By: Guillen H.B. No. 2734

A BILL TO BE ENTITLED

1	AN ACT
2	relating to tuition and fee exemptions for certain military
3	personnel and their dependents.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Section 54.203, Education Code, is amended by
6	adding Subsections (b-1) and (e-1) and amending Subsections (c),
7	(e), and (g) to read as follows:
8	(b-1) The governing board of each institution of higher
9	education shall exempt from the payment of all tuition and required
10	<u>fees:</u>
11	(1) the child of a member or former member of the armed
12	forces of the United States if the member:
13	(A) while in military service became permanently
14	and totally disabled according to the disability ratings of the
15	Department of Veterans Affairs or has completed not less than 20
16	<pre>years of active military service;</pre>
17	(B) while in military service, executed a
18	document with the applicable military service that:
19	(i) indicated the member's permanent
20	residence address to be in Texas; and
21	(ii) designated Texas as the member's place
22	of legal residence for income tax purposes; and
23	(C) when the member became permanently and
24	totally disabled while in military service or when the member

- 1 $\underline{\text{completed}}$ the member's 20th year of active military service, as
- 2 applicable, was a noncommissioned officer or enlisted member; or
- 3 (2) the spouse of a member or former member of the
- 4 armed forces of the United States who was married to the member
- 5 during all or part of the member's military service if the member:
- 6 (A) while in military service became permanently
- 7 and totally disabled according to the disability ratings of the
- 8 Department of Veterans Affairs and has completed not less than 20
- 9 years of active military service;
- 10 <u>(B) while in military service, executed a</u>
- 11 <u>document with the applicable military service that:</u>
- 12 (i) indicated the member's permanent
- 13 residence address to be in Texas; and
- 14 (ii) designated Texas as the member's place
- of legal residence for income tax purposes; and
- (C) when the member became permanently and
- 17 totally disabled while in military service and when the member
- 18 completed the member's 20th year of active military service, was a
- 19 noncommissioned officer or enlisted member.
- 20 (c) A person may not receive [The] exemptions provided for
- 21 in <u>Subsections</u> [Subsection] (a) and (b-1) for more than [of this
- 22 section shall not exceed] a cumulative total of 150 credit hours.
- 23 (e) The exemptions [exemption from fees] provided for in
- 24 Subsections [Subsection] (a) and (b-1) do [of this section does]
- 25 not apply to a person who, [if] at the time of [his] registration,
- 26 [he] is eligible for educational benefits under federal legislation
- 27 [in effect at the time of his registration] if the value of those

H.B. No. 2734

1 benefits is equal to or exceeds the value of the exemption. If the 2 value of the federal benefits does not equal or exceed the value of the exemption, the [, except that the] person must first utilize the 3 federal benefit, [for which he is eligible] and the combined amount 4 5 of the federal benefit plus the amount of the exemption may [this 6 waiver shall] not exceed the maximum value of the exemption 7 [waiver]. A person is covered by the exemptions if the person's 8 [his] right to benefits under federal legislation is extinguished at the time of [his] registration, except that a person is not 9 eligible for an exemption from fees under this section if the 10 benefits under federal 11 person's right to legislation is extinguished because the person is in default of repayment of a loan 12 made to the person under a federal program to provide or guarantee 13 14 loans for educational purposes.

- 15 <u>(e-1)</u> A person is not eligible for <u>an</u> [the] exemption <u>under</u>
 16 <u>this section</u> if the person is in default on a loan made or
 17 guaranteed for educational purposes by the State of Texas.
 - (g) The governing board of a junior college district may provide that the exemptions provided by Subsections (a), [and] (b), and (b-1) do not apply to a course fee or training fee charged a student by the junior college district to cover the flight time costs associated with a course in aircraft flight training, to the extent those costs are incurred by a student:
- 24 (1) who does not have a private pilot rating; or

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25 (2) who has a private pilot rating but is not actively 26 seeking to fulfill the requirements of the Federal Aviation 27 Administration for an additional certification or rating.

H.B. No. 2734

SECTION 2. Section 54.203, Education Code, as amended by this Act, applies beginning with tuition and other fees charged for the 2005 fall semester. Tuition and other fees charged for an academic period before the 2005 fall semester are covered by the law in effect immediately before the effective date of this Act, and the former law is continued in effect for that purpose.

SECTION 3. This Act takes effect immediately if it receives a vote of two-thirds of all the members elected to each house, as provided by Section 39, Article III, Texas Constitution. If this Act does not receive the vote necessary for immediate effect, this Act takes effect September 1, 2005.