- 2 SHB 2551 S COMM AMD
- 3 By Committee on Education

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- 5 Strike everything after the enacting clause and insert the
- 6 following:
- 7 "Sec. 1. RCW 28A.630.820 and 1991 c 265 s 1 are each amended to
- 8 read as follows:
- 9 It is the intent of the legislature to (1) encourage school
- 10 districts, individually and cooperatively, to develop innovative
- 11 special services demonstration projects that use resources efficiently
- 12 and increase student learning; (2) promote noncategorical approaches to
- 13 special services program design, funding, and administration; (3)
- 14 develop efficient and cost-effective means for identifying students as
- 15 specific learning disabled, in order to increase the proportion of
- 16 resources devoted to classroom instruction; ((and)) (4) avoid
- 17 unnecessary labeling of students while still providing state funding
- 18 for needed services; and (5) provide a means to grant waivers from
- 19 state rules."
- 20 "Sec. 2. RCW 28A.630.840 and 1991 c 265 s 5 are each amended to
- 21 read as follows:
- 22 (1) Project funding may include state, federal, and local funds, as
- 23 specified by the district in its approved project ((cost)) proposal.
- 24 ((The superintendent of public instruction shall include all project
- 25 funding for a participating district in a project contract and disburse
- 26 the funds as contract payments.))

- 1 (2) As a general guideline, subject to refinements in the district
- 2 ((cost)) proposal and approval by the superintendent of public
- 3 instruction, the portion of state handicapped funding included as
- 4 project funding shall be determined as follows:
- 5 (a) If the district serves specific learning disabled students in
- 6 the project, the portion of the handicapped allocation attributed to
- 7 specific learning disabled students shall be included, with
- 8 proportional adjustments if the project serves only part of the
- 9 district's specific learning disabled population;
- 10 (b) If other handicapped students are served in the project, the
- 11 portions of the handicapped allocation attributed to those students
- 12 shall be included, with proportional adjustments if the project serves
- 13 only part of the district's population in those categories of
- 14 handicapped students.
- 15 (3) State handicapped allocations shall be calculated for project
- 16 districts according to the handicapped funding formula in use for other
- 17 districts, ((but)) except for the provisions of section 3 of this act
- 18 and with the following changes:
- 19 (a) ((Except as provided in (b) of this subsection, funding in each
- 20 school year for specific learning disabled and other handicapped
- 21 students served in a project shall be based on the average percentage
- 22 of the kindergarten through twelfth grade enrollment in the particular
- 23 handicapped category during the prior three years.
- 24 (b))) Project funding for school districts that had pilot projects
- 25 approved under section 13, chapter 233, Laws of 1989, and that were
- 26 participating in projects under this section on January 31, 1992, shall
- 27 be based for the duration of a project under RCW 28A.630.820 through
- 28 28A.630.840 on four percent of the kindergarten through twelfth grade
- 29 enrollment considered as specific learning disabled, without regard to
- 30 the actual number of students so identified. The legislature

- 1 recognizes the importance of continuing and developing the pilot
- 2 projects.
- 3 (b) School districts with approved projects as of January 31, 1992,
- 4 may receive funding in each school year for handicapped students served
- 5 <u>in the project based on the average percentage of the kindergarten</u>
- 6 through twelfth grade enrollment in the particular handicapped category
- 7 during the prior three years. School districts that wish to exercise
- 8 this option shall notify the selection advisory committee and the
- 9 superintendent of public instruction by May 1, 1992.
- 10 (c) The funding percentages for demonstration projects specified in
- 11 (a) ((and (b))) of this subsection shall be used to adjust basic
- 12 education allocations under RCW 28A.150.260 and learning assistance
- 13 program allocations under RCW 28A.165.070.
- 14 (d) State handicapped allocations under subsection (2) of this
- 15 section up to the level required by federal maintenance of effort rules
- 16 shall be expended for services to handicapped students in the project.
- 17 Allocations greater than the amount needed to comply with federal
- 18 maintenance of effort rules ((shall)) may at the option of the district
- 19 be designated as noncategorical project funds and may be expended on
- 20 services to any student served in the project.
- 21 (4) Federal handicapped allocations may be designated in whole or
- 22 in part for project use ((, if the amounts are included in the
- 23 district's approved cost proposal and the project contract)).
- 24 (5) Learning assistance program allocations may be designated in
- 25 whole or in part for project use((, if the amounts are included in the
- 26 district's approved cost proposal and the project contract)). These
- 27 allocations shall be calculated for project districts according to the
- 28 funding formula in use for other districts, except that any increases
- 29 in the district allocation above the fiscal year 1991 amount shall be

- 1 designated as noncategorical project funds and may be expended on
- 2 services to any student served in the project.
- 3 (6) Transitional bilingual program allocations may be designated in
- 4 whole or in part for project use((, if the amounts are included in the
- 5 district's approved cost proposal and the project contract)). These
- 6 allocations shall be calculated for project districts according to the
- 7 funding formula in use for other districts, except that any increases
- 8 in the district allocation above the fiscal year 1991 amount shall be
- 9 designated as noncategorical project funds and may be expended on
- 10 services to any student served in the project.
- 11 (7) Funding under the federal remediation program allocations may
- 12 be designated in whole or in part for project use((, if the amounts are
- 13 included in the district's approved cost proposal and the project
- 14 contract)).
- 15 (8) Funding from local sources may be designated for project use((7
- 16 if the amounts are included in the district's approved cost proposal
- 17 and the project contract)).
- 18 (9) Expenditures of noncategorical project funds under subsections
- 19 (3)(d), (5), and (6) of this section shall be accounted for in new and
- 20 discrete program or subprogram codes designated by the superintendent
- 21 of public instruction. The codes shall take effect by September 1,
- 22 1991."
- "NEW SECTION. Sec. 3. A new section is added to chapter 28A.630
- 24 RCW to read as follows:
- 25 (1) The legislature finds that the state system of funding
- 26 handicapped education has fiscal incentives to label children as
- 27 handicapped and that unnecessary labeling can be detrimental to
- 28 children. The legislature encourages demonstration projects that
- 29 provide needed services without unnecessary labeling. To test this

- 1 approach, the legislature intends to maintain the funding level for
- 2 innovative special services programs that reduce the incidence of
- 3 unnecessary labeling.
- 4 (2) School districts may propose demonstration projects under this
- 5 section to provide needed services and achieve major reductions in the
- 6 percentage of district students labeled as handicapped in one or more
- 7 specified categories. State handicapped funding for districts with
- 8 such projects shall be based for the duration of the project and for
- 9 two years after the end of the project on the average percentage of the
- 10 kindergarten through twelfth grade enrollment in the specified
- 11 categories during the 1991-92 school year or, for projects approved
- 12 after the effective date of this section, during the school year before
- 13 the start of the project.
- 14 (3) Funding under subsection (2) of this section is contingent on
- 15 the following: (a) The funding is spent on children needing special
- 16 services; and (b) the overall percentage of first through twelfth grade
- 17 students in the district labeled as handicapped declines each year of
- 18 the project after the 1991-92 school year, excluding handicapped
- 19 students who transfer into the district.
- 20 (4) School districts with approved demonstration projects that wish
- 21 to convert to a project under this section shall by May 1, 1992, notify
- 22 the selection advisory committee and the superintendent of public
- 23 instruction and propose appropriate modifications to the project.
- 24 (5) This section expires September 1, 1997."
- 25 "NEW SECTION. Sec. 4. Sections 1 and 2 of this act shall
- 26 expire January 1, 1996."
- 27 "NEW SECTION. Sec. 5. This act is necessary for the immediate
- 28 preservation of the public peace, health, or safety, or support of the

- 1 state government and its existing public institutions, and shall take
- 2 effect immediately."
- 3 **SHB 2551** S COMM AMD
- 4 By Committee on Education

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- On page 1, line 2 of the title, after "projects;" strike the
- 7 remainder of the title and insert "amending RCW 28A.630.820 and
- 8 28A.630.840; adding a new section to chapter 28A.630 RCW; providing an
- 9 expiration date; and declaring an emergency."