SENATE BILL No. 363

DIGEST OF INTRODUCED BILL

Citations Affected: IC 20-30-2-2.7; IC 20-33-8-13.5; IC 20-51.4.

Synopsis: Victims of bullying. Amends the definition of "eligible student" for purposes of eligibility under the Indiana education scholarship account program. Requires a school to provide certain victims of bullying with the option to finish the semester by means of virtual instruction or remote learning. Makes conforming changes.

Effective: July 1, 2025.

Niezgodski, Doriot

January 13, 2025, read first time and referred to Committee on Education and Career Development.



First Regular Session of the 124th General Assembly (2025)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2024 Regular Session of the General Assembly.

SENATE BILL No. 363

A BILL FOR AN ACT to amend the Indiana Code concerning education.

Be it enacted by the General Assembly of the State of Indiana:

1	SECTION 1. IC 20-30-2-2.7, AS ADDED BY P.L.139-2022,
2	SECTION 13, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
3	JULY 1, 2025]: Sec. 2.7. (a) This section applies to the following:
4	(1) Except as provided in subsection (b), a public school
5	maintained by a school corporation.
6	(2) A charter school that is not a virtual charter school (as defined
7	in IC 20-24-1-10).
8	(b) This section does not apply to a dedicated virtual education
9	school.
10	(c) As used in this section, "virtual student instructional day" means
11	a student instructional day to which the following apply:
12	(1) A school provides virtual instruction or remote learning to at
13	least fifty percent (50%) of the students enrolled to attend
14	in-person instruction at the school.
15	(2) A school counts the student instructional day toward meeting
16	the one hundred eighty (180) day requirement established by
17	section 3 of this chapter.



1	(d) Except as provided in subsections (e), and (g), and (h), a school
2	shall deliver:
3	(1) teacher directed synchronous instruction; or
4	(2) a hybrid of:
5	(A) teacher directed synchronous instruction for at least fifty
6	percent (50%) of the particular instructional day; and
7	(B) asynchronous learning;
8	during the instructional time of a virtual student instructional day.
9	(e) Except as provided in subsections (g) and (h), a
0	school may conduct not more than three (3) virtual student instructional
1	days each school year that do not meet the requirements under
2	subsection (d).
3	(f) Except as provided in subsection subsections (g) and (h), if a
4	school conducts a student instructional day described in subsection
5	(c)(1) that does not meet the requirements of this section, the school
6	may not count the student instructional day toward meeting the one
7	hundred eighty (180) day requirement established by section 3 of this
8	chapter.
9	(g) A school may submit to the department a request to waive the
0.	requirements set forth in this section to include a virtual student
21	instructional day otherwise excluded under subsection (f) to meet the
22	one hundred eighty (180) day requirement established by section 3 of
23	this chapter if the virtual student instructional day was conducted
22 23 24	because of extraordinary circumstances. The department may waive the
25	requirements for the school after consideration of the request.
25 26	(h) A student who elects to finish a semester by means of virtual
27	instruction or remote learning under IC 20-33-8-13.5(h) is exempt
28	from the virtual instruction requirements of this section.
.9	(h) (i) The state board may adopt rules under IC 4-22-2 to
0	implement this section. However, the state board shall, in consultation
1	with the department, adopt rules under IC 4-22-2 that define teacher
2	directed synchronous instruction and asynchronous learning and
3	provide that the instruction or learning must be of the same quality and
4	rigor as required under section 2.5(b) of this chapter.
5	SECTION 2. IC 20-33-8-13.5, AS AMENDED BY P.L.238-2023,
6	SECTION 1, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
7	JULY 1, 2025]: Sec. 13.5. (a) Discipline rules adopted by the
8	governing body of a school corporation under section 12 of this chapter
9	must:
-0	(1) prohibit bullying; and
-1	(2) include:
-2	(A) provisions concerning education, parental involvement,



1	and intervention;
2	(B) a detailed procedure for the expedited investigation of
3	incidents of bullying that includes:
4	(i) appropriate responses to bullying behaviors, wherever the
5	behaviors occur;
6	(ii) provisions for anonymous and personal reporting of
7	bullying to a teacher or other school staff;
8	(iii) provisions that require a school to prioritize the safety
9	of the victim;
10	(iv) timetables for reporting of bullying incidents to the
11	parents of both the targeted student and the alleged
12	perpetrator in an expedited manner that is not later than five
13	(5) business days after the incident is reported;
14	(v) timetables for reporting of bullying incidents to school
15	counselors, school administrators, the superintendent, or law
16	enforcement, if it is determined that reporting the bullying
17	incident to law enforcement is necessary;
18	(vi) discipline provisions for teachers, school staff, or school
19	administrators who fail to initiate or conduct ar
20	investigation of a bullying incident; and
21	(vii) discipline provisions for false reporting of bullying; and
22	(C) a detailed procedure outlining the use of follow-up
23	services that includes:
23 24 25	(i) support services for the victim; and
25	(ii) bullying education for the alleged perpetrator.
26	(b) The discipline rules described in subsection (a) may be applied
27	regardless of the physical location in which the bullying behavior
28	occurred, whenever:
29	(1) the individual committing the bullying behavior and any of the
30	intended targets of the bullying behavior are students attending a
31	school within a school corporation; and
32	(2) disciplinary action is reasonably necessary to avoid substantia
33	interference with school discipline or prevent an unreasonable
34	threat to the rights of others to a safe and peaceful learning
35	environment.
36	(c) The discipline rules described in subsection (a) must prohibit
37	bullying through the use of data or computer software that is accessed
38	through a:
39	(1) computer;
10	(2) computer system;
11	(3) computer network; or
12	(4) cellular telephone or other wireless or cellular



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1	communications device.
2	(d) The discipline rules described in subsection (a) must include
3	policies to allow a parent of a child in the school corporation to review
4	any materials used in any bullying prevention or suicide prevention
5	program.
6	(e) The discipline rules described in subsection (a) may include
7	provisions to determine:
8	(1) the severity of an incident of bullying; and
9	(2) whether an incident of bullying may warrant the transfer of the
10	victim or the alleged perpetrator to another school in the school
11	corporation.
12	(f) This section may not be construed to give rise to a cause of
13	action against a person or school corporation based on an allegation of
14	noncompliance with this section. Noncompliance with this section may
15	not be used as evidence against a school corporation in a cause of
16	action.
17	(g) A record made of an investigation, a disciplinary action, or a
18	follow-up action performed under rules adopted under this section is
19	not a public record under IC 5-14-3.
20	(h) If an investigation described under subsection (a)(2)(B)
21	results in a determination under subsection (e)(2) that an incident
22	of bullying warrants a transfer, a school must provide the victim
23	of the incident of bullying with the option to finish the semester by
24	means of virtual instruction or remote learning as provided by the
25	school in accordance with IC 20-30-2-2.5.
26	(h) (i) The department shall periodically review each policy adopted
27	under this section to ensure the policy's compliance with this section.
28	SECTION 3. IC 20-51.4-2-4, AS AMENDED BY P.L.127-2024,
29	SECTION 3, AND AS AMENDED BY P.L.162-2024, SECTION 28,
30	AND AS AMENDED BY THE TECHNICAL CORRECTIONS BILL
31	OF THE 2025 GENERAL ASSEMBLY, IS CORRECTED AND
32	AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2025]:
33	Sec. 4. (a) "Eligible student" refers to an individual who meets the
34	criteria described in subsection (b) or (c).
35	(b) The individual:
36	(1) has legal settlement in Indiana;
37	(2) is at least five (5) years of age and less than twenty-two (22)
38	years of age on the date in the school year specified in
39	$\frac{1C}{20-33-2-7}$; on October 1 of the applicable school year;
40	(3) is a student:
41	(A) with a disability at the time the account is established who

requires special education and for whom:



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1	$\frac{A}{A}$ (i) an individualized education program;
2	(B) (ii) a service plan developed under 511 IAC 7-34; or
3	(C) (iii) a choice special education plan developed under
4	511 IAC 7-49;
5	has been developed; and or
6	(B) who is a sibling of a student described in clause (A) who
7	has had an ESA account established in the student's name
8	under IC 20-51.4-4-1; and
9	(4) meets the annual income qualification requirement for a
10	choice scholarship student under IC 20-51-1.
11	(c) The individual:
12	(1) has legal settlement in Indiana;
13	(2) is at least five (5) years of age and less than twenty-two
14	(22) years of age on October 1 of the applicable school year;
15	and
16	(3) is a student:
17	(A) who is a victim of an incident of bullying that has:
18	(i) been investigated as described in
19	IC 20-33-8-13.5(a)(2)(B); and
20	(ii) resulted in a determination that the incident of
21	bullying warrants a transfer as described in
21 22	IC 20-33-8-13.5(e); or
23 24	(B) who is a sibling of a student described in clause (A)
24	who has had an ESA account established in the student's
25	name under IC 20-51.4-4-1; and
26	(4) meets the annual income qualification requirement for a
27	choice scholarship student under IC 20-51-1.
28	SECTION 4. IC 20-51.4-4-1, AS AMENDED BY P.L.127-2024,
29	SECTION 5, AND AS AMENDED BY P.L.150-2024, SECTION 69,
30	AND AS AMENDED BY THE TECHNICAL CORRECTIONS BILL
31	OF THE 2025 GENERAL ASSEMBLY, IS CORRECTED AND
32	AMENDED TO READ AS FOLLOWS [EFFECTIVE JULY 1, 2025]:
33	Sec. 1. (a) After June 30, 2022, a parent of an eligible student or an
34	emancipated eligible student may establish an Indiana education
35	scholarship account for the eligible student by entering into a written
36	agreement with the treasurer of state on a form prepared by the
37	treasurer of state. The treasurer of state shall establish a date by which
38	an application to establish an ESA account for the upcoming school
39	year must be submitted. However, for a school year beginning after
40	July 1, 2022, applications must be submitted for an eligible student not
41	later than September 1 for the immediately following school year. The
12	FSA account of an eligible student shall be made in the name of the



1	eligible student. The treasurer of state shall make the agreement
2 3	available on the website of the treasurer of state. To be eligible, a parent of an eligible student or an emancipated eligible student wishing
4	to participate in the ESA program must agree that:
5	(1) subject to subsection (i), a grant deposited in the eligible
6	student's ESA account under section 2 of this chapter and any
7	interest that may accrue in the ESA account will be used only for
8	the eligible student's ESA qualified expenses;
9	(2) if the eligible student participates in the CSA program, a grant
10	deposited in the eligible student's ESA account under
11	IC 20-51.4-4.5-3 and any interest that may accrue in the ESA
12	account will be used only for the eligible student's ESA qualified
13	expenses;
14	(3) money in the ESA account when the ESA account is
15	terminated reverts to the state general fund;
16	(4) the parent of the eligible student or the emancipated eligible
17	student will use part of the money in the ESA account:
18	(A) for the eligible student's study in the subject of reading,
19	grammar, mathematics, social studies, or science; or
20	(B) for use in accordance with the eligible student's:
21	(i) individualized education program;
22 23 24	(ii) service plan developed under 511 IAC 7-34;
23	(iii) choice special education plan developed under 511
	IAC 7-49; or
25	(iv) plan developed under Section 504 of the federal
26	Rehabilitation Act of 1973, 29 U.S.C. 794;
27	(5) the eligible student will not be enrolled in a school that
28	receives tuition support under IC 20-43; and
29	(6) the eligible student will take the statewide summative
30	assessment, as applicable based on the eligible student's grade
31	level, as provided under IC 20-32-5.1, or the assessment specified
32	in the eligible student's:
33	(A) individualized education program developed under
34	IC 20-35;
35	(B) service plan developed under 511 IAC 7-34;
36	(C) choice special education plan developed under 511
37	IAC 7-49; or
38	(D) plan developed under Section 504 of the federal
39	Rehabilitation Act of 1973, 29 U.S.C. 794.
40	(b) A parent of an eligible student may enter into a separate
41	agreement under subsection (a) for each child of the parent. However,

not more than one (1) ESA account may be established for each



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eligible student.

- (c) The ESA account must be established under subsection (a) by a parent of an eligible student or an emancipated eligible student for a school year on or before a date established by the treasurer of state, which must be at least thirty (30) days before the fall count day of ADM established under IC 20-43-4-3. A parent of an eligible student or an emancipated eligible student may not enter into an agreement under this section or maintain an ESA account under this chapter if the eligible student receives a choice scholarship under IC 20-51-4 for the same school year. An eligible student may not receive a grant under section 2 of this chapter if the eligible student is currently included in a school corporation's ADM count under IC 20-43-4.
- (d) Except as provided in subsections (e) and (f), an agreement made under this section is valid for one (1) school year while the eligible student is in kindergarten through grade 12 and may be renewed annually. Upon graduation, or receipt of a certificate of completion under the eligible student's individualized education program, the eligible student's ESA account is terminated.
- (e) An agreement entered into under this section terminates automatically for an eligible student if:
 - (1) the eligible student no longer resides in Indiana while the eligible student is eligible to receive grants under section 2 of this chapter; or
 - (2) the ESA account is not renewed within three hundred ninety-five (395) days after the date the ESA account was either established or last renewed.

If an ESA account is terminated under this section, money in the eligible student's ESA account, including any interest accrued, reverts to the state general fund.

- (f) An agreement made under this section for an eligible student while the eligible student is in kindergarten through grade 12 may be terminated before the end of the school year if the parent of the eligible student or the emancipated eligible student notifies the treasurer of state in a manner specified by the treasurer of state.
- (g) A distribution made to an ESA account under section 2 of this chapter is considered tax exempt as long as the distribution is used for an ESA qualified expense. The amount is subtracted from the definition of adjusted federal gross income under IC 6-3-1-3.5 to the extent the distribution used for the ESA qualified expense is included in the taxpayer's adjusted federal gross income under the Internal Revenue Code.
 - (h) The department shall establish a student test number as



1	described in IC 20-19-3-9.4 for each eligible student. The treasurer of
2	state shall provide the department information necessary for the
3	department to comply with this subsection.
4	(i) A student described in IC 20-51.4-2-4(3)(B)
5	IC 20-51.4-2-4(b)(3)(B) may not use the money deposited into the
6	eligible student's ESA account for ESA qualified expenses described in
7	IC 20-51.4-2-9(a)(3), IC 20-51.4-2-9(a)(6), IC 20-51.4-2-9(a)(7), or
8	IC 20-51 4-2-9(a)(9)

