Appropriation authorization.

86 Stat. 489

Presidential

Senate.

report to Speaker

of the House and

President of the

(2) Amounts appropriated under this subsection are authorized to remain available until expended.

main available until expended.
(c) In addition to amounts otherwise available, there are authorized to be appropriated to the Secretary of State for fiscal year 1976 not to exceed \$20,000,000 to carry out the provisions of section 101(6) of the Foreign Relations Authorizations Act of 1972 (relating to Russian refuged assistance) and to furnish similar assistance to refugees from Communist countries in Eastern Europe. Not to exceed 20 per centum of the amount appropriated under this subsection may be used to resettle refugees in any country other than Israel. Appropriations made under this subsection are authorized to remain available until

TRANSFER OF APPROPRIATION AUTHORIZATION

Sec. 502. In addition to the amount authorized under section 101(a). 201(a), 301(a), or 501(b) of this Act, any unappropriated portion of the amount authorized under any such section is authorized for appropriation under any other such section, provided the amount authorized under such section is not increased by more than 10 per centum.

UNITED NATIONS COOPERATION REGARDING MEMBERS OF UNITED STATES ARMED FORCES MISSING IN ACTION IN SOUTHEAST ASIA

Sec. 503. (a) The President shall direct the United States Ambassador to the United Nations to insist that the United Nations take all necessary and appropriate steps to obtain an accounting of members of the United States Armed Forces and United States civilians missing in action in Southeast Asia.

(b) Not later than six months after the date of enactment of this section, the President shall transmit to the Speaker of the House of Representatives and the President of the Senate a report on actions taken by the United Nations to obtain such an accounting.

Approved November 29, 1975.

LEGISLATIVE HISTORY:

HOUSE REPORTS: No. 94-139 accompanying H.R. 4510, No. 94-140 accompanying H.R. 5810, No. 94-264 accompanying H.R. 7500, and No. 94-281 accompanying H.R. 7567 (Comm. on International Relations) and No. 94-660 (Comm. of Conference).

SENATE REPORT No. 94-337 (Comm. on Foreign Relations). CONORESSIONAL RECORD, Vol. 121 (1975):

May 6, H.R. 4510 and H.R. 5810 considered and passed House. June 23, H.R. 7500 considered and passed House.

July 9, H.R. 7567 considered and passed House. Sept. 10, 11, considered and passed Senate.

Nov. 4, considered and passed House, amended, in lieu of H.R. 4510, H.R. 5810.

Nov. 13, Senate agreed to conference report. Nov. 18, House agreed to conference report.

Public Law 94-142 94th Congress

An Act

To amend the Education of the Handicapped Act to provide educational assistance to all handicapped children, and for other purposes.

Nov. 29, 1975 [S. 6]

Be it enacted by the Senate and House of Representatives of the Be a states of America in Congress assembled, That this Act may be cited as the "Education for All Handicapped Children Act of 1975".

Education for All Handicapped Children Act of 1975. 20 USC 1401 note.

EXTENSION OF EXISTING LAW

Sec. 2. (a)(1)(A) Section 611(b)(2) of the Education of the Handicapped Act (20 U.S.C. 1411(b)(2)) (hereinafter in this Act referred to as the "Act"), as in effect during the fiscal years 1976 and 1977, is amended by striking out "the Commonwealth of Puerto Rico.".

(B) Section 611(c)(1) of the Act (20 U.S.C. 1411(c)(1)), as in effect during the fiscal years 1976 and 1977, is amended by striking

out "the Commonwealth of Puerto Rico.".

(2) Section 611(c)(2) of the Act (20 U.S.C. 1411(c)(2)), as in effect during the fiscal years 1976 and 1977, is amended by striking out "year ending June 30, 1975" and inserting in lieu thereof the following: "years ending June 30, 1975, and 1976, and for the fiscal year ending September 30, 1977", and by striking out "2 per centum" each place it appears therein and inserting in lieu thereof "1 per centuin".

(3) Section 611(d) of the Act (20 U.S.C. 1411(d)), as in effect during the fiscal years 1976 and 1977, is amended by striking out "year ending June 30, 1975" and inserting in lieu thereof the following: "years ending June 30, 1975, and 1976, and for the fiscal year ending

September 30, 1977".

(4) Section 612(a) of the Act (20 U.S.C. 1412(a)), as in effect

during the fiscal years 1976 and 1977, is amended-

(A) by striking out "year ending June 30, 1975" and inserting in lieu thereof "years ending June 30, 1975, and 1976, for the period beginning July 1, 1976, and ending September 30, 1976. and for the fiscal year ending September 30, 1977"; and

(B) by striking out "fiscal year 1974" and inserting in lieu

thereof "preceding fiscal year".

(b) (1) Section 614(a) of the Education Amendments of 1974 (Pub- 20 USC 1411 lic Law 93-380; 88 Stat. 580) is amended by striking out "fiscal year note. 1975" and inserting in lieu thereof the following: "the fiscal years ending June 30, 1975, and 1976, for the period beginning July 1, 1976. and ending September 30, 1976, and for the fiscal year ending September 30, 1977.".

(2) Section 614(b) of the Education Amendments of 1974 (Public 20 USC 1412 Law 93-380; 88 Stat. 580) is amended by striking out "fiscal year 1974" and inserting in lieu thereof the following: "the fiscal years ending June 30, 1975, and 1976, for the period beginning July 1, 1976, and ending September 30, 1976, and for the fiscal year ending September 30, 1977."

"(19) The term 'individualized education program' means a writ. "(19) The term individualized education program a writ-ten statement for each handicapped child developed in any meeting by a representative of the local educational agency or an intermediate educational unit who shall be qualified to provide, or supervise the provision of, specially designed instruction to meet the unique need of handicapped children, the teacher, the parents or guardian of such child, and, whenever appropriate, such child, which statement shall include (A) a statement of the present levels of educational perform. ance of such child, (B) a statement of annual goals, including short-term instructional objectives. (C) a statement of the specific educational services to be provided to such child, and the extent to which such child will be able to participate in regular educational programs, (D) the projected date for initiation and anticipated duration of such services, and (E) appropriate objective criteria and evaluation procedures and schedules for determining, on at least an annual basis, whether instructional objectives are being achieved,

"(20) The term 'excess costs' means those costs which are in excess of the average annual per student expenditure in a local educational agency during the preceding school year for an elementary or secondary school student, as may be appropriate, and which shall be computed after deducting (A) amounts received under this part or under title I or title VII of the Elementary and Secondary Education Act of 1965, and (B) any State or local funds expended for programs which would qualify for assistance under this part or under

"(21) The term 'native language' has the meaning given that term by section 703(a)(2) of the Bilingual Education Act (20 U.S.C.

"(22) The term intermediate educational unit' means any public authority, other than a local educational agency, which is under the general supervision of a State educational agency, which is established by State law for the purpose of providing free public education on a regional basis, and which provides special education and related services to handicapped children within that State.". (b) The heading for section 602 of the Act (20 U.S.C. 1402) is

amended to read as follows:

"DEFINITIONS"

ASSISTANCE FOR EDUCATION OF ALL HANDICAPPED CHILDREN

Sec. 5. (a) Part B of the Act (20 U.S.C. 1411 et seq.) is amended to read as follows:

"PART B-ASSISTANCE FOR EDUCATION OF ALL HANDICAPPED CHILDREN

"ENTITLEMENTS AND ALLOCATIONS

Post, p. 793.

"Sec. 611. (a) (1) Except as provided in paragraph (3) and in section 619, the maximum amount of the grant to which a State is entitled under this part for any fiscal year shall be equal to-

"(A) the number of handicapped children aged three to twentyone, inclusive, in such State who are receiving special education multiplied by-

"(B)(i) 5 per centum, for the fiscal year ending September 30, 1978, of the average per pupil expenditure in public elementary and secondary schools in the United States;

"(ii) 10 per centum, for the fiscal year ending September 30, 1979, of the average per pupil expenditure in public elementary and secondary schools in the United States;

"(iii) 20 per centum, for the fiscal year ending September 30, 1980, of the average per pupil expenditure in public ele-

mentary and secondary schools in the United States;

"(iv) 30 per centum, for the fiscal year ending September 30, 1981, of the average per pupil expenditure in public elementary and secondary schools in the United States; and

"(v) 40 per centum, for the fiscal year ending September 30. 1982, and for each fiscal year thereafter, of the average per pupil expenditure in public elementary and secondary schools in the

United States:

except that no State shall receive an amount which is less than the amount which such State received under this part for the fiscal year ending September 30, 1977.

"(2) For the purpose of this subsection and subsection (b) through "State." subsection (c), the term 'State' does not include Guam, American Samoa, the Virgin Islands, and the Trust Territory of the Pacific

Islands. "(3) The number of handicapped children receiving special education and related services in any fiscal year shall be equal to the average of the number of such children receiving special education and related services on October 1 and February I of the fiscal year preceding the fiscal year for which the determination is made.

"(4) For purposes of paragraph (1)(B), the term 'average per "Average per pupil expenditure', in the United States, means the aggregate current pupil expenditures, during the second liscal year preceding the liscal year expenditure." for which the computation is made (or, if satisfactory data for such year are not available at the time of computation, then during the most recent preceding fiscal year for which satisfactory data are available) of all local educational agencies in the United States (which, for purposes of this subsection, means the fifty States and the District of Columbia), as the case may be, plus any direct expenditures by the State for operation of such agencies (without regard to the source of funds from which either of such expenditures are made), divided by the aggregate number of children in average daily attendance to whom such agencies provided free public education during such preceding year.

"(5) (A) In determining the allotment of each State under para-

graph (1), the Commissioner may not count-

"(i) handicapped children in such State under paragraph (1) (A) to the extent the number of such children is greater than 12 per centum of the number of all children aged five to seventeen, inclusive, in such State;

"(ii) as part of such percentage, children with specific learning disabilities to the extent the number of such children is greater

than one-sixth of such percentage; and

"(iii) handicapped children who are counted under section 121 of the Elementary and Secondary Education Act of 1965.

"(B) For purposes of subparagraph (A), the number of children aged five to seventeen, inclusive, in any State shall be determined by the Commissioner on the basis of the most recent satisfactory data available to him.

20 USC 241e-L

20 USC 1411.

20 USC 241a

note, 881.

20 USC 1401.

"(g) (1) If the sums appropriated for any fiscal year for making payments to States under this part are not sufficient to pay in full the total amounts which all States are entitled to receive under this part for such fiscal year, the maximum amounts which all States are entitled to receive under this part for such fiscal year shall be ratably reduced. In case additional funds become available for making such payments for any fiscal year during which the preceding sentence is applicable, such reduced amounts shall be increased on the

same basis as they were reduced.

"(2) In the case of any fiscal year in which the maximum amounts for which States are eligible have been reduced under the first sen tence of paragraph (1), and in which additional funds have not been made available to pay in full the total of such maximum amounts under the last sentence of such paragraph, the State educational agence shall fix dates before which each local educational agency or intermediate educational unit shall report to the State educational agency on the amount of funds available to the local educational agency or intermediate educational unit, under the provisions of subsection (d) which it estimates that it will expend in accordance with the provisions of this part. The amounts so available to any local educational agency or intermediate educational unit, or any amount which would be available to any other local educational agency or intermediate educational unit if it were to submit a program meeting the requirements of this part, which the State educational agency determines will not be used for the period of its availability, shall be available for allocation to those local educational agencies or intermediate educational units, in the manner provided by this section, which the State educational agency determines will need and be able to use additional funds to carry out approved programs.

#### "ELIGIBILITY

20 USC 1412.

"Sec. 612. In order to qualify for assistance under this part in any fiscal year, a State shall demonstrate to the Commissioner that the following conditions are met:

"(1) The State has in effect a policy that assures all handicapped

children the right to a free appropriate public education.

"(2) The State has developed a plan pursuant to section 613(b) in effect prior to the date of the enactment of the Education for All Handicapped Children Act of 1975 and submitted not later than August 21, 1975, which will be amended so as to comply with the provisions of this paragraph. Each such amended plan shall set forth in detail the policies and procedures which the State will undertake or has undertaken in order to assure that-

"(A) there is established (i) a goal of providing full educational opportunity to all handicapped children, (ii) a detailed timetable for accomplishing such a goal, and (iii) a description of the kind and number of facilities, personnel, and services necessary

throughout the State to meet such a goal;

"(B) a free appropriate public education will be available for all handicapped children between the ages of three and eighteen within the State not later than September 1, 1978, and for all handicapped children between the ages of three and twenty-one within the State not later than September 1, 1980, except that with respect to handicapped children aged three to five and aged eighteen to twenty-one, inclusive, the requirements of this clause shall not be applied in any State if the application of such requirements would be inconsistent with State law or practice, or the order of any court, respecting public education within such and

groups in the State; groups in the State who are handicapped. regardless of the severity of their handicap, and who are in need of special education and related services are identified, located. and evaluated, and that a practical method is developed and impleand crafted to determine which children are currently receiving needed enecial education and related services and which children are not currently receiving needed special education and related services:

"(D) policies and procedures are established in accordance with detailed criteria prescribed under section 617(c); and

(E) the amendment to the plan submitted by the State required by this section shall be available to parents, guardians, and other members of the general public at least thirty days prior to the date of submission of the amendment to the Commissioner.

"(3) The State has established priorities for providing a free appropriate public education to all handicapped children, which priorities shall meet the timetables set forth in clause (B) of paragraph (2) of this section, first with respect to handicapped children who are not receiving an education, and second with respect to handicapped children, within each disability, with the most severe handicaps who are receiving an inadequate education, and has made adequate progress in meeting the timetables set forth in clause (B) of paragraph (2) of this section.

9(4) Each local educational agency in the State will maintain records of the individualized education program for each handicapped child, and such program shall be established, reviewed, and revised as

provided in section 614(a) (5).

"(5) The State has established (A) procedural safeguards as required by section 615, (B) procedures to assure that, to the maximum extent appropriate, handicapped children, including children in public or private institutions or other care facilities, are educated with children who are not handicapped, and that special classes, separate schooling, or other removal of handicapped children from the regular educational environment occurs only when the nature or severity of the handicap is such that education in regular classes with the use of supplementary aids and services cannot be achieved satisfactorily, and (C) procedures to assure that testing and evaluation materials and procedures utilized for the purposes of evaluation and placement of handicapped children will be selected and administered so as not to be racially or culturally discriminatory. Such materials or procedures shall be provided and administered in the child's native language or mode of communication, unless it clearly is not feasible to do so, and no single procedure shall be the sole criterion for determining an appro-Priate educational program for a child.

"(6) The State educational agency shall be responsible for assuring Administration. that the requirements of this part are carried out and that all educational programs for handicapped children within the State, including . all such programs administered by any other State or local agency, will be under the general supervision of the persons responsible for educational programs for handicapped children in the State educational agency and shall meet education standards of the State educational

Notice, hearings.

"(7) The State shall assure that (A) in carrying out the require. ments of this section procedures are established for consultation with ments of this section procedures are established the constitution with individuals involved in or concerned with the education of handicapped individuals involved in or concerned with the categories of guardian children, including handicapped individuals and parents or guardian children, including nandicapped individuals and patients of guardians of handicapped children, and (B) there are public hearings, adequate notice of such hearings, and an opportunity for comment available to the general public prior to adoption of the policies, programs, and procedures required pursuant to the provisions of this section and

# "STATE PLANS

20 USC 1413

20 USC 241c-1.

"Sec. 613. (a) Any State meeting the eligibility requirements set forth in section 612 and desiring to participate in the program under this part shall submit to the Commissioner, through its State educational agency, a State plan at such time, in such manner, and containing or accompanied by such information, as he deems necessary. Each such

"(1) set forth policies and procedures designed to assure that funds paid to the State under this part will be expended in accordance with the previsions of this part, with particular attention given to the provisions of sections 611(b), 611(c), 611(d), 612(2),

"(2) provide that programs and procedures will be established to assure that funds received by the State or any of its political subdivisions under any other Federal program, including section 121 of the Elementary and Secondary Education Act of 1965 (20 U.S.C. 241c-2), section 305(b) (8) of such Act (20 U.S.C. 84a (b)(s)) or its successor authority, and section 122(a)(4)(B) of the Vocational Education, Act of 1963 (20 U.S.C. 1262(a)(4) (B)), under which there is specific authority for the provision of assistance for the education of handicapped children, will be utilized by the State, or any of its political subdivisions, only in a manner consistent with the goal of providing a free appropriate public education for all handicapped children, except that nothing in this clause shall be construed to limit the specific requirements of the laws governing such Federal programs;

"(3) set forth, consistent with the purposes of this Act, a description of programs and procedures for (A) the development and implementation of a comprehensive system of personnel development which shall include the inservice training of general and special educational instructional and support personnel detailed procedures to assure that all personnel necessary to carry out the purposes of this Act are appropriately and adequately prepared and trained, and effective procedures for acquiring and disseminating to teachers and administrators of programs for handicapped children significant information derived from educational research, demonstration, and similar projects, and (B) adopting, where appropriate, promising educational practices

and materials development through such projects; "(4) set forth policies and procedures to assure-

'(A) that, to the extent consistent with the number and location of handicapped children in the State who are enrolled in private elementary and secondary schools, provision is made for the participation of such children in the program assisted or carried out under this part by providing for such children special education and related services; and

"(B) that (i) handicanned children in private schools and facilities will be provided special education and related services (in conformance with an individualized educational program as required by this part) at no cost to their parents or guardian, if such children are placed in or referred to such schools or facilities by the State or appropriate local educational agency as the means of carrying out the requirements of this part or any other applicable law requiring the provision of special education and related services to all handicapped children within such State, and (ii) in all such instances the State educational agency shall determine whether such schools and facilities meet standards that apply to State and local educational agencies and that children so served have all the rights they would have if served by such

"(5) set forth policies and procedures which assure that the State shall seek to recover any funds made available under this part for services to any child who is determined to be erroneously classified as eligible to be counted under section 611(a) or section

"(6) provide satisfactory assurance that the control of funds provided under this part, and title to property derived therefrom. shall be in a public agency for the uses and purposes provided in this part, and that a public agency will administer such funds and property:

"(7) provide for (A) making such reports in such form and Reports and containing such information as the Commissioner may require records. to carry out his functions under this part, and (B) keeping such records and affording such access thereto as the Commissioner may find necessary to assure the correctness and verification of such reports and proper disbursement of Federal funds under

"(8) provide procedures to assure that final action with respect Notice, hearings. to any application submitted by a local educational agency or an intermediate educational unit shall not be taken without first affording the local educational agency or intermediate educa-

tional unit involved reasonable notice and opportunity for a

"(9) provide satisfactory assurance that Federal funds made available under this part (A) will not be commingled with State funds, and (B) will be so used as to supplement and increase the level of State and local funds expended for the education of handicapped children and in no case to supplant such State and local funds, except that, where the State provides clear and convincing evidence that all handicapped children have available to them a free appropriate public education, the Commissioner may waive in part the requirement of this clause if he concurs with the evidence provided by the State:

"(10) provide, consistent with procedures prescribed pursuant to section 617 (a) (2), satisfactory assurance that such fiscal control and fund accounting procedures will be adopted as may be necessary to assure proper disbursement of, and accounting for, Federal funds paid under this part to the State, including any such funds paid by the State to local educational agencies and intermediate

educational units:

Evaluation.

"(11) provide for procedures for evaluation at least annually of the effectiveness of programs in meeting the educational needs of the effectiveness of programs in meeting the citational needs of handicapped children (including evaluation of individualized of nancicapped enturer (menturing statustion of incircularized education programs), in accordance with such criteria that the Commissioner shall prescribe pursuant to section 617; and

State advisory panei.

"(12) provide that the State has an advisory panel, appointed by the Governor or any other official authorized under State law to make such appointments, composed of individuals involved in or concerned with the education of handicapped children, including handicapped individuals, teachers, parents or guardians of handicapped children. State and local education officials, and administrators of programs for handicapped children, which (A)advises the State educational agency of unmet needs within the State in the education of handicapped children, (B) comments publicly on any rules or regulations proposed for issuance by the State regarding the education of handicapped children and the procedures for distribution of funds under this part, and (C) assists the State in developing and reporting such data and evaluations as may assist the Commissioner in the performance of his responsibilities under section 618.

"(b) Whenever a State educational agency provides free appropriate public education for handicapped children, or provides direct services to such children, such State educational agency shall include, as part of the State plan required by subsection (a) of this section, such additional assurances not specified in such subsection (a) as are contained in section 614(a), except that funds available for the provision of such education or services may be expended without regard to the provisions relating to excess costs in section 614(a).

"(e) The Commissioner shall approve any State plan and any modification thereof which-

"(1) is submitted by a State eligible in accordance with section 612 and

"(2) meets the requirements of subsection (a) and subsection (b).

Notice, hearings.

The Commissioner shall disapprove any State plan which does not meet the requirements of the preceding sentence, but shall not finally disapprove a State plan except after reasonable notice and opportunity

#### "APPLICATION

20 USC 1414.

"Sec. 614. (a) A local educational agency or an intermediate educational unit which desires to receive payments under section 611(d) for any fiscal year shall submit an application to the appropriate State educational agency, Such application shall-

"(1) provide satisfactory assurance that payments under this part will be used for excess costs directly attributable to pro-

grams which-

"(A) provide that all children residing within the jurisdiction of the local educational agency or the intermediate educational unit who are handicapped, regardless of the severity of their handicap, and are in need of special education and related services will be identified, located, and evalnated, and provide for the inclusion of a practical method of determining which children are currently receiving needed special education and related services and which children are not currently receiving such education and services:

"(B) establish policies and procedures in accordance with detailed criteria prescribed under section 617(c);

"(C) establish a goal of providing full educational opportunities to all handicapped children, including-

"(i) procedures for the implementation and use of the comprehensive system of personnel development established by the State educational agency under section

613(a)(3);

"(ii) the provision of, and the establishment of priorities for providing, a free appropriate public education to all handicapped children, first with respect to handicapped children who are not receiving an education, and second with respect to handicapped children, within each disability, with the most severe handicaps who are receiving an inadequate education;

"(iii) the participation and consultation of the par-

ents or guardian of such children; and

"(iv) to the maximum extent practicable and consistent with the provisions of section 612(5)(B), the provision of special services to enable such children to participate in regular educational programs:

"(D) establish a detailed timetable for accomplishing the

goal described in subclause (C); and

"(E) provide a description of the kind and number of facilities, personnel, and services necessary to meet the goal

described in subclause (C);

"(2) provide satisfactory assurance that (A) the control of funds provided under this part, and title to property derived from such funds, shall be in a public agency for the uses and purposes provided in this part, and that a public agency will administer such funds and property, (B) Federal funds expended by local educational agencies and intermediate educational units for programs under this part (i) shall be used to pay only the excess costs directly attributable to the education of handicapped children, and (ii) shall be used to supplement and, to the extent practicable, increase the level of State and local funds expended for the education of handicapped children, and in no case to supplant such State and local funds, and (C) State and local funds will be used in the jurisdiction of the local educational agency or intermediate educational unit to provide services in program areas which, taken as a whole, are at least comparable to services being provided in areas of such jurisdiction which are not receiving funds under this part:

"(3) (A) provide for furnishing such information (which, in the case of reports relating to performance, is in accordance with specific performance criteria related to program objectives), as may be necessary to enable the State educational agency to perform its duties under this part, including information relating to the educational achievement of handicapped children participating

in programs carried out under this part; and "(B) provide for keeping such records, and provide for afford. Recordkeeping ing such access to such records, as the State educational agency may find necessary to assure the correctness and verification of

such information furnished under subclause  $(\Lambda)$ :

"(4) provide for making the application and all pertinent documents related to such application available to parents, guardians. and other members of the general public, and provide that all evaluations and reports required under clause (3) shall be public information;

avariability.

"(5) provide assurances that the local educational agency or intermediate educational unit will establish, or revise, whichever is appropriate, an individualized education program for each handicapped child at the beginning of each school year and will handicapped child at the beginning of their school year and will then review and, if appropriate revise, its provisions periodically. but not less than annually;

"(6) provide satisfactory assurance that policies and programs established and administered by the local educational agency or intermediate educational unit shall be consistent with the provisions of paragraph (1) through paragraph (7) of section 612 and section 613(a); and

"(7) provide satisfactory assurance that the local educational agency or intermediate educational unit will establish and maintain procedural safeguards in accordance with the provisions of sections 612(5)(B), 612(5)(C), and 615.

"(b) (1) A State educational agency shall approve any application submitted by a local educational agency or an intermediate educational unit under subsection (a) if the State educational agence determines that such application meets the requirements of subsection (a), except that no such application may be approved until the State plan submitted by such State educational agency under subsection (a) is approved by the Commissioner under section 613(c), A State educational agency shall disapprove any application submitted by a local educational agency or an intermediate educational unit under subsection (a) if the State educational agency determines that such

application does not meet the requirements of subsection (a). "(2) (A) Whenever a State educational agency, after reasonable notice and opportunity for a hearing, finds that a local educational agency or an intermediate educational unit, in the administration of an application approved by the State educational agency under paragraph (1), has failed to comply with any requirement set forth in sach application, the State educational agency, after giving appropriate notice to the local educational agency or the intermediate educational unit. shall-

"(i) make no further payments to such local educational agency or such intermediate educational unit under section 620 until the State educational agency is satisfied that there is no longer any failure to comply with the requirement involved; or

"(ii) take such finding into account in its review of any application made by such local educational agency or such intermediate educational unit under subsection (a).

"(B) The provisions of the last sentence of section 616(a) shall apply to any local educational agency or any intermediate educational unit receiving any notification from a State educational agency under this paragraph.

"(3) In carrying out its functions under paragraph (1), each State educational agency shall consider any decision made pursuant to a hearing held under section 615 which is adverse to the local educational agency or intermediate educational unit involved in such decision.

"(c) (1) A State educational agency may, for purposes of the consideration and approval of applications under this section, require local educational agencies to submit a consolidated application for payments if such State educational agency determines that any individual application submitted by any such local educational agency will be disapproved because such local educational agency is ineligible to receive payments because of the application of section 611(c)(4) (A)(i) or such local educational agency would be unable to establish

section 611(c) (4

and would be unable to establish sufficient size and scope to effectively meet a sufficient size and scope to effective size and scope to effect size a

nnoses... 4(B) The State educational agency shall prescribe rules and regula- Rules and tions with respect to consolidated applications submitted under this regulations. subsection which are consistent with the provisions of paragraph (1) subsection paragraph (7) of section 612 and section 613(a) and which provide participating local educational agencies with joint responsibilities for implementing programs receiving payments under this

"(C) In any case in which an intermediate educational unit is required pursuant to State law to carry out the provisions of this part, the joint responsibilities given to local educational agencies under subparagraph (B) shall not apply to the administration and disbursement of any payments received by such intermediate educational unit. Such responsibilities shall be carried out exclusively by such intermediate educational unit.

"(d) Whenever a State educational agency determines that a local educational agency-

"(1) is unable or unwilling to establish and maintain programs of free appropriate public education which meet the requirements established in subsection (a):

"(2) is unable or unwilling to be consolidated with other local educational agencies in order to establish and maintain such pro-

"(3) has one or more handicapped children who can best be served by a regional or State center designed to meet the needs of such children;

the State educational agency shall use the payments which would have been available to such local educational agency to provide special education and related services directly to handicapped children residing in the area served by such local educational agency. The State educational agency may provide such education and services in such manner, and at such locations (including regional or State centers), as it considers appropriate, except that the manner in which such education and services are provided shall be consistent with the requirements of this part.

"(e) Whenever a State educational agency determines that a local Funds. educational agency is adequately providing a free appropriate public reallocation. education to all handicapped children residing in the area served by such agency with State and local funds otherwise available to such agency, the State educational agency may reallocate funds (or such portion of those funds as may not be required to provide such education and services) made available to such agency, pursuant to section 611(d), to such other local educational agencies within the State as are not adequately providing special education and related services to all handicapped children residing in the areas served by such other local educational agencies.

Application approval.

Notice, hearing.

"(f) Notwithstanding the provisions of subsection (a) (2) (B) (ii) any local educational agency which is required to carry out any proany local educational agency which is required to early one any program for the education of handicapped children pursuant to a State gram for the education of nandicapped confident pursuant to a State law shall be entitled to receive payments under section 611(d) for naw shan be entitled to receive payments under section office) for use in carrying out such program, except that such payments may use in carrying our such program, except that such payments may not be used to reduce the level of expenditures for such program made by such local educational agency from State or local funds below the level of such expenditures for the fiscal year prior to the fiscal the rever or such expenditures for the install year prior to the useal year for which such local educational agency seeks such payments.

# "PROCEDURAL SAFEGUARDS

20 USC 1415.

"Sec. 615. (a) Any State educational agency, any local educational agency, and any intermediate educational unit which receives assistance under this part shall establish and maintain procedures in accordance with subsection (b) through subsection (e) of this section to assure that handicapped children and their parents or guardians are guaranteed procedural safeguards with respect to the provision of free appropriate public education by such agencies and units.

"(b) (1) The procedures required by this section shall include, but shall not be limited to-

"(A) an opportunity for the parents or guardian of a handicapped child to examine all relevant records with respect to the identification, evaluation, and educational placement of the child. and the provision of a free appropriate public education to such child, and to obtain an independent educational evaluation of the

"(B) procedures to protect the rights of the child whenever the parents or guardian of the child are not known, unavailable, or the child is a ward of the State, including the assignment of an individual (who shall not be an employee of the State educational agency, local educational agency, or intermediate educational unit involved in the education or care of the child) to act as a surrogate for the parents or guardian;

"(C) written prior notice to the parents or guardian of the child whenever such agency or unit-

"(i) proposes to initiate or change, or "(ii) refuses to initiate or change,

the identification, evaluation, or educational placement of the child or the provision of a free appropriate public education to

"(D) procedures designed to assure that the notice required by clause (C) fully inform the parents or guardian, in the parents or guardian's native language, unless it clearly is not feasible to do so, of all procedures available pursuant to this section; and

"(E) an opportunity to present complaints with respect to any matter relating to the identification, evaluation, or educational placement of the child, or the provision of a free appropriate pub-

(2) Whenever a complaint has been received under paragraph (1) of this subsection, the parents or guardian shall have an opportunity for an impartial due process hearing which shall be conducted by the State educational agency or by the local educational agency or intermediate educational unit, as determined by State law or by the State educational agency. No hearing conducted pursuant to the requirements of this paragraph shall be conducted by an employee of such agency or unit involved in the education or care of the child.

"(c) If the hearing required in paragraph (2) of subsection (b) of this section is conducted by a local educational agency or an intermediate educational unit, any party aggrieved by the findings and mediate condered in such a hearing may appeal to the State educational agency which shall conduct an impartial review of such hearing. The officer conducting such review shall make an independent decision

upon completion of such review.

"(d) Any party to any hearing conducted pursuant to subsections (b) and (c) shall be accorded (1) the right to be accompanied and advised by counsel and by individuals with special knowledge or training with respect to the problems of handicapped children. (2) the right to present evidence and confront, cross-examine, and compel the attendance of witnesses. (3) the right to a written or electronic verbatim record of such hearing, and (4) the right to written findings of fact and decisions (which findings and decisions shall also be transmitted to the advisory panel established pursuant to section 613(a)(12)).

"(e) (1) A decision made in a hearing conducted pursuant to paragraph (2) of subsection (b) shall be final, except that any party involved in such hearing may appeal such decision under the provisions of subsection (c) and paragraph (2) of this subsection. A decision made under subsection (c) shall be final, except that any party may

bring an action under paragraph (2) of this subsection.

"(2) Any party aggrieved by the findings and decision made Civil action. under subsection (b) who does not have the right to an appeal under subsection (c), and any party aggrieved by the findings and decision under subsection (c), shall have the right to bring a civil action with respect to the complaint presented pursuant to this section, which

action may be brought in any State court of competent jurisdiction or in a district court of the United States without regard to the amount in controversy. In any action brought under this paragraph the court shall receive the records of the administrative proceedings. shall hear additional evidence at the request of a party, and, basing its decision on the preponderance of the evidence, shall grant such

relief as the court determines is appropriate.

"(3) During the pendency of any proceedings conducted pursuant to this section, unless the State or local educational agency and the parents or guardian otherwise agree, the child shall remain in the then current educational placement of such child, or, if applying for initial admission to a public school, shall, with the consent of the parents or guardian, be placed in the public school program until all such proceedings have been completed.

"(4) The district courts of the United States shall have jurisdiction Invision of actions brought under this subsection without regard to the

amount in controversy.

# "WITHHOLDING AND JUDICIAL REVIEW

"Sec. 616, (a) Whenever the Commissioner, after reasonable notice Notice, hearing and opportunity for hearing to the State educational agency involved (and to any local educational agency or intermediate educational unit affected by any failure described in clause (2)), finds-

"(1) that there has been a failure to comply substantially with

any provision of section 612 or section 613, or

20 USC 1416

Hearing.

"(2) that in the administration of the State plan there is a

failure to comply with any provision of this part or with any

requirements set forth in the application of a local educational requirements see forth in the application of a local educational agency or intermediate educational unit approved by the State

the Commissioner (A) shall, after notifying the State educational

agency, withhold any further payments to the State under this part and (B) may, after notifying the State educational agency, with-

hold further payments to the State under the Federal programs specified in section 613(a)(2) within his jurisdiction, to the extent

that funds under such programs are available for the provision of assistance for the education of handicapped children. If the Com-

missioner withholds further payments under clause (A) or clause (B) he may determine that such withholding will be limited to programs

or projects under the State plan, or portions thereof, affected by the failure, or that the State educational agency shall not make further

payments under this part to specified local educational agencies or

intermediate educational units affected by the failure. Until the Com-

missioner is satisfied that there is no longer any failure to comply with

the provisions of this part, as specified in clause (1) or clause (2).

no further payments shall be made to the State under this part or

under the Federal programs specified in section 613(a)(2) within

his inrisdiction to the extent that funds under such programs are

available for the provision of assistance for the education of handi-

capped children, or payments by the State educational agency under

this part shall be limited to local educational agencies and inter-

mediate educational units whose actions did not cause or were not

involved in the failure, as the case may be. Any State educational agency, local educational agency, or intermediate educational unit in

receipt of a notice pursuant to the first sentence of this subsection

shall, by means of a public notice, take such measures as may be neces-

sary to bring the pendency of an action pursuant to this subsection

to the attention of the public within the jurisdiction of such agency

action with respect to its State plan submitted under section 613, such

State may, within sixty days after notice of such action, file with the

United States court of appeals for the circuit in which such State

is located a petition for review of that action. A copy of the petition

shall be forthwith transmitted by the clerk of the court to the Com-

missioner. The Commissioner thereupon shall file in the court the

record of the proceedings on which he based his action, as provided

substantial evidence, shall be conclusive; but the court, for good cause

shown, may remand the case to the Commissioner to take further evidence, and the Commissioner may thereupon make new or modified

findings of fact and may modify his previous action, and shall file in

the court the record of the further proceedings. Such new or modified

findings of fact shall likewise be conclusive if supported by substantial

tion to affirm the action of the Commissioner or to set it aside, in whole

or in part. The judgment of the court shall be subject to review by the

Supreme Court of the United States upon certification

as provided in section 1254 of title 28, United States Code.

"(3) Upon the filing of such petition, the court shall have jurisdic-

"(2) The findings of fact by the Commissioner, if supported by

in section 2112 of title 28, United States Code.

"(b)(1) If any State is dissatisfied with the Commissioner's final

educational agency pursuant to the State plan.

#### "ADMINISTRATION

"Sec. 617. (a) (1) In carrying out his duties under this part, the 20 USC 1417. Commissioner shall-

"(A) cooperate with, and furnish all technical assistance necessary, directly or by grant or contract, to the States in matters relating to the education of handicapped children and the execution of the provisions of this part;

"(B) provide such short-term training programs and institutes

as are necessary;

"(C) disseminate information, and otherwise promote the education of all handicapped children within the States; and

"(D) assure that each State shall, within one year after the date of the enactment of the Education for All Handicapped Children Act of 1975, provide certification of the actual number of handicapped children receiving special education and related services in such State.

"(2) As soon as practicable after the date of the enactment of the Regulations. Education for All Handicapped Children Act of 1975, the Commissioner shall, by regulation, prescribe a uniform financial report to be utilized by State educational agencies in submitting State plans under this part in order to assure equity among the States.

"(b) In carrying out the provisions of this part, the Commissioner (and the Secretary, in carrying out the provisions of subsection (c)) shall issue, not later than January 1, 1977, amend, and revoke such rules and regulations as may be necessary. No other less formal method of implementing such provisions is authorized.

"(c) The Secretary shall take appropriate action, in accordance with the provisions of section 438 of the General Education Provisions Act, to assure the protection of the confidentiality of any personally identifiable data, information, and records collected or maintained by the Commissioner and by State and local educational agencies pursuant to the provisions of this part.

"(d) The Commissioner is authorized to hire qualified personnel necessary to conduct data collection and evaluation activities required by subsections (b), (c) and (d) of section 618 and to carry out his duties under subsection (a)(1) of this subsection without regard to the provisions of title 5. United States Code, relating to appointments in the competitive service and without regard to chapter 51 and subchapter III of chapter 53 of such title relating to classification and 5 USC 5101, general schedule pay rates except that no more than twenty such personnel shall be employed at any time.

20 USC 1232g.

"Sec. 618. (a) The Commissioner shall measure and evaluate the 20 USC 1418. impact of the program authorized under this part and the effectiveness of State efforts to assure the free appropriate public education of all

"(b) The Commissioner shall conduct, directly or by grant or contract, such studies, investigations, and evaluations as are necessary to assure effective implementation of this part. In carrying out his

provide to the appropriate committees of each House of the Congress and to the general public at least annually, and shall update at least annually, programmatic information concerning programs and projects assisted under this part and other Federal programs

evidence.

Petition for review.

"EVALUATION

handicapped children.

responsibilities under this section, the Commissioner shall-"(1) through the National Center for Education Statistics, to the local educational agencies and intermediate educational units of such State in amounts which such agencies and units are eligible to receive under this part after the State educational agency has approved applications of such agencies or units for payments in accordance with section 614(b).

"(b) Payments under this part may be made in advance or by way of reimbursement and in such installments as the Commissioner

may determine necessary.".

(b) (1) The Commissioner of Education shall, no later than one year after the effective date of this subsection, prescribe-

(A) regulations which establish specific criteria for determining whether a particular disorder or condition may be considered a specific learning disability for purposes of designating children with specific learning disabilities;

(B) regulations which establish and describe diagnostic procedures which shall be used in determining whether a particular child has a disorder or condition which places such child in the category of children with specific learning disabilities; and

(C) regulations which establish monitoring procedures which will be used to determine if State educational agencies, local educational agencies, and intermediate educational units are complying with the criteria established under clause (A) and clause (B).

(2) The Commissioner shall submit any proposed regulation written under paragraph (1) to the Committee on Education and Labor of the House of Representatives and the Committee on Labor and Public Welfare of the Senate, for review and comment by each such committee, at least fifteen days before such regulation is published in the Federal Register.

(3) If the Commissioner determines, as a result of the promulgation of regulations under paragraph (1), that changes are necessary in the definition of the term "children with specific learning disabilities", as such term is defined by section 602(15) of the Act, he shall submit recommendations for legislation with respect to such changes to each House of the Congress.

(4) For purposes of this subsection:

(A) The term "children with specific learning disabilities" means those children who have a disorder in one or more of the basic psychological processes involved in understanding or in using language, spoken or written, which disorder may manifest itself in imperfect ability to listen, think, speak, read, write, spell, or do mathematical calculations. Such disorders include such conditions as perceptual handicaps, brain injury, minimal brain dysfunction, dyslexia, and developmental aphasia. Such term does not include children who have learning problems which are primarily the result of visual, hearing, or motor handicaps, of mental retardation, of emotional disturbance, or environmental, cultural. or economic disadvantage.

(B) The term "Commissioner" means the Commissioner of Education.

(c) Effective on the date upon which final regulations prescribed by the Commissioner of Education under subsection (b) take effect, the amendment made by subsection (a) is amended, in subparagraph (A) of section 611(a)(5) (as such subparagraph would take effect on the effective date of subsection (a)), by adding "and" at the end of clause (i), by striking out clause (ii), and by redesignating clause (iii) as clause (ii).

Regulations. 20 USC 1411 note.

Proposed regulation. submittal to congressional committees. Publication in Federal Register.

20 USC 1401.

Definitions.

20 USC 1411.

AMENDMENTS WITH RESPECT TO EMPLOYMENT OF HANDICAPPED INDIVID-MALS, REMOVAL OF ARCHITECTURAL BARRIERS, AND MEDIA CENTERS

Sec. 6. (a) Part A of the Act is amended by inserting after section 605 thereof the following new sections:

#### "EMPLOYMENT OF HANDICAPPED INDIVIDUALS

"Svc 606. The Secretary shall assure that each recipient of assistence under this Act shall make positive efforts to employ and advance in employment qualified handicapped individuals in programs assisted under this Act.

20 USC 1405.

authorization.

#### "GRANTS FOR THE REMOVAL OF ARCHITECTURAL BARRIERS

"Sec. 607. (a) Upon application by any State or local educational agency or intermediate educational unit the Commissioner is authorized to make grants to pay part or all of the cost of altering existing buildings and equipment in the same manner and to the same extent as authorized by the Act approved August 12, 1968 (Public Law

90-480), relating to architectural barriers. "(b) For the purpose of carrying out the provisions of this section. Appropriation there are authorized to be appropriated such sums as may be

necessary.".

(b) Section 653 of the Act (20 U.S.C. 1453) is amended to read as follows:

"CENTERS ON EDUCATIONAL MEDIA AND MATERIALS FOR THE HANDICAPPED

"Sec. 653. (a) The Secretary is authorized to enter into agreements with institutions of higher education, State and local educational agencies, or other appropriate nonprofit agencies, for the establishment and operation of centers on educational media and materials for the handicapped, which together will provide a comprehensive program of activities to facilitate the use of new educational technology in education programs for handicapped persons, including designing, developing, and adapting instructional materials, and such other activities consistent with the purposes of this part as the Secretary may prescribe in such agreements. Any such agreement shall-

"(1) provide that Federal funds paid to a center will be used solely for such purposes as are set forth in the agreement; and "(2) authorize the center involved, subject to prior approval

by the Secretary, to contract with public and private agencies and organizations for demonstration projects.

"(b) In considering proposals to enter into agreements under this section, the Secretary shall give preference to institutions and agencies-

"(1) which have demonstrated the capabilities necessary for the development and evaluation of educational media for the handicapped; and

(2) which can serve the educational technology needs of the Model High School for the Deaf (established under Public Law

"(c) The Secretary shall make an annual report on activities carried out under this section which shall be transmitted to the Congress.".

80 Stat. 1027. Report to Congress.

# CONGRESSIONAL DISAPPROVAL OF REGULATIONS

SEC. 7. (a) (1) Section 431 (d) (1) of the General Education Provisions Act (20 U.S.C. 1232(d)(1)) is amended by inserting "final" immediately before "standard" each place it appears therein.

(2) The third sentence of section 431(d) (2) of such Act (20 U.S.C. 1232(d)(2)) is amended by striking out "proposed" and inserting

(3) The fourth and last sentences of section 431(d)(2) of such Act (20 U.S.C. 1232(d)(2)) each are amended by inserting "final" immediately before "standard".

(b) Section 431(d)(1) of the General Education Provisions Act (20 U.S.C. 1232(d)(1)) is amended by adding at the end thereof the following new sentence: "Failure of the Congress to adopt such a concurrent resolution with respect to any such final standard rule, regulation, or requirement prescribed under any such Act, shall not represent, with respect to such final standard, rule, regulation, or requirement, an approval or finding of consistency with the Act from which it derives its authority for any purpose, nor shall such failure to adopt a concurrent resolution be construed as evidence of an approval or finding of consistency necessary to establish a prima facie case, or an inference or presumption, in any judicial proceeding.".

#### EFFECTIVE DATES

20 USC 1411 note.

Sec. 8. (a) Notwithstanding any other provision of law, the amendments made by sections 2(a), 2(b), and 2(c) shall take effect on

(b) The amendments made by sections 2(d), 2(e), 3, 6, and 7 shall take effect on the date of the enactment of this Act.

(c) The amendments made by sections 4 and 5(a) shall take effect on October 1, 1977, except that the provisions of clauses (A), (C), (D), and (E) of paragraph (2) of section 612 of the Act, as amended by this Act, section 617(a)(1)(D) of the Act, as amended by this Act, section 617(b) of the Act, as amended by this Act, and section 618(a) of the Act, as amended by this Act, shall take effect on the date of the enactment of this Act.

(d) The provisions of section 5(b) shall take effect on the date of the enactment of this Act.

Approved November 29, 1975.

#### LEGISLATIVE HISTORY:

HOUSE REPORTS: No. 94-332 accompanying H.R. 7217 (Comm. on Education and Labor) and No. 94-664 (Comm. of Conference).

SENATE REPORTS: No. 94-168 (Comm. on Labor and Public Welfare) and No. 94-455 (Comm. of Conference).

CONGRESSIONAL RECORD, Vol. 121 (1975): June 18, considered and passed Senate.

July 21, 29, considered and passed House, amended, in lieu of H.R. 7217. Nov. 18, House agreed to conference report.

Nov. 19. Senate agreed to conference report.

WEEKLY COMPILATION OF PRESIDENTIAL DOCUMENTS, Vol. 11, No. 49: Dec. 2, Presidential statement.

94th Congress An Act

Public Law 94-143

To authorize the Secretary of the Treasury to provide seasonal financing for the city of New York

Dec. 9, 1975 IH.R. 104811

New York City

Re it enacted by the Senate and House of Representatives of the United States of America in Congress assembled.

> Seasonal SHORT TITLE Financing Act of

1975 note

31 USC 1501.

31 USC 1509

31 USC 1503.

Section 1. This Act may be cited as the "New York City Seasonal 31 USC 1501 Financing Act of 1975".

# FINDINGS AND DECLARATIONS

Sec. 2. The Congress makes the following findings and declarations: (1) It is necessary for the city of New York to obtain seasonal financing from time to time because the city's revenues and expenditures, even when in balance on an animal basis, are not received and disbursed at equivalent rates throughout the year.

(2) At the present time the city is or may be unable to obtain such

seasonal financing from its customary sources

(3) It is necessary to assure such seasonal tinancing, in order that the city of New York may maintain essential governmental services.

#### DEFINITIONS

Sec. 3. As used in this Act:

(a) "City" and "State" mean the city and State of New York.

respectively.

(b) "Financing agent" means any agency duly authorized by State law to act on behalf or in the interest of the city with respect to the city's financial affairs.

(c) "Secretary" means the Secretary of the Treasury.

#### LOANS

Sec. 4. (a) Upon written request of the city or a financing agent, the Secretary may make loans to the city or such financing agent subject to the provisions of this Act, but in the case of any loan to a financing agent, the city and such agent shall be jointly and severally liable thereon.

(b) Each such loan shall mature not later than the last day of the city's fiscal year in which it was made, and shall bear interest at an annual rate 1 per centum per annum greater than the current average market yield on outstanding marketable obligations of the United States with remaining periods to maturity comparable to the maturities of such loan, as determined by the Secretary at the time of the loan.

### SECURITY FOR LOANS

Sec. 5. In connection with any loan under this Act, the Secretary 31 USC 1504. may require the city and any financing agent and, where he deems necessary, the State, to provide such security as he deems appropriate.