Amend CSHB 7 in ARTICLE 7 of the bill by adding the following appropriately numbered SECTIONS to the bill and renumbering the other SECTIONS of ARTICLE 7 of the bill appropriately:

SECTION 7. __. (a) For purposes of this section, an institution of higher education, as referenced in Section 7.01 of this article, has the meaning assigned by Section 61.003, Education Code.

- (b) Section 56.465(a), Education Code, as added by Chapter 779, Acts of the 78th Legislature, Regular Session, 2003, is amended to read as follows:
- (a) The governing board of each institution of higher education shall cause to be set aside five percent of the amount of the tuition charged to a resident undergraduate student at the institution under Section 54.0513 [that is] in excess of \$46 per semester credit hour. The amount of a student's tuition set aside under this subsection is considered a part of the amount required to be set aside from that tuition under Section 56.011 [the amount that would have been charged to the student under that section for the same semester or term in the 2002-2003 academic year].
- (c) The change in law made by this section to Section 56.465(a), Education Code, applies only to a semester or term that begins on or after the effective date of this Act.

SECTION 7. __. Section 8.02, Chapter 1266, Acts of the 78th Legislature, Regular Session, 2003, is amended by adding Subsection (f-1) to read as follows:

(f-1) In its review, the committee shall evaluate whether students enrolled in private and independent institutions of higher education should remain eligible to receive Texas B-On-time loans under Subchapter Q, Chapter 56, Education Code. The committee shall include the results of its evaluation in the report required by Subsection (i) of this section.