LEGISLATURE OF NEBRASKA ONE HUNDRED SEVENTH LEGISLATURE FIRST SESSION

LEGISLATIVE BILL 135

Introduced by Wishart, 27; DeBoer, 10. Read first time January 07, 2021 Committee: Education

- 1 A BILL FOR AN ACT relating to the Special Education Act; to amend 79-1145, 2 sections 79-1142 and Revised Statutes Cumulative 3 Supplement, 2020; to change provisions relating to reimbursements; 4 to eliminate obsolete provisions; to harmonize provisions; and to 5 repeal the original sections.
- 6 Be it enacted by the people of the State of Nebraska,

Section 1. Section 79-1142, Revised Statutes Cumulative Supplement,
 2020, is amended to read:

3 79-1142 (1) Level I services refers to services provided to children 4 with disabilities who require an aggregate of not more than three hours 5 per week of special education services and support services and includes 6 all administrative, diagnostic, consultative, and vocational-adjustment 7 counselor services.

(2) The total allowable reimbursable cost for support services shall 8 9 not exceed a percentage, established by the State Board of Education, of 10 the school district's or approved cooperative's total allowable reimbursable cost for all special education programs and support 11 services. The percentage established by the board for support services 12 13 shall not exceed the difference of ten percent minus the percentage of the appropriations for special education approved by the Legislature set 14 aside for reimbursements for support services pursuant to subsection (5) 15 of this section. 16

17 (3)(a) (3) For special education and support services provided in each school fiscal year prior to school fiscal year 2022-23, the 18 department shall reimburse each school district in the following school 19 fiscal year a pro rata amount determined by the department. 20 The reimbursement percentage shall be the ratio of the difference of the 21 22 appropriations for special education approved by the Legislature minus the amounts set aside pursuant to subsection (5) of this section divided 23 24 by the total allowable excess costs for all special education programs 25 and support services.

(b) For special education and support services provided in school fiscal years 2022-23 and 2023-24, the department shall reimburse each school district in the following school fiscal year at least sixty percent of the total allowable excess costs for all special education programs and support services provided by such school district. If the appropriation for special education approved by the Legislature exceeds,

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after subtracting amounts set aside pursuant to subsection (5) of this 1 2 section, an amount equal to sixty percent of the aggregate total 3 allowable excess costs for all special education programs and support 4 services provided by school districts, the reimbursement percentage shall 5 be the ratio of the difference of the appropriation for special education approved by the Legislature minus the amounts set aside pursuant to 6 7 subsection (5) of this section divided by the aggregate total allowable excess costs for all special education programs and support services 8 9 provided by school districts.

10 (c) For special education and support services provided in school fiscal years 2024-25 and 2025-26, the department shall reimburse each 11 school district in the following school fiscal year at least seventy 12 13 percent of the total allowable excess costs for all special education programs and support services provided by such school district. If the 14 15 appropriation for special education approved by the Legislature exceeds, 16 after subtracting amounts set aside pursuant to subsection (5) of this 17 section, an amount equal to seventy percent of the aggregate total allowable excess costs for all special education programs and support 18 19 services provided by school districts, the reimbursement percentage shall be the ratio of the difference of the appropriation for special education 20 21 approved by the Legislature minus the amounts set aside pursuant to 22 subsection (5) of this section divided by the aggregate total allowable excess costs for all special education programs and support services 23 24 provided by school districts.

(d) For special education and support services provided in school fiscal year 2026-27 and each school fiscal year thereafter, the State Department of Education shall reimburse each school district in the following school fiscal year at least eighty percent of the total allowable excess costs for all special education programs and support services provided by such school district. If the appropriation for special education approved by the Legislature exceeds, after subtracting

amounts set aside pursuant to subsection (5) of this section, an amount 1 2 equal to eighty percent of the aggregate total allowable excess costs for all special education programs and support services provided by school 3 4 districts, the reimbursement percentage shall be the ratio of the difference of the appropriation for special education approved by the 5 Legislature minus the amounts set aside pursuant to subsection (5) of 6 7 this section divided by the aggregate total allowable excess costs for all special education programs and support services provided by school 8 9 districts.

10 (4) Cooperatives of school districts or educational service units shall also be eligible for reimbursement for cooperative programs 11 pursuant to this section if such cooperatives or educational service 12 13 units have complied with the reporting and approval requirements of section 79-1155 for cooperative programs which were offered in the 14 preceding <u>school fiscal</u> year. The payments shall be made by the 15 16 department to the school district of residence, cooperative of school 17 districts, or educational service unit each school fiscal year in a minimum of seven payments between the fifth and twentieth day of each 18 month beginning in December. Additional payments may be made based upon 19 additional valid claims submitted. The State Treasurer shall, between the 20 fifth and twentieth day of each month, notify the Director 21 of Administrative Services of the amount of funds available in the General 22 23 Fund for payment purposes. The director shall, upon receiving such 24 certification, draw warrants against funds appropriated.

(5) Residential settings described in subdivision (10)(c) of section 79-215 shall be reimbursed for the educational services, including special education services and support services in an amount determined pursuant to the average per pupil cost of the service agency. Reimbursements pursuant to this section shall be made from funds set aside for such purpose within sixty days after receipt of a reimbursement request submitted in the manner required by the department and including

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1 any documentation required by the department for educational services 2 that have been provided, except that if there are not any funds available for the remainder of the state fiscal year for such reimbursements, the 3 4 reimbursement shall occur within thirty days after the beginning of the 5 immediately following state fiscal year. The department may audit any required documentation and subtract any payments made in error from 6 7 future reimbursements. The department shall set aside separate amounts from the appropriations for special education approved by the Legislature 8 9 for reimbursements pursuant to this subsection for students receiving special education services and for students receiving support services 10 for each state fiscal year. The amounts set aside for each purpose shall 11 be based on estimates of the reimbursements to be requested during the 12 13 state fiscal year and shall not be less than the total amount of 14 reimbursements requested in the prior state fiscal year plus any unpaid requests from the prior state fiscal year. 15

Sec. 2. Section 79-1145, Revised Statutes Cumulative Supplement,
2020, is amended to read:

18 79-1145 (1) For each fiscal year <u>prior to fiscal year 2022-23</u>, the 19 aggregate amount of General Funds appropriated for special education 20 programs and support services pursuant to sections 79-1129, 79-1132, and 21 79-1144 shall not exceed the aggregate amount of General Funds 22 appropriated pursuant to such sections for the previous fiscal year, 23 increased by ten percent.

(2) For fiscal year 2022-23 and each fiscal year thereafter, the
 aggregate amount of General Funds appropriated for special education
 programs and support services pursuant to sections 79-1129, 79-1132, and
 79-1144 shall equal the amount necessary to fund the reimbursements
 required pursuant to section 79-1142.

Sec. 3. Original sections 79-1142 and 79-1145, Revised Statutes
 Cumulative Supplement, 2020, are repealed.

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