one of whom shall be the chair of the Panel. A majority of the members of the
8	executive committee shall be individuals with disabilities or parents of children
9	with disabilities (ages birth through 26 years of age). The executive committee
10	shall call meetings of the Panel and shall direct the work of the Panel.
11	(c) The Panel shall advise both the Agency of Education and the State
12	Board of Education on those matters upon which the Panel is required, under
13	federal law, to advise the State Education Agency.
14	Sec. 11. TRANSITION
15	(a) On or before August 1, 2019, members shall be appointed to the State
16	Advisory Panel on Special Education under 16 V.S.A. § 2945 to ensure that
17	the membership of the Panel complies with federal law, including the
18	appointment of members who fulfill the requirement that a majority of the
19	members be individuals with disabilities or parents of children with
20	disabilities.

1	(b) On or before December 1, 2019, the Panel shall, in consultation with
2	the Agency of Education, review and update its bylaws, and shall include in its
3	bylaws term limits for all or certain of its members, as the Panel deems
4	appropriate.
5	* * * Effective Dates * * *
6	Sec. 12. EFFECTIVE DATES
7	Secs. 1, 2, 6–11 and this section shall take effect on passage. Secs. 3–5
8	shall take effect on July 1, 2021.
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16	(Committee vote:)
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18	Senator
19	FOR THE COMMITTEE