# [COMMITTEE PRINT] 

September 29, 1999

## Amendment in the Nature of A Substitute to H.R. 2 Offered by Mr. Goodling of Pennsylvania

Strike all after the enacting clause and insert the following:

## SECTION 1. SHORT TITLE.

12 U.S.C. 6301 et seq.).

## TITLE I—STUDENT RESULTS

PART A-BASIC PROGRAM
SEC. 101. LOW-ACHIEVING CHILDREN MEET HIGH STANDARDS.

The heading for title I is amended by striking "DISADVANTAGED" and inserting "LOW-ACHIEVING".

SEC. $\qquad$ . PURPOSES AND INTENT.

Section 1001 (20 U.S.C. 6301) is amended to read as follows:
"SEC. 1001. FINDINGS; STATEMENT OF PURPOSE; AND RECOGNITION OF NEED.
"(a) Findings.-Congress finds the following:
"(1) Schools that enroll high concentrations of children living in poverty face the greatest challenges but effective educational strategies based on scientifically based research can succeed in educating children to high standards.
"(2) High-poverty schools are much more likely to be identified as failing to meet State standards for satisfactory progress. As a result, these schools are generally the most in need of additional resources and technical assistance to build the capacity of these schools to address the many needs of their students.
"(3) The educational progress of children participating in programs under this title is closely associated with their being taught by a highly qualified staff, particularly in schools with the highest concentrations of poverty, where paraprofessionals, uncertified teachers, and teachers teaching out of field frequently provide instructional services.
"(4) Congress and the public would benefit from additional data in order to evaluate the efficacy of the changes made to Title I in the Improving America's Schools Act of 1994,
"(5) States, local educational agencies, and schools should be given as much flexibility as possible in exchange for greater accountability for improving student achievement.
"(6) Programs funded under this part must demonstrate increased effectiveness in improving schools in order to ensure all children achieve to high standards.
"(b) Purpose and Intent.-The purpose and intent of this title are to ensure that all children have a fair and equal opportunity to obtain a high quality education.
"(c) Recognition of Need.-The Congress recognizes that-
"(1) educational needs are particularly great for low-achieving children in our Nation's highest-poverty schools, children with limited English proficiency, children of migrant workers, children with disabilities, Indian children, children who are neglected or delinquent and young children and their parents who are in need of family-literacy services;
"(2) despite more than 3 decades of Federal assistance, a sizable achievement gap remains between minority and nonminority students, and between disadvantaged students and their more advantaged peers;
"(3) too many students must attend local schools that fail to provide them with a quality education, and are given no alternatives to enable them to receive a quality education;
"(4) States, local educational agencies and schools should be held accountable for improving the academic achievement of all students, and for identifying and turning around low-performing schools; and
"(5) Federal education assistance is intended not only to increase pupil achievement overall, but also more specifically and importantly, to help ensure that all pupils, especially the disadvantaged,
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meet challenging standards for curriculum content and pupil performance. It can only be determined if schools, local educational agencies, and States, are reaching this goal if pupil achievement results are reported specifically by disadvantaged and minority status.

## SEC. 102. AUTHORIZATION OF APPROPRIATIONS.

(a) Local Educational Agency Grants.-Subsection (a) of section 1002 (20 U.S.C. 6302(a)) is amended by striking " $\$ 7,400,000,000$ for fiscal year $1995 "$ and inserting " $\$ 8,350,000,000$ for fiscal year 2000".
(b) Education of Migratory Children.-Subsection (c) of section 1002 (20 U.S.C. 6302(c)) is amended by striking " $\$ 310,000,000$ for fiscal year 1995" and inserting " $\$ 400,000,000$ for fiscal year 2000".
(c) Prevention and Intervention Programs for Youth Who Are Neglected, Delinquent, or at Risk of Dropping Out.-Subsection (d) of section 1002 (20 U.S.C. $6302(\mathrm{~d})$ ) is amended by striking " $\$ 40,000,000$ for fiscal year 1995" and inserting " $\$ 50,000,000$ for fiscal year 2000".
(d) Capital Expenses.-Subsection (e) of section 1002 (20 U.S.C. $6302(\mathrm{e})$ ) is amended to read as follows:
"(e) Capital Expenses.-For the purpose of carrying out section $1120(\mathrm{e})$, there are authorized to be ap-
propriated $\$ 24,000,000$ for fiscal year $2000, \$ 16,000,000$ for fiscal year 2001, and $\$ 8,000,000$ for fiscal year 2002.".
(e) Additional Assistance.-Subsection (f) of section 1002 is repealed.
(f) State Administration.-Section 1002 is amended by adding at the end the following:
"(h) State Administration.-
"(1) State Reservation.-Each State may reserve, from the grants it receives under parts A, C , and D , of this title, an amount equal to the greater of 1 percent of the amount it received under parts A, C, and D, for fiscal year 1999, or $\$ 400,000$ ( $\$ 50,000$ for each outlying area), to carry out administrative duties assigned under parts A, C, and D.
"(2) Authorization of appropriations.-There are authorized to be appropriated for fiscal year 2000 and for each of the 4 succeeding fiscal years, such sums as may be necessary for additional State administration grants. Any such additional grants shall be allocated among the States in proportion to the grants received by each State for that fiscal year under parts A, C, and D of this title."
"(3) Special Rule.-The amount allocated to each State under this subsection may not exceed the amount of State funds expended by the State educational agency to administer elementary and secondary education programs in such State."
(g) School Improvement.-Each State may reserve for the purpose of carrying out its duties under section 1116 and 1117, the greater of one half of 1 percent of the amount allocated under this part, or $\$ 200,000$.

SEC. __ . RESERVATION AND ALLOCATION.
Section 1003 (20 U.S.C. 6303) is repealed.
SEC. $\qquad$ . STATE PLANS.

Section 1111 (20 U.S.C. 6311) is amended to read as follows:
"SEC. 1111. STATE PLANS.
"(a) Plans Required.-
"(1) In general.-Any State desiring to receive a grant under this part shall submit to the Secretary a plan, developed in consultation with local educational agencies, teachers, pupil services personnel, administrators (including administrators of programs described in other parts of this title), other staff, and parents, that satisfies the requirements of this section and that is coordinated with other programs under this Act, the Individuals with

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Disabilities Education Act, the Carl D. Perkins Vocational and Technical Education Act of 1998, and the Head Start Act.
"(2) Consolidated Plan.-A State plan submitted under paragraph (1) may be submitted as part of a consolidated plan under section 14302.
"(b) Standards, Assessments, and Account-ABILITTY.-
"(1) Challenging standards.-(A) Each State plan shall demonstrate that the State has adopted challenging content standards and challenging student performance standards that will be used by the State, its local educational agencies, and its schools to carry out this part, except that a State shall not be required to submit such standards to the Secretary.
"(B) The standards required by subparagraph (A) shall be the same standards that the State applies to all schools and children in the State.
"(C) The State shall have such standards for elementary and secondary school children served under this part in subjects determined by the State, but including at least mathematics and reading or language arts, which shall include the same knowl-
edge, skills, and levels of performance expected of all children.
"(D) Standards under this paragraph shall include-
"(i) challenging content standards in academic subjects that-
"(I) specify what children are expected to know and be able to do;
"(II) contain coherent and rigorous content; and
"(III) encourage the teaching of advanced skills; "(ii) challenging student performance standards that-
"(I) are aligned with the State's content standards;
"(II) describe two levels of high performance, proficient and advanced, that determine how well children are mastering the material in the State content standards;
"(III) describe a third level of performance, basic, to provide complete information about the progress of the lower performing children toward achieving to

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the proficient and advanced levels of performance; and
"(IV) describe a fourth level of performance, below basic, to provide complete information about the progress of the lowest performing children toward achieving to the basic, proficient, and advanced levels of performance.
"(E) For the subjects in which students will be served under this part, but for which a State is not required by subparagraphs (A), (B), and (C) to develop, and has not otherwise developed such standards, the State plan shall describe a strategy for ensuring that such students are taught the same knowledge and skills and held to the same expectations as are all children.
"(F) If the State fails to demonstrate that it has in place its challenging State content and challenging student performance standards as required by subsection (b)(1), administrative funds shall be withheld in such amount as the Secretary determines until such standards are implemented.
"(2) Adequate yearly progress.-
"(A) Each State plan shall demonstrate, based on assessments described under para-

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graph (3), what constitutes adequate yearly progress of-
"(i) any school served under this part toward enabling all children to meet the State's challenging student performance standards;
"(ii) any local educational agency that received funds under this part toward enabling all children in schools receiving assistance under this part to meet the State's challenging student performance standards; and
"(iii) the State in enabling all children in schools receiving assistance under this part to meet the State's challenging student performance standards.
"(B) Adequate yearly progress shall be defined in a manner that-
"(i) applies the same high standards of academic performance to all students in the State;
"(ii) takes into account the progress of all students in the State and in each local educational agency and school served under section 1114 or 1115 ; and
"(iii) uses the State challenging content and challenging student performance standards and assessments described in paragraphs (1) and (4);
"(iv) compares separately, within each State, local educational agency, and school, the performance and progress of students by gender, each major ethnic and racial group, by English proficiency status, by migrant status, by students with disabilities as compared to nondisabled students, and by economically disadvantaged students as compared to students who are not economically disadvantaged (except that such disaggregation shall not be required in a case in which the number of students in a category is insufficient to yield statistically reliable information or the results would reveal individually identifiable information about an individual student);
"(v) compares the proportions of students at the 'below basic', 'basic', 'proficient', and 'advanced' levels of performance with the proportions of students at

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each of the 4 levels in the same grade in the previous school year;
"(vi) at the State's discretion, may also include other academic measures such as promotion, completion of college preparatory courses, and high school completion, except that inclusion of such other measures may not decrease the number or percentage of schools or local educational agencies that would otherwise be subject to improvement or corrective action under section 1116 if the discretionary indicators were not included;
"(vii) includes annual numerical goals for improving the performance of all groups specified in clause (iv) and narrowing gaps in performance between these groups;
"(viii) includes a timeline for ensuring that each group of students described in clause (iv) meets or exceeds the State's proficient level of performance on each State assessment used for the purposes of section 1111 and section 1116 within 10
years from the date of enactment of the
Student Results Act of 1999.
"(C) Annual Improvement FOR states.-For a State to make adequate yearly progress under subparagraph (A)(iii), not less than 90 percent of the local educational agencies within its jurisdiction shall meet the State's criteria for adequate yearly progress.
"(D) Annual improvement for local educational agencies.-For a local educational agency to make adequate yearly progress under subparagraph (A)(ii), not less than 90 percent of the schools within its jurisdiction must meet the State's criteria for adequate yearly progress.
"(E) AnNuAL IMPROVEMENT FOR schools.-For a school to make adequate yearly progress under subparagraph (A)(i), not less than 90 percent of each group of students described in subparagraph (A)(iv) who are enrolled in such school are required to take the assessments consistent with section 612(a)(17)(A) of the Individuals with Disabilities Education Act and section

1111(b)(4)(F)(iv) on which adequate yearly progress is based.
"(F) Public notice and Comment.Each State shall ensure that in developing its plan for adequate yearly progress, it diligently seeks public comment from a range of institutions and individuals in the State with an interest in improved student achievement and that the State makes and will continue to make a substantial effort to ensure that information under this part is widely known and understood by the public, parents, teachers, and school administrators throughout the State. Such efforts shall include, at a minimum, publication of such information and explanatory text, broadly to the public through such means as the Internet, the media, and public agencies.
"(G) Review.-The Secretary shall review the information from States on the adequate yearly progress of schools and local educational agencies required under subparagraphs (A) and (B) for the purpose of determining State and local compliance with section 1116.
"(3) State AUTHORITY.-If a State educational agency provides evidence, which is satisfac-

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tory to the Secretary, that neither the State educational agency nor any other State government official, agency, or entity has sufficient authority, under State law, to adopt curriculum content and student performance standards, and assessments aligned with such standards, which will be applicable to all students enrolled in the State's public schools, then the State educational agency may meet the requirements of this subsection by-
"(A) adopting standards and assessments that meet the requirements of this subsection, on a statewide basis, limiting their applicability to students served under this part; or
"(B) adopting and implementing policies that ensure that each local educational agency in the State which receives grants under this part will adopt curriculum content and student performance standards, and assessments aligned with such standards, which meet all of the criteria in this subsection and any regulations regarding such standards and assessments which the Secretary may publish, and which are applicable to all students served by each such local educational agency.
"(4) Assessments.-Each State plan shall demonstrate that the State has implemented a set of high-quality, yearly student assessments that include, at a minimum, assessments in mathematics and reading or language arts, that will be used, starting not later than the 2000-2001 school year, as the primary means of determining the yearly performance of each local educational agency and school served under this title in enabling all children served under this part to meet the State's challenging student performance standards. Such assessments shall-
"(A) be the same assessments used to measure the performance of all children, if the State measures the performance of all children;
"(B) be aligned with the State's challenging content and student performance standards and provide coherent information about student attainment of such standards;
"(C) be used for purposes for which such assessments are valid and reliable, and be consistent with relevant, nationally recognized professional and technical standards for such assessments;

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"(D) measure the proficiency of students in the academic subjects in which a State has adopted challenging content and student performance standards and be administered not less than one or more times during-
"(i) grades 3 through 5;
"(ii) grades 6 through 9; and
"(iii) grades 10 through 12;
"(E) involve multiple up-to-date measures of student performance, including measures that assess higher order thinking skills and understanding;
"(F) provide for-
"(i) the participation in such assessments of all students;
"(ii) the reasonable adaptations and accommodations for students with disabilities defined under $602(3)$ of the Individuals with Disabilities Education Act necessary to measure the achievement of such students relative to State content and State student performance standards;
"(iii) the inclusion of limited English proficient students who shall be assessed, to the extent practicable, in the language

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and form most likely to yield accurate and reliable information on what such students know and can do in content areas;
"(iv) notwithstanding clause (iii), the assessment (using tests written in English) of reading or language arts of any student who has attended school in the United States (not including Puerto Rico) for 3 or more consecutive school years, except if the local educational agency determines, on a case-by-case individual basis, that assessments in another language and form would likely yield more accurate and reliable information on what such students know and can do, the local educational agency may assess such students in the appropriate language other than English for 1 additional year; and
"(G) include students who have attended schools in a local educational agency for a full academic year but have not attended a single school for a full academic year, except that the performance of students who have attended more than one school in the local educational agency in any academic year shall be used only
in determining the progress of the local educational agency;
"(H) provide individual student reports, which include assessment scores, or other information on the attainment of student performance standards; and
"(I) enable results to be disaggregated within each State, local educational agency, and school by gender, by each major racial and ethnic group, by English proficiency status, by migrant status, by students with disabilities as compared to nondisabled students, and by economically disadvantaged students as compared to students who are not economically disadvantaged.
"(5) Special rule.-
"(A) In general.-Assessment measures that do not meet the requirements of paragraph (4)(C) may be included as one of the multiple measures, if a State includes in the State plan information regarding the State's efforts to validate such measures.
"(B) Student proficiency in grades K-2.-States may measure the proficiency of students in the academic subjects in which a

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State has adopted challenging content and student performance standards one or more times during grades $\mathrm{K}-2$.
"(6) Language assessments.-Each State plan shall identify the languages other than English that are present in the participating student population and indicate the languages for which yearly student assessments are not available and are needed. The State shall make every effort to develop such assessments and may request assistance from the Secretary if linguistically accessible assessment measures are needed. Upon request, the Secretary shall assist with the identification of appropriate assessment measures in the needed languages, but shall not mandate a specific assessment or mode of instruction.
"(7) Assessment development.-A State shall develop, and implement State assessments that are aligned to challenging State content standards that include, at a minimum, mathematics and reading or language arts by the 2000-2001 school year.
"(8) Requirement.-Each State plan shall describe-
"(A) how the State educational agency will assist each local educational agency and school
affected by the State plan to develop the capacity to comply with each of the requirements of sections $1112(\mathrm{c})(1)(\mathrm{D}), 1114(\mathrm{~b})$, and $1115(\mathrm{c})$ that is applicable to such agency or school; and
"(B) such other factors the State considers appropriate to provide students an opportunity to achieve the knowledge and skills described in the challenging content standards adopted by the State.
"(c) Other Provisions To Support Teaching and Learning.-Each State plan shall contain assurances that-
"(1) the State educational agency will work with other agencies, including educational service agencies or other local consortia, and institutions to provide technical assistance to local educational agencies and schools to carry out the State educational agency's responsibilities under this part, including technical assistance in providing professional development under section 1119 and technical assistance under section 1117; and
"(2)(A) where educational service agencies exist, the State educational agency will consider providing professional development and technical assistance through such agencies; and
"(B) where educational service agencies do not exist, the State educational agency will consider providing professional development and technical assistance through other cooperative agreements such as through a consortium of local educational agencies;
"(3) the State educational agency will notify local educational agencies and the public of the content and student performance standards and assessments developed under this section, and of the authority to operate schoolwide programs, and will fulfill the State educational agency's responsibilities regarding local educational agency improvement and school improvement under section 1116, including such corrective actions as are necessary;
"(4) the State educational agency will provide the least restrictive and burdensome regulations for local educational agencies and individual schools participating in a program assisted under this part;
"(5) the State educational agency will inform the Secretary and the public of how Federal laws, if at all, hinder the ability of States to hold local educational agencies and schools accountable for student academic performance;
"(6) the State educational agency will encourage schools to consolidate funds from other Federal,

State, and local sources for schoolwide reform in schoolwide programs under section 1114;
"(7) the State educational agency will modify or eliminate State fiscal and accounting barriers so that schools can easily consolidate funds from other Federal, State, and local sources for schoolwide programs under section 1114 ;
"(8) the State educational agency has involved the committee of practitioners established under section $1603(\mathrm{~b})$ in developing the plan, and monitoring its implementation; and
"(9) the State educational agency will inform local educational agencies of the local educational agency's authority to obtain waivers under title XIV and, if the State is an Ed-Flex Partnership State, waivers under the Education Flexibility Partnership Act of 1999 .
"(d) Peer Review and Secretarial Approval.The Secretary shall-
"(1) establish a peer review process to assist in the review of State plans;
"(2) approve a State plan after its submission unless the Secretary determines that the plan does not meet the requirements of this section;
"(3) if the Secretary determines that the State plan does not meet the requirements of subsection (a), (b), or (c), immediately notify the State of such determination and the reasons for such determination;
"(4) not decline to approve a State's plan before-
"(A) offering the State an opportunity to revise its plan;
"(B) providing technical assistance in order to assist the State to meet the requirements under subsections (a), (b), and (c); and
"(C) providing a hearing;
"(5) have the authority to disapprove a State plan for not meeting the requirements of this part, but shall not have the authority to require a State, as a condition of approval of the State plan, to include in, or delete from, such plan one or more specific elements of the State's content standards or to use specific assessment instruments or items; and
"(6) States shall revise their plans if necessary to satisfy the requirements of this section.

Revised plans under paragraph (6) shall be submitted to the Secretary for approval not later than 1 year after the date of the enactment of the Student Results Act of 1999.
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"(e) Duration of the Plan.-
"(1) In general.-Each State plan shall-
"(A) be submitted for the first year for which this part is in effect after the date of the enactment of the Student Results Act of 1999;
"(B) remain in effect for the duration of the State's participation under this part; and
"(C) be periodically reviewed and revised by the State, as necessary, to reflect changes in the State's strategies and programs under this part.
"(2) Additional information.-If the State makes significant changes in its plan, such as the adoption of new State content standards and State student performance standards, new assessments, or a new definition of adequate yearly progress, the State shall submit such information to the Secretary.
"(f) Limitation on Conditions.-Nothing in this part shall be construed to authorize an officer or employee of the Federal Government to mandate, direct, or control a State, local educational agency, or school's specific instructional content or student performance standards and assessments, curriculum, or program of instruction, as a condition of eligibility to receive funds under this part.
"(g) Penalties.-
"(1) In general.-If a State fails to meet the statutory deadlines for demonstrating that it has in place challenging content standards and student performance standards and assessments, and a system for measuring and monitoring adequate yearly progress, the State shall be ineligible to receive any administrative funds under section $1002(\mathrm{~g})$ that exceed the amount received by the State for such purpose in the previous year.
"(2) Additional Funds.-Based on the extent to which such content standards, performance standards, assessments, and monitoring of adequate yearly progress, are not in place, additional administrative funds shall be withheld in such amount as the Secretary determines appropriate, except that for each additional year that the State fails to comply with such requirements, the Secretary shall withhold not less than $1 / 5$ of the amount the State receives for administrative expenses under section $1002(\mathrm{~g})$.
"(3) WaIVER.-Notwithstanding title XIV of this Act and the Education Flexibility Partnership Act or any other provision of law, a waiver shall not be granted except that a State may request a 1 -time,

1-year waiver to meet the requirements of this section.".
"(h) School Report Cards.-
"(1) In General.-
"(A) Annual Report.-Except as provided in subparagraph (C), not later than the beginning of the 2001-2002 school year, a State that receives assistance under this Act shall prepare and disseminate an annual report on all schools that receive funds under this part. A State that publishes State report cards on education shall include in such report cards information described in paragraph (2). A State that publishes a report card on all public schools in the State shall include, at a minimum, the information described in paragraph (2) for all schools that receive funds under this part.
"(B) Implementation.-The State shall ensure implementation of these report cards at all levels. Annual report cards under this section shall be-
"(i) concise, and
"(ii) presented in a format and manner that parents can understand, and
which, to the extent practicable, shall be in a language the parents can understand. "(C) Other means.-In the event the State provides no such report card, the State shall, not later than the beginning of the 20012002 school year, publicly report the information described in paragraph (2) for all schools that receive funds under this part through other public means.
"(2) Content of annual state reports."(A) Required information.-The State shall, at a minimum, include in the annual State reports information for the State on each local educational agency and school receiving funds under this part regarding-
"(i) student performance on statewide assessments for the current and preceding years in at least reading (or language arts) and mathematics, including-
"(I) a comparison of the proportions of students who performed at the "below basic", "basic", "proficient", and "advanced" levels in each subject area, for each grade level at which assessments are required
under title I, with proportions in each of the same 4 categories at the same grade levels in the previous school year; and
"(II) a statement of the percentage of students not tested and a listing of categories of the reasons why they were not tested;
"(ii) retention in grade, completion of advanced placement courses, and 4-year graduation rates;
"(iii) the professional qualifications of teachers in the aggregate, including the percentage of teachers teaching with emergency or provisional credentials, and the percentage of class sections not taught by fully qualified teachers; and
"(iv) the professional qualifications of paraprofessionals, the number of paraprofessionals in the aggregate and the ratio of paraprofessionals to teachers in the classroom.
"(B) Student Data.-Student data in each report shall contain disaggregated results for the following categories:

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"(i) gender;
"(ii) racial and ethnic group;
"(iii) migrant status;
"(iv) students with disabilities, as compared to students who are not disabled;
"(v) economically disadvantaged students, as compared to students who are not economically disadvantaged; and
"(vi) Students with limited English proficiency, as compared to students who are proficient in English.
"(C) Optional information.-A State may include in its report any other information it determines appropriate to reflect school quality and school achievement, including information on average class size, by grade level and information on school safety, such as the incidence of school violence and drug and alcohol abuse, and the incidence of student suspensions and expulsions.
"(3) Content of local educational agenCIES AND SCHOOL REPORT CARDS.-
"(A) Minimum Requirements.-The State shall ensure that each local educational agency and each school that receives funds
under this part in the State collects appropriate data and includes in its annual report card, at a minimum-
"(i) the information described in paragraphs (2)(A) and (2)(B) for each local educational agency and school-
"(I) in the case of a local educational agency-
"(aa) the number and percentage of schools identified for school improvement, including schools identified under section 1116(c) of this Act;
"(bb) information that shows how students in its schools perform on the statewide assessment compared to students in the State as a whole;
"(II) in the case of the school-
"(aa) whether it has been identified for school improvement; and
"(bb) information that shows how its students performed on the statewide assessment com-
pared to students in the local educational agency and the State as a whole.
"(B) Other information.-A local educational agency and a school may include in their annual report cards any other appropriate information whether or not included in the annual State report.
"(C) Spectal Rule.-A local educational agency that issues report cards for all public schools served by the agency shall include, at a minimum, the information described in paragraph (2) for all schools that receive funds under this part. "(4) Dissemination and accessibility of REPORTS AND REPORT CARDS.-
"(A) State Reports.-State annual reports under paragraph (2) shall be, disseminated to all schools and local educational agencies in the State, and made broadly available to the public through means such as posting on the Internet, distribution to the media, and distribution through public agencies.
"(B) Local reports.-Local educational agency report cards under paragraph (3) shall
be disseminated to all schools in the school district and to all parents of students attending these schools and made broadly available to the public through means such as posting on the Internet, distribution to the media, and distribution through public agencies.
"(C) School reports.-School report cards under paragraph (3) shall be disseminated to all parents of students attending that school and shall be made broadly available to the public, through means such as the Internet, to the media, and public agencies.
"(5) Parents Right-to-Know.-
"(A) Qualifications.-A local educational agency that receives funds under this title shall provide, upon request, in an understandable and uniform format, to any parent of a student attending any school receiving funds under this subpart, information regarding the professional qualifications of the student's classroom teachers, including, at a minimum, the following:
"(i) Whether the teacher has met State qualification and licensing criteria

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for the grade levels and subject areas in which the teacher provides instruction.
"(ii) Whether the teacher is teaching under emergency or other provisional status through which State qualification or licensing criteria have been waived.
"(iii) The baccalaureate degree major of the teacher and any other graduate certification or degree held by the teacher, and the field of discipline of the certification or degree.
"(iv) Whether the child is provided services by paraprofessionals and the qualifications of such paraprofessional. "(B) Additional information.-In addition to the information which parents may request under paragraph (1), and the information provided in subsection (c), a school which receives funds under this title shall provide to each individual parent or guardian-
"(i) information on the level of performance of the individual student for whom they are the parent or guardian in each of the State assessments as required under this title; and
"(ii) timely notice that the student for whom they are the parent or guardian has been assigned or has been taught for 2 or more consecutive weeks by a substitute teacher or by a teacher not fully qualified.
"(6) Plan content.-A State shall include in its plan under subsection (b) an assurance that it has in effect a policy that meets the requirements of this section.
"(g) Privacy.-Information collected under this section shall be collected and disseminated in a manner that protects the privacy of individuals.".

## SEC. __ LOCAL EDUCATIONAL AGENCY PLANS.

(a) Subgrants.-Paragraph (1) of section 1112(a) (20 U.S.C. $6312(\mathrm{a})(1))$ is amended by striking "the Goals 2000: Educate America Act" and all that follows and inserting the following: "the Individuals with Disabilities Education Act, the Carl D. Perkins Vocational and Technical Education Act of 1998, the Head Start Act, and other Acts, as appropriate.".
(b) Plan Provisions.-Subsection (b) of section 1112 (20 U.S.C. 6312(b)) is amended-
(1) by striking "Each" in the matter preceding paragraph (1) and inserting "In order to help lowachieving children achieve to high standards, each";
(2) in paragraph (1)-
(A) by striking "part" each place it appears and inserting "title";
(B) in subparagraph (B), by inserting "low-achieving" before "children";
(C) by striking "and" at the end of subparagraph (B);
(D) by inserting "and" at the end of subparagraph (C); and
(E) by adding at the end the following new subparagraph:
"(D) determine the literacy levels of first graders and their need for interventions, and a description of how the local educational agency will ensure that any such assessments-
"(i) are developmentally appropriate; and
"(ii) use multiple measures to provide information about the variety of skills that scientifically based research has identified as leading to early acquisition of reading skills.";
(3) in paragraph (4)-
(A) in subparagraph (A), by striking ", and school-to-work transition programs"; and
(B) in subparagraph (B), by striking "under part C or who were formerly eligible for services under part C in the two-year period preceding the date of the enactment of the Improving America's School Act of 1994, neglected or delinquent youth and youth at risk of dropping out" and inserting "under part C, neglected or delinquent youth, Indian children served under title IX,";
(4) in paragraph (7), by striking "eligible homeless children" and inserting "homeless children";
(5) by striking the period at the end of paragraph (9) and inserting "; and"; and
(6) by adding at the end the following new paragraphs:
"(10) a description of the actions the local educational agency will take to assist its low-performing schools, including schools identified under section 1116 as in need of improvement; and
"(11) a description of how the agency will promote the use of extended learning time, such as an extended school year and before and after school and summer programs.".
(c) Assurances.-Subsection (c) of section 1112 (20 U.S.C. 6312(c)) is amended to read as follows:
"(c) Assurances.-
"(1) In general.-Each local educational agency plan shall provide assurances that the local educational agency will-
"(A) inform eligible schools and parents of schoolwide project authority and the ability of such schools to consolidate funds from Federal, State, and local sources;
"(B) provide technical assistance and support to schoolwide programs;
"(C) work in consultation with schools as the schools develop the schools' plans pursuant to section 1114 and assist schools as the schools implement such plans or undertake activities pursuant to section 1115 so that each school can make adequate yearly progress toward meeting the State student performance standards;
"(D) fulfill such agency's school improvement responsibilities under section 1116, including taking corrective actions under section 1116(c)(4);
"(E) provide services to eligible children attending private elementary and secondary schools in accordance with section 1120, and timely and meaningful consultation with private school officials regarding such services;
"(F) take into account the experience of model programs for the educationally disadvantaged, and the findings of relevant scientifically based research indicating that services may be most effective if focused on students in the earliest grades at schools that receive funds under this part;
"(G) in the case of a local educational agency that chooses to use funds under this part to provide early childhood development services to low-income children below the age of compulsory school attendance, ensure that such services comply with the performance standards established under section 641 A (a) of the Head Start Act;
"(H) comply with the requirements of section 1119 regarding the qualifications of teachers and paraprofessionals;
"(I) inform eligible schools of the local educational agency's authority to obtain waivers

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on the school's behalf under title XIV of this Act, and if the State is an Ed-Flex Partnership State, waivers under the Education Flexibility Partnership Act of 1999; and
"(J) coordinate and collaborate, to the extent feasible and necessary as determined by the local educational agency, with other agencies providing services to children, youth, and families.
"(2) Spectal RULE.-In carrying out subparagraph (G) of paragraph (1) the Secretary-
"(A) shall consult with the Secretary of Health and Human Services on the implementation of such subparagraph and shall establish procedures (taking into consideration existing State and local laws, and local teacher contracts) to assist local educational agencies to comply with such subparagraph; and
"(B) upon publication, shall disseminate to local educational agencies the Head Start performance standards as in effect under section 641A(a) of the Head Start Act, and such agencies affected by such subparagraph shall plan for the implementation of such subparagraph (taking into consideration existing State and
local laws, and local teacher contracts), including pursuing the availability of other Federal, State, and local funding sources to assist in compliance with such subparagraph.
"(3) Inapplicability.-The provisions of this subsection shall not apply to preschool programs using the Even Start model or to Even Start programs which are expanded through the use of funds under this part.".
(d) Plan Development and Duration.-Section 1112 is amended by striking subsection (d) and inserting the following:
"(d) Plan Development and Duration.-
"(1) Consultation.-Each local educational agency plan shall be developed in consultation with teachers, administrators (including administrators of programs described in other parts of this title), and other appropriate school personnel, and with parents of children in schools served under this part.
"(2) Duration.-Each such plan shall be submitted for the first year for which this part is in effect following the date of the enactment of the Student Results Act of 1999 and shall remain in effect for the duration of the agency's participation under this part.
"(3) Review.-Each such local educational agency shall periodically review, and as necessary, revise its plan.".
(e) State approval.-Section 1112 (20 U.S.C. $6312(\mathrm{e})$ ) is amended by striking subsection (e) and inserting the following:
"(e) State Approval.-
"(1) In General.-Each local educational agency plan shall be filed according to a schedule established by the State educational agency.
"(2) Approval.-The State educational agency shall approve a local educational agency's plan only if the State educational agency determines that the local educational agency's plan-
"(A) will enable schools served under this part to substantially help children served under this part meet the standards expected of all children described in section 1111(b)(1); and
"(B) will meet the requirements of this section.".
(f) Parental Notification and Consent for English Language Instruction.-Section 1112 (20 U.S.C. 6312) is amended by adding at the end the following:
"(g) Parental Notification and Consent for English Language Instruction.-
"(1) Notification.-If a local educational agency uses funds under this part to provide English language instruction to limited English proficient children, the agency shall inform a parent or the parents of a child participating in an English language instruction program for limited English proficient children assisted under this part of-
"(A) the reasons for the identification of the child as being in need of English language instruction;
"(B) the child's level of English proficiency, how such level was assessed, and the status of the child's academic achievement; and
"(C) how the English language instruction program will specifically help the child acquire English and meet age-appropriate standards for grade promotion and graduation;
"(D) what the specific exit requirements are for the program;
"(E) the expected rate of graduation from the program into mainstream classes; and
" $(\mathrm{F})$ the expected rate of graduation from high school for the program if funds under this part are used for children in secondary schools. "(2) Consent.—
"(A) Agency requirements.-Each local educational agency that receives funds under this part shall obtain informed parental consent prior to the placement of a child in an English language instruction program for limited English proficient children that is funded under this part. If written consent is not obtained, the local educational agency shall maintain a written record that includes the date and the manner in which such informed consent was obtained.
"(B) Parental rights.-A parent or the parents of a child participating in an English language instruction program for limited English proficient children assisted under this Act shall-
"(i) select among methods of instruction, if more than one method is offered in the program; and
"(ii) have the right to have their child immediately removed from the program upon their request.
"(3) Receipt of information.-A parent or the parents of a child identified for participation in an English language instruction program for limited English proficient children assisted under this part shall receive, in a manner and form understandable to the parent or parents, the information required by this subsection. At a minimum, the parent or parents shall receive-
"(A) timely information about English language instruction programs for limited English proficient children assisted under this Act; and
"(B) if a parent of a participating child so desires, notice of opportunities for regular meetings for the purpose of formulating and responding to recommendations from such parents.
"(4) Basis for admission or exclusion.Students shall not be admitted to or excluded from any federally assisted education program on the basis of a surname or language-minority status.

SEC. __ ELIGIBLE SCHOOL ATTENDANCE AREAS.
Section 1113 (20 U.S.C. 6313) is amended to read as follows:

## "SEC. 1113. ELIGIBLE SCHOOL ATTENDANCE AREAS.

"(a) Determination.-
"(1) In GENERAL.-A local educational agency shall use funds received under this part only in eligible school attendance areas.
"(2) Eligible school attendance areas.For the purposes of this part-
"(A) the term 'school attendance area' means, in relation to a particular school, the geographical area in which the children who are normally served by that school reside; and
"(B) the term 'eligible school attendance area' means a school attendance area in which the percentage of children from low-income families is at least as high as the percentage of children from low-income families in the local educational agency as a whole.
"(3) LOCAL EDUCATIONAL AGENCY DISCRE-TION.-
"(A) In general.-Notwithstanding paragraph (2), a local educational agency may-
"(i) designate as eligible any school attendance area or school in which at least

35 percent of the children are from low-income families;
"(ii) use funds received under this part in a school that is not in an eligible school attendance area, if the percentage of children from low-income families enrolled in the school is equal to or greater than the percentage of such children in a participating school attendance area of such agency; and
"(iii) elect not to serve an eligible school attendance area or eligible school that has a higher percentage of children from low-income families if-
"(I) the school meets the comparability requirements of section 1120A(c);
"(II) the school is receiving supplemental funds from other State or local sources that are spent according to the requirements of section 1114 or 1115; and
"(III) the funds expended from such other sources equal or exceed the
amount that would be provided under this part.
"(B) Speclal Rule.-Notwithstanding subparagraph (A)(iii), the number of children attending private elementary and secondary schools who are to receive services, and the assistance such children are to receive under this part, shall be determined without regard to whether the public school attendance area in which such children reside is assisted under subparagraph (A).
"(b) RANKING ORDER.-If funds allocated in accordance with subsection (g) are insufficient to serve all eligible school attendance areas, a local educational agency"(1) shall annually rank from highest to lowest according to the percentage of children from low-income families in each agency's eligible school attendance areas in the following order-
"(A) eligible school attendance areas in which the concentration of children from low-income families exceeds 75 percent; and
"(B) all remaining eligible school attendance areas in which the concentration of children from low-income families is 75 percent or lower;
"(2) shall, within each category listed in paragraph (1), serve schools in rank order from highest to lowest according to the ranking assigned under paragraph (1);
"(3) notwithstanding paragraph (2), may give priority, within each such category and in rank order from highest to lowest subject to paragraph (4), to eligible school attendance areas that serve children in elementary schools; and
"(4) not serve a school described in paragraph (1)(B) before serving a school in paragraph (1)(A). "(c) Low-Income Measures.-In determining the number of children ages 5 through 17 who are from lowincome families, the local educational agency shall apply the measures described in paragraphs (1) and (2) of this subsection:
"(1) Allocation to public school attendance areas.-The local educational agency shall use the same measure of poverty, which measure shall be the number of children ages 5 through 17 in poverty counted in the most recent census data approved by the Secretary, the number of children eligible for free and reduced priced lunches under the National School Lunch Act, the number of children in families receiving assistance under the State
program funded under part A of title IV of the Social Security Act, or the number of children eligible to receive medical assistance under the Medicaid program, or a composite of such indicators, with respect to all school attendance areas in the local educational agency-
"(A) to identify eligible school attendance areas;
"(B) to determine the ranking of each area; and
"(C) to determine allocations under subsection (f).
"(2) Allocation for equitable service to PRIVATE SChOOL STUDENTS.-
"(A) Calculation.-A local educational agency shall have the final authority, consistent with section 1120 to calculate the number of private school children, ages 5 through 17, who are low-income by-
"(i) using the same measure of low-income used to count public school children;
"(ii) using the results of a survey that, to the extent possible, protects the identity of families of private school students and allowing such survey results to
be extrapolated if complete actual data are not available; or
"(iii) applying the low-income percentage of each participating public school attendance area, determined pursuant to this section, to the number of private school children who reside in that attendance area.
"(B) Complaint process.-Any dispute regarding low-income data on private school students shall be subject to the complaint process authorized in section 14505 .
"(d) Exception.-This section (other than subsections (a)(3) and (f)) shall not apply to a local educational agency with a total enrollment of less than 1,000 children.
"(e) Waiver for Desegregation Plans.-The Secretary may approve a local educational agency's written request for a waiver of the requirements of subsections (a) and (f), and permit such agency to treat as eligible, and serve, any school that children attend under a desegregation plan ordered by a State or court or approved by the Secretary, or such a plan that the agency continues to implement after it has expired, if-
"(1) the number of economically disadvantaged children enrolled in the school is not less than 25 percent of the school's total enrollment; and
"(2) the Secretary determines on the basis of a written request from such agency and in accordance with such criteria as the Secretary establishes, that approval of that request would further the purposes of this part. "(f) Allocations.-
"(1) In general.-A local educational agency shall allocate funds received under this part to eligible school attendance areas or eligible schools, identified under subsection (b)(1) on the basis of the total number of children from low-income families in each area or school.
"(2) Speclal Rule.-(A) Except as provided in subparagraph (B), the per pupil amount of funds allocated to each school attendance area or school under paragraph (1) shall be at least 125 percent of the per pupil amount of funds a local educational agency received for that year under the poverty criteria described by the local educational agency in the plan submitted under section 1112, except that this paragraph shall not apply to a local educational agency that only serves schools in which the percentage of such children is 35 percent or greater.
"(B) A local educational agency may reduce the amount of funds allocated under subparagraph (A) for a school attendance area or school by the amount of any supplemental State and local funds expended in that school attendance area or school for programs that meet the requirements of section 1114 or 1115.
"(3) Reservation.-A local educational agency shall reserve such funds as are necessary under this part to provide services comparable to those provided to children in schools funded under this part to serve-
"(A) if appropriate, homeless children who do not attend participating schools, including providing educationally related support services to children in shelters;
"(B) children in local institutions for neglected or delinquent children; and
"(C) where appropriate, neglected and delinquent children in community day school programs.".

SEC. _. SCHOOLWIDE PROGRAMS.
Section 1114 (20 U.S.C. 6314) is amended to read as follows:

## "SEC. 1114. SCHOOLWIDE PROGRAMS.

"(a) Use of Funds For Schoolwide Pro-GRAMS.-
"(1) In gENERAL.-A local educational agency may consolidate funds under this part, together with other Federal, State, and local funds, in order to upgrade the entire educational program of a school that serves an eligible school attendance area in which not less than 40 percent of the children are from low-income families, or not less than 40 percent of the children enrolled in the school are from such families.
"(2) State assurances.-A local educational agency may start new schoolwide programs under this section only after the State educational agency provides written information to each local educational agency in the State that demonstrates that such State agency has established the statewide system of support and improvement required by subsections (c)(1) and (e) of section 1117.
"(3) Identification of students not re-QUIRED.-(A) No school participating in a schoolwide program shall be required to identify particular children under this part as eligible to participate in a schoolwide program or to provide supplemental services to such children.
"(B) A school participating in a schoolwide program shall use funds available to carry out this section only to supplement the amount of funds that would, in the absence of funds under this part, be made available from non-Federal sources for the school, including funds needed to provide services that are required by law for children with disabilities and children with limited English proficiency.
"(4) Exemption from statutory and regulatory requirements.-(A) Except as provided in subsection (b), the Secretary may, through publication of a notice in the Federal Register, exempt schoolwide programs under this section from statutory or regulatory provisions of any other noncompetitive formula grant program administered by the Secretary, or any discretionary grant program administered by the Secretary, to support schoolwide programs if the intent and purposes of such other programs are met.
"(B) A school that chooses to use funds from such other programs shall not be relieved of the requirements relating to health, safety, civil rights, student and parental participation and involvement, services to private school children, maintenance of effort, uses of Federal funds to supplement, not sup-
plant non-Federal funds, or the distribution of funds to State or local educational agencies that apply to the receipt of funds from such programs.
"(C)(i) A school that consolidates funds from different Federal programs under this section shall not be required to maintain separate fiscal accounting records, by program, that identify the specific activities supported by those particular funds as long as it maintains records that demonstrate that the schoolwide program, considered as a whole addresses the intent and purposes of each of the Federal programs that were consolidated to support the schoolwide program.
"(5) Professional development.-Each school receiving funds under this part for any fiscal year shall devote sufficient resources to effectively carry out the activities described in subsection (b)(1)(D) in accordance with section 1119 for such fiscal year, except that a school may enter into a consortium with another school to carry out such activities.
"(b) Components of a Schoolwide Program.-
"(1) In general.-A schoolwide program shall include the following components:
"(A) A comprehensive needs assessment of the entire school (including taking into account the needs of migratory children as defined in section 1309(2)) that is based on information on the performance of children in relation to the State content standards and the State student performance standards described in section 1111(b)(1).
"(B) Schoolwide reform strategies that-
"(i) provide opportunities for all children to meet the State's proficient and advanced levels of student performance described in section 1111(b)(1)(D);
"(ii) use effective methods and instructional strategies that are based upon scientifically based research that-
"(I) strengthen the core academic program in the school;
"(II) increase the amount and quality of learning time, such as providing an extended school year and before- and after-school and summer programs and opportunities, and help provide an enriched and accelerated curriculum; and
"(III) include strategies for meeting the educational needs of historically underserved populations;
"(iii)(I) address the needs of all children in the school, but particularly the needs of low-achieving children and those at risk of not meeting the State student performance standards who are members of the target population of any program that is included in the schoolwide program;
"(II) address how the school will determine if such needs have been met; and "(iv) are consistent with, and are designed to implement, the State and local improvement plans, if any.
"(D) Instruction by fully qualified (as defined in section 1610) teachers.
"(E) In accordance with section 1119, professional development for teachers and paraprofessionals, and, where appropriate, pupil services personnel, parents, principals, and other staff to enable all children in the school to meet the State's student performance standards.
"(F) Strategies to increase parental involvement in accordance with section 1118, such as family literary services.
"(G) Plans for assisting preschool children in the transition from early childhood programs, such as Head Start, Even Start, or a State-run preschool program, to local elementary school programs.
"(H) Measures to include teachers in the decisions regarding the use of assessments described in section $1112(\mathrm{~b})(1)$ in order to provide information on, and to improve, the performance of individual students and the overall instructional program.
"(I) Activities to ensure that students who experience difficulty mastering the proficient or advanced levels of performance standards required by section 1111(b) shall be provided with effective, timely additional assistance which shall include measures to ensure that students' difficulties are identified on a timely basis and to provide sufficient information on which to base effective assistance.
"(2) Plan.-Any eligible school that desires to operate a schoolwide program shall first develop (or
amend a plan for such a program that was in existence on the day before the date of enactment of the Student Results Act of 1999), a comprehensive plan for reforming the total instructional program in the school that-
"(A) incorporates the components described in paragraph (1);
"(B) describes how the school will use resources under this part and from other sources to implement those components;
"(C) includes a list of State and local educational agency programs and other Federal programs under subsection (a)(4) that will be consolidated in the schoolwide program;
"(D) describes how the school will provide individual student assessment results, including an interpretation of those results, to the parents of a child who participates in the assessments required by section 1111 (b)(3) and in a format and, to the extent practicable, in a language that they can understand; and
"(E) provides for the collection of data on the achievement and assessment results of students disaggregated by gender, major ethnic or racial groups, limited English proficiency sta-
tus, migrant students, by children with disabilities as compared to other students, and by economically disadvantaged students as compared to students who are not economically disadvantaged, except that such disaggregation shall not be required in a case in which the number of students in a category is insufficient to yield statistically reliable information or the results would reveal individually identifiable information about an individual student.
"(3) Plan development.-The comprehensive plan shall be-
"(A) developed during a 1-year period, unless-
"(i) the local educational agency determines that less time is needed to develop and implement the schoolvide program; or
"(ii) the school is operating a schoolwide program on the day preceding the date of enactment of the Student Results Act of 1999, in which case such school may continue to operate such program, but shall develop amendments to their existing plan during the first year of
assistance under such Act to reflect the provisions of this section;
"(B) developed with the involvement of the community to be served and individuals who will carry out such plan, including teachers, principals, administrator (including administrators of programs described in other parts of this title), pupil services personnel, where appropriate school staff and parents, and, if the plan relates to a secondary school, students from such school;
"(C) in effect for the duration of the school's participation under this part and reviewed and revised, as necessary, by the school;
"(D) available to the local educational agency, parents, and the public, and the information contained in such plan shall be provided in a format, and to the extent practicable, in a language that they can understand; and
"(E) if appropriate, developed in coordination with programs under the Reading Excellence Act, the Carl D. Perkins Vocational and Technical Education Act of 1998, the Head Start Act, and part B of this title.
"(c) Accountability.-A schoolwide program under this section shall be subject to the school improvement provisions of section 1116.

## SEC. __ TARGETED ASSISTANCE SCHOOLS.

(a) In General.-Subsection (a) of section 1115 (20 U.S.C. 6315(a)) is amended by striking "section 1113(c)" and inserting "section 1113(g)".
(b) Eligible Children.-Subsection (b) of section 1115 (20 U.S.C. $6315(\mathrm{~b})$ ) is amended to read as follows:
"(b) Eligible Children.-
"(1) Eligible population.-(A) The eligible population for services under this section is-
"(i) children not older than age 21 who are entitled to a free public education through grade 12; and
"(ii) children who are not yet at a grade level where the local educational agency provides a free public education.
"(B) From the population described in subparagraph (A), eligible children are children identified by the school as failing, or most at risk of failing, to meet the State's challenging student performance standards on the basis of assessments under this part, or in the absence of such assessments, on the basis of multiple, educationally related, objective cri-

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teria established by the local educational agency and supplemented by the school, except that children from preschool through grade 2 may be selected solely on the basis of such criteria as teacher judgment, interviews with parents, and developmentally appropriate measures.
"(2) Chilldren included.-(A)(i) Children with disabilities, migrant children, and children with limited English proficiency are eligible for services under this part on the same basis as other children.
"(ii) Funds received under this part may not be used to provide services that are otherwise required by law to be made available to such children but may be used to coordinate or supplement such services.
"(B) A child who, at any time in the 2 years preceding the year for which the determination is made, participated in a Head Start or Even Start program or in preschool services under this title, is eligible for services under this part.
"(C)(i) A child who, at any time in the 2 years preceding the year for which the determination is made, received services under part D is eligible for services under this part.
"(ii) A child in a local institution for neglected or delinquent children or attending a community day program for such children is eligible for services under this part.
"(D) A child who is homeless and attending any school in the local educational agency is eligible for services under this part.".
(c) Components of Targeted Assistance School Program.-Subsection (c) of section 1115 (20 U.S.C. $6315(\mathrm{c})$ ) is amended to read as follows:
"(c) Components of a Targeted Assistance School Program.-
"(1) In general.-To assist targeted assistance schools and local educational agencies to meet their responsibility to provide for all their students served under this title the opportunity to meet the State's challenging student performance standards in subjects as determined by the State, each targeted assistance program under this section shall-
"(A) use such program's resources under this part to help participating children meet such State's challenging student performance standards expected for all children;
"(B) ensure that planning for students served under this part is incorporated into existing school planning;
"(C) use effective methods and instructional strategies that are based upon scientifically based research that strengthens the core academic program of the school and that-
"(i) give primary consideration to providing extended learning time such as an extended school year, before- and afterschool, and summer, programs and opportunities;
"(ii) help provide an accelerated, highquality curriculum, including applied learning; and
"(iii) minimize removing children from the regular classroom during regular school hours for instruction provided under this part;
"(D) coordinate with and support the regular education program, which may include services to assist preschool children in the transition from early childhood programs to elementary school programs;
"(E) provide instruction by fully qualified teachers;
"(F) in accordance with subsection (e)(3) and section 1119, provide opportunities for professional development with resources provided under this part, and, to the extent practicable, from other sources, for teachers, principals, and administrators and other school staff who work with participating children in programs under this section or in the regular education program; and
"(G) provide strategies to increase parental involvement in accordance with section 1118 , such as family literacy services.
"(2) Requirements.-Each school conducting a program under this section shall assist participating children selected in accordance with subsection (b) to meet the State's proficient and advanced levels of performance by-
"(A) the coordination of resources provided under this part with other resources; and
"(B) reviewing, on an ongoing basis, the progress of participating children and revising the targeted assistance program, if necessary, to provide additional assistance to enable such
children to meet the State's challenging student performance standards, such as an extended school year, before- and after-school, and summer, programs and opportunities, training for teachers regarding how to identify students that require additional assistance, and training for teachers regarding how to implement student performance standards in the classroom.".
(d) Integration of Professional Develop-MENT.-To promote the integration of staff supported with funds under this part, public school personnel who are paid with funds received under this part may participate in general professional development and school planning activities.
(e) Comprehensive Services.-Paragraph (2) of section $1115(\mathrm{e})$ (20 U.S.C. $6315(\mathrm{e})(2)$ ) is amended-
(1) by inserting "and" at the end of subparagraph (A);
(2) by striking subparagraph (B); and
(3) by redesignating subparagraph (C) as subparagraph (B).

SEC. __ SCHOOL CHOICE.
Section 1115A (20 U.S.C. 6316) is amended to read as follows:


## "SEC. 1115A. SCHOOL CHOICE.

c cy may use funds under this part, in combination with State, local, and private funds, to develop and implement public school choice programs, for children eligible for assistance under this part, which permit parents to select the public school that their child will attend and are consistent with State and local law, policy, and practice related to public school choice and local pupil transfer.
"(b) Choice Plan.-A local educational agency that chooses to implement a public school choice program shall first develop a plan that includes assurances that-
"(1) all eligible students across grade levels served under this part will have equal access to the program;
"(2) the program does not include schools that follow a racially discriminatory policy;
"(3) describe how the school will use resources under this part and from other sources to implement the plan;
"(4) the plan will be developed with the involvement of parents and others in the community to be served and individuals who will carry out the plan, including administrators, teachers, principals, and other staff;
"(5) parents of eligible students in the local educational agency will be given prompt notice of the existence of the public school choice program and its availability to them, and a clear explanation of how the program will operate;
"(6) the program will include charter schools and any other public school and shall not include a school that is or has been identified as a school in school improvement or is or has been in corrective action for the past 2 consecutive years;
"(7) transportation services or the costs of transportation may be provided by the local educational agency with funds under this part; and
"(8) such local educational agency will comply with the other requirements of this part.

SEC. __ ASSESSMENT AND LOCAL EDUCATIONAL AGENCY AND SCHOOL IMPROVEMENT.
(a) Local Review.-Section 1116(a) (20 U.S.C. $6317(a))$ is amended-
(1) in paragraph (2), by striking "1111(b)(2)(A)(i)" and inserting "1111(b)(2)(B)";
(2) in paragraph (3), by striking "individual school performance profiles" and inserting "school report cards";

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(3) in paragraph (3), by striking "and" after the semicolon;
(4) in paragraph (4), by striking the period at the end and inserting "; and"; and
(5) by adding at the end the following:
"(5) review the effectiveness of the actions and activities the schools are carrying out under this part with respect to parental involvement assisted under this Act.".
(b) School Improvement.-Subsection (c) of section 1116 (20 U.S.C. 6317(c)) is amended to read as follows:
"(b) School Improvement.-
"(1) In general.-A local educational agency shall identify for school improvement any school served under this part that-
"(A) for 2 consecutive years failed to make adequate yearly progress as defined in the State's plan under section 1111(b)(2); or
"(B) was in school improvement status under this section on the day preceding the date of the enactment of the Student Results Act of 1999.
"(2) Transition.-The 2 -year period described in paragraph (1)(A) shall include any continuous pe-
riod of time immediately preceding the date of the enactment of the Student Results Act of 1999 during which a school did not make adequate yearly progress as defined in the State's plan, as such plan was in effect on the day preceding the date of the enactment of the Student Results Act of 1999.
"(3) Targeted assistance schools.-To determine if a school that is conducting a targeted assistance program under section 1115 should be identified as in need of improvement under this subsection, a local educational agency may choose to review the progress of only those students in such school who are served under this part.
"(4) Opportunity to Review and present evidence.-(A) Before identifying a school for school improvement under paragraph (1), the local educational agency shall provide the school with an opportunity to review the school-level data, including assessment data, on which the proposed identification is based.
"(B) If the school principal believes that the proposed identification is in error for statistical or other substantive reasons, it may provide supporting evidence to the local educational agency, which such
agency shall consider before making a final determination.
"(5) Notification to parents.-A local educational agency shall, in an easily understandable format, provide in writing to parents of each student in a school identified for school improvement-
"(A) an explanation of what the school improvement identification means and how the school compares in terms of academic performance to other schools in the local educational agency and State;
"(B) the reasons for such identification;
"(C) the data on which such identification is based;
"(D) an explanation of what the school is doing to address the problem of low achievement;
"(E) an explanation of how parents can become involved in upgrading the quality of the school;
"(F) an explanation of the right of parents, pursuant to subparagraph (6), to transfer their child to another public school, including a public charter school, that is not in school im-
provement, and how such transfer shall operate; and
(G) notification to parents in a format and, to the extent practicable, in a language they can understand.
"(6) Public school choice option.-
"(A) Schools identified for improve-MENT.-
"(i) Schools identified on or before enactment.-Not later than 18 months after the date of enactment of the Students Results Act of 1999, a local educational agency shall provide all students enrolled in a school identified (on or before such date of enactment) for school improvement with an option to transfer to any other public school, including a public charter school that has not been identified for school improvement, consistent with State and local law, policy, and practice related to public school choice and local pupil transfer.
"(ii) Schools identified after en-actment.-Not later than 18 months after the date on which a local educational
agency identifies a school for school improvement, the agency shall provide all students enrolled in such school with an option described in clause (i).
"(B) Cooperative agreement.-If all public schools in the local educational agency to which a child may transfer to, are identified for school improvement, the agency shall, to the extent practicable, establish a cooperative agreement with other local educational agencies in the area for the transfer.
"(C) Transportation.-The local educational agency in which the schools have been identified for improvement may use funds under this part to provide transportation to parents who choose to transfer their children to a different school.
"(D) Continue option.-Once a school is no longer identified for school improvement, the local educational agency shall continue to provide public school choice as an option to students in such school for a period of not less than 2 years.
"(7) School Plan.-(A) Each school identified under paragraph (1) for school improvement shall, not later than 3 months after being so identified, develop or revise a school plan, in consultation with
parents, school staff, the local educational agency, and other outside experts for approval by the local educational agency. Such plan shall-
"(i) incorporate scientifically-based research strategies that strengthen the core academic program in the school;
"(ii) adopt policies that have the greatest likelihood of improving the performance of participating children in meeting the State's student performance standards;
"(iii) address the professional development needs of staff, particularly teachers and principals;
"(iv) establish specific goals and objectives the school will undertake for making adequate yearly progress which include specific numerical performance goals and targets for each of the groups of students identified in the disaggregated data pursuant to section 1111(b)(2);
"(v) identify how the school will provide written notification to parents, in a format and to the extent practicable in a language such parents can understand; and

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"(vi) specify the responsibilities of the local educational agency and the school under the plan.
"(B) A local educational agency may condition approval of a school plan on inclusion of 1 or more of the corrective actions specified in paragraph (9).
"(C) A school shall implement its plan or revised plan expeditiously, but not later than the beginning of the school year after which the school has been identified for improvement.
"(D) The local educational agency shall promptly review the plan, work with the school as necessary, and approve the plan if it meets the requirements of this section.
"(8) Technical assistance.-(A) For each school identified for school improvement under paragraph (1), the local educational agency shall provide technical assistance as the school develops and implements its plan.
"(B) Such technical assistance-
"(i) shall include effective methods and instructional strategies that are based upon scientifically based research that strengthens the core academic program in the school and ad-
dresses the specific elements of student performance problems in the school;
"(ii) may be provided directly by the local educational agency, through mechanisms authorized under section 1117 , or with the local educational agency's approval, by an institution of higher education, a private nonprofit organization, an educational service agency, a comprehensive regional assistance center under part A of title XIII, or other entities with experience in helping schools improve achievement.
"(C) Technical assistance provided under this section by the local educational agency or an entity authorized by such agency shall be based upon scientifically based research.
"(9) Corrective Action.-In order to help students served under this part meet challenging State standards, each local educational agency shall implement a system of corrective action in accordance with the following:
"(A) After providing technical assistance under paragraph (8) and subject to subparagraph (G), the local educational agency-
"(i) may take corrective action at any time with respect to a school that has been identified under paragraph (1);
"(ii) shall take corrective action with respect to any school that fails to make adequate yearly progress, as defined by the State, after the end of the second year following its identification under paragraph (1); and
"(iii) shall continue to provide technical assistance while instituting any corrective action under clause (i) or (ii). "(B) As used in this paragraph, the term 'corrective action' means action, consistent with State and local law, that-
"(i) substantially and directly responds to the consistent academic failure that caused the local educational agency to take such action and to any underlying staffing, curricular, or other problems in the school; and
"(ii) is designed to substantially increase the likelihood that students will perform at the proficient and advanced performance levels.

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"(C) In the case of a school described in subparagraph (A)(ii), the local educational agency shall take not less than 1 of the following corrective actions:
"(i) Withhold funds from the school.
"(ii) Decrease decisionmaking authority at the school level.
"(iii) Make alternative governance arrangements, including reopening the school as a public charter school.
"(iv) Reconstitute the school by requiring each person employed at the school to reapply for future employment at the same school or for any position in the local educational agency.
"(v) Authorize students to transfer to other higher performing public schools served by the local educational agency, including public charter schools, and provide such students transportation (or the costs of transportation) to such schools in conjunction with not less than 1 additional action described under this subparagraph.
"(vi) Institute and fully implement a new curriculum, including appropriate pro-

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fessional development for all relevant staff, that is based upon scientifically based research and offers substantial promise of improving educational achievement for lowperforming students.
"(D) A local educational agency may delay, for a period not to exceed 1 year, implementation of corrective action only if the failure to make adequate yearly progress was justified due to exceptional or uncontrollable circumstances such as a natural disaster or a precipitous and unforeseen decline in the financial resources of the local educational agency or school.
"(E) The local educational agency shall publish, and disseminate to the public and to parents in a format and, to the extent practicable, in a language that they can understand any corrective action it takes under this paragraph through such means as the Internet, the media, and public agencies.
"(F)(i) Before taking corrective action with respect to any school under this paragraph, a local educational agency shall provide the school an opportunity to review the school

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level data, including assessment data, on which the proposed determination is made.
"(ii) If the school believes that the proposed determination is in error for statistical or other substantive reasons, it may provide supporting evidence to the local educational agency, which shall consider such evidence before making a final determination.
"(10) State educational agency respon-sibilities.-If a State educational agency determines that a local educational agency failed to carry out its responsibilities under this section, it shall take such action as it finds necessary, consistent with this section, to improve the affected schools and to ensure that the local educational agency carries out its responsibilities under this section.
"(11) Special rules.-Schools that, for at least two of the three years following identification under paragraph (1), make adequate yearly progress toward meeting the State's proficient and advanced levels of performance shall no longer be identified for school improvement.

SEC. __ STATE REVIEW AND LOCAL EDUCATIONAL AGENCY IMPROVEMENT.

Section 1116(d) (20 U.S.C. 6317(d)) is amended to read as follows:
"(d) State Review and Local Educational Agency Improvement.-
"(1) In general.-A State educational agency shall-
"(A) annually review the progress of each local educational agency receiving funds under this part to determine whether schools receiving assistance under this part are making adequate yearly progress as defined in section 1111(b)(2) toward meeting the State's student performance standards; and
"(B) publicize and disseminate to local educational agencies, teachers and other staff, parents, students, and the community the results of the State review consistent with section 1111, including statistically sound disaggregated results, as required by section 1111(b)(2).
"(2) Identification of local educational Agency for improvement.-A State educational agency shall identify for improvement any local educational agency that-
"(A) for 2 consecutive years failed to make adequate yearly progress as defined in the State's plan under section 1111(b)(2); or
"(B) was in improvement status under this section as this section was in effect on the day preceding the date of enactment of the Student Results Act of 1999.
"(3) Transition.-The 2-year period described in paragraph (2)(A) shall include any continuous period of time immediately preceding the date of the enactment of the Student Results Act of 1999, during which a local educational agency did not make adequate yearly progress as defined in the State's plan, as such plan was in effect on the day preceding the date of the enactment of the Student Results Act of 1999.
"(4) Targeted assistance schools.-For purposes of targeted assistance schools in a local educational agency, a State educational agency may choose to review the progress of only the students in such schools who are served under this part.
"(5) Opportunity to review and present evidence.-(A) Before identifying a local educational agency for improvement under paragraph (2), a State educational agency shall provide the
local educational agency with an opportunity to review the local educational agency data, including assessment data, on which that proposed identification is based.
"(B) If the local educational agency believes that the proposed identification is in error for statistical or other substantive reasons, it may provide supporting evidence to the State educational agency, which such agency shall consider before making a final determination.
"(6) Notification to parents.-The State educational agency shall promptly notify parents in a format, and to the extent practicable in a language, they can understand, of each student enrolled in a school in a local educational agency identified for improvement, of the reasons for such agency's identification and how parents can participate in upgrading the quality of the local educational agency.
"(7) Local educational agency revi-sions.-(A) Each local educational agency identified under paragraph (2) shall, not later than 3 months after being so identified, develop or revise a local educational agency plan, in consultation with parents, school staff, and others. Such plan shall-
"(i) incorporate scientifically based research strategies that strengthen the core academic program in the local educational agency;
"(ii) identify specific goals and objectives the local educational agency will undertake to make adequate yearly progress and which-
"(I) have the greatest likelihood of improving the performance of participating children in meeting the State's student performance standards;
"(II) address the professional development needs of staff; and
"(III) include specific numerical performance goals and targets for each of the groups of students identified in the disaggregated data pursuant to section 1111(b)(2);
"(iii) identify how the school district will go about providing written notification to parents in a format, and to the extent practicable in a language, that they can understand, pursuant to paragraph (6); and
"(iv) specify the responsibilities of the State educational agency and the local educational agency under the plan.

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"(B) The local educational agency shall implement its plan or revised plan expeditiously, but not later than the beginning of the school year after which the school has been identified for improvement.
"(8) State educational agency responsi-bility.-For each local educational agency identified under paragraph (2), the State educational agency shall provide technical or other assistance, if requested, as authorized under section 1117, to better enable the local educational agency-
"(A) to develop and implement its revised plan as approved by the State educational agency consistent with the requirements of this section; and
"(B) to work with schools needing improvement.
"(9) Corrective action.-In order to help students served under this part meet challenging State standards, each State educational agency shall implement a system of corrective action in accordance with the following:
"(A) After providing technical assistance under paragraph (8) and subject to subparagraph (D), the State educational agency-

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"(i) may take corrective action at any time with respect to a local educational agency that has been identified under paragraph (2);
"(ii) shall take corrective action with respect to any local educational agency that fails to make adequate yearly progress, as defined by the State, after the end of the second year following its identification under paragraph (2); and
"(iii) shall continue to provide technical assistance while instituting any corrective action under clause (i) or (ii).
"(B) As used in this paragraph, the term 'corrective action' means action, consistent with State law, that-
"(i) substantially and directly responds to the consistent academic failure that caused the State educational agency to take such action and to any underlying staffing, curricular, or other problems in the school; and
"(ii) is designed to meet the goal of having all students served under this part
perform at the proficient and advanced performance levels.
"(C) In the case of a local educational agency described in this paragraph, the State educational agency shall take not less than 1 of the following corrective actions:
"(i) Withhold funds from the local educational agency.
"(ii) Reconstitution of school district personnel;
"(iii) Remove particular schools from the jurisdiction of the local educational agency and establish alternative arrangements for public governance and supervision of such schools.
"(iv) Appoint, through the State educational agency, a receiver or trustee to administer the affairs of the local educational agency in place of the superintendent and school board.
"(v) Abolish or restructure the local educational agency.
"(vi) Authorize students to transfer from a school operated by a local educational agency to a higher performing
public school operated by another local educational agency, or to a public charter school and provide such students transportation (or the costs of transportation to such schools, in conjunction with not less than 1 additional action described under this paragraph.
"(D) Prior to implementing any corrective action, the State educational agency shall provide due process and a hearing to the affected local educational agency, if State law provides for such process and hearing.
"(E) The State educational agency shall publish, and disseminate to parents and the public any corrective action it takes under this paragraph through such means as the Internet, the media, and public agencies.
"(F) A local educational agency may delay, for a period not to exceed 1 year, implementation of corrective action if the failure to make adequate yearly progress was justified due to exceptional or uncontrollable circumstances such as a natural disaster or a precipitous and unforeseen decline in the financial resources of the local educational agency or school.

SEC. __ STATE ASSISTANCE FOR SCHOOL SUPPORT AND IMPROVEMENT.

Section 1117 (20 U.S.C. 6318) is amended to read as follows:
"SEC. 1117. STATE ASSISTANCE FOR SCHOOL SUPPORT AND IMPROVEMENT.
"(a) System FOR SUPport.—Each State educational agency shall establish a statewide system of intensive and sustained support and improvement for local educational agencies and schools receiving funds under this part, in order to increase the opportunity for all students in those agencies and schools to meet the State's content standards and student performance standards.
"(b) Priorities.-In carrying out this section, a State educational agency shall-
"(1) first, provide support and assistance to local educational agencies subject to corrective action under section 1116 and assist schools, in accordance with section 1116(c)(10), for which a local educational agency has failed to carry out its responsibilities under section 1116(c)(8) and (9);
"(2) second, provide support and assistance to other local educational agencies identified as in need of improvement under section 1116; and
"(3) third, provide support and assistance to other local educational agencies and schools partici-
pating under this part that need that support and assistance in order to achieve the purpose of this part.
"(c) Approaches.-In order to achieve the purpose described in subsection (a), each such system shall provide technical assistance and support through such approaches as-
paragraphs (1) and (2) of subsection (c), such as providing assistance through institutions of higher education
and educational service agencies or other local consortia, and the State may seek approval from the Secretary to use funds under section 1002(i) and funds made available under section $1002(\mathrm{~h})$ for such approaches as part of the State plan.

SEC. 1 . ACADEMIC ACHIEVEMENT AWARDS PROGRAM.
Subpart 1 of part A of title I is amended by inserting after section 1117 the following:

## "SEC. 1117A. ACADEMIC ACHIEVEMENT AWARDS PROGRAM.

"(a) Establishment of Academic Achievement Awards Program.-
"(1) In general.-Each State receiving a grant under this part shall establish a program for making academic achievement awards to recognize and financially reward schools served under this part that have-
"(A) significantly closed the achievement gap between the groups of students defined in section 1111(b)(2); or
"(B) exceeded their adequate yearly progress goals, consistent with section 1111(b)(2), for 2 or more consecutive years.
"(2) Awards to teachers.-A State program under paragraph (1) may also recognize and provide financial awards to teachers teaching in a school de-
scribed in such paragraph whose students consistently make significant gains in academic achievement in the areas in which the teacher provides instruction.
"(b) Funding.-
"(1) Reservation of funds by State.-For the purpose of carrying out this section, each State receiving a grant under this part shall reserve, from the amount (if any) by which the funds received by the State under this part for a fiscal year exceed the amount received by the State under this part for the preceding fiscal year, 25 percent of such excess amount.
"(2) Use within 3 years.-Notwithstanding any other provision of law, the amount reserved under paragraph (1) by a State for each fiscal year shall remain available to the State until expended for a period not exceeding 3 years.
"(3) Spectal allocation rule for schools in high-poverty areas.-
"(A) In general.-Each State receiving a grant under this part shall distribute at least 50 percent of the amount reserved under paragraph (1) for each fiscal year to schools de-
scribed in subparagraph (B), or to teachers teaching in such schools.
"(B) SCHOOLS DESCRIBED.-A school described in subparagraph (A) is a school whose student population is in the highest quartile of schools statewide in terms of the percentage of children eligible for free and reduced priced lunches under the National School Lunch Act.".

## SEC. __ . PARENTAL INVOLVEMENT CHANGES.

(a) Local Educational Agency Policy.-Subsection (a) of section 1118 (20 U.S.C. 6319(a)) is amended-
(1) in paragraph (1), by striking "programs, activities, and procedures" and inserting "activities and procedures".
(2) in paragraph (2) by striking subparagraphs (E) and (F) and inserting the following:
"(E) conduct, with the involvement of parents, an annual evaluation of the content and effectiveness of the parental involvement policy in improving the academic quality of the schools served under this part;
"(F) involve parents in the activities of the schools served under this part; and
"(G) promote consumer friendly environments at the local educational agency and schools served under this part.";
(3) in paragraph (3) by adding at the end the following new subparagraph:
"(C) Not less than 90 percent of the funds reserved under subparagraph (A) shall be distributed to schools served under this part.".
(b) Notice.-Paragraph (1) of section 1118(b) (20 U.S.C. $6319(\mathrm{~b})(1))$ is amended by inserting after the first sentence the following: "Parents shall be notified of the policy a format, and to the extent practicable in a language, that they can understand.".
(c) Parental Involvement.-Paragraph (4) of section 1118(c) (20 U.S.C. 6319(c)(4)) is amended-
(1) in subparagraph (B), by striking "performance profiles required under section 1116(a)(3)" and inserting "school reports required under section 1111";
(2) by redesignating subparagraphs (D) and (E) as subparagraphs (F) and (G), respectively;
(3) by inserting after subparagraph (C) the following new subparagraphs:
"(D) notice of the schools' designation as a school in school improvement under section
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1116(c), if applicable, and a clear explanation of what such designation means;
"(E) notice of the corrective action that has been taken against the school under section 1116(c)(9) and 1116(d)(9), if applicable, and a clear explanation of what such action means;"; and
(4) in subparagraph (G) (as so redesignated), by striking "subparagraph (D)" and inserting "subparagraph (F)".
(d) Building Capacity for Involvement.-Subsection (e) of section 1118 (20 U.S.C $6319(\mathrm{e})$ ) is amended to read as follows:
"(e) Building Capacity for Involvement.-To ensure effective involvement of parents and to support a partnership among the school, parents, and the community to improve student achievement, each school and local educational agency-
"(1) shall provide assistance to participating parents in such areas as understanding the State's content standards and State student performance standards, the provisions of section $1111(\mathrm{~b})(8)$, State and local assessments, the requirements of this part, and how to monitor a child's progress and work with educators to improve the performance of
their children as well as information on how parents can participate in decisions relating to the education of their children;
"(2) shall provide materials and training, such as-
"(A) coordinating necessary literacy training from other sources to help parents work with their children to improve their children's achievement; and
"(B) training to help parents to work with their children to improve their children's achievement;
"(3) shall educate teachers, pupil services personnel, principals and other staff, with the assistance of parents, in the value and utility of contributions of parents, and in how to reach out to, communicate with, and work with parents as equal partners, implement and coordinate parent programs, and build ties between home and school;
"(4) shall coordinate and integrate parent involvement programs and activities with Head Start, Even Start, the Home Instruction Programs for Preschool Youngsters, the Parents as Teachers Program, and public preschool programs and other programs, to the extent feasible and appropriate;
"(5) shall conduct other activities, as appropriate and feasible, such as parent resource centers and opportunities for parents to learn how to become full partners in the education of their children;";
"(6) shall ensure, to the extent possible, that information related to school and parent programs, meetings, and other activities is sent to the homes of participating children in the language used in such homes;
"(7) shall provide such other reasonable support for parental involvement activities under this section as parents may request;
"(8) shall expand the use of electronic communications among teachers, students, and parents, such as through the use of websites and e-mail communications;
"(9) may involve parents in the development of training for teachers, principals, and other educators to improve the effectiveness of such training in improving instruction and services to the children of such parents in a language and format the parent can understand to the extent practicable;
"(10) may provide necessary literacy training from funds received under this part if the local edu-
cational agency has exhausted all other reasonably available sources of funding for such activities;
"(11) may pay reasonable and necessary expenses associated with local parental involvement activities, including transportation and child care costs, to enable parents to participate in school-related meetings and training sessions;
"(12) may train and support parents to enhance the involvement of other parents;
"(13) may arrange meetings at a variety of times, such as in the mornings and evenings, in order to maximize the opportunities for parents to participate in school related activities;
"(14) may arrange for teachers or other educators, who work directly with participating children, to conduct in-home conferences with parents who are unable to attend such conferences at school;
"(15) may adopt and implement model approaches to improving parental involvement, such as Even Start;
"(16) may establish a districtwide parent advisory council to advise on all matters related to parental involvement in programs supported under this part; and
"(17) may develop appropriate roles for com-munity-based organizations and businesses in parent involvement activities, including providing information about opportunities for organizations and businesses to work with parents and schools, and encouraging the formation of partnerships between elementary, middle, and secondary schools and local businesses that include a role for parents.".
(e) Accessibility.—Subsection (f) of section 1118 (20 U.S.C. $6319(\mathrm{f})$ ) is amended to read as follows:
"(f) Accessibility.-In carrying out the parental involvement requirements of this part, local educational agencies and schools, to the extent practicable, shall provide full opportunities for the participation of parents with limited English proficiency or with disabilities and parents of migratory children, including providing information and school reports required under section 1111 in a language and form such parents understand.".

SEC. 1XXX. QUALIFICATIONS FOR TEACHERS AND PARAPROFESSIONALS.

Section 1119 (20 U.S.C. 6301) is amended to read as follows:
"SEC. 1119. QUALIFICATIONS FOR TEACHERS AND PARAPROFESSIONALS.
"(a) Teachers.-
"(1) In GEnERAL.-Each local educational agency receiving assistance under this part shall ensure that all teachers hired on or after the effective date of the Student Results Act of 1999 and teaching in a program supported with funds under this part are fully qualified.
"(2) Plan.-Each State receiving assistance under this part shall develop and submit to the Secretary a plan to ensure that all teachers teaching within the State are fully qualified not later than December 31, 2003. Such plan shall include an assurance that the State will require each local educational agency and school receiving funds under this part publicly to report their annual progress on the agency's and the school's performance in increasing the percentage of classes in core academic areas taught by fully qualified teachers.
"(b) New Paraprofessionals.-
"(1) In general.-Each local educational agency receiving assistance under this part shall ensure that all paraprofessionals hired one year or more after the effective date of the Student Results Act of 1999 and working in a program supported with funds under this part shall-
"(A) have completed at least 2 years of study at an institution of higher education;
"(B) have obtained an associate's (or higher) degree; or
"(C) have met a rigorous standard of quality that demonstrates, through a formal assessment, knowledge of, and the ability to assist in instructing, reading, writing, and math.
"(2) Clarification.-For purposes of paragraph (1)(C), the receipt of a high school diploma (or its recognized equivalent) shall not by itself be sufficient to satisfy the requirements of such paragraph.
"(c) Existing Paraprofessionals.-Each local educational agency receiving assistance under this part shall ensure that all paraprofessionals hired before the date that is one year after the effective date of the Student Results Act of 1999 and working in a program supported with funds under this part shall, not later than 3 years after such effective date, satisfy the requirements of subsection (b).
"(d) Exceptions for Translation and Parental Involvement Activities.-Subsections (b) and (c) shall not apply to a paraprofessional-
"(A) who is proficient in English and a language other than English and who provides services primarily to enhance the participation of children in programs under this part by acting as a translator; or
"(B) whose duties consist solely of conducting parental involvement activities consistent with section 1118.
"(e) General Requirement for All Para-professionals.-Each local educational agency receiving assistance under this part shall ensure that all paraprofessionals working in a program supported with funds under this part, regardless of the paraprofessional's hiring date, possess a high school diploma or its recognized equivalent. "(f) Duties of Paraprofessionals.-
"(1) In General.-Each local educational agency receiving assistance under this part shall ensure that a paraprofessional working in a program supported with funds under this part is not assigned a duty inconsistent with this subsection.
"(2) Responsibilitities paraprofessionals may be assigned.-A paraprofessional described in paragraph (1) may be assigned-
"(A) to provide one-on-one tutoring for eligible students, if the tutoring is scheduled at a
time when a student would not otherwise receive instruction from a teacher;
"(B) to assist with classroom management, such as organizing instructional and other materials;
"(C) to provide assistance in a computer laboratory;
"(D) to conduct parental involvement activities;
"(E) to provide support in a library or media center;
"(F) to act as a translator; or
"(G) to provide instructional services to students;
"(3) Additional limitations.-A paraprofessional described in paragraph (1)—
"(A) may not provide any instructional service to a student unless the paraprofessional is working under the direct supervision of a fully qualified teacher; and
"(B) may not provide instructional services to students in the area of reading unless the paraprofessional has demonstrated, through a State or local assessment, the ability effectively to carry out reading instruction.
" (g) Use of Funds.-
"(1) Professional development.-A local educational agency receiving funds under this part may use such funds to support ongoing training and professional development to assist teachers and paraprofessionals in satisfying the requirements of this section.
"(2) Limitation on use of funds for para-Professionals.-
"(A) In general.-Beginning on and after the effective date of the Student Results Act of 1999, a local educational agency may not use funds received under this part to fund any paraprofessional hired after such date unless-
"(i) the hiring is to fill a vacancy created by the departure of another paraprofessional funded under this part; and
"(ii) the paraprofessional satisfies the requirements of subsection (b) or (c).
"(B) Exception.-Subparagraph (A)
shall not apply for a fiscal year to a local educational agency that can demonstrate to the State that all teachers under the jurisdiction of the agency are fully qualified.
"(h) Verification of Compliance.-
"(1) In general.-In verifying compliance with this section, each local educational agency at a minimum shall require that the principal of each school operating a program under section 1114 or 1115 annually attest in writing as to whether such school is in compliance with the requirements of this section.
"(2) Availability of information.-Copies of attestations under paragraph (1)—
"(A) shall be maintained at each school operating a program under section 1114 or 1115 and at the main office of the local educational agency; and
"(B) shall be available to any member of the general public upon request.

## SEC. . . PROFESSIONAL DEVELOPMENT.

Section 1119A (20 U.S.C. 6301) is amended to read as follows:
"SEC. 1119A. PROFESSIONAL DEVELOPMENT.
"(a) Purpose.-The purpose of this section is to assist each local educational agency receiving assistance under this part in increasing the academic achievement of eligible children (as defined in section $1115(\mathrm{~b})(1)(\mathrm{B})$ ) through improved teacher quality.
"(b) Professional Development Activities.-
"(1) Required activities.-Professional development activities under this section shall-
"(A) support professional development activities that give teachers, principals, and administrators the knowledge and skills to provide students with the opportunity to meet challenging State or local content standards and student performance standards;
"(B) support the recruiting, hiring, and training of fully qualified teachers, including teachers fully qualified through State and local alternative routes;
"(C) advance teacher understanding of effective instructional strategies based on scientif-ically-based research for improving student achievement, at a minimum, in reading/language arts and mathematics;
"(D) be directly related to the curriculum and content areas in which the teacher provides instruction;
"(E) be designed to enhance the ability of a teacher to understand and use the State's standards for the subject area in which the teacher provides instruction;
"(F) be tied to scientifically based research demonstrating the effectiveness of such professional development activities or programs in increasing student achievement or substantially increasing the knowledge and teaching skills of teachers;
"(G) be of sufficient intensity and duration (not to include 1-day or short-term workshops and conferences) to have a positive and lasting impact on the teacher's performance in the classroom, except that this paragraph shall not apply to an activity if such activity is one component of a long-term comprehensive professional development plan established by the teacher and the teacher's supervisor based upon an assessment of their needs, their students' needs, and the needs of the local educational agency;
"(H) be developed with extensive participation of teachers, principals, parents, and administrators of schools to be served under this part;
"(I) to the extent appropriate, provide training for teachers in the use of technology so that technology and its applications are effectively used in the classroom to improve teaching
and learning in the curriculum and academic content areas in which the teachers provide instruction; and
"(J) as a whole, be regularly evaluated for their impact on increased teacher effectiveness and improved student achievement, with the findings of such evaluations used to improve the quality of professional development.
"(2) Optional activities.-Such professional development activities may include-
"(A) instruction in the use of data and assessments to inform and instruct classroom practice;
"(B) instruction in ways that teachers, principals, pupil services personnel, and school administrators may work more effectively with parents;
"(C) the forming of partnerships with institutions of higher education to establish school-based teacher training programs that provide prospective teachers and novice teachers with an opportunity to work under the guidance of experienced teachers and college faculty;
"(D) the creation of career ladder programs for paraprofessionals (assisting teachers
under this part) to obtain the education necessary for such paraprofessionals to become licensed and certified teachers;
"(E) instruction in ways to teach special needs children;
"(F) joint professional development activities involving programs under this part, Head Start, Even Start, or State-run preschool program personnel; and
"(G) instruction in experiential-based teaching methods such as service or applied learning.
"(c) Program Participation.-Each local educational agency receiving assistance under this part may design professional development programs so that-
"(1) all school staff in schools participating in a schoolwide program under section 1114 can participate in professional development activities; and
"(2) all school staff in targeted assistance schools may participate in professional development activities if such participation will result in better addressing the needs of students served under this part.
"(d) Parental Participation.-Parents may participate in professional development activities under this

SEC. __. PARTICIPATION OF CHILDREN ENROLLED IN PRIVATE SCHOOLS.
(a) General Requirement.-Subsection (a) of section 1120 (20 U.S.C. 6321(a)) is amended to read as follows:
"(a) General Requirement.-
"(1) In general.-To the extent consistent with the number of eligible children identified under section 1115(b) in a local educational agency who are enrolled in private elementary and secondary schools, a local educational agency shall, after timely and meaningful consultation with appropriate private school officials, provide such children, on an equitable basis, special educational services or other benefits under this part (such as dual enrollment, educational radio and television, computer equipment and materials, other technology, and mobile educational services and equipment) that address their needs, and shall ensure that teachers and families of these students participate, on an equitable basis, in services and activities developed pursuant to sections 1118 and 1119.
"(2) Secular, neutral, nonideological.Such educational services or other benefits, including materials and equipment, shall be secular, neutral, and nonideological.
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"(3) Equity.—Educational services and other benefits for such private school children shall be equitable in comparison to services and other benefits for public school children participating under this part, and shall be provided in a timely manner.
"(4) Expenditures.-Expenditures for educational services and other benefits to eligible private school children shall be equal to the proportion of funds allocated to participating school attendance areas based on the number of children from low-income families who attend private schools, which the local educational agency may determine each year or every 2 years.
"(5) Provision of services.-The local educational agency shall provide services under this section directly or through contracts with public and private agencies, organizations, and institutions.
(b) Consultation.-Subsection (b) of section 1120 (20 U.S.C. 6321(b)) is amended to read as follows:
"(b) Consultation.-
"(1) In general.-To ensure timely and meaningful consultation, a local educational agency shall consult with appropriate private school officials during the design and development of such agency's programs under this part, on issues such as-
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"(A) how the children's needs will be identified;
"(B) what services will be offered;
"(C) how, where, and by whom the services will be provided;
"(D) how the services will be assessed and how the results of that assessment will be used to improve those services;
"(E) the size and scope of the equitable services to be provided to the eligible private school children, and the amount of funds generated by low-income private school children in each participating attendance area;
"(F) the method or sources of data that are used under subsection (a)(4) and section 1113(c)(2) to determine the number of children from low-income families in participating school attendance areas who attend private schools; and
"(G) how and when the agency will make decisions about the delivery of services to such children, including a thorough consideration and analysis of the views of the private school officials on the provision of services through a contract and which individual, association,
agency, or organization may provide these services. If the local educational agency disagrees with the views of the private school officials on the provision of services, through a contract, the local educational agency shall provide in writing to such private school officials, an analysis of the reasons why the local educational agency has chosen not to use a contractor.
"(2) Timing.-Such consultation shall include meetings of agency and private school officials and shall occur before the local educational agency makes any decision that affects the opportunities of eligible private school children to participate in programs under this part. Such meetings shall continue throughout implementation and assessment of services provided under this section.
"(3) Discussion.-Such consultation shall include a discussion of service delivery mechanisms a local educational agency can use to provide equitable services to eligible private school children.
"(4) Documentation.-Each local educational agency shall provide to the State educational agency, and maintain in its records, a written affirmation signed by officials of each participating private
school that the consultation required by this section has occurred.
"(5) Compliance.-Private school officials shall have the right to appeal to the State as to whether the consultation provided for in this section was meaningful and timely, including the consultation described in subparagraphs (F) and (G) and that due consideration was given to the views of private school officials. If the private school wishes to appeal, the basis of the claim of noncompliance with this section by the local educational agencies shall be provided to the State, and the local educational agency shall forward the documentation provided in subsection (b)(3) to the State.".
(d) Standards for Bypass.-Subsection (d) of section 1120 (20 U.S.C. 6321(d)) is amended to read as follows:
"(d) Standards for a Bypass.-
"(1) In general.-If a local educational agency is prohibited by law from providing for the participation on an equitable basis of eligible children enrolled in private elementary and secondary schools or if the Secretary determines that a local educational agency has substantially failed or is unwill-
ing to provide for such participation, as required by this section, the Secretary shall-
"(A) waive the requirements of this section for such local educational agency; and
"(B) arrange for the provision of services to such children through arrangements that shall be subject to the requirements of this section and sections 14505 and 14506.
["(2) Special rule.-If a child receiving services under this section has failed to make satisfactory progress in those subjects for which the child receives title I services, the private elementary or secondary school may request in writing from the Secretary, a bypass of the local educational agency, and present in such request evidence of the lack of satisfactory progress and such other documentation as appropriate. The Secretary shall make a determination of whether to grant such a request, based upon all the evidence, not later than 90 days after receipt of such request.]
(e) Capital Expenses.-Effective September 30, 2002, subsection (e) of section 1120 (20 U.S.C. 6321(e)) is hereby repealed.

SEC. _ . COORDINATION REQUIREMENTS.

Section 1120 (B) is amended-
(1) in subsection (a), by striking "to the extent feasible" and all that follows through the period and inserting "with local Head Start agencies, and if feasible, other early childhood development programs.";
(2) in subsection (b)-
(A) in paragraph (3) by striking "and" after the semicolon;
(B) in paragraph (4) by striking the period and inserting "; and"; and
(C) by adding at the end, the following:
"(5) linking the educational services provided in such local educational agency with the servies provided in local Head Start agencies.".

Section 1121 is amended to read as follows:
"SEC. 1121. GRANTS FOR THE OUTLYING AREAS AND THE SECRETARY OF THE INTERIOR.
"(a) Reservation of Funds.-From the amount appropriated for payments to States for any fiscal year under section 1002 (a), the Secretary shall reserve a total of 1 percent to provide assistance to-
"(1) the outlying areas in the amount determined in accordance with subsection (b); and
"(2) the Secretary of the Interior in the amount necessary to make payments pursuant to subsection (d).
"(b) Assistance to Outlying Areas and Freely Assoclated States.-
"(1) Funds Reserved.-From the amount made available for any fiscal year under subsection (a), the Secretary shall award grants to the outlying areas.
"(2) Competitive grants.-For fiscal years 2000 and 2001, the Secretary shall carry out the competition described in paragraph (3), except that the amount reserved to carry out such competition shall not exceed the amount reserved under this section for the freely associated states for fiscal year 1999.
"(3) Limitation for competitive grants.-
"(A) Competitive grants.-The Secretary shall use funds described in paragraph (2) to award grants, on a competitive basis, to the outlying areas and freely associated States to carry out the purposes of this part.
"(B) Award basis.-The Secretary shall award grants under subparagraph (A) on a competitive basis, pursuant to the recommenda-
tions of the Pacific Region Educational Laboratory in Honolulu, Hawaii.
"(C) Termination of eligibility.-Notwithstanding any other provision of law, the freely associated States shall not receive any funds under this part after September 30, 2001.
"(D) Administrative costs.-The Secretary may provide not more than five percent of the amount reserved for grants under this paragraph to pay the administrative costs of the Pacific Region Educational Laboratory under subparagraph (B).
"(4) Speclal rule.-The provisions of Public Law 95-134, permitting the consolidation of grants by the outlying areas, shall not apply to funds provided to those areas or to the freely associated States under this section.
"(c) Definitions.-For the purposes of subsection (a) and (b)—
"(1) the term 'freely associated States' means the Republic of the Marshall Islands, the Federated States of Micronesia, and the Republic of Palau; and
"(2) the term 'outlying area' means the United States Virgin Islands, Guam, American Samoa, and
the Commonwealth of the Northern Mariana Islands.
"(d) Allotment to the Secretary of the Inte-RIOR.-
"(1) In general.-The amount allotted for payments to the Secretary of the Interior under subsection (a)(2) for any fiscal year shall be, as determined pursuant to criteria established by the Secretary, the amount necessary to meet the special educational needs of-
"(A) Indian children on reservations served by elementary and secondary schools for Indian children operated or supported by the Department of the Interior; and
"(B) out-of-State Indian children in elementary and secondary schools in local educational agencies under special contracts with the Department of the Interior.
"(2) Payments.-From the amount allotted for payments to the Secretary of the Interior under subsection (a)(2), the Secretary of the Interior shall make payments to local educational agencies, upon such terms as the Secretary determines will best carry out the purposes of this part, with respect to out-of-State Indian children described in paragraph
(1). The amount of such payment may not exceed, for each such child, the greater of-
"(A) 40 percent of the average per pupil expenditure in the State in which the agency is located; or
"(B) 48 percent of such expenditure in the United States.

Section 1122 is amended to read as follows:

## "SEC. 1122. AMOUNTS FOR BASIC GRANTS, CONCENTRA-

 TION GRANTS, AND TARGETED GRANTS."(a) Allocation Formula.-Of the amount authorized to be appropriated to carry out this part for each of fiscal years 2000 through 2004 (referred to in this subsection as the current fiscal year)-
"(1) an amount equal to the amount appropriated to carry out section 1124 for fiscal year 1999 plus 42.5 percent of the amount, if any, by which the amount appropriated under section 1002(a) for the current fiscal year exceeds the amount appropriated under such section for fiscal year 1999 shall be allocated in accordance with section 1124;
"(2) an amount equal to the amount appropriated to carry out section 1124A for fiscal year 1999 plus 7.5 percent of the amount, if any, by
which the amount appropriated under section 1002(a) for the current fiscal year exceeds the amount appropriated under such section for fiscal year 1999 shall be allocated in accordance with section 1124A; and
"(3) an amount equal to 50 percent of the amount, if any, by which the amount appropriated under section 1002(a) for the current fiscal year exceeds the amount appropriated under such section for fiscal year 1999 shall be allocated in accordance with section 1125.
"(b) Adjustments Where Necessitated by Ap-PROPRLATIONS.-
"(1) In general.-If the sums available under this part for any fiscal year are insufficient to pay the full amounts that all local educational agencies in States are eligible to receive under sections 1124, 1124 A , and 1125 for such year, the Secretary shall ratably reduce the allocations to such local educational agencies, subject to subsections (c) and (d) of this section.
"(2) Additional funds.-If additional funds become available for making payments under sections $1124,1124 \mathrm{~A}$, and 1125 for such fiscal year, allocations that were reduced under paragraph (1)
shall be increased on the same basis as they were reduced.
"(c) Hold-Harmiless Amounts.-
"(1) Amounts For sections 1124 AND 1125.For each fiscal year, the amount made available to each local educational agency under each of sections 1124 and 1125 shall be-
"(A) not less than 95 percent of the amount made available in the preceding fiscal year if the number of children counted for grants under section 1124 is not less than 30 percent of the total number of children aged 5 to 17 years, inclusive, in the local educational agency;
"(B) not less than 90 percent of the amount made available in the preceding fiscal year if the percentage described in subparagraph (A) is between 15 percent and 30 percent; and
"(C) not less than 85 percent of the amount made available in the preceding fiscal year if the percentage described in subparagraph (A) is below 15 percent.
"(2) Amount For section 1124A.-The amount made available to each local educational
agency under section 1124 A shall be not less than 85 percent of the amount made available in the preceding fiscal year.
"(3) Payments.-If sufficient funds are appropriated, the amounts described in paragraph (2) shall be paid to all local educational agencies that received grants under section 1124A for the preceding fiscal year, regardless of whether the local educational agency meets the minimum eligibility criteria for that fiscal year provided in section $1124 \mathrm{~A}(\mathrm{a})(1)(\mathrm{A})$ except that a local educational agency that does not meet such minimum eligibility criteria for 4 consecutive years shall no longer be eligible to receive a hold harmless amount referred to in paragraph (2).
"(4) Population data.-In any fiscal year for which the Secretary calculates grants on the basis of population data for counties, the Secretary shall apply the hold harmless percentages in paragraphs (1) and (2) to counties, and if the Secretary's allocation for a county is not sufficient to meet the holdharmless requirements of this subsection for every local educational agency within that county, the State educational agency shall reallocate funds proportionately from all other local educational agencies
in the State that are receiving funds in excess of the hold harmless amounts specified in this subsection. "(d) Ratable Reductions.-
"(1) In general.-If the sums made available under this part for any fiscal year are insufficient to pay the full amounts that all States are eligible to receive under subsection (c) for such year, the Secretary shall ratably reduce such amounts for such year.
"(2) Additional funds.-If additional funds become available for making payments under subsection (c) for such fiscal year, amounts that were reduced under paragraph (1) shall be increased on the same basis as such amounts were reduced.
"(e) Definition.-For the purpose of this section and sections 1124, 1124A, and 1125, the term 'State' means each of the 50 States, the District of Columbia, and the Commonwealth of Puerto Rico.
"SEC. 1124. BASIC GRANTS TO LOCAL EDUCATIONAL AGENCIES. "(a) Amount of Grants.-
"(1) Grants for local educational agenCIES AND Puerto Rico.-Except as provided in paragraph (4) and in section 1126, the grant that a local educational agency is eligible to receive under
this section for a fiscal year is the amount determined by multiplying-
"(A) the number of children counted under subsection (c); and
"(B) 40 percent of the average per-pupil expenditure in the State, except that the amount determined under this subparagraph shall not be less than 32 percent or more than 48 percent, of the average per-pupil expenditure in the United States.
"(2) Calculation of grants.-
"(A) Allocations to local educational agencies.-The Secretary shall calculate grants under this section on the basis of the number of children counted under subsection (c) for local educational agencies, unless the Secretary and the Secretary of Commerce determine that some or all of those data are unreliable or that their use would be otherwise inappropriate, in which case-
"(i) the 2 Secretaries shall publicly disclose the reasons for their determination in detail; and
"(ii) paragraph (3) shall apply.
"(B) Allocations to large and small local educational agencies.-(i) For any fiscal year in which this paragraph applies, the Secretary shall calculate grants under this section for each local educational agency.
"(ii) The amount of a grant under this section for each large local educational agency shall be the amount determined under clause (i).
"(iii) For small local educational agencies, the State educational agency may either-
"(I) distribute grants under this section in amounts determined by the Secretary under clause (i); or
"(II) use an alternative method approved by the Secretary to distribute the portion of the State's total grants under this section that is based on those small agencies.
"(iv) An alternative method under clause (iii)(II) shall be based on population data that the State educational agency determines best reflect the current distribution of children in poor families among the State's small local edu-
cational agencies that meet the eligibility criteria of subsection (b).
"(v) If a small local educational agency is dissatisfied with the determination of its grant by the State educational agency under clause (iii)(II), it may appeal that determination to the Secretary, who shall respond not later than 45 days after receipt of such appeal.
"(vi) As used in this subparagraph-
"(I) the term 'large local educational agency' means a local educational agency serving an area with a total population of 20,000 or more; and
"(II) the term 'small local educational agency' means a local educational agency serving an area with a total population of less than 20,000 .
"(3) Allocations to counties.-(A) For any fiscal year to which this paragraph applies, the Secretary shall calculate grants under this section on the basis of the number of children counted under section 1124(c) for counties, and State educational agencies shall suballocate county amounts to local educational agencies, in accordance with regulations issued by the Secretary.
"(B) In any State in which a large number of local educational agencies overlap county boundaries, or for which the State believes it has data that would better target funds than allocating them by county, the State educational agency may apply to the Secretary for authority to make the allocations under this part for a particular fiscal year directly to local educational agencies without regard to counties.
"(C) If the Secretary approves the State educational agency's application under subparagraph (B), the State educational agency shall provide the Secretary an assurance that such allocations shall be made-
"(i) using precisely the same factors for determining a grant as are used under this part; or
"(ii) using data that the State educational agency submits to the Secretary for approval that more accurately target poverty.
"(D) The State educational agency shall provide the Secretary an assurance that it shall establish a procedure through which a local educational agency that is dissatisfied with its determinations
under subparagraph (B) may appeal directly to the Secretary for a final determination.
"(4) Puerto rico.-For each fiscal year, the grant which the Commonwealth of Puerto Rico shall be eligible to receive under this section shall be the amount determined by multiplying the number of children counted under subsection (c) for the Commonwealth of Puerto Rico by the product of-
"(A) the percentage which the average per pupil expenditure in the Commonwealth of Puerto Rico is of the lowest average per pupil expenditure of any of the 50 States;
"(B) 32 percent of the average per pupil expenditure in the United States; and
"(C) the percentage in subparagraph (A) shall not be less than-
"(i) for fiscal year 2000, 75.0 percent;
"(ii) for fiscal year 2001, 77.5 percent;
"(iii) for fiscal year 2002, 80.0 percent;
"(iv) for fiscal year 2003, 82.5 percent;
"(v) for fiscal year 2004 and succeeding fiscal years, 85.0 percent.

Except that application of this paragraph may not result in any of the 50 States or the District of Columbia receiving less under this part than it received under this part for the preceding fiscal year.
"(5) Definition.-For purposes of this subsection, the term "State" does not include Guam, American Samoa, the Virgin Islands, and the Northern Mariana Islands.
"(b) Minimum Number of Childden To Qual-IFY.-A local educational agency is eligible for a basic grant under this section for any fiscal year only if the number of children counted under subsection (c) for that agency is both-
"(1) 10 or more; and
"(2) more than 2 percent of the total school-age population in the agency's jurisdiction.
"(c) Chilldren To Be Counted.-
"(1) Categories of childdren.-The number of children to be counted for purposes of this section is the aggregate of-
"(A) the number of children aged 5 to 17 , inclusive, in the school district of the local educational agency from families below the poverty level as determined under paragraph (2); and
"(B) the number of children (determined under paragraph (4) for either the preceding year as described in that paragraph, or for the second preceding year, as the Secretary finds appropriate) aged 5 to 17 , inclusive, in the school district of such agency in institutions for neglected and delinquent children (other than such institutions operated by the United States), but not counted pursuant to subpart 1 of part D for the purposes of a grant to a State agency, or being supported in foster homes with public funds.
"(2) Dettermination of number of chil-DREN.-For the purposes of this section, the Secretary shall determine the number of children aged 5 to 17, inclusive, from families below the poverty level on the basis of the most recent satisfactory data, described in paragraph (3), available from the Department of Commerce. The District of Columbia and the Commonwealth of Puerto Rico shall be treated as individual local educational agencies. If a local educational agency contains two or more counties in their entirety, then each county will be treated as if such county were a separate local educational agency for purposes of calculating grants
under this part. The total of grants for such counties shall be allocated to such a local educational agency, which local educational agency shall distribute to schools in each county within such agency a share of the local educational agency's total grant that is no less than the county's share of the population counts used to calculate the local educational agency's grant.
"(3) Population updates.-In fiscal year 2001 and every 2 years thereafter, the Secretary shall use updated data on the number of children, aged 5 to 17 , inclusive, from families below the poverty level for local educational agencies or counties, published by the Department of Commerce, unless the Secretary and the Secretary of Commerce determine that use of the updated population data would be inappropriate or unreliable. If the Secretary and the Secretary of Commerce determine that some or all of the data referred to in this paragraph are inappropriate or unreliable, they shall publicly disclose their reasons. In determining the families which are below the poverty level, the Secretary shall utilize the criteria of poverty used by the Bureau of the Census in compiling the most recent decennial census, in such form as those criteria have been up-
dated by increases in the Consumer Price Index for all urban consumers, published by the Bureau of Labor Statistics.
"(4) Other childden to be counted.-The Secretary shall determine the number of children aged 5 through 17 living in institutions for neglected or delinquent children, or being supported in foster homes with public funds, on the basis of the caseload data for the month of October of the preceding fiscal year or, to the extent that such data are not available to the Secretary before January of the calendar year in which the Secretary's determination is made, then on the basis of the most recent reliable data available to the Secretary at the time of such determination. The Secretary of Health and Human Services shall collect and transmit the information required by this subparagraph to the Secretary not later than January 1 of each year. For the purpose of this section, the Secretary shall consider all children who are in correctional institutions to be living in institutions for delinquent children.
"(5) Estimate.-When requested by the Secretary, the Secretary of Commerce shall make a special updated estimate of the number of children of such ages who are from families below the poverty
level (as determined under subparagraph (A) of this paragraph) in each school district, and the Secretary is authorized to pay (either in advance or by way of reimbursement) the Secretary of Commerce the cost of making this special estimate. The Secretary of Commerce shall give consideration to any request of the chief executive of a State for the collection of additional census information.
"(d) State Minimum.-Notwithstanding section 1122, the aggregate amount allotted for all local educational agencies within a State may not be less than the lesser of-
"(1) 0.25 percent of total grants under this section; or
"(2) the average of-
"(A) one-quarter of 1 percent of the total amount available for such fiscal year under this section; and
"(B) the number of children in such State counted under subsection (c) in the fiscal year multiplied by 150 percent of the national average per pupil payment made with funds available under this section for that year.
"SEC. 1124A. CONCENTRATION GRANTS TO LOCAL EDUCATIONAL AGENCIES.
"(a) Eligibility for and Amount of Grants.-
"(1) In general.-(A) Except as otherwise provided in this paragraph, each local educational agency, in a State other than Guam, American Samoa, the Virgin Islands, and the Commonwealth of the Northern Mariana Islands, which is eligible for a grant under section 1124 for any fiscal year is eligible for an additional grant under this section for that fiscal year if the number of children counted under section 1124(c) in the agency exceeds either-
"(i) 6,500 ; or
"(ii) 15 percent of the total number of children aged 5 through 17 in the agency.
"(B) Notwithstanding section 1122, no State described in subparagraph (A) shall receive less than the lesser of-
"(i) 0.25 percent of total grants; or
"(ii) the average of-
"(I) one-quarter of 1 percent of the sums available to carry out this section for such fiscal year; and

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& \text { "(II) the greater of- } \\
& \text { "(aa) } \$ 340,000 \text {; or }
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$$

"(bb) the number of children in such State counted for purposes of this section in that fiscal year multiplied by 150 percent of the national average per pupil payment made with funds available under this section for that year.
"(2) Spectal Rule.-For each county or local educational agency eligible to receive an additional grant under this section for any fiscal year the Secretary shall determine the product of-
"(A) the number of children counted under section 1124(c) for that fiscal year; and
"(B) the quotient resulting from the division of the amount determined for those agencies under section 1124(a)(1) for the fiscal year for which the determination is being made divided by the total number of children counted under section 1124(c) for that agency for that fiscal year.
"(3) Amount.-The amount of the additional grant for which an eligible local educational agency or county is eligible under this section for any fiscal year shall be an amount which bears the same ratio to the amount available to carry out this section for
that fiscal year as the product determined under paragraph (2) for such local educational agency for that fiscal year bears to the sum of such products for all local educational agencies in the United States for that fiscal year.
"(4) Local allocations.-(A) Grant amounts under this section shall be determined in accordance with section 1124(a)(2) and (3).
"(B) For any fiscal year for which the Secretary allocates funds under this section on the basis of counties, a State may reserve not more than 2 percent of its allocation under this section for any fiscal year to make grants to local educational agencies that meet the criteria of paragraph (1)(A)(i) or (ii) but that are in ineligible counties that do not meet these criteria.
"(b) States Receiving Minimum Grants.-In States that receive the minimum grant under subsection (a)(1)(B), the State educational agency shall allocate such funds among the local educational agencies in each State either-
"(1) in accordance with paragraphs (2) and (4) of subsection (a); or
"(2) based on their respective concentrations and numbers of children counted under section

1124(c), except that only those local educational agencies with concentrations or numbers of children counted under section 1124(c) that exceed the statewide average percentage of such children or the statewide average number of such children shall receive any funds on the basis of this paragraph.
"SEC. 1125. TARGETED GRANTS TO LOCAL EDUCATIONAL AGENCIES.
"(a) Eligibility of Local Educational Agen-cies.-A local educational agency in a State is eligible to receive a targeted grant under this section for any fiscal year if the number of children in the local educational agency counted under subsection 1124(c), before application of the weighting factor described in subsection (c), is at least 10 , and if the number of children counted for grants under section 1124 is at least 5 percent of the total population aged 5 to 17 years, inclusive, in the local educational agency. Funds made available as a result of applying this subsection shall be reallocated by the State educational agency to other eligible local educational agencies in the State in proportion to the distribution of other funds under this section.
"(b) Grants for Local Educational Agencies, the District of Columbia, and Puerto Rico.-
"(1) In general.-The amount of the grant that a local educational agency in a State or that the District of Columbia is eligible to receive under this section for any fiscal year shall be the product of-
"(A) the weighted child count determined under subsection (c); and
"(B) the amount in paragraph 1124(a)(1)(B).
"(2) Puerto rico.-For each fiscal year, the amount of the grant for which the Commonwealth of Puerto Rico is eligible under this section shall be equal to the number of children counted under subsection (c) for Puerto Rico, multiplied by the amount determined in subparagraph 1124(a)(4). "(c) Weighted Child Count.-
"(1) Weights for allocations to coun-TIES.-
"(A) In general.-For each fiscal year for which the Secretary uses county population data to calculate grants, the weighted child count used to determine a county's allocation under this section is the larger of the two amounts determined under clause (i) or (ii), as follows:

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"(i) By percentage of chil-dren.-This amount is determined by adding-
"(I) the number of children determined under section 1124(c) for that county constituting up to 12.20 percent, inclusive, of the county's total population aged 5 to 17, inclusive, multiplied by 1.0 ;
"(II) the number of such children constituting more than 12.20 percent, but not more than 17.70 percent, of such population, multiplied by 1.75 ;
"(III) the number of such children constituting more than 17.70 percent, but not more than 22.80 percent, of such population, multiplied by 2.5;
"(IV) the number of such children constituting more than 22.80 percent, but not more than 29.70 percent, of such population, multiplied by 3.25 ; and
"(V) the number of such children constituting more than 29.70 percent of such population, multiplied by 4.0. "(ii) By number of childden.This amount is determined by adding-
"(I) the number of children determined under section 1124(c) constituting up to 1,917 , inclusive, of the county's total population aged 5 to 17 , inclusive, multiplied by 1.0 ;
"(II) the number of such children between 1,918 and 5,938, inclusive, in such population, multiplied by 1.5;
"(III) the number of such children between 5,939 and 20,199 , inclusive, in such population, multiplied by 2.0;
"(IV) the number of such children between 20,200 and 77,999, inclusive, in such population, multiplied by 2.5 ; and
"(V) the number of such children in excess of 77,999 in such population, multiplied by 3.0.

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"(B) Puerto Rico.-Notwithstanding subparagraph (A), the weighting factor for Puerto Rico under this paragraph shall not be greater than the total number of children counted under subsection 1124(c) multiplied by 1.72 .
"(2) Weights for allocations to local EDUCATIONAL AGENCIES.-
"(A) In general.-For each fiscal year for which the Secretary uses local educational agency data, the weighted child count used to determine a local educational agency's grant under this section is the larger of the two amounts determined under clauses (i) and (ii), as follows:
"(i) By percentage of chil-dren.-This amount is determined by adding-
"(I) the number of children determined under section 1124(c) for that local educational agency constituting up to 14.265 percent, inclusive, of the agency's total population aged 5 to 17 , inclusive, multiplied by 1.0 ;
"(II) the number of such children constituting more than 14.265 percent, but not more than 21.553 percent, of such population, multiplied by 1.75;
"(III) the number of such children constituting more than 21.553 percent, but not more than 29.223 percent, of such population, multiplied by 2.5 ;
"(IV) the number of such children constituting more than 29.223 percent, but not more than 36.538 percent, of such population, multiplied by 3.25 ; and
"(V) the number of such children constituting more than 36.538 percent of such population, multiplied by 4.0. "(ii) By number of childdren.This amount is determined by adding-
"(I) the number of children determined under section 1124(c) constituting up to 575 , inclusive, of the agency's total population aged 5 to 17 , inclusive, multiplied by 1.0 ;

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"(II) the number of such children between 576 and 1,870, inclusive, in such population, multiplied by 1.5 ;
"(III) the number of such children between 1,871 and 6,910 , inclusive, in such population, multiplied by 2.0;
"(IV) the number of such children between 6,911 and 42,000 , inclusive, in such population, multiplied by 2.5 ; and
"(V) the number of such children in excess of 42,000 in such population, multiplied by 3.0.
"(B) Puerto rico.-Notwithstanding subparagraph (A), the weighting factor for Puerto Rico under this paragraph shall not be greater than the total number of children counted under section 1124(c) multiplied by 1.72.
"(d) Calculation of Grant Amounts.-Grants under this section shall be calculated in accordance with section 1124(a)(2) and (3).
"(e) State Minimum.-Notwithstanding any other provision of this section or section 1122, from the total
amount available for any fiscal year to carry out this section, each State shall be allotted at least the lesser of-
"(1) 0.25 percent of total appropriations; or
"(2) the average of-
"(A) one-quarter of 1 percent of the total amount available to carry out this section; and
"(B) 150 percent of the national average grant under this section per child described in section 1124(c), without application of a weighting factor, multiplied by the State's total number of children described in section 1124(c), without application of a weighting factor.

## "SEC. 1126. SPECIAL ALLOCATION PROCEDURES.

"(a) Allocations for Neglected Children.-
"(1) In general.-If a State educational agency determines that a local educational agency in the State is unable or unwilling to provide for the special educational needs of children who are living in institutions for neglected children as described in subparagraph 1124(c)(1)(C), the State educational agency shall, if such agency assumes responsibility for the special educational needs of such children, receive the portion of such local educational agency's
allocation under sections $1124,1124 \mathrm{~A}$, and 1125 that is attributable to such children.
"(2) Speclal Rule.-If the State educational agency does not assume such responsibility, any other State or local public agency that does assume such responsibility shall receive that portion of the local educational agency's allocation.
"(b) Allocations Among Local Educational Agencies.-The State educational agency may allocate the amounts of grants under sections 1124, 1124A, and 1125 among the affected local educational agencies-
"(1) if two or more local educational agencies serve, in whole or in part, the same geographical area;
"(2) if a local educational agency provides free public education for children who reside in the school district of another local educational agency; or
"(3) to reflect the merger, creation, or change of boundaries of one or more local educational agencies.
"(c) Reallocation.-If a State educational agency determines that the amount of a grant a local educational agency would receive under sections $1124,1124 \mathrm{~A}$, and 1125 is more than such local agency will use, the State

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1 educational agency shall make the excess amount available

4 the State educational agency.

