111TH CONGRESS 2D SESSION S. 3206

To establish an Education Jobs Fund.

IN THE SENATE OF THE UNITED STATES

April 14, 2010

Mr. HARKIN (for himself, Mrs. BOXER, Mr. BEGICH, Mr. BINGAMAN, Mr. BROWN of Ohio, Mr. BURRIS, Mr. DODD, Mr. DURBIN, Mr. FRANKEN, Mrs. GILLIBRAND, Mr. KERRY, Mr. LAUTENBERG, Mr. MERKLEY, Ms. MIKULSKI, Mrs. MURRAY, Mr. SCHUMER, and Ms. STABENOW) introduced the following bill; which was read twice and referred to the Committee on Health, Education, Labor, and Pensions

A BILL

To establish an Education Jobs Fund.

- 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 "Keep Our Educators

5 Working Act of 2010".

6 SEC. 2. RETAINING EDUCATORS.

7 (a) EDUCATION JOBS FUND.—There is appropriated,

8 for fiscal year 2010, for necessary expenses for an Edu-

9 cation Jobs Fund, \$23,000,000,000. Such amount shall

10 be appropriated, out of any money in the Treasury not

otherwise appropriated, for the Department of Education. 1 2 The amount shall remain available for obligation by the 3 Department through the date that is 180 days after the 4 date of enactment of this Act. The amount shall be admin-5 istered by the Secretary of Education under the terms and conditions of titles XIV and XV of division A of the Amer-6 7 ican Recovery and Reinvestment Act of 2009 (Public Law 8 111–5), subject to the provisions of subsection (b).

9 (b) Special Rules.—

10 (1) Allotments to states and outlying 11 AREAS.—The funds appropriated under this Act 12 shall be available only for allocations by the Sec-13 retary of Education under subsections (a) and (d) of 14 section 14001 of the American Recovery and Rein-15 vestment Act of 2009 (Public Law 111–5), except 16 that the Secretary may reserve not more than 17 \$1,000,000 for administration and oversight of this 18 Act, including for program administration.

(2) RESERVATION BY STATE.—With respect to
funds appropriated under this Act, a State that receives an allocation of such funds in accordance with
section 14001(d) of such Act may reserve a total of
not more than 5 percent of the State's allocation
for—

1	(A) the administrative costs of carrying
2	out the State's responsibilities with respect to
3	such funds, except that in no case shall the
4	State reserve more than 1 percent of its total
5	allocation for those costs; and
6	(B) the costs of retaining or creating posi-
7	tions in the State educational agency or the
8	State agency for higher education, and other
9	State agency positions related to the adminis-
10	tration or support of early childhood, elemen-
11	tary, secondary, or postsecondary education.
12	(3) Awards to local educational agen-
13	CIES AND PUBLIC INSTITUTIONS OF HIGHER EDU-
14	CATION.—
15	(A) USE OF FUNDS.—Subsections (a) and
16	(b) of section 14002 of the American Recovery
17	and Reinvestment Act of 2009 (Public Law
18	111–5) shall not apply to an allocation of funds
19	appropriated under this Act. Except as provided
20	under paragraph (2), an allocation of such
21	funds shall be used only for awards to local
22	educational agencies and public institutions of
23	higher education for the support of early child-
24	hood, elementary, secondary, and postsecondary
25	education in accordance with subparagraph (B).

(B) DISTRIBUTION BY GOVERNOR.—

- 2 (i) IN GENERAL.—The Governor of a 3 State receiving an allocation of funds ap-4 propriated under this Act shall use the ap-5 propriated funds to award grants to local 6 educational agencies (through the State's 7 primary elementary and secondary funding 8 formulae) and public institutions of higher 9 education in order to restore the reduc-10 tions in State funding for elementary and 11 secondary education and for public institu-12 tions of higher education, respectively, that 13 remain for fiscal years 2010 and 2011, as 14 determined in accordance with clause (iv). (ii) INSUFFICIENT AMOUNT.—
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16 (I) IN GENERAL.—In the case of 17 a State that receives an allocation of 18 funds appropriated under this Act for 19 a fiscal year that is less than the 20 amount necessary to carry out clause 21 (i), the Governor of the State shall 22 distribute the State's allocation for 23 such fiscal year between local edu-24 cational agencies (through the State's 25 primary elementary and secondary 5

1	funding formulae) and public institu-
2	tions of higher education in propor-
3	tion to the relative reductions in State
4	support for these two categories of
5	education for such fiscal year.
6	(II) EXCEPTION.—The Governor
7	may adjust the amount of funds
8	awarded to local educational agencies
9	(in the aggregate) and the amount of
10	funds awarded to public institutions
11	of higher education (in the aggregate)
12	for a fiscal year pursuant to subclause
13	(I) by increasing or decreasing such
14	amounts of funds by the amount that
15	is not more than 10 percent of the
16	larger of the 2 amounts of funds.
17	(iii) DISTRIBUTION OF EXCESS
18	AMOUNT.—In the case of a State that re-
19	ceives an allocation of funds appropriated
20	under this Act that is more than the
21	amount necessary to carry out clause (i),
22	the Governor of the State shall use any
23	funds remaining after the application of
24	clause (i) to provide local educational agen-
25	cies in the State with awards, based on the

1	local educational agencies' relative shares
2	of funds under part A of title I of the Ele-
3	mentary and Secondary Education Act of
4	1965 (20 U.S.C. 6311 et seq.) for the
5	most recent fiscal year for which data are
6	available.
7	(iv) Calculation of reductions.—
8	For purposes of calculating reductions in
9	State funding under this subparagraph for
10	a fiscal year—
11	(I) the amount of reductions in
12	State funding for elementary and sec-
13	ondary education or for public institu-
14	tions of higher education for a fiscal
15	year shall be determined by com-
16	paring the level of such State funding
17	for such fiscal year with the level of
18	such State funding for the preceding
19	fiscal year; and
20	(II) the levels of such State fund-
21	ing shall include any funds received
22	by the State under section 14001(d)
23	of the American Recovery and Rein-
24	vestment Act of 2009 (Public Law
25	111–5) and, for fiscal year 2011, any

1	funds received by the State under this
2	section for fiscal year 2010.
3	(4) INAPPLICABILITY OF EDUCATION REFORM
4	ASSURANCES.—Subsection (b), and paragraphs (2)
5	through (5) of subsection (d), of section 14005 of
6	the American Recovery and Reinvestment Act of
7	2009 (Public Law 111–5) shall not apply to any ap-
8	plication for an allocation of funds appropriated
9	under this Act from a State that has an approved
10	application for Phase II of the State Fiscal Sta-
11	bilization Fund under title XIV of division A of such
12	Act that was submitted in accordance with the appli-
13	cation notice published in the Federal Register on
14	November 17, 2009 (74 Fed. Reg. 59142).
15	(5) Requirement to use funds to retain
16	OR CREATE EDUCATION JOBS.—Notwithstanding
17	sections 14003(a) and 14004(a) of such Act, funds
18	appropriated under this Act may be used only for—
19	(A) compensation and benefits and other
20	expenses necessary to retain existing employees,

20 expenses necessary to retain existing employees,
21 and for the hiring of new employees, in order
22 to provide early childhood, elementary, sec23 ondary, or postsecondary educational and re24 lated services; or

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1	(B) on-the-job training activities, as de-
2	fined in section $101(31)$ of the Workforce In-
3	vestment Act of 1998 (29 U.S.C. 2801(31)), for
4	education-related careers.
5	(6) Prohibition on use of funds for rainy
6	DAY FUNDS OR DEBT RETIREMENT.—
7	(A) IN GENERAL.—Subject to subpara-
8	graph (B), a State that receives an allocation of
9	funds appropriated under this Act may not use
10	such funds to—
11	(i) establish, restore, or supplement a
12	reserve or rainy day fund of the State or
13	to supplant State funds in a manner that
14	has the effect of establishing, restoring, or
15	supplementing a reserve or rainy day fund;
16	Or
17	(ii) reduce or retire debt obligations
18	incurred by the State or to supplant State
19	funds in a manner that has the effect of
20	reducing or retiring debt obligations in-
21	curred by the State.
22	(B) EXCEPTION.—Subparagraph (A) shall
23	not apply to fund balances that are necessary to
24	comply with any State requirement to maintain
25	a balanced budget.

1 (7) APPLICATION CONSIDERATIONS.—If, by a 2 date set by the Secretary of Education, a Governor 3 has not submitted an approvable application under 4 section 14005(a) of the American Recovery and Reinvestment Act of 2009 (Public Law 111–5), the 5 6 Secretary may provide for the distribution of funds 7 appropriated under this Act that are allocated under 8 section 14001(d) of the American Recovery and Re-9 investment Act of 2009 for the State to 1 or more 10 other entities in the State, in such amounts and 11 under such terms and conditions as the Secretary 12 may establish, as long as all terms and conditions 13 that apply to the appropriation under this Act shall 14 apply to such funds distributed to such entity or en-15 tities.

16 (8) LOCAL EDUCATIONAL AGENCY APPLICA-17 TION.—The requirements of section 442 of the Gen-18 eral Education Provisions Act (20 U.S.C. 1232e) 19 shall not apply to a local educational agency that 20 has previously submitted an application to the State 21 under title XIV of division A of the American Recov-22 ery and Reinvestment Act of 2009 (Public Law 23 111–5) and wishes to receive funds appropriated 24 under this Act, as the assurances provided under the

previous application shall continue to apply to funds
 awarded under this Act.

3 (9) Maintenance of effort.—

4 (A) IN GENERAL.—In order for a State to 5 receive an allocation of funds appropriated 6 under this Act, the Governor of a State shall, 7 in lieu of the assurances required under section 8 14005(d)(1) of the American Recovery and Re-9 investment Act of 2009 (Public Law 111–5), 10 provide assurances to the Secretary of Education that, for each of fiscal years 2010 and 11 12 2011, the State will—

13 (i) meet the requirements of section
14 14005(d)(1) for such fiscal year; or

15 (ii) provide, for elementary and sec-16 ondary education and for public institu-17 tions of higher education (not including 18 support for capital projects or for research 19 and development or tuition and fees paid 20 by students), percentages of the total reve-21 nues available to the State for each fiscal 22 year that—

(I) for fiscal year 2010, are not
less than such percentages, respectively, for fiscal year 2006; and

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1	(II) for fiscal year 2011, are not
2	less than such percentages, respec-
3	tively, for fiscal year 2009.
4	(B) INAPPLICABLE REQUIREMENT.—Sec-
5	tion 14012(c) of the American Recovery and
6	Reinvestment Act of 2009 (Public Law 111–5)
7	shall not apply with respect to any allocations
8	made for fiscal year 2011 from funds appro-
9	priated under this Act.
10	(10) Period for obligation of funds.—
11	The Secretary of Education may extend the period
12	of time available to States and recipients of awards
13	under this section to obligate the funds appropriated
14	under this Act for one additional fiscal year beyond
15	the period provided for under section $421(b)(1)$ of
16	the General Education Provisions Act (20 U.S.C.
17	1225(b)(1)).

18 SEC. 3. EMERGENCY DESIGNATION.

This Act is designated as an emergency requirement
pursuant to section 403(a) of S. Con. Res. 13 (111th Congress), the concurrent resolution on the budget for fiscal
year 2010.