CERTIFICATION OF ENROLLMENT

ENGROSSED SECOND SUBSTITUTE SENATE BILL 5315

Chapter 436, Laws of 2023

68th Legislature 2023 Regular Session

SPECIAL EDUCATION-NONPUBLIC AGENCIES

EFFECTIVE DATE: July 23, 2023

Passed by the Senate April 21, 2023 Yeas 48 Nays 1

DENNY HECK

President of the Senate

Passed by the House April 20, 2023 Yeas 96 Nays 0

LAURIE JINKINS

Speaker of the House of Representatives Approved May 11, 2023 10:04 AM

CERTIFICATE

I, Sarah Bannister, Secretary of the Senate of the State of Washington, do hereby certify that the attached is **ENGROSSED SECOND SUBSTITUTE SENATE BILL 5315** as passed by the Senate and the House of Representatives on the dates hereon set forth.

SARAH BANNISTER

Secretary

FILED

May 11, 2023

JAY INSLEE

Secretary of State State of Washington

Governor of the State of Washington

ENGROSSED SECOND SUBSTITUTE SENATE BILL 5315

AS AMENDED BY THE HOUSE

Passed Legislature - 2023 Regular Session

State of Washington 68th Legislature 2023 Regular Session

By Senate Ways & Means (originally sponsored by Senators C. Wilson, Billig, Hasegawa, Keiser, Kuderer, Nguyen, Nobles, Pedersen, and Valdez; by request of Superintendent of Public Instruction)

READ FIRST TIME 02/23/23.

AN ACT Relating to nonpublic agencies operating special education programs for students with disabilities; amending RCW 28A.155.090, 28A.155.060, and 28A.155.210; adding a new section to chapter 28A.300 RCW; adding new sections to chapter 28A.155 RCW; creating new sections; and providing an expiration date.

6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

7 (1) (a) (i) The legislature finds that the NEW SECTION. Sec. 1. federal individuals with disabilities education act, Title 20 U.S.C. 8 9 Sec. 1400 et seq., establishes duties for the state education agency, 10 which is the office of the superintendent of public instruction in 11 Washington, with respect to students with disabilities who are placed 12 in a private school or facility by a school district or other public 13 agency as a means of providing special education and related 14 services.

(ii) Since 2006, the federal implementing regulations of the federal individuals with disabilities education act have required that the office of the superintendent of public instruction ensure that a student with a disability who is placed in a private school or facility by a school district or other public agency:

1 (A) Is provided special education and related services in 2 conformance with an individualized education program that meets the 3 requirements of federal law and at no cost to the student's parents;

4 (B) Is provided an education that meets the standards that apply
5 to education provided by a school district or other public agency;
6 and

7 (C) Has all of the rights of a student with a disability who is 8 served by a school district or other public agency.

9 (iii) Since 2006, the federal implementing regulations of the 10 federal individuals with disabilities education act have required 11 that the office of the superintendent of public instruction, in 12 implementing the requirements described in (a)(ii) of this 13 subsection:

14 (A) Monitor compliance through procedures such as written15 reports, on-site visits, and parent questionnaires;

(B) Disseminate copies of applicable standards to each private school and facility to which a school district or other public agency has placed a student with a disability; and

19 (C) Provide an opportunity for those private schools and 20 facilities to participate in the development and revision of state 21 standards that apply to them.

22 federal implementing regulations of (iv) The the federal 23 individuals with disabilities education act require the state to monitor implementation of the individuals with disabilities education 24 25 act to improve educational results and functional outcomes for all students with disabilities. The state must use indicators to measure 26 school district performance, identify areas of noncompliance, and use 27 28 appropriate enforcement mechanisms, such as technical assistance, 29 corrective action, or withholding funds.

(b) The legislature acknowledges that it has not codified the 30 31 federal requirements. Therefore, the legislature intends to codify 32 the duty and authority of the superintendent of public instruction to establish standards for authorizing, monitoring, and investigating 33 private schools approved by the state board of education under RCW 34 28A.305.130, other private in-state entities, and any out-of-state 35 entities, that contract with school districts to provide special 36 education and related services to students with disabilities. The 37 legislature also intends to codify the requirement that these 38 39 standards must ensure that any students with disabilities placed in the authorized entities by school districts have the same rights, 40

protections, and access to special education and related services
 that they would have if served by school districts.

3 (2)(a)(i) The federal implementing regulations of the federal 4 individuals with disabilities education act specify that, when a 5 school district or other public agency has placed a student with 6 disabilities in a private school or facility, responsibility for 7 compliance with the federal individuals with disabilities education 8 act remains with the school district or other public agency and with 9 the office of the superintendent of public instruction.

10 (ii) State statute permits school districts to contract with 11 entities authorized by the office of the superintendent of public 12 instruction to operate special education programs for students with 13 disabilities and specifies that the approval standards must conform 14 substantially to those of special education programs in the school 15 districts.

16 (iii) Rules of the office of the superintendent of public 17 instruction specify the minimum elements of the written contract that must be made between a school district and an authorized entity. In 18 addition, these rules specify that the school district remains 19 responsible for ensuring that any student placed in an authorized 20 21 entity is provided a free appropriate public education in conformance 22 with the individualized education program developed by the school 23 district.

(b) The legislature intends to codify the responsibilities of school districts placing students with disabilities in authorized entities, including specifying minimum contract and parent notification requirements.

28 (3) In addition, the legislature intends to ensure accountability is properly exercised and shared by directing the state auditor to 29 conduct a performance audit of the system for overseeing the 30 31 authorized entities that provide special education services to 32 students with disabilities, as well as requiring school districts contracting with these authorized entities to report concerns about 33 education overbilling to the office of the superintendent of public 34 instruction and the office of the state auditor. 35

36 Sec. 2. RCW 28A.155.090 and 2007 c 115 s 11 are each amended to 37 read as follows:

1 The superintendent of public instruction shall have the duty and 2 authority, through the administrative section or unit for the 3 education of children with ((disabling conditions)) disabilities, to:

4 (1) Assist school districts in the formation of programs to meet 5 the needs of children with disabilities;

6 (2) Develop interdistrict cooperation programs for children with 7 disabilities as authorized in RCW 28A.225.250;

8 (3) Provide, upon request, to parents or guardians of children 9 with disabilities, information as to the special education programs 10 for students with disabilities offered within the state;

(4) Assist, upon request, the parent or guardian of any child with disabilities in the placement of any child with disabilities who is eligible for but not receiving special educational services for children with disabilities;

15 (5) Approve school district and agency programs as being eligible 16 for special excess cost financial aid to students with disabilities;

17 (6) Establish standards for authorizing, monitoring, and investigating private schools approved by the state board of 18 19 education under RCW 28A.305.130, other private in-state entities, and any out-of-state entities, that contract with school districts under 20 RCW 28A.155.060 to provide special education and related services to 21 children with disabilities. The standards must ensure that any 22 children with disabilities placed in authorized entities by school 23 districts have the same rights, protections, and access to special 24 25 education and related services that they would have if served by a school district; 26

27 (7) Consistent with the provisions of RCW 28A.150.390, 28 28A.160.030, and 28A.155.010 through 28A.155.160, and part B of the 29 federal individuals with disabilities education improvement act, 30 administer administrative hearings and other procedures to ensure 31 procedural safeguards of children with disabilities; and

32 part B of the federal individuals with disabilities education 33 improvement act or other federal law providing for special education 34 services for children with disabilities and the several provisions of 35 RCW 28A.150.390, 28A.160.030, and 28A.155.010 through 28A.155.160 and 36 to ensure appropriate access to and participation in the general 37 education curriculum and participation in statewide assessments for 38 39 all students with disabilities.

<u>NEW SECTION.</u> Sec. 3. A new section is added to chapter 28A.300
 RCW to read as follows:

(1) The office of the superintendent of public instruction may 3 authorize private schools approved by the state board of education 4 under RCW 28A.305.130, other private in-state entities, and any out-5 6 of-state entities to contract with school districts under RCW 28A.155.060 to provide special education and related services to 7 students with disabilities. For authorized entities with multiple 8 locations, the office of the superintendent of public instruction 9 must approve each location independently. 10

(2) The office of the superintendent of public instruction shall establish a process for private schools approved by the state board of education under RCW 28A.305.130 to apply for authorization or reauthorization for a period of up to five years and for other entities to apply for authorization or reauthorization for a period of up to three years.

17 (3) To qualify for authorization or reauthorization, an applicant18 must, at a minimum, meet the following requirements:

19

(a) Offer a program of basic education that will provide:

(i) Opportunities for students to meet the goals of RCW
28A.150.210, in accordance with an individual assessment of student
strengths and needs as determined by the placing school districts,
and any other requirements established by contract; and

(ii) Opportunities for students in grades nine through 12 to
either meet high school graduation requirements under RCW 28A.230.090
or to earn a high school equivalency certificate under RCW 28B.50.536
or laws of the state in which the applicant is located;

(b) Maintain applicable facility licenses and applicable agencyapprovals of the state in which the applicant is located;

30 (c) Employ or contract with teachers and related services staff 31 who meet the licensing requirements of the state in which the 32 applicant is located;

33 (d) Meet applicable fire codes of the local fire marshal or the 34 fire marshal of the state in which the applicant is located;

35 (e) Meet applicable health and safety standards of the local 36 jurisdiction and state in which the applicant is located;

(f) Demonstrate through audits that the applicant is financially stable and has accounting systems that allow for separation of school district funds, including financial safeguards in place to track revenues and expenditures associated with contracted placements to

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ensure that funds are used to provide education and related services
 to students placed in the authorized entity by the school district;

3 (g) Demonstrate that the applicant has procedures in place that 4 address staff employment and contracting, including checking personal 5 and professional references, conducting state and federal criminal 6 background checks, and conducting regular staff evaluations that 7 address staff competencies;

8 (h) Maintain a policy of nondiscrimination and provide procedural 9 safeguards for students and their families; and

10 (i) Pass an on-site inspection conducted by the office of the 11 superintendent of public instruction that confirms that the health 12 and safety of the facilities, the staffing qualifications and levels, 13 and the procedural safeguards are sufficient to provide a safe and 14 appropriate learning environment for students.

15 (4) The office of the superintendent of public instruction must 16 prohibit authorized entities from charging tuition or fees to 17 students placed in the authorized entity by a school district.

(5) As used in this section, the term "authorized entity" means a private school approved by the state board of education under RCW 28A.305.130, another private in-state entity, or any out-of-state entity, that has been authorized by the office of the superintendent of public instruction to contract with a school district to provide a program of special education for students with disabilities.

24 <u>NEW SECTION.</u> Sec. 4. A new section is added to chapter 28A.155 25 RCW to read as follows:

(1) On its webpage related to special education, the office of the superintendent of public instruction must develop and publish a complaint process for individuals to report noncompliance with local, state, or federal laws or violation of students rights by authorized entities. The webpage may include additional instructions for submitting complaints to the resident school district and for using the special education community complaint processes, when applicable.

33 (2) When an authorized entity notifies the office of the 34 superintendent of public instruction about major program changes, the 35 office shall review the changes with affected school districts to 36 determine whether the entity remains authorized to provide contracted 37 services.

38 (3) The office of the superintendent of public instruction must 39 monitor and investigate authorized entities and contracting school

districts to ensure compliance with the requirements of RCW 1 28A.155.060 and section 3 of this act. In completing this duty, the 2 office of the superintendent of public instruction must use 3 information and data gathered during on-site visits, submitted 4 through the complaint processes, and provided by authorized entities 5 6 and school districts. The office of the superintendent of public instruction must use this process to identify and address patterns of 7 misconduct, including issuing corrective action or revoking an 8 entity's authorization under section 3 of this act to contract with 9 school districts. 10

11 (4) The office of the superintendent of public instruction may 12 suspend, revoke, or refuse to renew the authorization of an entity 13 under section 3 of this act if the entity:

14 (a) Fails to maintain authorization standards under section 3 of 15 this act;

16 (b) Violates the rights of students placed in the authorized 17 entity by a school district;

(c) Fails to adhere to applicable local, state, and federal laws,including health, safety, and civil rights laws;

20 (d) Fails to comply with contract requirements under RCW 21 28A.155.060; or

(e) Refuses to implement any corrective actions ordered by theoffice of the superintendent of public instruction.

24 (5) As used in this section, "authorized entity" and "entity" has 25 the same meaning as in section 3 of this act.

26 <u>NEW SECTION.</u> Sec. 5. A new section is added to chapter 28A.155 27 RCW to read as follows:

(1) The office of the superintendent of public instruction shall 28 notify the state board of education if any private school authorized 29 30 by the office of the superintendent of public instruction under 31 section 3 of this act that is also approved by the state board of 32 education under chapter 28A.195 RCW is investigated for noncompliance, is directed to complete corrective action, or fails to 33 maintain authorization. 34

35 (2) The state board of education shall notify the office of the 36 superintendent of public instruction of any unresolved concerns, 37 deficiencies, or deviations related to a private school authorized by 38 the office of the superintendent of public instruction under section

3 of this act that is also approved by the state board of education
 under chapter 28A.195 RCW.

3 Sec. 6. RCW 28A.155.060 and 2007 c 115 s 6 are each amended to 4 read as follows:

5 (1) For the purpose of carrying out the provisions of RCW 28A.155.020 through 28A.155.050, the board of directors of every 6 school district shall be authorized to contract with ((agencies 7 approved by the superintendent of public instruction for operating 8 9 special education programs for students with disabilities. Approval standards for such agencies shall conform substantially with those of 10 11 special education programs in the common schools)) private schools approved by the state board of education under RCW 28A.305.130, other 12 private in-state entities, and any out-of-state entities authorized 13 14 by the office of the superintendent of public instruction under section 3 of this act to provide special education and related 15 16 services to students with disabilities placed in the authorized 17 entities by school districts.

18 (2) A school district that chooses to contract with an authorized 19 entity must enter into a written contract to establish the 20 responsibilities of the school district and the authorized entity, 21 and set forth the rights of students with disabilities placed in the 22 authorized entity by the school district as a means of providing 23 special education and related services. The contract must include, at 24 a minimum, the following elements:

25 (a) The names of the parties involved and the name of the student 26 placed in the authorized entity by the school district;

27 (b) The locations and settings of the education and related 28 services to be provided;

29 (c) (i) A description of the opportunities for the student to meet 30 a program of basic education that meets the goals of RCW 28A.150.210, 31 in accordance with an individual assessment of student strengths and 32 needs initially performed by the placing school districts and updated 33 by the authorized entity; and

34 (ii) When applicable, a description of the opportunities for the 35 student to either meet high school graduation requirements under RCW 36 28A.230.090 or to earn a high school equivalency certificate under 37 RCW 28B.50.536 or laws of the state in which the authorized entity is 38 located;

1	(d) A schedule, of at least once per academic term, for the
2	authorized entity to provide to the school district student progress
3	reports. The progress reports must describe how the student is
4	meeting personalized learning outcomes;
5	(e) The total contract cost and applicable charge and
6	reimbursement systems, including billing and payment procedures;
7	(f) Acknowledgment that the authorized entity is responsible for
8	full reimbursement to the school district of any overpayments
9	determined to have been made by the school district;
10	(g) Acknowledgment that the authorized entity has a list of staff
11	members providing the education and related services and a copy of
12	the license that qualifies each staff member to provide the services;
13	(h) An agreement by the authorized entity to employ or contract
14	with at least one licensed teacher with a special education
15	endorsement;
16	(i) Acknowledgment that the staff of the authorized entity are
17	regularly trained on the following topics:
18	(i) The constitutional and civil rights of students in schools;
19	(ii) Child and adolescent development;
20	(iii) Trauma-informed approaches to working with children and
21	youth;
22	(iv) Cultural competency, diversity, equity, and inclusion,
23	including best practices for interacting with students from
24	particular backgrounds, including English learner, LGBTQ, immigrant,
25	female, and nonbinary students. For the purposes of this subsection,
26	"cultural competency," "diversity," "equity," and "inclusion" have
27	the same meanings as in RCW 28A.415.443;
28	(v) Student isolation and restraint requirements under RCW
29	<u>28A.600.485;</u>
30	(vi) The federal family educational rights and privacy act (Title
31	20 U.S.C. Sec. 1232g) requirements including limits on access to and
32	dissemination of student records for noneducational purposes;
33	(vii) Recognizing and responding to student mental health issues;
34	and
35	(viii) Educational rights of students with disabilities, the
36	relationship of disability to behavior, and best practices for
37	interacting with students with disabilities;
38	(j) Acknowledgment that the school district and the authorized
39	entity have clearly established their respective responsibilities and
40	processes for student data collection and reporting;

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1 (k) Acknowledgment that the authorized entity will promptly submit to the school district any complaints it receives; 2 (1) Acknowledgment that the authorized entity will submit other 3 information required by the school district or the office of the 4 superintendent of public instruction; 5 6 (m) Acknowledgment that the authorized entity must comply with 7 student isolation and restraint requirements under RCW 28A.600.485; (n) Acknowledgment that the authorized entity will notify: 8 9 (i) The office of the superintendent of public instruction and every school district with which it contracts of any major program 10 changes that occur during the authorization period, including adding 11 12 or eliminating services or changing the type of programs available to 13 students; 14 (ii) The office of the superintendent of public instruction, every school district with which it contracts, and every parent or 15 16 quardian of an affected student of any conditions that would affect 17 the authorized entity's ability to continue to provide the contracted 18 services; and 19 (iii) The office of the superintendent of public instruction and 20 every school district with which it contracts of any complaints it receives regarding services to students, as well as any law 21 22 enforcement incident reports involving the authorized entity and its 23 enrolled students; 24 (o) Acknowledgment that the authorized entity must comply with 25 all relevant Washington state and federal laws that are applicable to 26 the school district; and 27 (p) Acknowledgment that the school district must provide the 28 office of the superintendent of public instruction with the 29 opportunity to review the contract and related documentation upon 30 request. 31 (3) (a) A school district that contracts with an authorized entity under this section shall conduct an annual on-site visit to confirm 32 that the health and safety of the facilities, the staffing 33 qualifications and levels, and the procedural safeguards are 34 35 sufficient to provide a safe and appropriate learning environment for 36 students. 37 (b) A contracting school district may arrange for another school district to complete the annual on-site visit on its behalf, so long 38 39 as the school district conducting the on-site visit provides a 40 written report to the contracting school district that documents the

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1 results of the on-site visit and any concerns about the learning 2 environment. 3 (4) Each school district contracting with an authorized entity under this section shall provide the following documents to the 4 parents or quardians of each student placed in the authorized entity 5 6 by the school district: 7 (a) A summary of the school district's and the authorized entity's responsibilities and processes for reporting incidents of 8 student isolation and restraint under RCW 28A.600.485; and 9 10 (b) A copy of the complaint procedure developed by the office of the superintendent of public instruction under section 4 of this act. 11 (5) Each school district contracting with an authorized entity 12 under this section shall report to the office of the superintendent 13 of public instruction and the office of the Washington state auditor 14 anv concerns the school district has about overbilling by the 15 16 authorized entity. 17 (6) Each school district contracting with an authorized entity under this section shall remain responsible for ensuring that the 18 19 students with disabilities placed in the authorized entity are: (a) Provided a free appropriate public education in accordance 20 with the federal individuals with disabilities education act, Title 21 22 20 U.S.C. Sec. 1400 et seq. and this chapter; 23 (b) Provided with special education and related services at no 24 cost to the student's parents and in conformance with an 25 individualized education program as required by law, including evaluations and individualized education program team meetings that 26 27 meet all applicable requirements; and 28 (c) Provided with an opportunity to participate in Washington 29 state and school district assessments. 30 (7) As used in this section, the term "authorized entity" has the 31 same meaning as in section 3 of this act. Sec. 7. RCW 28A.155.210 and 2013 c 202 s 3 are each amended to 32 33 read as follows: ((school that is required to develop an)) student's 34 А individualized education program ((as required by federal law)) must 35 include ((within the plan)) procedures for notification of a parent 36 or guardian regarding the use of restraint or isolation under RCW 37 38 28A.600.485. If a student is placed in an authorized entity under RCW

39 28A.155.060, the student's individualized education program must also

1 specify any additional procedures required to ensure the authorized

2 entity fully complies with RCW 28A.600.485.

3 <u>NEW SECTION.</u> Sec. 8. A new section is added to chapter 28A.155
4 RCW to read as follows:

5 (1) Beginning December 1, 2023, and in compliance with RCW 43.01.036, the office of the superintendent of public instruction 6 shall annually submit a report to the education committees of the 7 legislature regarding placements of students with disabilities at 8 authorized entities under RCW 28A.155.060. A summary of the report, 9 10 including a link to the full report content, must also be posted on the office of the superintendent of public instruction's website. The 11 report must include: 12

(a) The academic progress of students receiving special education
 services from authorized entities, using the results of the two most
 recent state assessments;

16 (b) The graduation rates of students who have received special 17 education services from authorized entities;

18 (c) The rate at which students receiving special education 19 services from authorized entities return to their resident school 20 districts;

(d) Data on student restraint and isolation incidents,discipline, and attendance at authorized entities; and

(e) Any corrective action or change in an entity's authorization status, as ordered by the office of the superintendent of public instruction.

(2) The data published under subsection (1) of this section must
be disaggregated by each authorized entity when it is possible to do
so without disclosing, directly or indirectly, a student's personally
identifiable information as protected under the federal family
educational rights and privacy act (Title 20 U.S.C. Sec. 1232g).

31 (3) As used in this section, "authorized entity" has the same 32 meaning as in section 3 of this act.

33 <u>NEW SECTION.</u> Sec. 9. (1) The state auditor shall conduct a 34 performance audit of the authorization, monitoring, and investigation 35 of authorized entities and the school districts that contract with 36 authorized entities under RCW 28A.155.060 to provide special 37 education and related services to students with disabilities. As 38 appropriate, the state auditor shall make recommendations for 1 improving the system for overseeing authorized entities. The state 2 auditor may conduct the performance audit at a sample of school 3 districts and authorized nonpublic entities as needed.

4 (2) By November 30, 2026, and in compliance with RCW 43.01.036,
5 the state auditor shall report the performance audit's findings and
6 recommendations to the governor and the education committees of the
7 legislature.

8 (3) As used in this section, "authorized entity" has the same 9 meaning as in section 3 of this act.

10

0 (4) This section expires August 1, 2027.

Passed by the Senate April 21, 2023. Passed by the House April 20, 2023. Approved by the Governor May 11, 2023. Filed in Office of Secretary of State May 11, 2023.

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