## LEGISLATURE OF NEBRASKA ONE HUNDRED SECOND LEGISLATURE SECOND SESSION

## **LEGISLATIVE BILL 1079**

Final Reading

Introduced by Mello, 5; Council, 11; Harms, 48. Read first time January 18, 2012 Committee: Education

## A BILL

1	FOR AN ACT	relating to education; to amend section 9-812, Revised
2		Statutes Supplement, 2011; to state findings; to define
3		terms; to provide for grants and funding for such grants
4		for bridge programs as prescribed; to provide for
5		allocations from the Education Innovation Fund; to
6		provide duties for the State Department of Education and
7		the Department of Health and Human Services; to provide a
8		termination date; to repeal the original section; and to
9		declare an emergency.

10 Be it enacted by the people of the State of Nebraska,

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1	Section 1. The Legislature finds that:
2	(1) Nebraska faces a skills gap of educated workers to
3	serve key roles in high-demand industries;
4	(2) Nebraska must develop innovative education and
5	training solutions in order to fill these roles and compete in a
б	global economy; and
7	(3) Bridge programs, in which adult learners earn
8	postsecondary educational credentials in an expedited manner, are a
9	proven solution to this problem.
10	Sec. 2. For purposes of sections 1 to 7 of this act:
11	(1) Bridge program means a structured career pathway
12	program, developed in partnership among a provider of basic skills
13	education and training, the provider of the Adult Education Program
14	established pursuant to section 79-11,133, and a nonprofit social
15	services organization, which assists students in obtaining academic,
16	employability, and technical skills needed to enter and succeed in
17	postsecondary education and training and the labor market; and
18	(2) Department means the State Department of Education.
19	Sec. 3. The Legislature shall appropriate two hundred
20	thousand dollars each fiscal year for three consecutive fiscal years
21	beginning with FY2012-13 to the department from the Education
22	Innovation Fund to provide grants to establish bridge programs. Such
23	programs shall:
24	(1) Provide English reading and writing and math skills
25	required to succeed in a postsecondary educational credentialing or

1	<u>degree program;</u>
2	(2) Lead to the attainment of college credit and a
3	recognized postsecondary educational credential or an industry-
4	recognized credential;
5	(3) Be open only to low-income participants who are co-
6	enrolled in adult education, developmental education, or English as a
7	second language;
8	(4) Target the specific workforce needs of an
9	occupational sector within the state and provide services aimed at
10	improving education, skills, and employment prospects for low-income
11	adults;
12	(5) Use educational best practices, including, but not
13	limited to, contextualized instructional strategies, team teaching,
14	modularized learning, or reduced student-teacher ratios; and
15	(6) Provide for supportive services needed for student
16	educational and employment success, including, but not limited to,
17	job coaching and personal needs.
18	Sec. 4. The department shall establish a competitive
19	process for awarding grants for bridge programs which meet the
20	requirements of section 3 of this act. In awarding such grants, the
21	department shall give priority to:
22	(1) Applicants which leverage additional funding through
23	local, philanthropic, or federal funding, including, but not limited
24	to, participation in the state Supplemental Nutrition Assistance
25	Program Employment and Training plan established pursuant to the

1	federal Food and Nutrition Act of 2008, 7 U.S.C. 2011 et seq.,
2	funding under the federal Workforce Investment Act of 1998, 29 U.S.C.
3	2832 et seq., as such act existed on January 1, 2012, funding under
4	the College Access Challenge Grant Program established pursuant to
5	the federal Higher Education Act of 1965, 20 U.S.C. 1141, as such
6	section existed on January 1, 2012, funding under the federal
7	Temporary Assistance to Needy Families program established in 42
8	U.S.C. 601 et seq., as such sections existed on January 1, 2012, and
9	funding under the aid to dependent children program; and
10	(2) Programs serving recipients of public assistance.
11	Sec. 5. <u>A recipient of a bridge program grant under</u>
12	section 3 of this act shall collect and provide to the department
13	data illustrating the outcomes of participants, including:
14	(1) Participants' education levels, income, and
15	employment status upon entry into the bridge program;
16	(2) The total number of participants beginning the bridge
17	program, earning college credit, earning industry-recognized
18	credentials, and earning recognized postsecondary educational
19	<u>credentials;</u>
20	(3) The employment rates of participants six months,
21	twelve months, and twenty-four months after leaving the bridge
22	program; and
23	(4) The number of participants pursuing additional
24	education six months, twelve months, and twenty-four months after
25	leaving the bridge program.

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1	Sec. 6. The department may adopt and promulgate rules and
2	regulations to carry out sections 1 to 5 of this act.
3	Sec. 7. The Department of Health and Human Services shall
4	cooperate with applicants and recipients under sections 1 to 5 of
5	this act pursuing funding under the state Supplemental Nutrition
б	Assistance Program Employment and Training plan established pursuant
7	to the federal Food and Nutrition Act of 2008, 7 U.S.C. 2011 et seq.,
8	as such act and sections existed on January 1, 2012, the federal
9	Temporary Assistance to Needy Families program established in 42
10	U.S.C. 601 et seq., as such sections existed on January 1, 2012, and
11	funding under the aid to dependent children program.
12	Sec. 8. <u>Sections 1 to 7 of this act terminate on June 30,</u>
13	<u>2015.</u>
14	Sec. 9. Section 9-812, Revised Statutes Supplement, 2011,
15	is amended to read:
16	9-812 (1) All money received from the operation of
17	lottery games conducted pursuant to the State Lottery Act in Nebraska
18	shall be credited to the State Lottery Operation Trust Fund, which
19	fund is hereby created. All payments of the costs of establishing and
20	maintaining the lottery games shall be made from the State Lottery
21	Operation Cash Fund. In accordance with legislative appropriations,
22	money for payments for expenses of the division shall be transferred
23	from the State Lottery Operation Trust Fund to the State Lottery
24	Operation Cash Fund, which fund is hereby created. All money

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1 the State Lottery Operation Trust Fund to the State Lottery Prize 2 Trust Fund, which fund is hereby created. The amount used for the 3 payment of lottery prizes shall not be less than forty percent of the 4 dollar amount of the lottery tickets which have been sold.

5 (2) Beginning October 1, 2003, a portion of the dollar 6 amount of the lottery tickets which have been sold on an annualized 7 basis shall be transferred from the State Lottery Operation Trust Fund to the Education Innovation Fund, the Nebraska Opportunity Grant 8 Fund, the Nebraska Environmental Trust Fund, the Nebraska State Fair 9 10 Board, and the Compulsive Gamblers Assistance Fund. The dollar amount transferred pursuant to this subsection shall equal the greater of 11 12 (a) the dollar amount transferred to the funds in fiscal year 2002-03 13 or (b) any amount which constitutes at least twenty-two percent and no more than twenty-five percent of the dollar amount of the lottery 14 15 tickets which have been sold on an annualized basis. To the extent that funds are available, the Tax Commissioner and director may 16 authorize a transfer exceeding twenty-five percent of the dollar 17 18 amount of the lottery tickets sold on an annualized basis.

19 (3) Of the money available to be transferred to the 20 Education Innovation Fund, the Nebraska Opportunity Grant Fund, the 21 Nebraska Environmental Trust Fund, the Nebraska State Fair Board, and 22 the Compulsive Gamblers Assistance Fund:

(a) The first five hundred thousand dollars shall be
transferred to the Compulsive Gamblers Assistance Fund to be used as
provided in section 71-817;

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1 (b) Nineteen and three-fourths percent of the money 2 remaining after the payment of prizes and operating expenses and the 3 initial transfer to the Compulsive Gamblers Assistance Fund shall be 4 transferred to the Education Innovation Fund;

5 (c) Twenty-four and three-fourths percent of the money 6 remaining after the payment of prizes and operating expenses and the 7 initial transfer to the Compulsive Gamblers Assistance Fund shall be 8 transferred to the Nebraska Opportunity Grant Fund;

9 (d) Forty-four and one-half percent of the money 10 remaining after the payment of prizes and operating expenses and the 11 initial transfer to the Compulsive Gamblers Assistance Fund shall be 12 transferred to the Nebraska Environmental Trust Fund to be used as 13 provided in the Nebraska Environmental Trust Act;

14 (e) Ten percent of the money remaining after the payment 15 of prizes and operating expenses and the initial transfer to the Compulsive Gamblers Assistance Fund shall be transferred to the 16 Nebraska State Fair Board if the most populous city within the county 17 in which the fair is located provides matching funds equivalent to 18 19 ten percent of the funds available for transfer. Such matching funds 20 may be obtained from the city and any other private or public entity, except that no portion of such matching funds shall be provided by 21 the state. If the Nebraska State Fair ceases operations, ten percent 22 23 of the money remaining after the payment of prizes and operating expenses and the initial transfer to the Compulsive Gamblers 24 Assistance Fund shall be transferred to the General Fund; and 25

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1 (f) One percent of the money remaining after the payment 2 of prizes and operating expenses and the initial transfer to the 3 Compulsive Gamblers Assistance Fund shall be transferred to the 4 Compulsive Gamblers Assistance Fund to be used as provided in section 5 71-817.

6 (4)(a) The Education Innovation Fund is created. At least
7 seventy-five percent of the lottery proceeds allocated to the
8 Education Innovation Fund shall be available for disbursement.

9 (b) For fiscal year 2010-11, the Education Innovation 10 Fund shall be allocated as follows: The first one million dollars 11 shall be transferred to the Excellence in Teaching Cash Fund to fund 12 the Excellence in Teaching Act, and the amount remaining in the 13 Education Innovation Fund shall be allocated, after administrative 14 expenses, for distance education equipment and incentives pursuant to 15 sections 79-1336 and 79-1337.

(c) For fiscal year 2011-12, the Education Innovation 16 Fund shall be allocated as follows: (i) The first two hundred twenty-17 five thousand dollars shall be transferred to the Excellence in 18 19 Teaching Cash Fund to fund the Attracting Excellence to Teaching 20 Program; (ii) the next three million three hundred sixty-five thousand nine hundred sixty-two dollars shall be distributed to 21 22 school districts as grants pursuant to the Early Childhood Education 23 Grant Program; (iii) the next two million one hundred seventy-five thousand six hundred seventy-three dollars shall be distributed to 24 25 local systems as grants for approved accelerated or differentiated

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curriculum programs for students identified as learners with high 1 2 ability pursuant to section 79-1108.02; (iv) the next four hundred 3 ninety-one thousand five hundred forty-one dollars shall be used by the State Department of Education for the development of an 4 5 integrated early childhood, elementary, secondary, and postsecondary 6 student information system; (v) the next four hundred fifty thousand 7 dollars shall fund the Center for Student Leadership and Extended 8 Learning Act; (vi) the next one hundred fourteen thousand six hundred 9 twenty-nine dollars shall fund the multicultural education program created under section 79-720; (vii) the next one hundred twenty-three 10 11 thousand four hundred sixty-eight dollars shall be used by the 12 department to employ persons to investigate and prosecute alleged 13 violations as provided in section 79-868; (viii) up to the next one 14 hundred sixty thousand dollars shall be used by the department to implement section 79-759; and (ix) the amount remaining shall be 15 allocated, after administrative expenses, for distance education 16 17 equipment and incentives pursuant to sections 79-1336 and 79-1337.

(d) For fiscal year 2012-13, the Education Innovation 18 Fund shall be allocated as follows: (i) The first forty-five thousand 19 20 dollars shall be transferred to the Excellence in Teaching Cash Fund 21 to fund the Attracting Excellence to Teaching Program; (ii) the next three million three hundred sixty-five thousand nine hundred sixty-22 23 two dollars shall be distributed to school districts as grants pursuant to the Early Childhood Education Grant Program; (iii) the 24 next two million one hundred seventy-five thousand six hundred 25

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seventy-three dollars shall be distributed to local systems as grants 1 2 for approved accelerated or differentiated curriculum programs for 3 students identified as learners with high ability pursuant to section 79-1108.02; (iv) the next one hundred eight thousand one hundred 4 5 thirty-six dollars shall be used by the department for the 6 development of an integrated early childhood, elementary, secondary, 7 and postsecondary student information system; (v) the next four 8 hundred fifty thousand dollars shall fund the Center for Student Leadership and Extended Learning Act; (vi) the next one hundred 9 fourteen thousand six hundred twenty-nine dollars shall be used by 10 11 the department to fund the multicultural education program created 12 under section 79-720; (vii) the next one hundred twenty-three 13 thousand four hundred sixty-eight dollars shall be used by the department to employ persons to investigate and prosecute alleged 14 violations as provided in section 79-868; (viii) up to the next one 15 hundred sixty thousand dollars shall be used by the department to 16 implement section 79-759; (ix) the next twenty-seven thousand two 17 hundred dollars shall be used to fund the Interstate Compact on 18 Educational Opportunity for Military Children; (x) the next two 19 20 hundred thousand dollars shall be used to provide grants to establish bridge programs pursuant to sections 1 to 7 of this act; and (x) (xi) 21 22 the amount remaining shall be allocated, after administrative 23 expenses, for distance education equipment and incentives pursuant to sections 79-1336 and 79-1337. 24

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(e) For fiscal year 2013-14, the Education Innovation

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Fund shall be allocated as follows: (i) The first one million dollars 1 2 shall be transferred to the Excellence in Teaching Cash Fund to fund 3 the Excellence in Teaching Act; (ii) the next allocation shall be distributed to local systems as grants for approved accelerated or 4 5 differentiated curriculum programs for students identified as learners with high ability pursuant to section 79-1108.02 in an 6 7 aggregated amount up to the amount distributed in the prior fiscal 8 year for such purposes increased by the basic allowable growth rate pursuant to section 79-1025; (iii) the next allocation shall be used 9 by the State Department of Education for the integrated early 10 elementary, secondary, and 11 childhood, postsecondary student 12 information system in an aggregated amount up to the amount used in 13 the prior fiscal year for such purposes increased by the basic 14 allowable growth rate pursuant to section 79-1025; (iv) the next allocation shall fund the Center for Student Leadership and Extended 15 Learning Act in an aggregated amount up to the amount used in the 16 prior fiscal year for such purposes increased by the basic allowable 17 growth rate pursuant to section 79-1025; (v) the next allocation 18 19 shall be used by the department to fund the multicultural education 20 program created under section 79-720 in an aggregated amount up to 21 the amount used in the prior fiscal year for such purposes increased by the basic allowable growth rate pursuant to section 79-1025; (vi) 22 23 the next allocation shall be used by the department to employ persons to investigate and prosecute alleged violations as provided in 24 25 section 79-868 in an aggregated amount up to the amount used in the

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prior fiscal year for such purposes increased by the basic allowable 1 2 growth rate pursuant to section 79-1025; (vii) up to the next one 3 hundred sixty thousand dollars shall be used by the department to implement section 79-759; (viii) the next two hundred thousand 4 5 dollars shall be used to provide grants to establish bridge programs pursuant to sections 1 to 7 of this act; and (viii) (ix) the amount 6 7 remaining shall be allocated, after administrative expenses, for 8 distance education equipment and incentives pursuant to sections 9 79-1336 and 79-1337.

10 (f) For fiscal years 2014-15 and 2015-16, year 2014-15, the Education Innovation Fund shall be allocated as follows: (i) The 11 12 first one million dollars shall be transferred to the Excellence in 13 Teaching Cash Fund to fund the Excellence in Teaching Act; (ii) the 14 next allocation shall be distributed to local systems as grants for approved accelerated or differentiated curriculum programs 15 for students identified as learners with high ability pursuant to section 16 79-1108.02 in an aggregated amount up to the amount distributed in 17 the prior fiscal year for such purposes increased by the basic 18 allowable growth rate pursuant to section 79-1025; (iii) the next 19 20 allocation shall be used by the State Department of Education for the 21 integrated early childhood, elementary, secondary, and postsecondary student information system in an aggregated amount up to the amount 22 23 used in the prior fiscal year for such purposes increased by the basic allowable growth rate pursuant to section 79-1025; (iv) the 24 25 next allocation shall fund the Center for Student Leadership and

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1 Extended Learning Act in an aggregated amount up to the amount used 2 in the prior fiscal year for such purposes increased by the basic 3 allowable growth rate pursuant to section 79-1025; (v) the next allocation shall be used by the department to fund the multicultural 4 5 education program created under section 79-720 in an aggregated 6 amount up to the amount used in the prior fiscal year for such 7 purposes increased by the basic allowable growth rate pursuant to 8 section 79-1025; (vi) the next allocation shall be used by the 9 department to employ persons to investigate and prosecute alleged violations as provided in section 79-868 in an aggregated amount up 10 to the amount used in the prior fiscal year for such purposes 11 12 increased by the basic allowable growth rate pursuant to section 13 79-1025; (vii) the next two hundred thousand dollars shall be used to provide grants to establish bridge programs pursuant to sections 1 to 14 7 of this act; and (vii) (viii) the amount remaining shall be 15 16 allocated, after administrative expenses, for distance education 17 equipment and incentives pursuant to sections 79-1336 and 79-1337.

(g) For fiscal year 2015-16, the Education Innovation 18 Fund shall be allocated as follows: (i) The first one million dollars 19 20 shall be transferred to the Excellence in Teaching Cash Fund to fund 21 the Excellence in Teaching Act; (ii) the next allocation shall be 22 distributed to local systems as grants for approved accelerated or 23 differentiated curriculum programs for students identified as learners with high ability pursuant to section 79-1108.02 in an 24 aggregated amount up to the amount distributed in the prior fiscal 25

1 year for such purposes increased by the basic allowable growth rate pursuant to section 79-1025; (iii) the next allocation shall be used 2 3 by the State Department of Education for the integrated early 4 childhood, elementary, secondary, and postsecondary student 5 information system in an aggregated amount up to the amount used in the prior fiscal year for such purposes increased by the basic 6 7 allowable growth rate pursuant to section 79-1025; (iv) the next 8 allocation shall fund the Center for Student Leadership and Extended 9 Learning Act in an aggregated amount up to the amount used in the 10 prior fiscal year for such purposes increased by the basic allowable growth rate pursuant to section 79-1025; (v) the next allocation 11 12 shall be used by the department to fund the multicultural education 13 program created under section 79-720 in an aggregated amount up to 14 the amount used in the prior fiscal year for such purposes increased by the basic allowable growth rate pursuant to section 79-1025; (vi) 15 16 the next allocation shall be used by the department to employ persons 17 to investigate and prosecute alleged violations as provided in section 79-868 in an aggregated amount up to the amount used in the 18 19 prior fiscal year for such purposes increased by the basic allowable 20 growth rate pursuant to section 79-1025; and (vii) the amount 21 remaining shall be allocated, after administrative expenses, for 22 distance education equipment and incentives pursuant to sections 23 79-1336 and 79-1337.

24 (h) For fiscal year 2016-17 and each fiscal year 25 thereafter, the Education Innovation Fund shall be allocated, after

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administrative expenses, for education purposes as provided by the
 Legislature.

3 (5) Any money in the State Lottery Operation Trust Fund, 4 the State Lottery Operation Cash Fund, the State Lottery Prize Trust 5 Fund, or the Education Innovation Fund available for investment shall 6 be invested by the state investment officer pursuant to the Nebraska 7 Capital Expansion Act and the Nebraska State Funds Investment Act.

8 (6) Unclaimed prize money on a winning lottery ticket 9 shall be retained for a period of time prescribed by rules and 10 regulations. If no claim is made within such period, the prize money 11 shall be used at the discretion of the Tax Commissioner for any of 12 the purposes prescribed in this section.

13 Sec. 10. Original section 9-812, Revised Statutes
14 Supplement, 2011, is repealed.

Sec. 11. Since an emergency exists, this act takes effect when passed and approved according to law.