

The House Committee on Education offers the following substitute to SB 10:

A BILL TO BE ENTITLED  
AN ACT

1 To amend Chapter 2 of Title 20 of the Official Code of Georgia Annotated, relating to  
2 elementary and secondary education, so as to enact the "Georgia Special Needs Scholarship  
3 Act"; to provide for a short title; to define certain terms; to provide for scholarships for public  
4 school students with disabilities to attend other public or private schools; to provide for  
5 qualifications and criteria for the scholarship program; to establish certain requirements for  
6 schools that participate in the scholarship program; to provide for the amount of scholarship  
7 and method of payments; to authorize the State Board of Education to promulgate certain  
8 rules; to provide for an annual report on the program; to provide for related matters; to  
9 provide for an effective date and applicability; to repeal conflicting laws; and for other  
10 purposes.

11 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

12 **SECTION 1.**

13 Chapter 2 of Title 20 of the Official Code of Georgia Annotated, relating to elementary and  
14 secondary education, is amended by adding at the end thereof a new article, to be designated  
15 as Article 33, to read as follows:

16 "ARTICLE 33

17 20-2-2110.

18 This article shall be known and may be cited as the 'Georgia Special Needs Scholarship  
19 Act.'

20 20-2-2111.

21 The General Assembly finds that:

22 (1) Students with disabilities have special needs that merit educational alternatives which  
23 will allow students to learn in an appropriate setting and manner;

S. B. 10(SUB)

(2) Parents are best equipped to make decisions for their children, including the educational setting that will best serve the interests and educational needs of their children;

(3) Children, parents, and families are the primary beneficiaries of the scholarship program authorized in this article and any benefit to private schools, sectarian or otherwise, is purely incidental;

(4) The scholarship program established in this article is for the valid secular purpose of tailoring a student's education to that student's specific needs and enabling families to make genuine and independent private choices to direct their resources to appropriate schools; and

(5) Nothing in this article shall be construed as a basis for granting vouchers or tuition tax credits for any other students, with or without disabilities.

20-2-2112.

As used in this article, the term:

(1) 'Board' means the State Board of Education.

(2) 'Department' means the Department of Education.

(3) 'Parent' means a biological parent, legal guardian, custodian, or other person with legal authority to act on behalf of a child.

(4) 'Participating school' means a private school that has notified the department of its intention to participate in the program, and that complies with the department's requirements.

(5) 'Prior school year in attendance' means that the student was enrolled and reported by a public school system or school systems for funding purposes during the preceding October and March full-time equivalent (FTE) program counts in accordance with Code Section 20-2-160.

(6) 'Private school' means a nonpublic school, sectarian or nonsectarian, which is accredited or in the process of becoming accredited by one or more of the entities listed in subparagraph (A) of paragraph (6) of Code Section 20-3-519.

(7) 'Program' means the scholarship program established pursuant to this article.

(8) 'Resident school system' means the public school system in which the student would be enrolled based on his or her residence.

(9) 'Scholarship' means a Georgia Special Needs Scholarship awarded pursuant to this article.

(10) 'Scholarship student' means a student who receives a scholarship pursuant to this article.

1 20-2-2113.

2 The resident school system shall annually notify prior to the beginning of each school year  
3 the parent of a student with a disability by letter, electronic means, or by such other  
4 reasonable means in a timely manner of the options available to the parent under this  
5 article.

6 (1) The parent may choose for the student to attend another public school within the  
7 resident school system which has available space and which has a program with the  
8 services agreed to in the student's existing individualized education program. If the  
9 parent chooses this option, then the parent shall be responsible for transportation to such  
10 school. The student may attend such public school pursuant to this paragraph until the  
11 student completes all grades of the school, graduates, or reaches the age of 21, whichever  
12 occurs first, in accordance with federal and state requirements for disabled students;

13 (2) The parent may choose to enroll the student in and transport the student to a public  
14 school outside of the student's resident school system which has available space and  
15 which has a program with the services agreed to in the student's existing individualized  
16 education program. The public school system may accept the student, and if it does, such  
17 system shall report the student for purposes of funding to the department;

18 (3) The parent may choose for the student to attend one of the state schools for the deaf  
19 and blind operated by the State Board of Education, if appropriate for the student's needs.  
20 Funding for such students shall be provided in accordance with Code Section 20-2-302;  
21 or

22 (4) The parent may request and receive from the department a scholarship for the student  
23 to enroll in and attend a participating private school in accordance with this article.

24 20-2-2114.

25 (a) A student shall qualify for a scholarship under this article if:

26 (1) The student's parent currently resides within Georgia and has been a Georgia resident  
27 for at least one year;

28 (2) The student has one or more of the following disabilities:

29 (A) Autism;

30 (B) Deaf/blind;

31 (C) Deaf/hard of hearing;

32 (D) Emotional and behavioral disorder;

33 (E) Intellectual disability;

34 (F) Orthopedic impairment;

35 (G) Other health impairment;

36 (H) Specific learning disability;

1 (I) Speech-language impairment;

2 (J) Traumatic brain injury; or

3 (K) Visual impairment;

4 (3) The student has spent the prior school year in attendance at a Georgia public school  
5 and shall have had an Individualized Education Program (IEP) written by the school in  
6 accordance with federal and state laws and regulations;

7 (4) The parent obtains acceptance for admission of the student to a participating school;  
8 and

9 (5) The parent submits an application for a scholarship to the department no later than  
10 the deadline established by the department.

11 (b) Upon acceptance of the scholarship, the parent assumes full financial responsibility for  
12 the education of the scholarship student, including transportation to and from the  
13 participating school.

14 (c) For a student who participates in the program whose parents request that the student  
15 take the state-wide assessments pursuant to Code Section 20-2-281, the resident school  
16 system shall make available to the student locations and times to take all state-wide  
17 assessments. Test scores of private school students participating in the state-wide  
18 assessments shall not be applied to the system averages of the resident school system for  
19 data reported for federal and state requirements.

20 (d) Students enrolled in a school operated by the Department of Juvenile Justice are not  
21 eligible for the scholarship.

22 (e) The scholarship shall remain in force until the student returns to his or her assigned  
23 school in the resident public school system, graduates from high school, or reaches the age  
24 of 21, whichever occurs first. However, at any time, the student's parent may remove the  
25 student from the participating school and place the student in another participating school  
26 or public school as provided for in Code Section 20-2-2113.

27 (f) Acceptance of a scholarship shall have the same effect as a parental refusal to consent  
28 to services pursuant to the Individuals with Disabilities Education Act, 20 U.S.C.A. Section  
29 1400, et seq.

30 (g) The creation of the program or the granting of a scholarship pursuant to this article  
31 shall not be construed to imply that a public school did not provide a free and appropriate  
32 public education for a student or constitute a waiver or admission by the state.

33 (h) Any scholarship directed to a participating school is so directed wholly as a result of  
34 the genuine and independent private choice of the parent.

35 (i) The parent of each student participating in the scholarship program shall comply fully  
36 with the participating school's rules and policies.

(j) Any parent who fails to comply with the provisions of this article and department regulations relating to the scholarship shall forfeit the scholarship.

20-2-2115.

(a) To be eligible to enroll a scholarship student, a participating school shall:

(1) Have a physical location in Georgia where the scholarship students attend classes and have direct contact with the school's teachers;

(2) Demonstrate fiscal soundness by having been in operation for one school year or by submitting a financial information report for the school that complies with uniform financial accounting standards established by the department and conducted by a certified public accountant. The report must confirm that the school desiring to participate is insured and the owner or owners have sufficient capital or credit to operate the school for the upcoming school year serving the number of students anticipated with expected revenues from tuition and other sources that may be reasonably expected. The report shall be limited in scope to those records that are necessary for the department to make a determination on fiscal soundness and to make payments to schools for scholarships;

(3) Comply with the antidiscrimination provisions of 42 U.S.C. Section 2000d;

(4) Comply with all health and safety laws or codes that apply to private schools;

(5) Comply with all provisions of Code Section 20-2-690 and any other state law applicable to private schools;

(6) Regularly report to the parent and the department on the student's academic progress, including the results of pre-academic assessments and post-academic assessments given to the student, in accordance with department guidelines; and

(7) Employ or contract with teachers who hold a bachelor's degree or higher degree or have at least three years of experience in education or health and annually provide to the parents the relevant credentials of the teachers who will be teaching their students.

(b) A home school operating under the provisions of Code Section 20-2-690 shall not be eligible to enroll scholarship students.

(c) Residential treatment facilities licensed or approved by the state shall not be eligible to enroll scholarship students.

(d) The creation of the program shall not be construed to expand the regulatory authority of the state, its officers, or any public school system to impose any additional regulation of nonpublic schools beyond those reasonably necessary to enforce the requirements of this article.

(e) A participating school intending to enroll scholarship students shall submit an application to the department by June 30 of the school year preceding the school year in which it intends to enroll scholarship students. The notice shall specify the grade levels

1 and services that the school has available for students with disabilities who are participating  
2 in the scholarship program. A school intending to enroll scholarship students in the  
3 2007-2008 school year shall submit an application no later than June 30, 2007.

4 (f) The board shall approve a participating school's application to enroll scholarship  
5 students if the school meets the eligibility requirements of this article and complies with  
6 board rules established pursuant to Code Section 20-2-2117. The board shall make  
7 available to local school systems and the public a list of participating schools.

8 20-2-2116.

9 (a) The maximum scholarship granted a scholarship student pursuant to this article shall  
10 be an amount equivalent to the costs of the educational program that would have been  
11 provided for the student in the resident school system as calculated under Code Section  
12 20-2-161. This shall not include any federal funds.

13 (b) The amount of the scholarship shall be the lesser of the amount calculated in  
14 subsection (a) or the amount of the participating school's tuition and fees, if applicable.  
15 The amount of any assessment fee required by the participating school may be paid from  
16 the total amount of the scholarship.

17 (c) Scholarship students shall be counted in the enrollment of their resident school system;  
18 provided, however, that this count shall only be for purposes of determining the amount of  
19 the scholarship and the scholarship students shall not be included as enrolled for purposes  
20 of state or federal accountability requirements, including, but not limited to, the federal  
21 Elementary and Secondary Education Act, as amended by the No Child Left Behind Act  
22 of 2001 (P.L. 107-110). The funds needed to provide a scholarship shall be subtracted  
23 from the allotment payable to the resident school system.

24 (d) Each local school system shall submit quarterly reports to the department on dates  
25 established by the department stating the number of scholarship students in the resident  
26 school system. Following each notification, the department shall transfer from the state  
27 allotment to each school system the amount calculated under Code Section 20-2-161 to a  
28 separate account for the scholarship program for quarterly disbursement to the parents of  
29 scholarship students. When a student enters the program, the department must receive all  
30 documentation required for the student's participation, including the participating school's  
31 and student's fee schedules at least 30 days before the first quarterly scholarship payment  
32 is made for the student. The department may not make any retroactive payments.

33 (e) Upon proper documentation received by the department, the department shall make  
34 quarterly scholarship payments to the parents of scholarship students on dates established  
35 by the department during each academic year in which the scholarship is in force. The  
36 initial payment shall be made upon evidence of admission to the participating school, and

1 subsequent payments shall be made on evidence of continued enrollment and attendance  
2 at the participating school.

3 (f) Payment to the parents must be made by individual warrant made payable to the  
4 student's parent and mailed by the department to the participating school of the parent's  
5 choice, and the parent shall restrictively endorse the warrant to the participating school for  
6 deposit into the account of such school.

7 (g) A person, on behalf of a participating school, may not accept a power of attorney from  
8 a parent to sign a warrant, and a parent of a scholarship student may not give a power of  
9 attorney designating a person, on behalf of a participating school, as the parent's attorney  
10 in fact.

11 (h) If the participating school requires partial payment of tuition prior to the start of the  
12 academic year to reserve space for students admitted to the school, that partial payment  
13 may be paid by the department prior to the first quarterly payment of the year in which the  
14 scholarship is awarded, up to a maximum of \$1,000.00, and deducted from subsequent  
15 scholarship payments. If a student decides not to attend the participating school, the partial  
16 reservation payment must be returned to the department by such school. Only one  
17 reservation payment per student may be made per year.

18 20-2-2117.

19 (a) The board shall adopt rules to administer the program regarding eligibility and  
20 participation of participating schools, including, but not limited to, timelines that will  
21 maximize student and public and private school participation, the calculation and  
22 distribution of scholarships to eligible students and participating schools, and the  
23 application and approval procedures for eligible students and participating schools. The  
24 department shall develop and utilize a compliance form for completion by participating  
25 schools. The department shall be authorized to require any pertinent information as it  
26 deems necessary from participating schools for the purpose of implementing the program.  
27 Participating schools shall be required to complete such forms and certify their accuracy.

28 (b) No liability shall arise on the part of the department or the state or of any local board  
29 of education based on the award or use of a scholarship awarded pursuant to this article.

30 (c) The department may bar a school from participation in the program if the department  
31 determines that the school has intentionally and substantially misrepresented information  
32 or failed to refund to the state any scholarship overpayments in a timely manner.

1 20-2-2118.

2 The Office of Student Achievement, in conjunction with the department, shall provide the  
3 General Assembly not later than December 1 of each year with a report regarding the  
4 scholarship program for the previous fiscal year. The report shall include, but not be  
5 limited to, numbers and demographics of students participating and numbers of  
6 participating schools. Such report shall also be posted on the Office of Student  
7 Achievement's website."

8 **SECTION 2.**

9 This Act shall become effective upon its approval by the Governor or upon its becoming law  
10 without such approval and shall apply to the 2007-2008 school year and all school years  
11 subsequent thereto.

12 **SECTION 3.**

13 All laws and parts of laws in conflict with this Act are repealed.