STATE OF NEW YORK

9132

IN SENATE

May 10, 2022

Introduced by Sen. MANNION -- read twice and ordered printed, and when printed to be committed to the Committee on Education

AN ACT to amend the education law, in relation to the tuition methodology for special education schools and programs

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

Section 1. Subparagraphs (i) and (ii) of paragraph k of subdivision 4 of section 4405 of the education law, as amended by section 19-a of part A of chapter 56 of the laws of 2022, are amended to read as follows:

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(i) The tuition methodology established pursuant to this subdivision for the two thousand twenty-one--two thousand twenty-two school year shall authorize approved private residential or non-residential schools for the education of students with disabilities that are located within the state, and special act school districts to retain funds prior to the application of reconciliation, including but not limited to, the application of non-direct care and total cost screens, in excess of their allowable and reimbursable costs, as defined by the reimbursable cost 12 manual, incurred for services and programs provided to school-age 13 students. The amount of funds that may be annually retained shall not 14 exceed one percent of the school's or school district's [total allowable 15 and reimburgable costs for services and programs prospective per diem 16 rate for services and programs provided to school-age students for the school year from which the funds are to be retained; provided that the total accumulated balance that may be retained shall not exceed four percent of such total costs for such school year; and provided further that such funds shall [not] be [recoverable on] retained prior to the application of reconciliation of tuition rates, and shall be separate from and in addition to any other authorization to retain surplus funds on reconciliation.

24 (ii) The tuition methodology established pursuant to this subdivision 25 for the two thousand twenty-two--two thousand twenty-three school year and annually thereafter shall authorize approved providers to retain 27 funds prior to the application of reconciliation, including, but not limited to, the application of non-direct care and total cost screens, 28

EXPLANATION -- Matter in italics (underscored) is new; matter in brackets [-] is old law to be omitted.

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in excess of their allowable and reimbursable costs, as defined by the reimbursable cost manual, incurred for services and programs provided to school-age and preschool students. The amount of funds that may be annually retained shall not exceed the allowable surplus percentage, as defined in subparagraph (iii) of this paragraph, of the approved provider's [total allowable and reimburgable costs] prospective per diem rate 7 for services and programs provided to school-age and preschool students for the school year from which the funds are to be retained[, as defined 9 in subparagraph (iii) of this paragraph]; provided that such funds shall 10 [not] be [recoverable on] retained prior to the application of reconciliation [of tuition rates]. For purposes of this subparagraph, "approved 11 12 providers" shall mean private residential or non-residential schools for 13 the education of students with disabilities that are located within the 14 state, special act school districts, <u>July and August programs for</u> 15 students with disabilities approved pursuant to section forty-four 16 hundred eight of this article, and programs approved pursuant to section 17 forty-four hundred ten of this article that are subject to tuition rate reconciliation. 18

§ 2. This act shall take effect immediately.

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