#### 109TH CONGRESS 1ST SESSION

# H. R. 366

To amend the Carl D. Perkins Vocational and Technical Education Act of 1998 to strengthen and improve programs under that Act.

### IN THE HOUSE OF REPRESENTATIVES

January 26, 2005

Mr. Castle (for himself, Mr. Boehner, Mr. McKeon, Mr. Ehlers, and Mr. Wilson of South Carolina) introduced the following bill; which was referred to the Committee on Education and the Workforce

# A BILL

- To amend the Carl D. Perkins Vocational and Technical Education Act of 1998 to strengthen and improve programs under that Act.
  - 1 Be it enacted by the Senate and House of Representa-
  - 2 tives of the United States of America in Congress assembled,
  - 3 SECTION 1. SHORT TITLE.
  - 4 This Act may be cited as the "Vocational and Tech-
  - 5 nical Education for the Future Act".
  - 6 SEC. 2. REFERENCES.
  - 7 Wherever in this Act an amendment is expressed in
  - 8 terms of an amendment to or repeal of a section or other
  - 9 provision, the amendment or repeal shall be considered to

- 1 be made to a section or other provision of the Carl D.
- 2 Perkins Vocational and Technical Education Act of 1998
- 3 (20 U.S.C. 2301 et seq.).
- 4 SEC. 3. PURPOSES AND DEFINITIONS.
- 5 (a) Purposes.—Section 2(2) (20 U.S.C. 2301(2)) is
- 6 amended by inserting "rigorous and challenging" after
- 7 "integrate".
- 8 (b) Definitions.—Section 3 (20 U.S.C. 2302) is
- 9 amended—
- 10 (1) by striking paragraph (26) and redesig-
- 11 nating paragraphs (21) through (25) as paragraphs
- 12 (23) through (27), and paragraphs (27) through
- 13 (30) as paragraphs (29) through (32), respectively;
- 14 (2) by redesignating paragraphs (4) through
- 15 (20) as paragraphs (5) through (21), respectively,
- and inserting after paragraph (3) the following:
- 17 "(4) ARTICULATION AGREEMENT.—The term
- 'articulation agreement' means a written commit-
- ment, agreed upon at the State level or approved an-
- 20 nually and facilitated by the lead administrators of
- 21 the secondary and postsecondary consortia members
- as described in section 135(b)(3)(A), to provide a
- program designed to provide students with a non-
- 24 duplicative sequence of progressive achievements
- leading to degrees, certificates, or credentials in a

1	tech-prep education program linked through credit
2	transfer agreements.";
3	(3) in paragraph (5) (as so redesignated), by
4	inserting "to students (and parents, as appro-
5	priate)" after "providing access";
6	(4) in paragraph (6) (as so redesignated), by
7	striking "section 5206" and inserting "section
8	5210";
9	(5) in paragraph (7) (as so redesignated)—
10	(A) by striking "method of instruction"
11	and inserting "method"; and
12	(B) by inserting "rigorous and chal-
13	lenging" after "required";
14	(6) in paragraph (11)(A) (as so redesignated),
15	by striking "an" and inserting "a public or non-
16	profit private";
17	(7) in paragraph (18) (as so redesignated)—
18	(A) in the paragraph heading, by striking
19	"training and employment" and inserting
20	"fields";
21	(B) by striking "training and employment"
22	and inserting "fields"; and
23	(C) by inserting "current and" after "tech-
24	nology, and other";

1	(8) in paragraph (19) (as so redesignated), by
2	striking "the Republic of the Marshall Islands, the
3	Federated States of Micronesia,";
4	(9) by inserting after paragraph (21) (as so re-
5	designated) the following:
6	"(22) Scientifically based research.—
7	The term 'scientifically based research' has the
8	meaning given that term in section 9101(37) of the
9	Elementary and Secondary Education Act of 1965
10	(20 U.S.C. 780137).";
11	(10) in paragraph (25) (as so redesignated)—
12	(A) in subparagraph (C), by striking
13	"training and employment" and inserting
14	"fields";
15	(B) in subparagraph (E), by striking
16	"and";
17	(C) in subparagraph (F)—
18	(i) by striking "individuals with other
19	barriers to educational achievement, in-
20	cluding"; and
21	(ii) by striking the period and insert-
22	ing "; and; and
23	(D) by inserting after subparagraph (F)
24	the following:

1	"(G) individuals with other barriers to edu-
2	cational achievement, as determined by the
3	State.";
4	(11) by inserting after paragraph (27) (as so
5	redesignated) the following:
6	"(28) Supportive Services.—The term 'sup-
7	portive services' means services such as transpor-
8	tation, child care, dependent care, and needs-based
9	payments, that are necessary to enable an individual
10	to participate in activities authorized under this
11	Act.";
12	(12) in paragraph (29) (as so redesignated), by
13	striking "section 2" and inserting "section 2(a)(4)";
14	(13) in paragraph (30) (as so redesignated)—
15	(A) by inserting "of subsection (a)" after
16	"paragraph (2)"; and
17	(B) by striking "paragraph (5)(A) of such
18	section" and inserting "paragraph (5)(A) of
19	such subsection"; and
20	(14) by amending paragraph (31)(A) (as so re-
21	designated) to read as follows:
22	"(A) offer a sequence of courses that—
23	"(i) provides individuals with the rig-
24	orous and challenging academic and tech-
25	nical knowledge and skills the individuals

1	need to prepare for further education and
2	for careers (other than careers requiring a
3	master's or doctoral degree) in current or
4	emerging employment sectors;
5	"(ii) may include the provision of
6	skills or courses necessary to enroll in a se-
7	quence of courses that meet the require-
8	ments of this subparagraph; and
9	"(iii) provides, at the postsecondary
10	level, for a 1-year certificate, an associate
11	degree, or industry recognized credential;
12	and".
13	SEC. 4. TRANSITION PROVISIONS.
14	Section 4 (20 U.S.C. 2303) is amended—
15	(1) by striking "the Carl D. Perkins Vocational
16	and Applied Technology Education Act" and insert-
17	ing "the 'Carl D. Perkins Vocational and Technical
18	Education Act of 1998'"; and
19	(2) by striking "the Carl D. Perkins Vocational
20	and Applied Technology Education Amendments of
21	1998" and inserting "the Vocational and Technical
22	Education for the Future Act. Each eligible agency
23	shall be assured 1 full fiscal year for transition, to
24	plan for and implement the requirements of this
25	Act''.

#### 1 SEC. 5. AUTHORIZATION OF APPROPRIATIONS.

- 2 Section 8 (20 U.S.C. 2307) is amended to read as
- 3 follows:

#### 4 "SEC. 8. AUTHORIZATION OF APPROPRIATIONS.

- 5 "There is authorized to be appropriated to carry out
- 6 this Act (other than subsection (a), (b), and (c) of section
- 7 114, and sections 117 and 118) \$1,307,000,000 for fiscal
- 8 year 2006 and such sums as may be necessary for each
- 9 of fiscal years 2007 through 2011.".

#### 10 SEC. 6. PROHIBITIONS.

- 11 (a) IN GENERAL.—The Carl D. Perkins Vocational
- 12 and Technical Education Act of 1998 (20 U.S.C. 2301
- 13 et seq.) is amended by adding after section 8 the following
- 14 new section:

#### 15 "SEC. 9. PROHIBITIONS.

- 16 "(a) LOCAL CONTROL.—Nothing in this Act shall be
- 17 construed to authorize an officer or employee of the Fed-
- 18 eral government to mandate, direct, or control a State,
- 19 local educational agency, or school's curriculum, program
- 20 of instruction, or allocation of State or local resources, or
- 21 mandate a State or any subdivision thereof to spend any
- 22 funds or incur any costs not paid for under this Act.
- 23 "(b) No Preclusion of Other Assistance.—Any
- 24 State that declines to submit an application to the Sec-
- 25 retary for assistance under this Act shall not be precluded

1	from applying for assistance under any other program ad-	
2	ministered by the Secretary.	
3	"(c) Prohibition on Requiring Federal Ap-	
4	PROVAL OR CERTIFICATION OF STANDARDS.—Notwith-	
5	standing any other provision of Federal law, no State shall	
6	be required to have academic and vocational and technical	
7	content or student academic and vocational and technical	
8	achievement standards approved or certified by the Fed-	
9	eral government, in order to receive assistance under this	
10	Act.".	
11	(b) Table of Contents Amendment.—The table	
12	of contents in section 1(b) is amended by inserting after	
13	the item relating to section 8 the following:	
13		
13	"Sec. 9. Prohibitions.".	
14		
	"Sec. 9. Prohibitions.".	
14	"Sec. 9. Prohibitions.".  SEC. 7. ALLOTMENT AND ALLOCATION TO STATES.	
14 15 16	"Sec. 9. Prohibitions.".  SEC. 7. ALLOTMENT AND ALLOCATION TO STATES.  (a) ALLOTMENT FOR NATIONAL ACTIVITIES FOR	
14 15 16	"Sec. 9. Prohibitions.".  SEC. 7. ALLOTMENT AND ALLOCATION TO STATES.  (a) ALLOTMENT FOR NATIONAL ACTIVITIES FOR 2006.—Section 111(a)(1) (20 U.S.C. 2321(a)(1)) is	
14 15 16 17	"Sec. 9. Prohibitions.".  SEC. 7. ALLOTMENT AND ALLOCATION TO STATES.  (a) ALLOTMENT FOR NATIONAL ACTIVITIES FOR 2006.—Section 111(a)(1) (20 U.S.C. 2321(a)(1)) is amended to read as follows:	
14 15 16 17 18	"Sec. 9. Prohibitions.".  SEC. 7. ALLOTMENT AND ALLOCATION TO STATES.  (a) ALLOTMENT FOR NATIONAL ACTIVITIES FOR 2006.—Section 111(a)(1) (20 U.S.C. 2321(a)(1)) is amended to read as follows:  "(1) Reservations.—From the sum appro-	
14 15 16 17 18 19	"Sec. 9. Prohibitions.".  SEC. 7. ALLOTMENT AND ALLOCATION TO STATES.  (a) ALLOTMENT FOR NATIONAL ACTIVITIES FOR 2006.—Section 111(a)(1) (20 U.S.C. 2321(a)(1)) is amended to read as follows:  "(1) Reservations.—From the sum appropriated under section 8 for each fiscal year, the Sec-	
14 15 16 17 18 19 20	"Sec. 9. Prohibitions.".  SEC. 7. ALLOTMENT AND ALLOCATION TO STATES.  (a) ALLOTMENT FOR NATIONAL ACTIVITIES FOR 2006.—Section 111(a)(1) (20 U.S.C. 2321(a)(1)) is amended to read as follows:  "(1) Reservations.—From the sum appropriated under section 8 for each fiscal year, the Secretary shall reserve—	
14 15 16 17 18 19 20 21	"Sec. 9. Prohibitions.".  SEC. 7. ALLOTMENT AND ALLOCATION TO STATES.  (a) ALLOTMENT FOR NATIONAL ACTIVITIES FOR 2006.—Section 111(a)(1) (20 U.S.C. 2321(a)(1)) is amended to read as follows:  "(1) RESERVATIONS.—From the sum appropriated under section 8 for each fiscal year, the Secretary shall reserve—  "(A) 0.12 percent to carry out section 115;	
14 15 16 17 18 19 20 21 22	"Sec. 9. Prohibitions.".  SEC. 7. ALLOTMENT AND ALLOCATION TO STATES.  (a) ALLOTMENT FOR NATIONAL ACTIVITIES FOR 2006.—Section 111(a)(1) (20 U.S.C. 2321(a)(1)) is amended to read as follows:  "(1) Reservations.—From the sum appropriated under section 8 for each fiscal year, the Secretary shall reserve—  "(A) 0.12 percent to carry out section 115;  "(B) 1.50 percent to carry out section 116,	

1	"(ii) 0.25 percent of the sum shall be
2	available to carry out section 116(h); and
3	"(C) 0.54 percent to carry out section
4	114(d).".
5	(b) Minimum Allotments.—Section 111(a) (20
6	U.S.C. 2321(a)) is further amended—
7	(1) in paragraph (3), by striking "(or in the
8	case of fiscal year 1999" and all that follows
9	through "Amendments of 1998)" each place it ap-
10	pears and inserting "(or in the case of fiscal year
11	2006 only, under this section and under title II of
12	this Act, as such section and title were in effect on
13	the day before the date of enactment of the Voca-
14	tional and Technical Education for the Future
15	Act)"; and
16	(2) by amending paragraph (4)(A) to read as
17	follows:
18	"(A) IN GENERAL.—No State shall receive
19	an allotment under this section for a fiscal year
20	that is less than the allotment the State re-
21	ceived for fiscal year 2005 under this section
22	and under title II of this Act (as such section
23	and title were in effect on the day before the
24	date of enactment of the Vocational and Tech-
25	nical Education for the Future Act)"

- 1 (c) WITHIN STATE ALLOCATION.—Section 112 (20
- 2 U.S.C. 2322) is amended—
- 3 (1) by amending subsection (a) to read as fol-
- 4 lows:
- 5 "(a) Allocation Formula.—From the amount al-
- 6 lotted to each State under section 111 for a fiscal year,
- 7 the State board (hereinafter referred to as the 'eligible
- 8 agency') shall allocate such amount as follows:
- 9 "(1) Subject to paragraph (4), not less than 88
- percent shall be made available for distribution
- under section 131 or 132, of which the eligible agen-
- 12 cy shall first make available for the activities de-
- scribed in section 135(b)(3) not less than the
- amount allotted in fiscal year 2005 to such eligible
- agency under title II of this Act (as such title was
- in effect on the day before the date of enactment of
- the Vocational and Technical Education for the Fu-
- ture Act), reduced by the percentage by which the
- amount allotted to the State under section 111 for
- the fiscal year is less than the amount allotted under
- 21 such section to such State for fiscal year 2005. Of
- the remainder of the 88 percent, not more than 10
- percent may be used in accordance with subsection
- 24 (c).

1	"(2) Subject to paragraph (4), not more than
2	10 percent shall be made available to carry out State
3	leadership activities described in section 124, of
4	which—
5	"(A) an amount equal to not more than 1
6	percent of the amount allotted to the State
7	under section 111 for the fiscal year shall be
8	made available to serve individuals in State in-
9	stitutions, such as State correctional institu-
10	tions and institutions that serve individuals
11	with disabilities; and
12	"(B) not less than \$60,000 and not more
13	than \$150,000 shall be available for services
14	that prepare individuals for nontraditional
15	fields.
16	"(3) An amount equal to not more than 2 per-
17	cent, or \$250,000, whichever is greater, shall be
18	made available for administration of the State plan,
19	which may be used for the costs of—
20	"(A) developing the State plan;
21	"(B) reviewing the local plan;
22	"(C) monitoring and evaluating program
23	effectiveness;
24	"(D) assuring compliance with all applica-
25	ble Federal laws; and

1	"(E) providing technical assistance.
2	"(4) If the amount allocated for any fiscal year
3	under paragraph (2) shall be less than the amount
4	allocated under such paragraph for fiscal year 2005,
5	additional amounts may be made available from the
6	amount allocated under paragraph (1) for the pur-
7	poses described in paragraph (2). If such additional
8	amounts are made available under this paragraph,
9	the percentage of the total amount allotted under
10	section 111 that is allocated for the purposes de-
11	scribed in paragraph (2) shall not exceed the per-
12	centage of the total amount allotted under section
13	111 for fiscal year 2005 that was allocated under
14	paragraph (2) for fiscal year 2005."; and
15	(2) in subsection (c)—
16	(A) in paragraph (1)—
17	(i) in subparagraph (B), by striking
18	the semicolon and inserting "; and";
19	(ii) in subparagraph (C), by striking
20	"; and" and inserting a period; and
21	(iii) by striking subparagraph (D);
22	and
23	(B) in paragraph (2), by striking "through
24	(D)" and inserting "through (C)".

## 13 1 SEC. 8. ACCOUNTABILITY. 2 (a) Purpose.—Section 113(a) (20 U.S.C. 2323(a)) 3 is amended— 4 (1) by striking "establish a State" and inserting "support a State and local"; and 5 6 (2) by inserting "and its eligible recipients" 7 after "effectiveness of the State". 8 PERFORMANCE Measures.—Section 113(b) (20 U.S.C. 2323(b)) is amended— 9 10 (1) in paragraph (2)— 11 (A) by redesignating subparagraphs (B) 12 through (D) as subparagraphs (C) through (E), 13 respectively; 14 (B) in subparagraph (A)— 15 (i) in the subparagraph heading, by inserting "FOR SECONDARY STUDENTS" 16 after "PERFORMANCE"; 17 18 (ii) by inserting "of secondary stu-19 dents that are, to the extent practicable, 20 valid and reliable and" after "indicators of 21 performance"; (iii) in clause (i), by striking "State 22 established academic," and inserting "aca-23

demic content and achievement standards,

as established by the State under section

1111(b)(1) of the Elementary and Sec-

24

25

1	ondary Education Act of 1965 (20 U.S.C.
2	6311(b)(1)),";
3	(iv) in clause (ii)—
4	(I) by inserting "under State law
5	(including recognized alternative
6	standards for individuals with disabil-
7	ities)" after "recognized equivalent";
8	and
9	(II) by striking ", or a postsec-
10	ondary degree or credential";
11	(v) by amending clause (iii) to read as
12	follows:
13	"(iii) Student graduation rates (as de-
14	scribed in section 111(b)(2)(C)(vi) of the
15	Elementary and Secondary Education Act
16	of 1965 (20 U.S.C. 6311(b)(2)(C)(vi))).";
17	(vi) by redesignating clause (iv) as
18	clause (v) and inserting after clause (iii)
19	the following:
20	"(iv) Placement in postsecondary edu-
21	cation or advanced training, placement in
22	military service, or placement in employ-
23	ment."; and

1	(vii) in clause (v) (as so redesignated),
2	by striking "training and employment"
3	and inserting "fields";
4	(C) by inserting after subparagraph (A)
5	the following:
6	"(B) Core indicators of performance
7	FOR POSTSECONDARY STUDENTS.—Each eligi-
8	ble agency shall identify in the State plan core
9	indicators of performance of postsecondary stu-
10	dents that are, to the extent practicable, valid
11	and reliable, and that include, at a minimum,
12	measures of each of the following:
13	"(i) Student attainment of challenging
14	academic and vocational and technical skill
15	proficiencies.
16	"(ii) Student retention in postsec-
17	ondary education, attainment of an asso-
18	ciate degree or postsecondary credential, or
19	transfer to a baccalaureate degree pro-
20	gram.
21	"(iii) Placement in military service or
22	placement or retention in employment.
23	"(iv) Student participation in and
24	completion of vocational and technical edu-
25	cation programs in nontraditional fields.":

1	(D) in subparagraph (C) (as so redesig-
2	nated), by striking "under the title" and insert-
3	ing "under this title"; and
4	(E) in subparagraph (D) (as so redesig-
5	nated), by inserting "vocational and technical
6	education" after "has developed State"; and
7	(2) in paragraph (3)—
8	(A) by amending the paragraph heading to
9	read as follows:
10	"(3) State Levels of Performance.—";
11	and
12	(B) in subparagraph (A)—
13	(i) in clause (i)—
14	(I) by striking "paragraph
15	(2)(A)" and inserting "subparagraphs
16	(A) and (B) of paragraph (2)"; and
17	(II) in subclause (II), by striking
18	"to continually" and all that follows
19	through "performance", and inserting
20	"to make continuous and substantial
21	improvement in the academic and vo-
22	cational and technical achievement";
23	(ii) by amending clause (v) to read as
24	follows:

1	"(v) Agreement on state ad-
2	JUSTED LEVELS OF PERFORMANCE FOR
3	SUBSEQUENT YEARS.—
4	"(I) 3rd and 4th program
5	years.—Prior to the third program
6	year covered by the State plan, the
7	Secretary and each eligible agency
8	shall reach agreement on the State
9	adjusted levels of performance for
10	each of the core indicators of perform-
11	ance for the third and fourth pro-
12	grams years covered by the State
13	plan, taking into account the factors
14	described in clause (vi).
15	"(II) 5th and 6th program
16	years.—Prior to the fifth program
17	year covered by the State plan, the
18	Secretary and each eligible agency
19	shall reach agreement on the State
20	adjusted levels of performance for
21	each of the core indicators of perform-
22	ance for the fifth and sixth programs
23	years covered by the State plan, tak-
24	ing into account the factors described
25	in clause (vi).

1	"(III) AGREEMENTS INCOR-
2	PORATED INTO STATE PLAN.—The
3	State adjusted levels of performance
4	agreed to under this clause shall be
5	considered the State adjusted levels of
6	performance for the State for such
7	years and shall be incorporated into
8	the State plan.";
9	(iii) in clause (vi)(II), by inserting
10	"and substantial" after "continuous"; and
11	(iv) in clause (vii), by striking "under
12	clause (iii) or (iv)" and inserting "under
13	clause (iii) or (v)".
14	(c) Local Levels of Performance.—Section
15	113(b) is further amended by adding at the end the fol-
16	lowing:
17	"(4) Local Levels of Performance.—
18	"(A) Local adjusted levels of per-
19	FORMANCE FOR CORE INDICATORS OF PER-
20	FORMANCE.—
21	"(i) In general.—Each eligible re-
22	cipient shall establish in the local plan sub-
23	mitted under section 134, levels of per-
24	formance for each of the core indicators of
25	performance described in paragraph (2)(A)

1	and (B), as appropriate for the eligible re-
2	cipient, for vocational and technical edu-
3	cation activities authorized under this title.
4	The levels of performance established
5	under this subparagraph shall, at a min-
6	imum—
7	"(I) be expressed in a percentage
8	or numerical form, so as to be objec-
9	tive, quantifiable, and measurable;
10	and
11	"(II) require the eligible recipient
12	to make continuous and substantial
13	improvement in the academic and vo-
14	cational and technical achievement of
15	vocational and technical education
16	students.
17	"(ii) Identification in the local
18	PLAN.—Each eligible recipient shall iden-
19	tify, in the local plan submitted under sec-
20	tion 134, levels of performance for each of
21	the core indicators of performance for the
22	first 2 program years covered by the local
23	plan.
24	"(iii) Agreement on local ad-
25	JUSTED LEVELS OF PERFORMANCE FOR

FIRST 2 YEARS.—The eligible agency and each eligible recipient shall reach agreement on the levels of performance for each of the core indicators of performance, for the first 2 program years covered by the local plan, taking into account the levels identified in the local plan under clause (ii) and the factors described in clause (v). The levels of performance agreed to under this clause shall be considered to be the local adjusted level of performance for the eligible recipient for such years and shall be incorporated into the local plan prior to the approval of such plan.

"(iv) AGREEMENT ON LOCAL ADJUSTED LEVELS OF PERFORMANCE FOR SUBSEQUENT YEARS.—

"(I) 3rd and 4th program years.—Prior to the third program year covered by the local plan, the eligible agency and each eligible recipient shall reach agreement on the local adjusted levels of performance for each of the core indicators of performance for the third and fourth program

1	years covered by the local plan, taking
2	into account the factors described in
3	clause (v).
4	"(II) 5th and 6th program
5	years.—Prior to the fifth program
6	year covered by the local plan, the eli-
7	gible agency and each eligible recipi-
8	ent shall reach agreement on the local
9	adjusted levels of performance for
10	each of the core indicators of perform-
11	ance for the fifth and sixth program
12	years covered by the local plan, taking
13	into account the factors described in
14	clause (v).
15	"(III) AGREEMENTS INCOR-
16	PORATED INTO LOCAL PLAN.—The
17	local adjusted levels of performance
18	agreed to under this clause shall be
19	considered to be the local adjusted
20	levels of performance for the eligible
21	recipient for such years and shall be
22	incorporated into the local plan.
23	"(v) Factors.—The agreement de-
24	scribed in clause (iii) or (iv) shall take into
25	account—

1	"(I) how the levels of perform-
2	ance involved compare with the local
3	adjusted levels of performance estab-
4	lished for other eligible recipients tak-
5	ing into account factors including the
6	characteristics of participants when
7	the participants entered the program
8	and the services or instruction to be
9	provided; and
10	"(II) the extent to which such
11	levels of performance promote contin-
12	uous and substantial improvement on
13	the indicators of performance by such
14	eligible recipient.
15	"(vi) Revisions.—If unanticipated
16	circumstances arise with respect to an eli-
17	gible recipient resulting in a significant
18	change in the factors described in clause
19	(v)(II), the eligible recipient may request
20	that the local adjusted levels of perform-
21	ance agreed to under clause (iii) or (iv) be
22	revised. The eligible agency shall issue ob-
23	jective criteria and methods for making

such revisions.

1 "(B) Levels of Performance for AD-2 DITIONAL INDICATORS.—Each eligible recipient may identify in the local plan, local levels of 3 4 performance for any additional indicators of performance. Such levels shall be considered to 6 be the local levels of performance for purposes 7 of this title. 8 "(C) Local Report.— 9 "(i) Content of Report.—Each eligible recipient that receives an allotment 10 11 under section 111 shall annually prepare 12 and submit to the eligible agency a report 13 regarding— 14 "(I) the progress of such recipi-15 ent in achieving the local adjusted lev-16 els of performance on the core indica-17 tors of performance; and 18 "(II) in the case of an eligible re-19 cipient that receives funds described 20 in section 112(a) for activities de-21 scribed in section 135(b)(3), the 22 progress in achieving the local ad-23 justed levels of performance on the 24 core indicators of performance with

1	respect to tech prep program partici-
2	pants.
3	"(ii) Data.—Each eligible recipient
4	shall—
5	"(I) disaggregate data for each
6	of the indicators of performance under
7	section 113(b)(2) for the categories of
8	students enumerated under section
9	1111(b)(2)(C)(v)(II) of the Elemen-
10	tary and Secondary Education Act of
11	1965 that are served under this Act;
12	and
13	"(II) identify and quantify any
14	disparities or gaps in performance be-
15	tween any such category of students
16	and the performance of all students
17	served by the eligible recipient under
18	the Act.
19	"(iii) Rules for reporting of
20	DATA.—The disaggregation of data under
21	clause (ii) shall be required except in a
22	case in which the number of students in a
23	category is insufficient to yield statistically
24	reliable information or in which the results

1	would reveal personally identifiable infor-
2	mation about an individual student.
3	"(iv) Availability.—The report de-
4	scribed in clause (i) shall be made available
5	to the public through a variety of formats,
6	including electronically through the Inter-
7	net.".
8	(d) State Report.—Section 113(c) (20 U.S.C.
9	2323(c)) is amended—
10	(1) by redesignating paragraphs (2) and (3) as
11	paragraphs (4) and (5), respectively, and inserting
12	after paragraph (1) the following:
13	"(2) DISAGGREGATION OF DATA.—Each eligible
14	agency under this subsection shall—
15	"(A) disaggregate data for each of the in-
16	dicators of performance under section $113(b)(2)$
17	for the categories of students enumerated under
18	section $1111(b)(2)(C)(v)(II)$ of the Elementary
19	and Secondary Education Act of 1965 that are
20	served under this Act; and
21	"(B) identify and quantify any disparities
22	or gaps in performance between any such cat-
23	egory of students and the performance of all
24	students served by the eligible agency under the
25	Act.

1 "(3) Rules for reporting of data.—The 2 disaggregation of data under paragraph (2) shall be 3 required except in a case in which the number of 4 students in a category is insufficient to yield statis-5 tically reliable information or in which the results 6 would reveal personally identifiable information 7 about an individual student."; and 8 (2) in paragraph (4) (as so redesignated)— 9 (A) by striking "special populations" and inserting "each of the populations described in 10 11 section 3(25) and the populations described in 12 section 1111(h)(1)(C)(i) of the Elementary and 13 Secondary Education Act of 1965 (20 U.S.C. 14 6311(h)(1)(C)(i)"; and (B) by striking "have made" and inserting 15 "has made". 16 17 SEC. 9. NATIONAL ACTIVITIES. 18 (a) Program Performance Information.—Section 114(a)(3) (20 U.S.C. 2324(a)(3)) is amended by in-19 serting "in the aggregate" after "international compari-20 sons". 21 22 (b) EVALUATION AND ASSESSMENT.—Section 114(c) 23 (20 U.S.C. 2324(c)) is amended— 24 (1) by amending paragraph (2) to read as fol-25 lows:

1 "(2) Independent advisory panel.—The 2 Secretary shall appoint an independent advisory 3 panel, consisting of academic and vocational and 4 technical education educators, administrators, ex-5 perts in evaluation, research, and assessment, rep-6 resentatives of labor organizations, businesses, par-7 ents, guidance and counseling professionals, and 8 other individuals with relevant expertise, to advise 9 the Secretary on the implementation of the assess-10 ment described in paragraph (3), including the 11 issues to be addressed and the methodology of the 12 studies involved to ensure the assessment adheres to 13 the highest standards of quality. The advisory panel 14 shall transmit to the Secretary and to Congress an 15 independent analysis of the findings and rec-16 ommendations resulting from such assessment. The 17 Federal Advisory Committee Act (5 U.S.C. App.) 18 shall not apply to the panel established under this 19 subsection."; 20 (2) in paragraph (3)— (A) in subparagraph (A), by inserting "the 21 implementation of the" after "and assessment 22 of"; 23

(B) in subparagraph (B)—

1	(i) by inserting "but shall not be lim-
2	ited to" after "paragraph (1) shall in-
3	clude'';
4	(ii) by striking clauses (i), (ii), (iv),
5	and (vii) and redesignating clauses (iii),
6	(v), (vi), and (viii) as clauses (i) through
7	(iv), respectively;
8	(iii) in clause (i) (as so redesignated),
9	by striking ", and academic, curricula in
10	vocational and technical education pro-
11	grams," and inserting "education (such as
12	meeting State established teacher certifi-
13	cation or licensing requirements)"; and
14	(iv) in clause (ii) (as so redesig-
15	nated)—
16	(I) by striking "and employment
17	outcomes" and all that follows
18	through "including analyses of" and
19	inserting "and vocational and tech-
20	nical education achievement and em-
21	ployment outcomes of vocational and
22	technical education students, includ-
23	ing analyses of";
24	(II) in subclause (I), by striking
25	"and tech-prep students" and insert-

1	ing "and students participating in the
2	activities described in section
3	135(b)(3)";
4	(III) in subclause (II), by strik-
5	ing "academic, and vocational and
6	technical, education" and inserting
7	"rigorous and challenging academic
8	and vocational and technical edu-
9	cation, including a review of the effect
10	of integrated rigorous and challenging
11	academic and vocational and technical
12	education on the achievement of stu-
13	dents"; and
14	(IV) in subclause (III), by insert-
15	ing ", particularly those in which
16	math and science skills are critical,"
17	after "high-skill careers"; and
18	(C) in subparagraph (C)—
19	(i) in clause (i)—
20	(I) by striking "the Committee
21	on Education and the Workforce of
22	the House of Representatives and the
23	Committee on Labor and Human Re-
24	sources of the Senate" and inserting
25	"Congress"; and

1	(II) by striking "2002" and in-
2	serting "2009" both places it appears;
3	and
4	(ii) in clause (ii), by striking "the
5	Committee on Education and the Work-
6	force of the House of Representatives, the
7	Committee on Labor and Human Re-
8	sources of the Senate," and inserting
9	"Congress";
10	(3) in paragraph $(5)(A)$ —
11	(A) by striking "to carry out research"
12	each place it appears, and inserting "to carry
13	out scientifically based research";
14	(B) in clause (i), by inserting "scientif-
15	ically based" after "programs, including";
16	(C) in clause (ii), by inserting "that are in-
17	tegrated with rigorous and challenging aca-
18	demic education" after "implementation of vo-
19	cational and technical education programs";
20	and
21	(D) in clause (iii)(I), by inserting "and the
22	integration of those systems with the academic
23	education system" after "technical education
24	systems'';
25	(4) in paragraph (6)—

1	(A) by striking:
2	"(6) Demonstrations and dissemination.—
3	"(A) Demonstration Program.—The",
4	and inserting:
5	"(6) Demonstrations and dissemination.—
6	The"; and
7	(B) by striking subparagraph (B); and
8	(5) in paragraph (8), by striking "this section"
9	and all that follows and inserting "subsections (a),
10	(b), and (c) of this section, such sums as may be
11	necessary for each of fiscal years 2006 through
12	2011."
13	(c) Incentive Grants for Eligible Agencies.—
14	Section 114 is further amended by adding at the end the
15	following new subsection:
16	"(d) Incentive Grants for Eligible Agen-
17	CIES.—
18	"(1) IN GENERAL.—From funds reserved under
19	section 111(a)(1)(C), the Secretary may award
20	grants to eligible agencies for exemplary perform-
21	ance in carrying out programs under this Act. Such
22	awards shall be based on an eligible agency exceed-
23	ing State adjusted levels of performance established
24	under section 113(b) and showing sustained or sig-
25	nificant improvement.

1	"(2) Special consideration.—In awarding
2	these grants, the Secretary may consider—
3	"(A) an eligible agency's success in effec-
4	tively developing connections between secondary
5	education and postsecondary education and
6	training;
7	"(B) an eligible agency's integration of rig-
8	orous and challenging academic and technical
9	coursework; and
10	"(C) an eligible agency's progress in hav-
11	ing special populations participating in voca-
12	tional and technical education meet State ad-
13	justed levels of performance.
14	"(3) USE OF FUNDS.—The funds awarded to
15	an eligible agency under this subsection may be used
16	to carry out any activities authorized under section
17	124, including demonstrations of innovative pro-
18	grams.".
19	SEC. 10. OUTLYING AREAS, NATIVE AMERICAN PROGRAMS,
20	AND TRIBALLY CONTROLLED INSTITUTIONS.
21	(a) Assistance for the Outlying Areas.—Sec-
22	tion 115 (20 U.S.C. 2325) is amended to read as follows:
23	"SEC. 115. ASSISTANCE FOR THE OUTLYING AREAS.
24	"(a) Outlying Areas.—From funds reserved pur-
25	suant to section 111(a)(1)(A), the Secretary shall—

1	"(1) make a grant in the amount of \$660,000
2	to Guam;
3	"(2) make a grant in the amount of \$350,000
4	to each of American Samoa and the Commonwealth
5	of the Northern Mariana Islands; and
6	"(3) make a grant in the amount of \$160,000
7	to the Republic of Palau.
8	"(b) Remainder.—Subject to the provisions of sub-
9	section (a), the Secretary shall make a grant of the re-
10	mainder of funds reserved pursuant to section
11	111(a)(1)(A), in equal proportion, to each of Guam,
12	American Samoa, and the Commonwealth of the Northern
13	Mariana Islands, for the purpose of providing direct voca-
14	tional and technical educational services, including—
15	"(1) teacher and counselor training and retrain-
16	ing;
17	"(2) curriculum development; and
18	"(3) the improvement of vocational and tech-
19	nical education and training programs in secondary
20	schools and institutions of higher education, or im-
21	proving cooperative education programs involving
22	both secondary schools and institutions of higher
23	education.
24	"(c) Restriction.—The Republic of Palau shall
25	cease to be eligible to receive funding under this section

upon entering into an agreement for extension of United States educational assistance under the Compact of Free Association after the date of enactment of the Vocational 3 4 and Technical Education for the Future Act.". 5 (b) Native American Program.—Section 116 (20 6 U.S.C. 2326) is amended— 7 (1) in subsection (a), by inserting a period at 8 the end of paragraph (5); and 9 (2) in subsection (b)— (A) in paragraph (1), by striking "sub-10 11 section (d)" and inserting "subsection (c)"; and 12 (B) in paragraph (2), by striking "(other 13 than in subsection (i))". 14 (c) Tribally Controlled Institutions.—Section 15 117 (20 U.S.C. 2327) is amended— 16 (1) by amending subsection (b) to read as fol-17 lows: 18 "(b) Uses of Grants.—Amounts made available under this section shall be used for vocational and tech-19 20 nical education programs for Indian students and for in-21 stitutional support costs of the grant, including the ex-22 penses described in subsection (e).";

(2) in subsection (c), by inserting after para-

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graph (2) the following:

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1	"(3) Indirect costs.—Notwithstanding any
2	other provision of law or regulation, the Secretary
3	shall not require the use of a restricted indirect cost
4	rate for grants issued under this section.";
5	(3) by striking subsection (g) and redesignating
6	subsections (h) and (i) as subsections (g) and (h),
7	respectively; and
8	(4) in subsection (h) (as so redesignated)—
9	(A) by striking "\$4,000,000 for fiscal year
10	1999 and"; and
11	(B) by striking "the 4 succeeding fiscal
12	years" and inserting "fiscal years 2006 through
13	2011".
14	(d) Occupational and Employment Informa-
15	TION.—Section 118 (20 U.S.C. 2328) is amended—
16	(1) by amending subsection (b) to read as fol-
17	lows:
18	"(b) STATE LEVEL ACTIVITIES.—
19	"(1) Designated entity.—In order for a
20	State to receive a grant under this section, the eligi-
21	ble agency and the Governor of the State shall joint-
22	ly designate an entity in the State responsible for
23	conducting the activities in this subsection.
24	"(2) Application.—The jointly designated
25	agency shall submit an application to the Secretary

at the same time the State submits its state plan under section 122. The application shall be in such a manner and be accompanied by such information as the Secretary may reasonably require. At a minimum, the application shall describe how the jointly designated agency will assist the eligible agency in meeting its adjusted levels of performance under section 113(b).

"(3) ACTIVITIES.—The jointly designated agency shall conduct activities—

"(A) to provide support for career guidance and academic counseling programs designed to promote improved career and education decision making by students (and parents, as appropriate) regarding education and training options and preparations for high skill, high wage occupations;

"(B) to make available to students, parents, teachers, administrators, and counselors, and improve accessibility to, information and planning resources that relate academic and vocational and technical educational preparation to career goals and expectations;

"(C) to equip teachers, administrators, and counselors with the knowledge, skills, and occu-

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1	pational information needed to assist students
2	and parents with educational and other postsec-
3	ondary opportunities and education financing;
4	"(D) to assist appropriate State entities in
5	tailoring resources and training for use by such
6	entities;
7	"(E) to improve coordination and commu-
8	nication among administrators and planners of
9	programs authorized by this Act and by section
10	15 of the Wagner-Peyser Act (29 U.S.C. 49l-
11	2) at the Federal, State, and local levels to en-
12	sure nonduplication of efforts and the appro-
13	priate use of shared information and data; and
14	"(F) to provide ongoing means for cus-
15	tomers, such as students and parents, to pro-
16	vide comments and feedback on products and
17	services and to update resources, as appro-
18	priate, to better meet customer requirements.";
19	(2) in subsection (e)(1), by striking "an identi-
20	fication" and inserting "a description"; and
21	(3) in subsection (f), by striking "1999 through
22	2003" and inserting "2006 through 2011".
23	SEC. 11. STATE ADMINISTRATION.
24	Section 121 (20 U.S.C. 2341) is amended to read as
25	follows:

## 1 "SEC. 121. STATE ADMINISTRATION.

2	"(a) Eligible Agency Responsibilities.—The re-
3	sponsibilities of an eligible agency under this title shall
4	include—
5	"(1) coordination of the development, submis-
6	sion, and implementation of the State plan, and the
7	evaluation of the program, services, and activities as-
8	sisted under this title, including preparation for non-
9	traditional fields;
10	"(2) consultation with the Governor and appro-
11	priate agencies, groups, and individuals including
12	parents, students, teachers, representatives of busi-
13	nesses, labor organizations, eligible recipients, State
14	and local officials, and local program administrators,
15	involved in the planning, administration, evaluation,
16	and coordination of programs funded under this
17	title;
18	"(3) convening and meeting as an eligible agen-
19	cy (consistent with State law and procedure for the
20	conduct of such meetings) at such time as the eligi-
21	ble agency determines necessary to carry out the eli-
22	gible agency's responsibilities under this title, but
23	not less than four times annually; and
24	"(4) the adoption of such procedures as the eli-
25	gible agency considers necessary to—

1	"(A) implement State level coordination
2	with the activities undertaken by the State
3	boards under section 111 of Public Law 105–
4	220; and
5	"(B) make available to the service delivery
6	system under section 121 of Public Law 105–
7	220 within the State a listing of all school drop-
8	out, postsecondary, and adult programs assisted
9	under this title.
10	"(b) Exception.—Except with respect to the re-
11	sponsibilities set forth in subsection (a), the eligible agen-
12	cy may delegate any of the other responsibilities of the
13	eligible agency that involve the administration, operation,
14	supervision of activities assisted under this title, in whole
15	or in part, to one or more appropriate State agencies.".
16	SEC. 12. STATE PLAN.
17	Section 122 (20 U.S.C. 2342) is amended—
18	(1) in subsection (a)—
19	(A) in paragraph (1), by striking "5-year
20	period" and inserting "6-year period";
21	(B) in paragraph (2)(B), by striking "5
22	year State plan" and inserting "6-year period";
23	and
24	(C) in paragraph (3), by striking "(includ-
25	ing employers, labor organizations, and par-

1	ents)" and inserting "(including charter school
2	authorizers and organizers, employers, labor or-
3	ganizations, parents, students, and community
4	organizations)";
5	(2) in subsection (b)(1), by striking "teachers,
6	eligible recipients, parents, students, interested com-
7	munity members" and inserting "academic and vo-
8	cational and technical education teachers, eligible re-
9	cipients, charter school authorizers and organizers,
10	parents, students, interested community members
11	(including parent and community organizations), in-
12	stitutions of higher education";
13	(3) in subsection (e)—
14	(A) in paragraph (1)—
15	(i) by redesignating subparagraphs
16	(A) through (D) as subparagraphs (B)
17	through (E), respectively, and inserting be-
18	fore such subparagraphs (as so redesig-
19	nated) the following:
20	"(A) the development of model sequences
21	of courses for vocational and technical content
22	areas that—
23	"(i) incorporate both secondary and
24	postsecondary education elements;

1	"(ii) include rigorous and challenging
2	academic content and vocational and tech-
3	nical content in a coordinated, nonduplica-
4	tive progression of courses;
5	"(iii) lead to a postsecondary 1-year
6	certificate, associate or baccalaureate de-
7	gree, or a proficiency credential in conjunc-
8	tion with a secondary school diploma; and
9	"(iv) may be adopted by local edu-
10	cational agencies and postsecondary insti-
11	tutions to be offered as an option to stu-
12	dents (and their parents as appropriate),
13	when choosing future coursework;";
14	(ii) in subparagraph (B) (as so redes-
15	ignated), by inserting "and how the eligible
16	agency will distribute information identi-
17	fying eligible recipients that offer elements
18	of the model sequences of courses" before
19	the semicolon;
20	(iii) by amending subparagraph (C)
21	(as so redesignated) to read as follows:
22	"(C) the criteria that will be used by the
23	eligible agency to evaluate and approve eligible
24	recipients for funds under this title, including
25	criteria to assess the extent to which the local

1	plan will promote continuous and substantial
2	improvement in academic achievement and tech-
3	nical skill attainment;";
4	(iv) in subparagraph (D) (as so redes-
5	ignated)—
6	(I) by inserting ", both academi-
7	cally and technically," after "stu-
8	dents"; and
9	(II) by striking "; and and in-
10	serting ", and how participating stu-
11	dents will be made aware of such op-
12	portunities;";
13	(v) in subparagraph (E) (as so redes-
14	ignated), by inserting "aligned with rig-
15	orous and challenging academic content"
16	before the semicolon; and
17	(vi) by inserting after subparagraph
18	(E) (as so redesignated) the following:
19	"(F) the process through which the eligible
20	agency will develop the secondary or postsec-
21	ondary elements of the model sequences of
22	courses described in subparagraph (A);
23	"(G) the role that any eligible recipients
24	successfully implementing the activities de-
25	scribed in section 135(b)(3) will play in assist-

1	ing other eligible recipients in establishing
2	agreements and plans for coordinating the of-
3	fering of model sequences of courses to students
4	at both the secondary and postsecondary levels
5	"(H) how funds will be used effectively to
6	link secondary and postsecondary academic and
7	vocational and technical education in a manner
8	that increases student academic and vocational
9	and technical achievement; and
10	"(I) how the eligible agency will report the
11	integration of rigorous and challenging aca-
12	demics in vocational and technical education
13	programs in order to adequately evaluate the
14	quality of such integration;";
15	(B) by amending paragraph (2) to read as
16	follows:
17	"(2) describes how comprehensive professional
18	development (including initial teacher preparation
19	and activities that support recruitment) for voca-
20	tional and technical, academic, guidance, and admin-
21	istrative personnel will be provided, especially profes-
22	sional development that—
23	"(A) promotes the integration of rigorous
24	and challenging academic and vocational and
25	technical education curriculum development:

1	"(B) increases the percentage of teachers
2	that meet teacher certification or licensing re-
3	quirements;
4	"(C) increases the academic and industry
5	knowledge of vocational and technical education
6	teachers; and
7	"(D) encourages applied learning that con-
8	tributes to the academic and vocational and
9	technical knowledge of the student;";
10	(C) in paragraph (3), by inserting "aca-
11	demic and vocational and technical" after "par-
12	ents,";
13	(D) in paragraph (5)(A)—
14	(i) by inserting "(especially as per-
15	taining to math, science, and technology)"
16	after "academic and technical skills"; and
17	(ii) by striking "core academic, and
18	vocational and technical, subjects" and in-
19	serting "core academic subjects (as defined
20	in section 9101(11) of the Elementary and
21	Secondary Education Act of 1965 (20
22	U.S.C. 7801(11))), and vocational and
23	technical subjects";
24	(E) in paragraph (11), by inserting "and
25	technology" after "equipment":

1	(F) by striking paragraph (19) and redes-
2	ignating paragraphs (12) through (18) as para-
3	graphs (13) through (19), respectively;
4	(G) by inserting after paragraph (11) the
5	following:
6	"(12) describes how the eligible agency will en-
7	sure that any entity in the State that purchases
8	equipment with funds under this Act will dispose of
9	that equipment in such a manner as to ensure that
10	any personally identifiable information contained in
11	that equipment will be totally destroyed prior to, or
12	as part of, the disposition;".
13	(H) in paragraph (18) (as so redesig-
14	nated), by striking "training and employment"
15	and inserting "fields"; and
16	(I) by redesignating paragraphs (20) and
17	(21) as paragraphs (22) and (23), respectively,
18	and inserting after paragraph (18) the fol-
19	lowing:
20	"(20) describes how the eligible agency will
21	award grants, on a competitive basis or on the basis
22	of a formula determined by the eligible agency, using
23	funds described in section 112 (a) (1) for activities
24	described in section $135(b)(3)$ ;

1 "(21) describes how the eligible agency will 2 carry out measurable, sustainable, and coordinated 3 tech-prep activities in the State (as described in sec-4 tion 135(b)(3)), with funds allocated under section 5 112(a), that are developed in consultation with the 6 entities described in subsection (b)(1) and that effec-7 tively prepare students for post-secondary education 8 or employment in high demand occupations through 9 a seamless program of study consisting of appro-10 priate advanced academic and technical courses that 11 include a minimum of 2 years of secondary school 12 preceding graduation and a minimum of 2 years of 13 higher education or an apprenticeship program of at 14 least 2 years following secondary instruction;"; and 15 (4) by striking subsections (d) and (f) and re-16 designating subsection (e) as subsection (d).

### 17 SEC. 13. IMPROVEMENT PLANS.

18 Section 123 (20 U.S.C. 2343) is amended to read as

#### 20 "SEC. 123. IMPROVEMENT PLANS.

- 21 "(a) State Program Improvement.—
- "(1) PLAN.—If a State fails to meet the agreed upon State adjusted levels of performance required under section 113(b)(3), the eligible agency shall develop and implement a program improvement plan

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follows:

(with special consideration to performance gaps identified under section 113(c)(2)) in consultation with the appropriate agencies, individuals, and organizations for the first program year succeeding the program year in which the eligible agency failed to meet the State adjusted levels of performance, in order to avoid a sanction under paragraph (3).

"(2) TECHNICAL ASSISTANCE.—If the Secretary determines that an eligible agency is not properly implementing the eligible agency's responsibilities under section 122, or is not making substantial progress in meeting the purposes of this Act, based on the State's adjusted levels of performance, the Secretary shall work with the eligible agency to implement improvement activities consistent with the requirements of this Act.

## "(3) Subsequent action.—

"(A) IN GENERAL.—If an eligible agency fails to meet the State adjusted levels of performance and the purposes of this Act, has not implemented an improvement plan as described in paragraph (1), has shown no improvement within 1 year after implementing an improvement plan as described in paragraph (1), or has failed to meet the State adjusted levels of per-

1	formance for 2 or more consecutive years, the
2	Secretary may, after notice and opportunity for
3	a hearing, withhold from the eligible agency all,
4	or a portion of, the eligible agency's allotment
5	under this title.
6	"(B) Waiver for exceptional cir-
7	CUMSTANCES.—The Secretary may waive the
8	sanction in subparagraph (A) due to exceptional
9	or uncontrollable circumstances, such as a nat-
10	ural disaster or a precipitous and unforeseen
11	decline in the financial resources of the State.
12	"(4) Funds resulting from reduced al-
13	LOTMENTS.—
14	"(A) IN GENERAL.—The Secretary shall
15	use funds withheld under paragraph (3) for a
16	State served by an eligible agency, to provide
17	(through alternative arrangements) services and
18	activities within the State to meet the purposes
19	of this Act.
20	"(B) REDISTRIBUTION.—If the Secretary
21	cannot satisfactorily use funds withheld under
22	paragraph (3), then the amount of funds re-
23	tained by the Secretary as a result of a reduc-

tion in an allotment made under paragraph (3)

shall be redistributed to other eligible agencies in accordance with section 111.

### "(b) Local Program Improvement.—

"(1) LOCAL EVALUATION.—Each eligible agency shall evaluate annually, using the local adjusted levels of performance described in section 113(b)(4), the vocational and technical education activities of each eligible recipient receiving funds under this title.

## "(2) Plan.—

"(A) IN GENERAL.—If, after reviewing the evaluation, the eligible agency determines that an eligible recipient is not making substantial progress in achieving the local adjusted levels of performance, or that an eligible recipient demonstrates under section 113(b)(4)(C) persistent or a widening of performance gaps between multiple categories of students served by the eligible recipient in comparison to all students in the State served under the Act, the eligible agency shall—

"(i) conduct an assessment of the educational needs that the eligible recipient shall address to overcome local performance deficiencies;

1	"(ii) enter into an improvement plan
2	agreement with an eligible recipient based
3	on the results of the assessment, for the
4	first program year succeeding the program
5	year in which the eligible recipient failed to
6	meet the local adjusted levels of perform-
7	ance, which plan shall demonstrate how
8	the local performance deficiencies will be
9	corrected and include strategies for profes-
10	sional development and instructional and
11	other programmatic innovations of dem-
12	onstrated effectiveness, giving special con-
13	sideration to performance gaps identified
14	under section 113(b)(4)(C); and
15	"(iii) conduct regular evaluations of
16	the progress being made toward reaching
17	the local adjusted levels of performance as
18	described in section $113(b)(4)$ and
19	progress on implementing the improvement
20	plan.
21	"(B) Consultation.—The eligible agency
22	shall conduct the activities described in para-
23	graph (2) in consultation with teachers, par-
24	ents, other school staff, appropriate agencies,

1 and other appropriate individuals and organiza-2 tions.

"(3) TECHNICAL ASSISTANCE.—If the eligible agency determines that an eligible recipient is not properly implementing the eligible recipient's responsibilities under section 134, or is not making substantial progress in meeting the purpose of this Act, based on the local adjusted levels of performance, the eligible agency shall provide technical assistance to the eligible recipient to assist such recipient in carrying out the improvement activities consistent with the requirements of this Act.

## "(4) Subsequent action.—

"(A) In GENERAL.—If an eligible recipient fails to meet the local adjusted levels of performance as described in section 113(b)(4) and the purposes of this Act, has not implemented an improvement plan as described in paragraph (2), has shown no improvement within 1 year after implementing an improvement plan as described in paragraph (2), or has failed to meet the local adjusted levels of performance for 2 or more consecutive years, the eligible agency may, after notice and opportunity for a hearing, withhold from the eligible recipient all, or a por-

1	tion of, the eligible recipient's allotment under
2	this title.
3	"(B) Waiver for exceptional cir-
4	CUMSTANCES.—The eligible agency may waive
5	the sanction under this paragraph due to excep-
6	tional or uncontrollable circumstances such as a
7	natural disaster or a precipitous and unforeseen
8	decline in the financial resources of the State.
9	"(5) Funds resulting from reduced al-
10	LOTMENTS.—The eligible agency shall use funds
11	withheld under paragraph (4) to continue to provide
12	(through alternative arrangements) services and ac-
13	tivities in the area served by such recipient to meet
14	the purpose of this Act.".
15	SEC. 14. STATE LEADERSHIP ACTIVITIES.
16	Section 124 (20 U.S.C. 2344) is amended—
17	(1) in subsection (b)—
18	(A) in paragraph (1), by striking "learn-
19	ing" and inserting "education";
20	(B) in paragraph (2)—
21	(i) by inserting ", and the required
22	math and science education," after "use of
23	technology in vocational and technical edu-
24	cation"; and
25	(ii) in subparagraph (B)—

1	(I) by inserting "(including the
2	math and science knowledge that pro-
3	vides a strong basis for such skills)"
4	after "technical skills"; and
5	(II) by striking "and tele-
6	communications field" and inserting
7	"fields, including nontraditional
8	fields";
9	(C) in paragraph (3)—
10	(i) by inserting "at the secondary and
11	postsecondary levels" after "academic,
12	guidance, and administrative personnel";
13	(ii) by redesignating subparagraphs
14	(A) through (D) as subparagraphs (C)
15	through (F), respectively, and inserting be-
16	fore such subparagraphs (as so redesig-
17	nated) the following:
18	"(A) will provide inservice and preservice
19	training for vocational and technical education
20	teachers in the integration and use of rigorous
21	and challenging academics with vocational and
22	technical subjects;
23	"(B) are high quality, sustained, intensive,
24	and classroom-focused in order to have a posi-
25	tive and lasting impact on classroom instruction

1	and the teacher's performance in the classroom,
2	and are not 1-day or short-term workshops or
3	conferences;";
4	(iii) in subparagraph (C) (as so redes-
5	ignated)—
6	(I) by inserting "scientifically
7	based" after "based on"; and
8	(II) by striking "; and and in-
9	serting a semicolon;
10	(iv) in subparagraph (D) (as so redes-
11	ignated), by striking "assist students in
12	meeting" and inserting "improve student
13	achievement in order to meet"; and
14	(v) by amending subparagraph (E)
15	(as so redesignated) to read as follows:
16	"(E) will support education programs for
17	teachers of vocational and technical education
18	in public schools and other public school per-
19	sonnel who are involved in the direct delivery of
20	educational services to vocational and technical
21	education students to ensure that teachers and
22	personnel—
23	"(i) stay current with the needs, ex-
24	pectations, and methods of industry;

1	"(ii) meet teacher certification or li-
2	censing requirements, especially in core
3	academic subjects as defined in section
4	9101(11) of the Elementary and Sec-
5	ondary Education Act of 1965 (20 U.S.C.
6	7801(11));
7	"(iii) effectively develop integrated
8	rigorous and challenging academic and vo-
9	cational and technical education cur-
10	riculum;
11	"(iv) develop a high level of academic
12	and industry knowledge and skills nec-
13	essary to provide effective instruction in
14	vocational and technical education; and
15	"(v) effectively use applied learning
16	that contributes to the academic and voca-
17	tional and technical knowledge of the stu-
18	dent;";
19	(D) in paragraph (4), by striking "integra-
20	tion of academics" and all that follows through
21	"core academic," and inserting "provision of
22	rigorous and challenging academics that are in-
23	tegrated with vocational and technical education
24	to ensure achievement in the core academic sub-
25	jects (as defined in section 9101(11) of the Ele-

1	mentary and Secondary Education Act of 1965
2	(20 U.S.C. 7801(11))),";
3	(E) in paragraph (5), by striking "training
4	and employment" and inserting "fields";
5	(F) in paragraph (6), by inserting "and
6	complete a model sequence of courses, as de-
7	scribed in section 122(c)(1)(A)" after "tech-
8	nical skills";
9	(G) in paragraph (7), by striking "; and"
10	and inserting a semicolon;
11	(H) in paragraph (8), by striking the pe-
12	riod and inserting "; and"; and
13	(I) by inserting after paragraph (8) the
14	following:
15	"(9) technical assistance for eligible recipi-
16	ents."; and
17	(2) in subsection (c)—
18	(A) by striking paragraph (1), and redesig-
19	nating paragraphs (2) through (10) as para-
20	graphs (1) through (9), respectively, and para-
21	graphs (11) and (12) as paragraphs (12) and
22	(13), respectively;
23	(B) in paragraph (9) (as so redesignated),
24	by inserting "that prepare individuals academi-
25	cally and technically for current and emerging

1	occupations in demand" after "education
2	courses"; and
3	(C) by inserting after paragraph (9) (as so
4	redesignated) the following:
5	"(10) awarding incentive grants to eligible re-
6	cipients for exemplary performance in carrying out
7	programs under this Act, which awards shall be
8	based on—
9	"(A) eligible recipients exceeding chal-
10	lenging performance measures established
11	under section 113(b) in a manner that reflects
12	sustained or significant improvement;
13	"(B) eligible recipients effectively devel-
14	oping connections between secondary education
15	and postsecondary education and training;
16	"(C) the adoption and integration of rig-
17	orous and challenging academic and technical
18	coursework;
19	"(D) an eligible recipient's progress in hav-
20	ing special populations participating in voca-
21	tional and technical education programs meet
22	local adjusted levels of performance; or
23	"(E) other factors relating to the perform-
24	ance of the eligible recipient under this Act as
25	the eligible agency determines are appropriate.

1	"(11) providing for activities to support entre-
2	preneurship education and training;".
3	SEC. 15. DISTRIBUTION OF FUNDS TO SECONDARY SCHOOL
4	PROGRAMS.
5	Section 131 (20 U.S.C. 2351) is amended—
6	(1) by striking subsection (a) and redesignating
7	subsections (b) through (i) as subsections (a)
8	through (h), respectively;
9	(2) in subsection (a) (as so redesignated)—
10	(A) in the subsection heading, by striking
11	"Special" and "for Succeeding Fiscal Years";
12	and
13	(B) by striking "for fiscal year 2000 and
14	succeeding fiscal years"; and
15	(3) in subsection (b) (as so redesignated)—
16	(A) by striking "subsection (b)" and in-
17	serting "subsection (a)"; and
18	(B) by striking "(42 U.S.C. 9902(2))" and
19	inserting "(42 U.S.C. 9902(2)))".
20	SEC. 16. ELIMINATION OF REDISTRIBUTION RULE.
21	Section 133 (20 U.S.C. 2353) is amended by striking
22	subsection (b) and redesignating subsections (c) and (d)
23	as subsections (b) and (c) respectively

1	SEC. 17. LOCAL PLAN FOR VOCATIONAL AND TECHNICAL
2	EDUCATION PROGRAMS.
3	Section 134(b) (20 U.S.C. 2354(b)) is amended—
4	(1) in paragraph (2), by inserting "and local"
5	after "State";
6	(2) in paragraph (3)—
7	(A) by redesignating subparagraphs (A)
8	through (C) as subparagraphs (B) through (D),
9	respectively, and inserting before such subpara-
10	graphs the following:
11	"(A) offer the appropriate courses of at
12	least one of the model sequences of courses de-
13	scribed in section 124(c)(1), as appropriate to
14	the eligible recipient responsible for that ele-
15	ment of the sequence;";
16	(B) in subparagraph (B) (as so redesig-
17	nated)—
18	(i) by inserting "rigorous and chal-
19	lenging" after "integration of"; and
20	(ii) by inserting "subjects (as defined
21	by section 9101(11) of the Elementary and
22	Secondary Education Act of 1965 (20
23	U.S.C. 7801(11)))" after "core academic";
24	and

1	(C) in subparagraph (D) (as so redesig-
2	nated), by inserting "rigorous and" after
3	"taught to the same";
4	(3) by redesignating paragraphs (4) through
5	(10) as paragraphs (5) through (11), respectively,
6	and inserting after paragraph (3) the following:
7	"(4) describe how comprehensive professional
8	development (including initial teacher preparation)
9	for vocational and technical, academic, guidance,
10	and administrative personnel will be provided that
11	promotes the integration of rigorous and challenging
12	academic and technical education (including cur-
13	riculum development);";
14	(4) in paragraph (5) (as so redesignated)—
15	(A) by inserting "academic and vocational
16	and technical" after "students,"; and
17	(B) by inserting "(including the eligible re-
18	cipients that offer elements of the model se-
19	quence of courses)" after "such individuals and
20	entities"; and
21	(5) in paragraph (8) (as so redesignated)—
22	(A) in subparagraph (A), by striking ";
23	and" and inserting a semicolon;
24	(B) in subparagraph (B), by inserting
25	"and" after the semicolon; and

1	(C) by inserting after subparagraph (B)
2	the following:
3	"(C) will provide activities to prepare spe-
4	cial populations, including single parents and
5	displaced homemakers, for high skill, high wage
6	occupations that will lead to self-sufficiency;".
7	SEC. 18. LOCAL USE OF FUNDS.
8	Section 135 (20 U.S.C. 2355) is amended—
9	(1) in subsection (b)—
10	(A) in paragraph (1), by striking "to en-
11	sure learning in the core academic" and insert-
12	ing "as established in the State-developed
13	model sequences of courses described in section
14	122(c)(1)(A) to ensure learning in the core aca-
15	demic subjects (as defined by section 9101(11)
16	of the Elementary and Secondary Education
17	Act of 1965 (20 U.S.C. 7801(11)))";
18	(B) by striking paragraph (8);
19	(C) by redesignating paragraphs (2)
20	through (7) as paragraphs (4) through (9), re-
21	spectively, and inserting after paragraph (1) the
22	following:
23	"(2) link secondary vocational and technical
24	education and postsecondary vocational and tech-
25	nical education, including offering model sequences

1	of courses and implementing tech-prep programs
2	consistent with the activities described in paragraph
3	(3);
4	"(3) support tech-prep programs (if the eligible
5	recipient receives the funds from the eligible agency
6	under section 112(a)(1)) that—
7	"(A) are carried out under an articulation
8	agreement between the participants in a consor-
9	tium, which shall include—
10	"(i) a local educational agency, an in-
11	termediate educational agency or area vo-
12	cational and technical education school
13	serving secondary school students, or a
14	secondary school funded by the Bureau of
15	Indian Affairs; and
16	"(ii)(I) a nonprofit institution of high-
17	er education that offers—
18	"(aa) a 2- or 4-year degree
19	program, or a 2-year certificate
20	program, and is qualified as an
21	institution of higher education
22	pursuant to section 102 of the
23	Higher Education Act of 1965
24	(20 U.S.C. 1002) (except those
25	institutions described in section

1 102(a)(1)(C) of such Act), in-2 cluding an institution receiving 3 assistance under the Tribally 4 Controlled College or University Assistance Act of 1978 (25) 6 U.S.C. 1801 et seq.) and a trib-7 ally controlled postsecondary vo-8 cational and technical institution; 9 or 10 "(bb) a 2-year apprentice-11 ship program that follows sec-12 ondary instruction, if such non-13 profit institution of higher edu-14 cation is not prohibited from re-15 ceiving assistance under part B 16 of title IV of the Higher Edu-17 cation Act of 1965 (20 U.S.C. 18 1071 et seq.) pursuant to the 19 provisions of section 435(a)(3) of 20 such Act (20 U.S.C. 1083(a)); or 21 "(II) a proprietary institution of high-22 er education that offers a 2-year associate 23 degree program and is qualified as an in-24 stitution of higher education pursuant to 25 section 102 of the Higher Education Act

of 1965 (20 U.S.C. 1002), if such propri-1 2 etary institution of higher education is not subject to a default management plan re-3 4 quired by the Secretary, and may include nonprofit organizations that 6 provide eligible recipients with technology and 7 programs to enhance math and science skills, 8 employers, and labor organizations; 9 "(B) consist of a minimum of 2 years of 10 secondary school preceding graduation and a 11 minimum of 2 years of higher education, or an 12 apprenticeship program of at least 2 years, fol-13 lowing secondary instruction; 14 "(C) meet academic standards developed 15 by the State, including standards developed 16 under section 1111 of the Elementary and Sec-17 ondary Education Act of 1965 (20 U.S.C. 18 6311) for secondary students, and support pro-19 ficiency in mathematics, science, reading, writ-20 ing, communications, and technologies; "(D) are comprised of model sequences of 21 22 courses that integrate rigorous and challenging 23 academics and vocational and technical edu-24 cation;

1	"(E) provide technical preparation in a ca-
2	reer field such as engineering technology; ap-
3	plied science; a mechanical, industrial, or prac-
4	tical art or trade; agriculture; health occupa-
5	tions; business; applied economics; advanced
6	manufacturing; or other high-demand occupa-
7	tions as determined by the State;
8	"(F) use, if appropriate and available,
9	work-based or worksite learning in conjunction
10	with academic and vocational and technical edu-
11	cation;
12	"(G) use educational technology and dis-
13	tance learning, as appropriate, to involve all the
14	consortium partners more fully in the develop-
15	ment and operation of programs;
16	"(H) facilitate and promote close working
17	relationships among eligible recipients to ensure
18	that programs within a geographic area are
19	closely integrated with tech-prep program ac-
20	tivities;
21	"(I) are sustainable and use performance
22	indicator data, described in section 113, to in-
23	form program quality;
24	"(J) include academic and career coun-
25	seling for participants that provides information

1	to students (and parents, as appropriate) re-
2	garding tech-prep programs and supports stu-
3	dent progress in completing tech-prep pro-
4	grams;
5	"(K) include in-service training for teach-
6	ers that—
7	"(i) provides for joint training for
8	teachers in tech-prep programs; and
9	"(ii) is designed to ensure that teach-
10	ers and administrators stay current with
11	the needs, expectations, and methods of
12	business and all aspects of an industry;
13	and
14	"(L) provide students with transferable
15	credit between the consortium members, as de-
16	scribed in subparagraph (A), and may include
17	programs that allow secondary programs to be
18	co-located on postsecondary campuses;";
19	(D) in paragraph (5) (as so redesig-
20	nated)—
21	(i) by inserting ", and the related
22	math and science education" after "use of
23	technology in vocational and technical edu-
24	cation";
25	(ii) in subparagraph (B)—

1	(I) by inserting "(including the
2	math and science knowledge that pro-
3	vides a strong basis for such skills)"
4	after "technical skills"; and
5	(II) by striking "and tele-
6	communications field" and inserting
7	"fields"; and
8	(iii) in subparagraph (C)—
9	(I) by striking "work" and in-
10	serting "collaborate"; and
11	(II) by inserting "that improve
12	the math and science knowledge of
13	students" after "mentoring pro-
14	grams'';
15	(E) in paragraph (6) (as so redesig-
16	nated)—
17	(i) by striking "teachers," and insert-
18	ing "secondary and postsecondary teach-
19	ers, instructors,"; and
20	(ii) in subparagraph (A), by striking
21	"in effective teaching skills based on re-
22	search" and inserting "in effective integra-
23	tion of rigorous and challenging academic
24	and vocational and technical education, in

1	effective teaching skills based on scientif-
2	ically based research"; and
3	(F) by inserting after paragraph (9) (as so
4	redesignated) the following:
5	"(10) provide activities to prepare special popu-
6	lations, including single parents and displaced home-
7	makers, for high skill, high wage occupations that
8	will lead to self sufficiency."; and
9	(2) in subsection (c)—
10	(A) in paragraph (2), by inserting ", re-
11	garding the range of postsecondary options
12	available, including for adult students who are
13	changing careers or updating skills" before the
14	semicolon;
15	(B) in paragraph (5), by inserting ", in-
16	cluding the establishment and operation of spe-
17	cial arrangements with industry partners that
18	allow qualified industry professionals to serve as
19	faculty in postsecondary programs" before the
20	semicolon;
21	(C) in paragraph (8), by striking "aides"
22	and inserting "aids";
23	(D) in paragraph (9), by inserting "that
24	address the integration of academic and voca-

1	tional and technical education and" after
2	"teacher preparation programs";
3	(E) by redesignating paragraphs (10)
4	through (14) as paragraphs (12) through (16),
5	and paragraph (15) as paragraph (19), respec-
6	tively, and inserting after paragraph (9) the fol-
7	lowing:
8	"(10) to develop and expand postsecondary pro-
9	gram offerings that are accessible by students, in-
10	cluding the use of distance education;
11	"(11) to provide activities to support entrepre-
12	neurship education and training;";
13	(F) in paragraph (12) (as so redesig-
14	nated), by inserting ", including development of
15	new proposed model sequences of courses for
16	consideration by the eligible agency and courses
17	that prepare individuals academically and tech-
18	nically for current and emerging occupations
19	that are in demand" before the semicolon;
20	(G) by amending paragraph (16) (as so re-
21	designated) to read as follows:
22	"(16) to support training in nontraditional
23	fields; "; and
24	(H) by inserting after paragraph (16) (as
25	so redesignated) the following:

1	"(17) to provide accurate information relating
2	to the availability of supportive services available in
3	an area served by the eligible recipient, and referral
4	to such services, as appropriate;
5	"(18) to support the activities described in sub-
6	section (b)(3); and".
7	SEC. 19. REPEAL OF TECH-PREP EDUCATION ACT.
8	Title II (20 U.S.C. 2071 et seq.) is repealed.
9	SEC. 20. GENERAL PROVISIONS.
10	(a) Redesignation of Title III.—
11	(1) Redesignation.—Title III of the Carl D.
12	Perkins Vocational and Technical Education Act of
13	1998 (20 U.S.C. 2391 et seq.) is amended by redes-
14	ignating such title as title II of such Act. Such title
15	is further amended by redesignating sections 311
16	through 318 as section 211 through 218, respec-
17	tively, and sections 321 through 325 as sections 221
18	through 225, respectively.
19	(2) Table of contents amendment.—The
20	table of contents of the Carl D. Perkins Vocational
21	and Technical Education Act of 1998 is amended—
22	(A) by striking the items relating to title
23	III; and
24	(B) by amending the items relating to title
25	II to read as follows:

#### "TITLE II—GENERAL PROVISIONS

#### "PART A—FEDERAL ADMINISTRATIVE PROVISIONS

- "Sec. 211. Fiscal requirements.
- "Sec. 212. Authority to make payments.
- "Sec. 213. Construction.
- "Sec 214. Voluntary selection and participation.
- "Sec. 215. Limitation for certain students.
- "Sec. 216. Federal laws guaranteeing civil rights.
- "Sec. 217. Participation of private school children.
- "Sec. 218. Participation of private school personnel.

#### "PART B—STATE ADMINISTRATIVE PROVISIONS

- "Sec. 221. Joint funding.
- "Sec. 222. Prohibition on use of funds to induce out-of-State relocation of businesses.
- "Sec. 223. State administrative costs.
- "Sec. 224. Limitation on Federal regulations.
- "Sec. 225. Student assistance and other Federal programs.".
- 1 (b) FISCAL REQUIREMENTS.—Section 211(b) (20
- 2 U.S.C. 2391(b)) (as so redesignated) is amended by in-
- 3 serting after paragraph (2) the following:
- 4 "(3) Definition.—For purposes of this sub-
- 5 section, the term 'preceding fiscal year' means the
- 6 Federal fiscal year or the 12-month fiscal period
- 7 used by a State for official reporting purposes, prior
- 8 to the beginning of the Federal fiscal year in which
- 9 funds are available for obligation by the Secretary.".
- 10 (c) Participation of Private School Chil-
- 11 DREN.—Section 217 (as so redesignated) is amended to
- 12 read as follows:
- 13 "SEC. 217. PARTICIPATION OF PRIVATE SCHOOL CHIL-
- 14 DREN.
- 15 "(a) Participation on Equitable Basis.—

"(1) IN GENERAL.—To the extent consistent with the number of children in the school district of a local educational agency that is eligible to receive funds under this Act, or that serves the area in which a program assisted under this Act is located, who are enrolled in private nonprofit elementary schools and secondary schools, or, with respect to instructional or personnel training programs funded by an eligible agency, the local educational agency, after consultation with appropriate private school of-ficials—

"(A) shall provide, on an equitable basis and as may be necessary, for the benefit of such children in such schools, secular, neutral, and nonideological services (or other benefits), materials, and equipment, including the participation of the teachers of such children (and other educational personnel serving such children) in training programs; or

"(B) if such services, materials, and equipment are not feasible or necessary in one or more such private schools (as determined by the local educational agency after consultation with the appropriate private school officials), shall provide such other arrangements as will assure equitable participation of such children in the purposes and benefits of this Act.

"(2) APPLICATION OF REQUIREMENTS.—The requirements of this section relating to the participation of children, teachers, and other personnel serving such children shall apply to programs carried out under this Act by an eligible agency or local educational agency, whether directly or through grants to, or contracts with, other public or private agencies, institutions, or organizations.

### "(b) Equal Expenditures.—

- "(1) IN GENERAL.—Expenditures for programs under subsection (a) shall be equal (consistent with the number of children to be served) to expenditures for programs under this Act for children enrolled in the public schools of the local educational agency.
- "(2) Concentrated programs.—When funds available to a local educational agency under this Act are used to concentrate programs on a particular group, attendance area, or grade or age level, the local educational agency shall, after consultation with the appropriate private school officials, assure the equitable participation in both the purposes and benefits of such programs for children enrolled in private schools who are included within the group,

attendance area, or grade or age level selected for such concentration shall, taking into account the needs of the individual children and other factors that relate to the expenditures referred to in paragraph (1).

## "(c) Administrative Requirements.—

- "(1) Funds, materials and equipment.—
- "(A) Funds.—The control of funds expended under this section shall be administered by a public agency.
- "(B) Materials and equipment provided under this section, shall remain with a public agency for the uses and purposes provided in this Act "(2) Provision of Services.—Services provided under this Act shall be provided by employees

of a public agency or through contract by such a public agency with a person, association, agency, organization, institution or corporation that, in the provision of such services, is independent of the private school and of any religious organizations, and such employment or contract shall be under the control and supervision of such a public agency. The funds utilized under this section shall not be com-

mingled with State or local funds.

"(3) TIMING AND CONTENT OF CONSULTATION.—The consultation required under this section
shall include meetings of agency and private school
officials and shall occur before the eligible agency
and local educational agency makes any decision
that affects the opportunities of eligible private
school children to participate in programs under this
Act. Such meetings shall include a discussion of
service delivery mechanisms (including third party
contractors) and shall continue throughout implementation and assessment of services under this Act.

# "(d) Waiver and Bypass Procedures.—

- "(1) STATE PROHIBITION.—If an eligible agency or local educational agency is prohibited, by reason of any provision of law, from providing for the participation in programs of children enrolled in private elementary schools and secondary schools as required by subsections (a) through (c), the Secretary shall waive such requirements for the agency involved and shall arrange for the provision of services to such children through arrangements that shall be subject to the requirements of this section.
- "(2) Failure to comply.—If the Secretary determines that an eligible agency or a local educational agency has substantially failed, or is unwill-

- ing, to provide for the participation on an equitable
  basis of children enrolled in private elementary
  schools and secondary schools as required by subsections (a) through (c), the Secretary may waive
  such requirements and shall arrange for the provision of services to such children through arrangements that shall be subject to the requirements of
  this section.
  - "(3) Payment from State allotment.—
    When the Secretary arranges for services under this subsection, the Secretary shall, after consultation with the appropriate public school and private school officials, pay the cost of such services, including the administrative costs of arranging for those services, from the appropriate allotment of the eligible agency under this Act.
  - "(4) DURATION OF DETERMINATION.—Any determination by the Secretary under this section shall continue in effect until the Secretary determines that there will no longer be any failure or inability on the Act of the eligible agency or local educational agency to meet the requirements of subsections (a) through (c).
- 24 "(5) REVIEW OF DETERMINATION.—The Sec-25 retary shall not take any final action under this sec-

- tion until the eligible agency and the local edu-
- 2 cational agency affected by such action have had an
- 3 opportunity, for not less than 45 days after receiving
- 4 written notice thereof, to submit written objections
- 5 and to appear before the Secretary or the Sec-
- 6 retary's designee to show cause why that action
- 7 should not be taken.
- 8 "(e) Withholding of Allotment or Alloca-
- 9 TION.—Pending final resolution of any investigation or
- 10 complaint that could result in a waiver under subsection
- 11 (d)(1) or (d)(2), the Secretary may withhold from the al-
- 12 lotment or allocation of the affected eligible agency or local
- 13 educational agency the amount estimated by the Secretary
- 14 to be necessary to pay the cost of services to be provided
- 15 by the Secretary under such subsection.
- 16 "(f) Prior Determination.—Any bypass deter-
- 17 mination by the Secretary under Title I or Title IX of
- 18 the Elementary and Secondary Education Act of 1965
- 19 shall, to the extent consistent with the purposes of this
- 20 Act, apply to programs under this Act until such deter-
- 21 minations terminate or expire.".