By: Van de Putte S.B. No. 309

A BILL TO BE ENTITLED

AN ACT

relating to the requirement that a career school or college adopt a

refund policy for students called to active military service.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

SECTION 1. Subchapter C, Chapter 132, Education Code, is

amended by adding Section 132.0611 to read as follows:

Sec. 132.0611. REFUND POLICY FOR STUDENTS CALLED TO ACTIVE

MILITARY SERVICE. As a condition to receiving a certificate of approval under this chapter, including a renewal of a certificate of approval, a career school or college must maintain, and include in the school or college's catalogue and enrollment contract, a policy under which a student of the school or college who withdraws from the school or college as a result of the student being called to active duty in a military service of the United States or the Texas National Guard may elect one of the following options for each course in which the student is enrolled:

- 17 (1) a refund of any tuition, fees, or other charges
 18 paid by the student for the course;
- (2) a grade of incomplete with the designation
 "withdrawn-military" for the course on the student's transcript,
 and the right to re-enroll in the course not later than the first
 anniversary of the date the student is discharged from active
 military duty without payment of additional tuition, fees, or other
- 24 charges for the course; or

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- 1 (3) the assignment of an appropriate final grade or
- 2 credit for the course, but only if the instructor of the course
- 3 determines that the student has:
- 4 (A) satisfactorily completed a substantial
- 5 portion of the required coursework; and
- 6 (B) demonstrated sufficient mastery of the
- 7 <u>course material to receive credit for completing the course.</u>
- 8 SECTION 2. Section 132.055(b), Education Code, is amended
- 9 by adding Subdivision (19) to read as follows:
- 10 (19) The school or college maintains a policy
- 11 regarding students called to active military service that meets the
- 12 requirements prescribed by Section 132.0611.
- SECTION 3. Section 132.201(a), Education Code, is amended
- 14 to read as follows:
- 15 (a) Certificate and registration fees, except those charged
- 16 pursuant to Subsection (d), shall be collected by the commission.
- 17 Each fee shall be in an amount set by the commission in an amount not
- 18 to exceed 150 percent of each fee in the following schedule:
- 19 (1) the initial fee for a career school or college:
- 20 (A) for a certificate of approval is \$2,000; or
- 21 (B) for a small career school or college
- 22 certificate of approval is \$1,000;
- 23 (2) the first renewal fee and each subsequent renewal
- fee for a career school or college is the greater of:
- 25 (A) an amount that is determined by applying a
- 26 percentage, not to exceed 0.3 percent, to the gross tuition and
- fees, excluding refunds as provided by Section 132.061 or 132.0611,

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- 1 of the school or college; or
- 2 (B) \$500;
- 3 (3) the initial registration fee for a representative
- 4 is \$60;
- 5 (4) the annual renewal fee for a representative is
- 6 \$30;
- 7 (5) the fee for a change of a name of a career school or
- 8 college or owner is \$100;
- 9 (6) the fee for a change of an address of a career
- 10 school or college is \$180;
- 11 (7) the fee for a change in the name or address of a
- 12 representative or a change in the name or address of a career school
- or college that causes the reissuance of a representative permit is
- 14 \$10;
- 15 (8) the application fee for an additional program is
- \$150, except for seminars and workshops, for which the fee is \$25;
- 17 (9) the application fee for a director, administrative
- 18 staff member, or instructor is \$15;
- 19 (10) the application fee for the authority to grant
- 20 degrees is \$2,000;
- 21 (11) the application fee for an additional degree
- 22 program is \$250; and
- 23 (12) the fee for an inspection required by commission
- 24 rule of classroom facilities that are separate from the main campus
- 25 is \$250.
- SECTION 4. Section 132.2415(b), Education Code, is amended
- 27 to read as follows:

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- (b) The commission may collect annually a fee from each 1 career school or college to be deposited to the credit of the career 2 school or college tuition trust account. The total amount of the 3 4 fees collected in a year shall be set by the commission in the 5 amount estimated as necessary to pay the liabilities of the trust account during that year, not to exceed 0.2 percent of the gross 6 7 amount of tuition and fees charged by career schools and colleges in 8 that year, excluding amounts refunded under Section 132.061 or 132.0611. 9
- SECTION 5. Section 132.0611, Education Code, as added by this Act, applies to a career school or college operating under a certificate of approval issued under Chapter 132, Education Code, beginning on the earlier of the following dates:
- 14 (1) November 1, 2007; or
- 15 (2) the earliest date on which the certificate of 16 approval is issued or renewed that occurs on or after the effective 17 date of this Act.
- 18 SECTION 6. This Act takes effect September 1, 2007.