By: Wise

H.B. No. 1761

A BILL TO BE ENTITLED 1 AN ACT 2 relating to administration of and eligibility for TEXAS grants and 3 TEXAS grants II. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 SECTION 1. Section 56.305(e), Education Code, is amended to 5 6 read as follows: 7 (e) For the purpose of this section, a person makes satisfactory academic progress toward an undergraduate degree or 8 certificate [only] if[+ 9 [(1) in the person's first academic year] the person 10 meets the satisfactory academic progress requirements to qualify 11 12 for federal student financial aid at [of] the institution in [at] which the person is enrolled [; and 13 14 [(2) in a subsequent academic year, the person: [(A) completes at least 75 percent of 15 the 16 semester credit hours attempted in the student's most recent 17 academic year; and 18 [(B) earns an overall grade point average of at least 2.5 on a four-point scale or the equivalent on coursework 19 previously attempted at institutions of higher education]. 20 21 SECTION 2. Sections 56.307(h) and (j), Education Code, are 22 amended to read as follows: (h) The [total] amount of a grant [grants] that a student 23 may receive in an academic year under this subchapter is in addition 24

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1

H.B. No. 1761

1 <u>to any grant received</u> [and] under Section 61.221 <u>so long as the</u> 2 <u>amount received does</u> [may] not exceed the <u>demonstrated financial</u> 3 <u>need of the student</u> [maximum amount authorized under Section 4 <u>61.227</u>].

5 (j) An institution may use other available sources of 6 financial aid[, other than a loan or a Pell grant,] to cover any 7 difference in the amount of a TEXAS grant and the actual amount of 8 tuition and required fees at the institution.

9 SECTION 3. Section 56.355(d), Education Code, as added by 10 Chapter 624, Acts of the 77th Legislature, Regular Session, 2001, 11 is amended to read as follows:

12 (d) For the purpose of this section, a person makes 13 satisfactory academic progress toward an associate degree or 14 certificate [only] if the person meets the satisfactory academic 15 progress requirements to qualify for federal student financial aid 16 at the institution in which the person is enrolled [+

17 [(1) completes at least 75 percent of the semester 18 credit hours attempted in the student's most recent academic year; 19 and

20 [(2) earns an overall grade point average of at least 21 2.5 on a four-point scale or the equivalent on course work 22 previously attempted at institutions of higher education].

23 SECTION 4. Sections 56.357(e) and (g), Education Code, as 24 added by Chapter 624, Acts of the 77th Legislature, Regular 25 Session, 2001, are amended to read as follows:

(e) The [total] amount of <u>a grant</u> [grants] that a student
may receive in an academic year under this subchapter <u>is in addition</u>

2

H.B. No. 1761

1 to any grant received [and] under Section 61.221 so long as the 2 amount received does [may] not exceed the demonstrated financial 3 need of the student [maximum amount authorized under Section 4 61.227].

5 (g) An institution may use other available sources of 6 financial aid[, other than a loan or a Pell grant,] to cover any 7 difference in the amount of a TEXAS grant II and the actual amount 8 of tuition and required fees at the institution.

9 SECTION 5. (a) The change in law made by this Act relating 10 to the eligibility of a person to receive a TEXAS grant or TEXAS 11 grant II applies beginning with students who demonstrate 12 eligibility to receive a grant for the 2003-2004 academic year, to 13 the extent TEXAS grants or TEXAS grants II are awarded for that 14 academic year after the effective date of this Act.

15 (b) The Texas Higher Education Coordinating Board shall implement the other changes made by this Act to the TEXAS grant or 16 17 TEXAS grant II program as soon as practicable after the effective date of this Act but not later than the 2004-2005 academic year. If 18 the coordinating board determines it necessary, before January 1, 19 2004, the coordinating board may adopt rules to implement a change 20 21 in law made by this Act in the manner provided by law for emergency rules. 22

23 SECTION 6. This Act takes effect immediately if it receives 24 a vote of two-thirds of all the members elected to each house, as 25 provided by Section 39, Article III, Texas Constitution. If this 26 Act does not receive the vote necessary for immediate effect, this 27 Act takes effect September 1, 2003.

3