By: Van de Putte S.B. No. 560

## A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to tuition and fee exemptions at public institutions of
- 3 higher education for certain military personnel, veterans, and
- 4 dependents residing in this state.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Section 54.203, Education Code, is amended by
- 7 amending Subsections (a), (k), (l), and (m) and adding Subsections
- 8 (k-1) and (n) to read as follows:
- 9 (a) The governing board of each institution of higher
- 10 education shall exempt the following persons from the payment of
- 11 tuition, dues, fees, and other required charges, including fees for
- 12 correspondence courses but excluding general deposit fees, student
- 13 services fees, and any fees or charges for lodging, board, or
- 14 clothing, provided the person seeking the exemption currently
- 15 <u>resides in this state and</u> entered the service at a location in this
- 16 state, declared this state as the person's home of record in the
- 17 manner provided by the applicable military or other service, or
- 18 would have been determined to be a resident of this state for
- 19 purposes of Subchapter B at the time the person entered the service:
- 20 (1) all nurses and honorably discharged members of the
- 21 armed forces of the United States who served during the
- 22 Spanish-American War or during World War I;
- 23 (2) all nurses, members of the Women's Army Auxiliary
- 24 Corps, members of the Women's Auxiliary Volunteer Emergency

- 1 Service, and all honorably discharged members of the armed forces
- 2 of the United States who served during World War II except those who
- 3 were discharged from service because they were over the age of 38 or
- 4 because of a personal request on the part of the person that the
- 5 person be discharged from service;
- 6 (3) all honorably discharged men and women of the
- 7 armed forces of the United States who served during the national
- 8 emergency which began on June 27, 1950, and which is referred to as
- 9 the Korean War; and
- 10 (4) all persons who were honorably discharged from the
- 11 armed forces of the United States after serving on active military
- 12 duty, excluding training, for more than 180 days and who served a
- 13 portion of their active duty during:
- 14 (A) the Cold War which began on the date of the
- 15 termination of the national emergency cited in Subdivision (3);
- 16 (B) the Vietnam era which began on December 21,
- 17 1961, and ended on May 7, 1975;
- 18 (C) the Grenada and Lebanon era which began on
- 19 August 24, 1982, and ended on July 31, 1984;
- (D) the Panama era which began on December 20,
- 21 1989, and ended on January 21, 1990;
- 22 (E) the Persian Gulf War which began on August 2,
- 23 1990, and ends on the date thereafter prescribed by Presidential
- 24 proclamation or September 1, 1997, whichever occurs first;
- 25 (F) the national emergency by reason of certain
- 26 terrorist attacks that began on September 11, 2001; or
- (G) any future national emergency declared in

- 1 accordance with federal law.
- 2 (k) The Texas Higher Education Coordinating Board by rule
- 3 shall prescribe procedures to allow:
- 4 (1) a person who becomes eligible for an exemption
- 5 provided by Subsection (a) to waive the person's right to any unused
- 6 portion of the maximum number of cumulative credit hours for which
- 7 the person could receive the exemption and assign the exemption for
- 8 the unused portion of those credit hours to a child of the person;
- 9 and
- 10 (2) following the death of a person who becomes
- 11 eligible for an exemption provided by Subsection (a), the
- 12 <u>assignment of the exemption for the unused portion of the credit</u>
- 13 hours to a child of the person, to be made by the person's spouse or
- 14 by the conservator, guardian, custodian, or other legally
- 15 designated caretaker of the child, if the child does not otherwise
- 16 qualify for an exemption under Subsection (b).
- 17 (k-1) The procedures <u>under Subsection</u> (k) <u>must</u> [shall]
- 18 provide:
- 19 (1) the manner in which a person may waive the
- 20 exemption;
- 21 (2) the manner in which [and designate] a child may be
- 22 designated to receive the exemption;
- (3)  $\left[\frac{(2)}{(2)}\right]$  a procedure permitting the designation of
- 24 [person to designate] a different child to receive the exemption if
- 25 the child previously designated to receive the exemption did not
- 26 use the exemption under this section for all of the assigned portion
- 27 of credit hours; and

- 1  $(4) \left[\frac{(3)}{(3)}\right]$  a method of documentation to enable
- 2 institutions of higher education to determine the eligibility of
- 3 the designated child to receive the exemption.
- 4 (1) To be eligible to receive an exemption under Subsection
- 5 (k), the child must:
- 6 (1) be a student who is classified as a resident under
- 7 Subchapter B when the child enrolls in an institution of higher
- 8 education; and
- 9 (2) make satisfactory academic progress in a degree,
- 10 certificate, or continuing education program as determined by the
- 11 institution at which the child is enrolled in accordance with the
- 12 policy of the institution's financial aid department, except that
- 13 the institution may not require the child to enroll in a minimum
- 14 course load[; and
- [(3) be 25 years of age or younger on the first day of
- 16 the semester or other academic term for which the exemption is
- 17 claimed, except that the Texas Higher Education Coordinating Board
- 18 by rule shall prescribe procedures by which a child who suffered
- 19 from a severe illness or other debilitating condition that affected
- 20 the child's ability to use the exemption before reaching that age
- 21 may be granted additional time to use the exemption corresponding
- 22 to the time the child was unable to use the exemption because of the
- 23 <u>illness or condition</u>].
- 24 (m) For purposes of this section, a person is the child of
- 25 another person if the person is 25 years of age or younger on the
- 26 first day of the semester or other academic term for which the
- 27 exemption is claimed and:

- 1 (1) the person is the stepchild or the biological or
- 2 adopted child of the other person; or
- 3 (2) the other person claimed the person as a dependent
- 4 on a federal income tax return filed for the preceding year or will
- 5 claim the person as a dependent on a federal income tax return for
- 6 the current year.
- 7 (n) The Texas Higher Education Coordinating Board by rule
- 8 shall prescribe procedures by which a child who suffered from a
- 9 severe illness or other debilitating condition that affected the
- 10 child's ability to use the exemption before reaching the age
- 11 described by Subsection (m) may be granted additional time to use
- 12 the exemption corresponding to the time the child was unable to use
- 13 the exemption because of the illness or condition.
- 14 SECTION 2. Subchapter D, Chapter 54, Education Code, is
- 15 amended by adding Section 54.2031 to read as follows:
- Sec. 54.2031. DEPENDENT CHILDREN OF RESIDENTS WHO ARE
- 17 MEMBERS OF ARMED FORCES DEPLOYED ON COMBAT DUTY. (a) In this
- 18 section:
- 19 (1) "Child" includes a stepchild or adopted child.
- 20 (2) "Dependent" means a person who:
- 21 (A) is claimed as a dependent on a federal income
- 22 tax return filed for the preceding year; or
- (B) will be claimed as a dependent on a federal
- 24 income tax return filed for the current year.
- 25 (b) The governing board of an institution of higher
- 26 education shall exempt from the payment of tuition at the
- 27 institution a dependent child of a member of the armed forces of the

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- 1 United States who is a resident of this state or is entitled to pay
- 2 resident tuition under this chapter, for any semester or other
- 3 academic term during which the member of the armed forces is
- 4 deployed on active duty for the purpose of engaging in a combative
- 5 military operation outside the United States.
- 6 (c) The governing board of an institution of higher
- 7 education granting an exemption under this section shall require
- 8 each applicant claiming the exemption to submit satisfactory
- 9 evidence that the applicant qualifies for the exemption.
- 10 (d) A person may not receive an exemption provided for by
- 11 this section for more than a cumulative total of 150 semester credit
- 12 hours.
- 13 (e) A person may not receive an exemption under this section
- 14 if the person is in default on a loan made or guaranteed for
- 15 educational purposes by the State of Texas.
- 16 (f) The governing board of a public junior college, public
- 17 technical institute, or public state college, as those terms are
- 18 defined by Section 61.003, may establish a fee for extraordinary
- 19 costs associated with a specific course or program and may provide
- 20 that the exemption provided for by this section does not apply to
- 21 t<u>he fee.</u>
- 22 (g) In determining whether to admit a person to any
- 23 certificate program or any baccalaureate, graduate, postgraduate,
- 24 or professional degree program, an institution of higher education
- 25 may not consider the fact that the person is eligible for an
- 26 exemption under this section.
- 27 (h) In its appropriations to institutions of higher

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- 1 education, the legislature shall, based on availability, provide
- 2 sufficient money to cover the full costs of the exemptions provided
- 3 for by this section.
- 4 (i) If sufficient money is not available to cover the full
- 5 costs to the institutions of higher education of the exemptions
- 6 provided for by this section, the Texas Higher Education
- 7 Coordinating Board shall prorate the funding to each institution
- 8 for purposes of this section in proportion to the total amount the
- 9 institution would otherwise be entitled to receive for purposes of
- 10 this section. Insufficient funding for purposes of this section
- 11 does not affect a student's entitlement to receive an exemption
- 12 from the payment of tuition under this section.
- 13 (j) The Texas Higher Education Coordinating Board may adopt
- 14 rules necessary to administer this section.
- SECTION 3. Section 54.203(b-2), Education Code, is
- 16 repealed.
- 17 SECTION 4. The change in law made by this Act applies
- 18 beginning with tuition and fees for the 2011 fall semester. Tuition
- 19 and fees for a term or semester before the 2011 fall semester are
- 20 covered by the law in effect immediately before the effective date
- 21 of this Act, and the former law is continued in effect for that
- 22 purpose.
- 23 SECTION 5. 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, 2011.