IN THE HOUSE OF REPRESENTATIVES

HOUSE BILL NO. 289

BY EDUCATION COMMITTEE

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2	RELATING TO EDUCATION; AMENDING TITLE 33, IDAHO CODE, BY THE ADDITION OF A
3	NEW CHAPTER 66, TITLE 33, IDAHO CODE, TO ESTABLISH PROVISIONS REGARDING
4	THE IDAHO EDUCATION OPPORTUNITY PROGRAM, TO DEFINE TERMS, TO PROVIDE
5	FOR CERTAIN ACCOUNTS, TO PROVIDE FOR FUNDING PROCEDURES, AND TO PROVIDE
5	FOR ADMINISTRATION; AMENDING SECTION 33-1030, IDAHO CODE, TO REVISE
7	A DEFINITION; PROVIDING SEVERABILITY; AND DECLARING AN EMERGENCY AND
3	PROVIDING AN EFFECTIVE DATE.

Be It Enacted by the Legislature of the State of Idaho:

SECTION 1. That Title 33, Idaho Code, be, and the same is hereby amended by the addition thereto of a <u>NEW CHAPTER</u>, to be known and designated as Chapter 66, Title 33, Idaho Code, and to read as follows:

CHAPTER 66 IDAHO EDUCATION OPPORTUNITY PROGRAM

- 33-6601. IDAHO EDUCATION OPPORTUNITY PROGRAM. (1) There is hereby established the Idaho education opportunity program (IEOP), to be administered by the state department of education according to the provisions of this chapter.
- (2) To administer this program, the state department of education shall:
 - (a) Establish an IEOP application process; and
 - (b) Subject to appropriation, award IEOP grants under this program to qualifying students whose household has an adjusted gross income under seventy thousand dollars (\$70,000), as verified by the state tax commission using the prior year's tax returns. Starting thirty (30) days after grant awards in a fiscal year are made pursuant to this paragraph, remaining funds shall be available to all other eligible students on a first-come, first-served basis until all available funds are distributed.
 - (3) (a) There is hereby established in the state treasury the Idaho education opportunity program fund, to be administered by the state department of education. Moneys in the fund shall be continuously appropriated for the purpose of funding student accounts pursuant to this chapter. Funds shall consist of:
 - (i) Legislative appropriations;
 - (ii) Donations and contributions made to the fund; and
 - (iii) Interest earned on idle moneys in the fund.
 - (b) The public education stabilization fund may not be utilized to fund the Idaho education opportunity program.
 - 33-6602. DEFINITIONS. For the purposes of this chapter:

- (1) "Eligible postsecondary institution" means a community college, a university under the jurisdiction of the state board of education or the board of regents of the university of Idaho, or an accredited private postsecondary institution.
 - (2) "Obscene" means a depiction that:

- (a) The average person, applying contemporary community standards, would find to appeal to the prurient interest;
- (b) Depicts or describes sexual conduct in a patently offensive way; and
- (c) Lacks serious literary, artistic, political, or scientific value.
- (3) "Parent" means the parent or legal guardian of a qualified student.
- (4) "Personalized student education plan" means a plan prepared by or on behalf of the student to describe how funds from the IEOP would be utilized to provide the qualifying student with a thorough education in at least the subjects of reading, writing, grammar, mathematics, social studies, and science.
- (5) "Public school" means any public school within any public school district organized under the laws of this state, including specially chartered school districts.
- (6) "Qualified school" means an accredited nongovernmental primary or secondary school that is located in this state.
- (7) "Qualified student" means a student who is a resident of Idaho, is of age as defined in section 33-201, Idaho Code, resides within a school district in this state, and is eligible to enroll in a public kindergarten program or any grades 1 through 12. Students eligible to enroll in any grade 1 through 12 must have been enrolled in a public school for at least ninety (90) days to be a qualified student unless the student participated in the Idaho education opportunity program in kindergarten. The student may not be simultaneously enrolled in a public school or a kindergarten program while receiving a grant pursuant to this chapter. A student approved for an IEOP grant, by this definition, is not home schooled.
- 33-6603. IDAHO EDUCATION OPPORTUNITY PROGRAM ACCOUNTS. (1) IEOP accounts are established to provide options for students' education in this state. To enroll a student for an IEOP account and to continue to receive funds each school year, the parent of the qualified student must apply by June 15 of the school year funds are to be provided and sign an agreement to:
 - (a) Use the IEOP account money to provide an education to their qualifying student in at least the subjects of reading, writing, grammar, mathematics, social studies, and science. Moneys may be used to provide a thorough education in more subjects as long as the qualified student is receiving an education in the subjects listed in this paragraph;
 - (b) Not enroll the qualified student in an Idaho public school and to relieve the school district from all obligations to educate the qualified student;
 - (c) Use moneys deposited in the qualified student's IEOP account only for the expenses provided in this section; and
 - (d) Not to use funds for new electronic equipment such as a laptop for the qualified student more than one (1) time every five (5) years.

- (2) The state department of education must respond to an application submitted pursuant to subsection (1) of this section within thirty (30) days of the application's submission.
 - (3) IEOP account funds may only be used for:

- (a) Tuition or fees at a qualified school, vocational and life skills program, or career technical education program approved by the state department of education;
- (b) Textbooks required by a qualified school curricula and supplementary materials;
- (c) Reasonable and efficient transportation to and from a qualified school;
- (d) Any necessary equipment for classes, such as assistive technology for qualified students with disabilities or required electronic equipment:
- (e) Educational therapies from a licensed or accredited practitioner or provider, including and up to any amount not covered by insurance or medicaid if the expense is partially paid by a health insurance policy or medicaid for the qualified student;
- (f) Fees for nationally normed assessment tests, advanced placement examinations, or any exam related to college or university admission;
- (g) Fees to manage the IEOP account. These fees may not exceed five percent (5%) of total funds distributed in a single academic year for the first two (2) years. For all years thereafter, fees to manage the IEOP account may not exceed three percent (3%);
- (h) Services provided by a public school, including individual classes and extracurricular programs. A school may not count a student under this paragraph for enrollment purposes but may charge the student a reasonable fee for the service;
- (i) Uniforms purchased from or through a qualified school or uniform provider approved by the qualified school;
- (j) Tutoring by a tutor qualified as defined by the state department of education. The tutor may not be a family member;
- (k) Internet access if the student or the parent of the student does not have internet access. If internet access is purchased with these funds, the services provided may not be used to access or view obscene or pornographic material; and
- (1) Other technological devices, including but not limited to calculators, microscopes, telescopes, and printers. This does not include entertainment and other primarily noneducational devices such as televisions, telephones, video game consoles and accessories, or home theater and audio equipment.
- (4) After a parent agrees to the terms stipulated in this section, the state department of education shall transfer eighty percent (80%) of the money distributed for the average distribution to a school district for one (1) student in this state to be deposited into the qualified student's individual IEOP account in accordance with section 33-6604, Idaho Code. The remaining twenty percent (20%) shall be distributed to a recipient's prior school district if the recipient still resides within the district or the charter school that the student attended to meet the ninety (90) day requirement in section 33-6602(7), Idaho Code, or the expected school district

of attendance in the district's final funding distribution for the given academic year. The fund distributions pursuant to this subsection shall be calculated from all state appropriations for public schools and public charter schools, including moneys available in the public school income fund minus the funds appropriated for educational services for the deaf and blind pursuant to section 33-3403, Idaho Code, and statewide services as appropriated in the central services division.

- (5) The school district in which the qualified student resides shall allow a qualified student, at no cost, to participate in the SAT, ISAT, or IRI programs to determine personal academic growth and achievement. The results shall not be aggregated within the school district academic progress reports.
- (6) All decisions relating to philosophy or doctrine, selection of books, teaching materials and curriculum, and methods, timing, and place in the provision or evaluation of home-based instruction shall be the responsibility of the parent except for matters specifically referred to in this chapter.
- 33-6604. FUNDING PROCEDURES. (1) (a) Funds shall be deposited into the individual qualified student's IEOP account on a quarterly basis as follows:
 - (i) Fifty percent (50%) of the total funds to be deposited shall be deposited on August 15 of the year in which the qualifying student is admitted to the IEOP; and
 - (ii) The remaining fifty percent (50%) shall be distributed in two separate installments equaling twenty-five percent (25%) of the total funds available. The first installment shall be distributed in November and the second installment shall be distributed in February. Distributions shall occur no later than the fifteenth day of the corresponding month.
 - (b) If appropriated funds allow and a qualifying student has moved to Idaho after an academic year has started and is enrolled in the IEOP, then the student may apply for and shall receive half of the total amount of the distributions made during the current academic year.
 - (c) Money deposited into a qualified student's IEOP account shall not be considered taxable income.
 - (d) Money from an IEOP account may not be refunded, rebated, or shared with the parents of an eligible student or an eligible student in any manner, except that funds may be remitted or refunded to an IEOP account in accordance with procedures established by the state department of education.
- (2) A parent must renew the qualified student's account on an annual basis by agreeing to the requirements listed in section 33-6603, Idaho Code. A renewal must be submitted by June 15 prior to the academic year funds are to be deposited. To renew, a qualified student with a personalized student education plan that does not include full-time attendance at a qualified school must demonstrate the student is at grade level or has improved by one (1) grade level through a nationally normed assessment test.
- (3) A student who has renewed an account and is attending a qualified school shall have an affidavit from the qualified school that is signed by the student's parent or legal guardian stating the student has taken and com-

pleted a nationally normed assessment test, the parent or legal guardian has seen the results, and a copy of the results are provided on the affidavit.

- (4) If a parent does not renew the qualified student's IEOP account for a period of two (2) academic years, the state department of education shall notify the parent by mail that, unless a renewal is filed, the account will be closed in sixty (60) days. Moneys remaining in a closed account shall return to the general fund.
- (5) All funding shall end when the student graduates from high school or when the student is no longer qualified as defined in 33-6602, Idaho Code.
- 33-6605. ADMINISTRATION. (1) The state department of education may contract with private financial management firms to manage the IEOP accounts.
- (2) The state department of education may conduct or contract with a third party for annual audits of accounts to ensure compliance with this chapter. The department shall conduct or contract for random audits on a quarterly basis. The department may conduct audits as necessary to ensure compliance with the terms of this chapter.
- (3) The state department of education may remove any parent or qualified student from eligibility from the IEOP if the parent or qualified student fails to comply with the terms of this chapter or if the parent or qualified student does not respond and take corrective action within fifteen (15) days. A decision to remove eligibility or withhold funds may be appealed by a process established by the state department of education.
- (4) This chapter does not permit any government agency to exercise control or supervision over any nonpublic school or homeschooling. A qualified school that accepts a payment from a parent pursuant to this chapter is not an agent of the state or federal government. A qualified school shall not be required to alter its creed, practices, admissions policy, or curriculum in order to accept qualified students whose tuition or fees are paid through an IEOP account pursuant to this chapter in order to participate as a qualified school.
- SECTION 2. That Section 33-1030, Idaho Code, be, and the same is hereby amended to read as follows:
- 33-1030. DEFINITIONS. As used in this section through section 33-1034, Idaho Code:
- (1) "Assessment" means an examination or another objective evaluation of a student's academic performance, academic engagement, or college or career readiness.
 - (2) "Board" means the state board of education.
 - (3) "Eligible education expenses" means:
 - (a) Computer hardware, internet access, or other technological devices or services that are primarily used to meet a participant's educational needs;
 - (b) Textbooks, curriculum, or other instructional materials, including educational software and applications;
 - (c) Fees for national standardized assessments, advanced placement examinations, examinations related to college or university admissions, or industry-recognized certification examinations;

- (d) Therapies, including but not limited to occupational, behavioral, physical, speech-language, and audiology therapies, or other services or therapies specifically approved by the board;
- (e) Educational programs offered for a fee or pursuant to contract by a school district, public charter school, or career technical education program to nonpublic students, provided that such students may not be counted for purposes of calculating public school enrollment; or
- (f) Other education expenses and services as approved by the board, upon recommendation of the parent advisory panel established pursuant to section 33-1032, Idaho Code \cdot ; or
- (g) For qualifying students under the Idaho education opportunity program whose adjusted gross income is less than forty thousand dollars (\$40,000) as established in section 33-6601, Idaho Code, tuition for a qualified school as defined in section 33-6602, Idaho Code.
- (4) "Eligible student" means a person in kindergarten through grade 12, whether a public school or nonpublic school student.
- (5) "Grant" means an award of one thousand dollars (\$1,000), which must be used for eligible education expenses.
- (6) "Grant distribution platform" means a digital platform through which grant funds are transferred from the board to participant accounts.
- (7) "Parent" means the parent or legal guardian of an eligible student or a participant.
- (8) "Participant" means an eligible student for whom a grant is awarded under section 33-1031, Idaho Code.
- (9) "Program" means the empowering parents grant program established by section 33-1031, Idaho Code.
- SECTION 3. SEVERABILITY. The provisions of this act are hereby declared to be severable and if any provision of this act or the application of such provision to any person or circumstance is declared invalid for any reason, such declaration shall not affect the validity of the remaining portions of this act.
- SECTION 4. An emergency existing therefor, which emergency is hereby declared to exist, this act shall be in full force and effect on and after January 1, 2024.