

# 115 TH CONGRESS 1ST SESSION H.R. 1510

To provide for the elimination of the Department of Education, and for other purposes.

#### IN THE HOUSE OF REPRESENTATIVES

March 10, 2017

Mr. ROUZER (for himself and Mr. Chaffetz) introduced the following bill; which was referred to the Committee on Education and the Workforce

## A BILL

To provide for the elimination of the Department of 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 "States' Education Rec-5 lamation Act of 2017".
- 6 SEC. 2. FINDINGS.
- 7 Congress finds the following:
- 8 (1) Principles of federalism embodied in the
- 9 Constitution of the United States entrust authority
- over issues of educational policy to the States and

- the people and a Federal Department of Education
  is inconsistent with such principles.
- 3 (2) Tradition and experience dictate that the 4 governance and management of schools in the 5 United States are best performed by parents, teach-6 ers, and communities.
  - (3) The education of the Nation's students is suffering under a managerial government.
  - (4) The Department of Education has weakened the ability of parents to make essential decisions about their children's education and has undermined the capacity of communities to govern their schools.
  - (5) In the 34 years of its existence, the Department of Education has grown from a budget of \$14 billion to almost \$65.7 billion in annual discretionary appropriations administering around 100 programs. Meanwhile, education performance for 17-year-olds has stagnated since 1971.
  - (6) The Department of Education has fostered over-regulation, standardization, bureaucratization, and litigation in United States education.
  - (7) The Department of Education expends large amounts of money on its own maintenance and overhead. While the average national salary for pub-

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- lic school teachers is \$56,103 the average salary for 2 a Department of Education employee is \$108,571.
  - (8) In certain States, the average State salary for a public school teacher is less than the national average. In North Carolina, the average salary for a public school teacher is \$45,737.
    - (9) Recent tests reflect poor results in mathematics, science, and reading for American students compared with students from other nations.
    - (10) Only through initiatives led by parents and local communities with the power to act can the United States elevate educational performance toward an acceptable level.
    - (11) The current system of top-down education uniformity is detrimental to local businesses and communities, the economic needs of the States, and the Nation's ability to compete globally for jobs.
    - (12) The Department of Education has been hostile to many promising reforms, including reforms that would empower parents, teachers, and local communities. The United States, once a laboratory of innovation through the experiments of the States, is moving toward education standardization that does not consider the individual educational needs of our diverse population of students.

#### SEC. 3. ABOLITION OF DEPARTMENT OF EDUCATION.

The Department of Education is abolished, and, with			
the exception of the programs transferred under section			
7, any program for which the Secretary of Education or			
the Department of Education has administrative responsi-			
bility as provided by law or by delegation of authority pur-			
suant to law is repealed, including each program under			
the following:			
(1) The Department of Education Organization			
Act (20 U.S.C. 3401 et seq.).			
(2) The General Education Provisions Act (20			
U.S.C. 1221 et seq.).			
SEC. 4. GRANTS TO STATES FOR ELEMENTARY AND SEC-			
ONDARY AND FOR POSTSECONDARY EDU-			
CATION PROGRAMS.			
(a) In General.—Subject to the requirements of			
this Act, each State is entitled to receive from the Sec-			

(1) a grant for fiscal year 2018 and each succeeding fiscal year through fiscal year 2026, that is equal to the amount of funds appropriated for the State for Federal elementary school and secondary 24 school programs for fiscal year 2012 (except for the funds appropriated for fiscal year 2012 for such pro-25

retary of the Treasury, by not later than July 1 of the

preceding fiscal year—

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- grams for such State that are being transferred under section 7); and
- 3 (2) a grant for fiscal year 2018 and each suc-
- 4 ceeding fiscal year through fiscal year 2026, that is
- 5 equal to the amount of funds appropriated for the
- 6 State for Federal postsecondary education programs
- 7 for fiscal year 2012 (except for the funds appro-
- 8 priated for fiscal year 2012 for such programs for
- 9 such State that are being transferred under section
- 10 7).
- 11 (b) APPROPRIATION.—Out of any money in the
- 12 Treasury of the United States not otherwise appropriated,
- 13 there are appropriated for fiscal years 2018 through 2026,
- 14 such sums as are necessary for grants under subsection
- 15 (a).
- 16 (c) Requirements Relating to Intergovern-
- 17 MENTAL FINANCING.—The Secretary of the Treasury
- 18 shall make the transfer of funds under grants under sub-
- 19 section (a) directly to each State in accordance with the
- 20 requirements of section 6503 of title 31, United States
- 21 Code.
- 22 (d) Expenditure of Funds.—Amounts received by
- 23 a State under this section for any fiscal year shall be ex-
- 24 pended by the State in such fiscal year or in the suc-
- 25 ceeding fiscal year.

1 (e) Use of Funds.—Funds made available to a 2 State— 3 (1) under subsection (a)(1), shall be used by the State for any elementary or secondary education 5 purpose permitted by State law, including increases 6 in teacher salaries; and 7 (2) under subsection (a)(2), shall be used by 8 the State for any postsecondary education purpose 9 permitted by State law. 10 (f) Supplement, Not Supplant.—A grant received under subsection (a) shall only be used to supplement the 12 amount of funds that would, in the absence of such grant, be made available from non-Federal sources for elementary school and secondary school programs or postsec-14 ondary education programs, and not to supplant those 16 funds. SEC. 5. ADMINISTRATIVE AND FISCAL ACCOUNTABILITY. 18 (a) Audits.— 19 (1) Contract with approved auditing en-20 TITY.—Not later than October 1, 2017, and annu-21 ally thereafter, a State shall contract with an ap-22 proved auditing entity (as defined under paragraph 23 (3)(B)) for purposes of conducting an audit under 24 paragraph (2) (with respect to the fiscal year ending

September 30 of such year).

1	(2) Audit requirement.—Under a contract
2	under paragraph (1), an approved auditing entity
3	shall conduct an audit of the expenditures or trans-
4	fers made by a State from amounts received under
5	a grant under section 4, with respect to the fiscal
6	year which such audit covers, to determine the ex-
7	tent to which such expenditures and transfers were
8	expended in accordance with section 4.
9	(3) Entity conducting audit.—
10	(A) In General.—With respect to a
11	State, the audit under paragraph (2) shall be
12	conducted by an approved auditing entity in ac-
13	cordance with generally accepted auditing prin-
14	ciples.
15	(B) Approved auditing entity.—For
16	purposes of this section, the term "approved
17	auditing entity" means, with respect to a State,
18	an entity that is—
19	(i) approved by the Secretary of the
20	Treasury;
21	(ii) approved by the chief executive of-
22	ficer of the State; and
23	(iii) independent of any Federal,
24	State, or local agency.

- 1 (4) Submission of Audit.—Not later than 2 April 30, 2018, and annually thereafter, a State 3 shall submit the results of the audit under para-4 graph (2) (with respect to the fiscal year ending on 5 September 30 of such year) to the State legislature
- 6 and to the Secretary of the Treasury.
- 7 (b) REIMBURSEMENT AND PENALTY.—If, through an 8 audit conducted under subsection (a), an approved auditing entity finds that a State violated the requirements of 10 subsection (d) or (e) of section 4, the State shall pay to the Treasury of the United States 100 percent of the 11 12 amount of State funds that were used in violation of section 4 as a penalty. Insofar as a State fails to pay any such penalty, the Secretary of the Treasury shall offset 14 15 the amount not so paid against the amount of any grant otherwise payable to the State under this Act. 16

### 17 (c) Annual Reporting Requirements.—

(1) IN GENERAL.—Not later than January 31,
2018, and annually thereafter, each State shall submit to the Secretary of the Treasury and the State
legislature a report on the activities carried out by
the State during the most recently completed fiscal
year with funds received by the State under a grant
under section 4 for such fiscal year.

1	(2) Content.—A report under paragraph (1)
2	shall, with respect to a fiscal year—
3	(A) contain the results of the audit con-
4	ducted by an approved auditing entity for a
5	State for such fiscal year, in accordance with
6	the requirements of subsection (a) of this sec-
7	tion;
8	(B) specify the amount of the grant made
9	to the State under section 4; and
10	(C) be in such form and contain such other
11	information as the State determines is nec-
12	essary to provide—
13	(i) an accurate description of the ac-
14	tivities conducted by the State for the pur-
15	pose described under section 4; and
16	(ii) a complete record of the purposes
17	for which amounts were expended in ac-
18	cordance with this section.
19	(3) Public availability.—A State shall make
20	copies of the reports required under this section
21	available on a public website and shall make copies
22	available in other formats upon request.
23	(d) Failure To Comply With Requirements.—
24	The Secretary of the Treasury shall not make any pay-
25	ment to a State under a grant authorized by section 4—

1	(1) if an audit for a State is not submitted as			
2	required under subsection (a) during the period be-			
3	tween the date such audit is due and the date or			
4	which such audit is submitted;			
5	(2) if a State fails to submit a report as re-			
6	quired under subsection (c) during the period be-			
7	tween the date such report is due and the date or			
8	which such report is submitted; or			
9	(3) if a State violates a requirement of section			
10	4 during the period beginning on the date the Sec-			
11	retary becomes aware of such violation and the date			
12	on which such violation is corrected by the State.			
13	(e) Administrative Supervision and Over-			
14	SIGHT.—			
15	(1) Limited role for secretary of the			
16	TREASURY.—The authority of the Secretary of the			
17	Treasury under this Act is limited to—			
18	(A) promulgating regulations, issuing			
19	rules, or publishing guidance documents to the			
20	extent necessary for purposes of implementing			
21	subsection (a)(3)(B), subsection (b), and sub-			
22	section (d);			
23	(B) making payments to the States under			
24	grants under section 4:			

1	(C) approving entities under subsection
2	(a)(3)(B) for purposes of the audits required
3	under subsection (a);
4	(D) withholding payment to a State of a
5	grant under subsection (d) or offsetting a pay-
6	ment of such a grant to a State under sub-
7	section (b); and
8	(E) exercising the authority relating to
9	nondiscrimination that is specified in section
10	6(b).
11	(2) Limited role for attorney general.—
12	The authority of the Attorney General to supervise
13	the amounts received by a State under section 4 is
14	limited to the authority under section 6(b).
15	(f) Reservation of State Powers.—Nothing in
16	this section shall be construed to limit the power of a
17	State, including the power of a State to pursue civil and
18	criminal penalties under State law against any individual
19	or entity that misuses, or engages in fraud or abuse re-
20	lated to, the funds provided to a State under section 4.
21	SEC. 6. NONDISCRIMINATION PROVISIONS.
22	(a) No Discrimination Against Individuals.—
23	No individual shall be excluded from participation in, de-
24	nied the benefits of, or subjected to discrimination under,
25	any program or activity funded in whole or in part with

1	amounts paid to a State under section 4 on the basis of
2	such individual's—
3	(1) disability under section 504 of the Rehabili-
4	tation Act of 1973 (29 U.S.C. 794);
5	(2) sex under title IX of the Education Amend-
6	ments of 1972 (20 U.S.C. 1681 et seq.); or
7	(3) race, color, or national origin under title VI
8	of the Civil Rights Act of 1964 (42 U.S.C. 2000d
9	et seq.).
10	(b) Compliance.—
11	(1) In General.—If the Attorney General de-
12	termines that a State or an entity that has received
13	funds from amounts paid to a State under a grant
14	under section 4 has failed to comply with a provision
15	of law referred to in subsection (a), the Secretary of
16	the Treasury shall notify the chief executive officer
17	of the State of such failure to comply and shall re-
18	quest that such chief executive officer secure such
19	compliance.
20	(2) Enforcement.—If, not later than 60 days
21	after receiving notification under paragraph (1), the
22	chief executive officer of a State fails or refuses to
23	secure compliance with the provision of law referred
24	to in such notification, the Attorney General may—

(A) institute an appropriate civil action; or

1	(B) exercise the powers and functions pro-
2	vided under section 505 of the Rehabilitation
3	Act of 1973 (29 U.S.C. 794a), title IX of the
4	Education Amendments of 1972 (20 U.S.C.
5	1681 et seq.), or title VI of the Civil Rights Act
6	of 1964 (42 U.S.C. 2000d et seq.) (as applica-
7	ble).
8	SEC. 7. TRANSFER OF CERTAIN DEPARTMENT OF EDU-
9	CATION PROGRAMS.
10	(a) Transfer of Certain Programs.—Not later
11	than 24 months after the date of the enactment of this
12	Act—
13	(1) each job training program under the juris-
14	diction of the Department of Education, including
15	the Carl D. Perkins Career and Technical Education
16	Act of 2006 (20 U.S.C. 2301 et seq.) shall be trans-
17	ferred to the Department of Labor;
18	(2) each special education grant program under
19	the Individuals with Disabilities Education Act (20
20	U.S.C. 1460 et seq.) shall be transferred to the De-
21	partment of Health and Human Services;
22	(3) each Indian education program under the
23	jurisdiction of the Department of Education shall be
24	transferred to the Department of the Interior;

- 1 (4) each Impact Aid program under title VIII 2 of the Elementary and Secondary Education Act of 3 1965 (20 U.S.C. 7701 et seq.) shall be transferred 4 to the Department of Defense;
- 5 (5) the Federal Pell Grant program under title 6 IV of the Higher Education Act of 1965 (20 U.S.C. 7 1070a), shall be transferred to the Department of 8 the Treasury;
  - (6) each Federal student loan program under the jurisdiction of the Department of Education shall be transferred to the Department of the Treasury;
- 13 (7) each program under the jurisdiction of the 14 Institute of Education Sciences shall be transferred 15 to the Department of Health and Human Services; 16 and
- 17 (8) each program under the jurisdiction of the 18 D.C. Opportunity Scholarship Program shall be 19 transferred to the Department of Health and 20 Human Services.
- (b) Limitation on Transfer of Certain ProGRAMS.—The transfer of programs pursuant to subsection
  (a) is limited to only the transfer of administrative respon-
- 24 sibility as provided by law or the delegation of authority
- 25 pursuant to law and does not extend to the transfer of

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- 1 personnel employed by the Department of Education to
- 2 carry out such programs.
- 3 SEC. 8. GAO REPORT.
- 4 Not later than 90 days after the date of the enact-
- 5 ment of this Act, the Comptroller General of the United
- 6 States shall submit to the Committee on Education and
- 7 the Workforce of the House of Representatives and the
- 8 Committee on Health, Education, Labor, and Pensions of
- 9 the Senate report, which shall include—
- 10 (1) a review and evaluation as to the feasibility
- of enhancing the ability of States and local commu-
- 12 nities to fund education by reducing the Federal tax
- burden and commensurately eliminating Federal
- Government involvement in providing grants for edu-
- 15 cation programs; and
- 16 (2) an evaluation of the feasibility of the suc-
- 17 cessor Federal agencies for maintaining the pro-
- grams to be transferred under section 7.
- 19 SEC. 9. PLAN FOR CLOSURE OF THE DEPARTMENT OF EDU-
- 20 CATION.
- Not later than 365 days after the date of the enact-
- 22 ment of this Act, the President shall submit to the Con-
- 23 gress a plan to implement closure of the Department of
- 24 Education in accordance with this Act.

#### l SEC. 10. DEFINITIONS.

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- 3 (1) ELEMENTARY SCHOOL; SECONDARY
  4 SCHOOL.—The terms "elementary school" and "sec5 ondary school" have the meanings given the terms
  6 in section 9101 of the Elementary and Secondary
  7 Education Act of 1965 (20 U.S.C. 9101).
  - (2) Institution of Higher Education.—The term "institution of higher education" has the meaning given the term in section 102 of the Elementary and Secondary Education Act of 1965 (20 U.S.C. 1002).
- 13 (3) STATE.—The term "State" has the mean-14 ing given the term in section 103 of the Higher 15 Education Act of 1965 (20 U.S.C. 1003).

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