

114TH CONGRESS
2D SESSION

S. _____

To expand opportunity for Native American children through additional options in education, and for other purposes.

IN THE SENATE OF THE UNITED STATES

Mr. McCAIN introduced the following bill; which was read twice and referred to the Committee on _____

A BILL

To expand opportunity for Native American children through additional options in education, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the “Native American Edu-
5 cation Opportunity Act”.

6 **SEC. 2. PURPOSE.**

7 The purpose of this Act is to provide an additional
8 education option in certain States for Native American
9 students served by schools funded by the Bureau of Indian
10 Affairs.

1 **SEC. 3. NATIVE AMERICAN EDUCATION OPPORTUNITY PRO-**
2 **GRAM.**

3 Part B of title XI of the Education Amendments of
4 1978 (25 U.S.C. 2000 et seq.) is amended—

5 (1) by redesignating section 1141 as section
6 1142; and

7 (2) by inserting after section 1140 the fol-
8 lowing:

9 **“SEC. 1141. BUREAU FUNDING OF STATE-BASED EDU-**
10 **CATION SAVINGS ACCOUNT PROGRAMS.**

11 **“(a) PROGRAM AUTHORIZED.—**

12 **“(1) BUREAU REIMBURSEMENTS.—**From
13 amounts made available to carry out sections 1127
14 and 1130, the Secretary shall, for the 2017–2018
15 school year and each subsequent school year, reim-
16 burse a State with an education savings account
17 program for each grant that the State has made to
18 an education savings account for an ESA eligible
19 student for such school year, in accordance with sub-
20 section (b).

21 **“(2) APPLICABILITY.—**This section shall apply
22 with respect to ESA eligible students who have sub-
23 mitted their application for an education savings ac-
24 count program to the State in which the student
25 lives or in which the reservation of the student is lo-

1 cated (as the case may be) on or after January 1,
2 2017.

3 “(b) AMOUNT OF REIMBURSEMENTS.—

4 “(1) AMOUNT.—The amount of the reimburse-
5 ment made by the Secretary under this subsection
6 for an ESA eligible student participating in an edu-
7 cation savings account program for a school year
8 shall be the lesser of—

9 “(A) the amount of the grant provided by
10 the State for the education savings account of
11 the ESA eligible student for the applicable
12 school year; and

13 “(B) 90 percent of the amount that the
14 Secretary would provide to a Bureau-funded
15 school on behalf of such student for the applica-
16 ble school year under sections 1127 and 1130.

17 “(2) NOTIFICATION TO STATES IF ADDITIONAL
18 REIMBURSEMENT IS AVAILABLE.—In any case where
19 the reimbursement available for an ESA eligible stu-
20 dent for a school year exceeds the amount of the
21 grant provided by the State under the education sav-
22 ings account program, the Secretary shall notify the
23 State of the higher amount of reimbursement that
24 the student could have qualified for under paragraph
25 (1)(B) for such school year.

1 “(3) TIMING OF REIMBURSEMENTS.—

2 “(A) NOTIFICATION.—A State that pro-
3 vides an education savings account program
4 grant to an ESA eligible student and desires a
5 reimbursement under this subsection shall sub-
6 mit a request for reimbursement and notify the
7 Secretary that includes the amount of the
8 grant.

9 “(B) REIMBURSEMENT.—Not later than
10 30 days after the Secretary receives a request
11 for reimbursement under subparagraph (A)
12 from a State, the Secretary will reimburse a
13 State for the grant.

14 “(4) RETURN OF OVERPAYMENTS.—A State
15 shall return to the Secretary any overpayment made
16 to the State under this section by not later than 30
17 days after the final determination that the State was
18 overpaid pursuant to this section.

19 “(c) AFFECT ON ALLOTMENTS.—

20 “(1) IN GENERAL.—For purposes of any cal-
21 culation regarding the total number of eligible In-
22 dian students under section 1127, the Secretary
23 shall include all ESA eligible students who partici-
24 pate in an education savings account program.

1 “(2) AVAILABILITY OF REMAINDER.—In any
2 case where the reimbursement provided by the Sec-
3 retary under subsection (b)(1) is less than the
4 amount that would be provided for the student
5 under subsection (b)(1)(B), the remaining amount
6 shall remain available to the Secretary to be used in
7 accordance with this part.

8 “(d) INFORMATION.—The Secretary shall work with
9 Bureau-funded schools located in each State with an edu-
10 cation savings account program to inform all parents of
11 ESA eligible students about the education savings account
12 program of the State and the students’ opportunity to par-
13 ticipate in the program.

14 “(e) RULE OF CONSTRUCTION.—The reimbursement
15 provided through an education savings account program
16 on behalf of an ESA eligible student under this section
17 shall be considered assistance to the student and shall not
18 be considered assistance to a school that enrolls the eligi-
19 ble student or any other educational service provider from
20 which the eligible student receives services. The amounts
21 provided on behalf of an ESA eligible student under this
22 section shall not be treated as income of the parents for
23 purposes of Federal tax laws or for determining eligibility
24 for any other Federal program.

25 “(f) DEFINITIONS.—In this section:

1 “(1) ESA ELIGIBLE STUDENT.—

2 “(A) IN GENERAL.—The term ‘ESA eligi-
3 ble student’ means an individual who—

4 “(i) is—

5 “(I) an elementary school or sec-
6 ondary school student who attended a
7 Bureau-funded school in the semester
8 preceding the date on which the stu-
9 dent first applies for an education
10 savings account program; or

11 “(II) a child who will be eligible
12 to attend a Bureau-funded school for
13 kindergarten or any other elementary
14 school grade in the next semester that
15 will start after the date on which the
16 student first applies for an education
17 savings account program;

18 “(ii) lives on the reservation of a
19 tribe;

20 “(iii) will not be attending a Bureau-
21 funded school, or other public elementary
22 school or secondary school, for the school
23 year for which the student is participating
24 in an education savings account program
25 of a State; and

