By: Giddings H.B. No. 609

Substitute the following for H.B. No. 609:

By: Giddings C.S.H.B. No. 609

## A BILL TO BE ENTITLED

AN ACT

- 2 relating to tuition rebate incentives for persons who complete
- 3 certain degree and certificate programs without excessive credit
- 4 hours.

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- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Section 54.0065, Education Code, is amended by
- 7 amending Subsections (a)-(f) and (h) and adding Subsections (a-1),
- 8 (a-2), (h-1), and (j) to read as follows:
- 9 (a) In this section:
- 10 (1) "Coordinating board" means the Texas Higher
- 11 Education Coordinating Board.
- 12 (2) "General academic teaching institution," "public
- junior college," and "public technical institute" have the meanings
- 14 assigned by Section 61.003.
- 15 (a-1) A qualified student at a general academic teaching
- 16 institution is eligible for a rebate of a portion of the
- 17 undergraduate tuition the student has paid if the student:
- 18 (1) enrolls at a general academic teaching
- 19 institution:
- 20 <u>(A) as a first-time freshman; or</u>
- 21 (B) not later than the first fall semester
- 22 following the student's graduation from high school;
- 23 (2) is awarded a baccalaureate degree from the  $[\frac{a}{a}]$
- 24 general academic teaching] institution; and

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- 1 (3) [(2)] has attempted no more than three hours in excess of the minimum number of semester credit hours required to complete the degree, including:
- 4 (A) transfer credits; and

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- (B) course credit earned exclusively by examination, except that, for purposes of this subsection, only the number of semester credit hours earned exclusively by examination in excess of nine semester credit hours is treated as hours attempted.
- 10 (a-2) A qualified student at a public junior college, public
  11 technical institute, or general academic teaching institution that
  12 offers only freshman-level and sophomore-level courses is eligible
  13 for a rebate of a portion of the undergraduate tuition the student
  14 has paid if the student:
- (1) is awarded an associate degree or other degree or certificate in a program that requires at least 60 semester credit hours; and
- 18 (2) has attempted no more than three hours in excess of
  19 the minimum number of semester credit hours required to complete
  20 the degree or certificate, including transfer credits and course
  21 credit earned exclusively by examination.
  - (b) The amount of tuition to be rebated to a student under Subsection (a-1) [this section] is \$1,000 and the amount of tuition to be rebated to a student under Subsection (a-2) is \$500, unless the total amount of undergraduate tuition paid by the student to the institution of higher education awarding the degree or certificate was less than that amount [\$1,000], in which event the amount of

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- 1 tuition to be rebated is an amount equal to the amount of 2 undergraduate tuition paid by the student to the institution. 3 However, a student who paid the institution awarding the degree or 4 certificate an amount of undergraduate tuition less than the 5 applicable rebate amount specified by this subsection [\$1,000] may 6 qualify for an increase in the amount of the rebate, not to exceed a total rebate in the applicable amount specified by this subsection 7 8 [of \$1,000], for any amount of undergraduate tuition the student paid to other institutions of higher education by providing the 9 institution with proof of the total amount of that tuition paid to 10
- 12 (c) A student who has transferred from another institution
  13 of higher education shall provide the institution awarding the
  14 degree or certificate an official transcript from each institution
  15 attended by the student in order that the total number of hours
  16 attempted by the student can be verified.

other institutions of higher education.

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- 17 (d) To qualify for a rebate under this section, the student 18 must have been a resident of this state and entitled to pay tuition 19 at the rate provided by this chapter for a resident student at all 20 times while pursuing the degree or certificate.
- (e) All institutions of higher education shall notify each first-time freshman student of the tuition rebate program <u>under</u> this section.
- 24 (f) The institution awarding the degree <u>or certificate</u> 25 shall pay the rebate under this section from local funds.
- 26 (h) The legislature shall account in the General 27 Appropriations Act for the rebates authorized by this section to an

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- 1 <u>institution</u> other than a public junior college in a way that
- 2 provides a corresponding increase in the general revenue funds
- 3 appropriated to the institution. It is the intent of the
- 4 legislature that rebates authorized by this section shall be
- 5 financed by savings to the state resulting from reductions in the
- 6 number of courses taken by undergraduate students.
- 7 (h-1) In addition to the amount appropriated for allocation
- 8 to public junior colleges under Section 130.003, the legislature
- 9 shall appropriate an amount sufficient to reimburse each public
- 10 junior college for any rebates paid by the college under this
- 11 section in the period used to determine the contact hours for the
- 12 allocation under Section 130.003. The coordinating board shall
- 13 transfer the appropriate portion of the amount appropriated under
- 14 this subsection to each public junior college in the same manner as
- 15 the coordinating board transfers money allocated to the college
- 16 <u>under Section 130.003.</u>
- 17 (j) This section does not apply to a student who enters a
- 18 public junior college or public technical institute for the first
- 19 time before the 2005 summer session. This subsection expires
- 20 January 1, 2011.
- 21 SECTION 2. This Act takes effect immediately if it receives
- 22 a vote of two-thirds of all the members elected to each house, as
- 23 provided by Section 39, Article III, Texas Constitution. If this
- 24 Act does not receive the vote necessary for immediate effect, this
- 25 Act takes effect September 1, 2005.